

**People's Leasing and Financial Services Limited (PLFS).**  
Paramount Heights(12th floor), 65/2/1 Box Culvert road, Purana Paltan , Dhaka-1000  
**Financial Statements**  
For the year ended December 31, 2019

**Independent Auditor's Report**  
**To the Shareholders of People's Leasing and Financial Services Limited**  
**Report on the Audit of the Consolidated and Separate Financial Statements**

**Qualified Opinion**

We have audited the consolidated financial statements of People's Leasing and Financial Services Limited and its subsidiary (the "Group") as well as the separate financial statements of People's Leasing and Financial Services Limited (the "Company"), which comprise the consolidated and separate balance sheets as at 31 December 2019 and the consolidated and separate profit and loss accounts, consolidated and separate cash flow statements and consolidated and separate statements of changes in equity for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matters described in the *Basis for Qualified Opinion* section of our report, the accompanying consolidated financial statements of the Group and separate financial statements of the Company give a true and fair view of the financial position of the Group and the Company as at 31 December 2019, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note 2.1.

**Basis for Qualified Opinion**

1. Loans and advances have been disbursed amounting BDT 1,055,332,974 by the Company in favor of its subsidiary PLFS Investment Ltd which exceeds the sanction limit of the loan and the loan is also in excess of 30% of the Company's capital and reserves, which is a noncompliance of DFIM Circular no. 14 dated 31 December 2013 and section 14(1)(g) of the Financial Institutions Act 1993. After we have requested the Management of the Subsidiary Company to confirm to us directly their loan balance, they have responded to us referring to the letter sent by them to the parent company demanding evidence in support of the disbursed loan against which they are yet to receive a reply.
2. We could not confirm provision for income tax and deferred tax liability in absence of Tax return, Assessment Order, Updated Tax Status and Updated Tax Base certified by DCT. Moreover, last year tax return has not been submitted to NBR.
3. We could not confirm letter of guarantee amounting to BDT 150,000,000 in absence of required documentation.



4. Borrowings from other Banks, Financial Institutions & Agents include BDT 3,965,921,659 being loan balances with various banks and FIs carried forward from earlier years in support of which all loan statements and confirmations from banks were not available.
5. Basis of interest charge on loans and deposits during liquidation period has not been disclosed in the financial statements.
6. We could not confirm Capital Adequacy Ratio since CAMD statement is not reported to Bangladesh Bank and we have not been provided with the risk weighted assets calculation for BDT 14,752,800,000 in note 14.1.
7. The consolidated and separate liquidity statements and maturity grouping of loans and deposits have been misstated. The figures incorporated have no bearing to the actual dates of maturity of the respected assets and liabilities. This is a noncompliance of the Company's policy stated in note 2.10.6.
8. No deductions have been made as per clause 2.5 of the 'Prudential Guidelines on Capital Adequacy and Market Discipline for Financial Institutions' when calculating eligible regulatory capital. Had the deductions been made, eligible capital disclosed in note 14.1 would have been reduced by BDT 333,219,350.
9. The following balances could not be confirmed by us in absence of required information:

S.L.	Particulars	Amount in BDT.
1.	Income from Lease Finance	(3,200,174)
2.	Other Liabilities	3,089,090,626
3.	Other operating income	3,170,184
4.	Receivable suspense account	756,053,630

10. Cost of fund could not be confirmed in absence of required information.
11. CRR and SLR Report, Quarterly and Annually FICL and CAMD have not been submitted to Bangladesh Bank during liquidation period.
12. Disclosures have not been made in the financial statements referring to the additional interest charge made to the loans as per the recommendations of Special Auditor.

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these ethical requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

#### Material Uncertainty Related to Going Concern





We draw attention to Note 2.2 in the financial statements, which shows that the Company has an accumulated loss of BDT 29,404,681,633 for the year ended 31 December 2019; Negative equity of BDT 24,886,092,282 as at 31 December 2019; Negative Capital adequacy ratio of 165.86% as against minimum of 10%; 82% of investment of the Company is classified, CRR and SLR requirements could not be met throughout the year and investment disbursement is very poor. As stated in Note 2.2, these events or conditions, along with other matters as set forth in Note 2.2, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not further qualified in respect of this matter.

#### Emphasis of Matters

We draw attention to the following matters without further qualifying our opinion:

1. Non-banking asset has been sold by the Company. However, the asset has not been derecognized and loss on disposal has not been recognized as explained in note 10.
2. As explained in note 47, Quick Summary report has not been received by the Company from Bangladesh Bank to finalize these financial statements.

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matters described in the *Basis for Qualified Opinion* section we have determined the matters described below to be the key audit matters to be communicated in our report.

Risk	Our response to the risk
<b>01. Measurement of provision for loans and advances</b>	
The process for estimating the provision for loans and advances portfolio associated with credit risk is significant and complex. For the individual analysis, these provisions consider the estimates of future business performance and the market value of collateral provided for credit transactions. For the collective analysis, these provisions are manually processed that deals with	We tested the design and operating effectiveness of key controls focusing on the following: <ul style="list-style-type: none"> <li>- Credit monitoring and provisioning process;</li> <li>- Identification of loss events, including early warning and default warning indicators;</li> </ul>

voluminous databases, assumptions and calculations for the provision estimates of complex design and implementation.

At year end the Company reported total gross loans and advances of BDT 11,779,981,551 (2018: BDT 11,263,979,848) and provision for loans and advances of BDT 7,221,645,707 (2018: BDT 5,668,588,000).

We have focused on the following significant judgments and estimates which could give rise to material misstatement or management bias:

Completeness and timing of recognition of loss events in accordance with criteria set out in Bangladesh Bank guidelines issued from time to time;

- For individually assessed provisions, the measurement of the provision could be dependent on the valuation of collateral, estimates of exit values and the timing of cash flows.
- Provision measurement is primarily dependent upon key assumptions relating to probability of default, ability to repossess collateral and recovery rates.

See notes 7.1 and 13.1 to the financial statements

– Review of quarterly Classification of Loans (CL);

Our substantive procedures in relation to the provision for loans and

advances portfolio comprised the following:

- Reviewed the adequacy of the Company's general and specific provisions;
- Assessed the methodologies on which the provision amounts based, recalculated the provisions and testing of the completeness and accuracy of the underlying information;
- Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.

**02. Impairment assessment of Unquoted Investments**

In the absence of quoted price in an active market, the fair value of unquoted shares and bonds, especially any impairment is calculated using valuation techniques which may take into consideration direct or indirect unobservable market data and hence require an elevated level of judgment.

Our audit procedures in this area included, among others:

- Assessment of the processes and controls put in place by the Company to ensure all major investment decisions are undertaken through a proper due diligence process.
- Testing of a sample of investments valuation as at 31 December 2019 and compared our results to the recorded value.
- Finally, the assessment of the appropriateness and presentation of





See Notes No. 6.1.1 to the financial statements	disclosures against relevant accounting standards and Bangladesh Bank guidelines.
<b>03. IT systems and controls</b>	
Our audit procedures have a focus on IT systems and controls due to the business environment and changes to the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls.	Our audit procedures in this area included, among others: <ul style="list-style-type: none"> <li>- Testing of the design and operating effectiveness of the Bank's IT access controls over the information systems that are critical to financial reporting.</li> <li>- Testing of IT general controls (logical access, changes management and aspects of IT operational controls). This included testing that requests for access to systems were appropriately reviewed and authorized.</li> <li>- Testing of the Bank's periodic review of access rights. We inspected requests of changes to systems for appropriate approval and authorization.</li> <li>- Consideration of the control environment relating to various interfaces, configuration and other application layer controls identified as key to our audit.</li> </ul>

#### Other Matter

The consolidated financial statements of the Group and also separate financial statements of the Company as at and for the year ended 31 December 2018 were audited by another auditor who expressed a qualified opinion on those statements on 27 June 2019.

#### Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the

other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on such work we perform, we conclude that there is a material misstatement of this other information, we are required to communicate the matter to those charged with governance.

### **Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements and Internal Controls**

Management is responsible for the preparation and fair presentation of the consolidated financial statements of the Group and the separate financial statements of the Company in accordance with s, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Company to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls of the Company.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on Other Legal and Regulatory Requirements**

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In accordance with the Companies Act, 1994, the Securities and Exchange Rules 2020, the Financial Institutions Act, 1993 and the rules and regulations issued by Bangladesh Bank, we also report that:

- i) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof, except in some cases;
- ii) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books, except in some cases;
- iii) the balance sheet and profit and loss account of the Company dealt with by the report are in agreement with the books of account and returns;
- iv) the expenditures incurred were for the purpose of the Company's business for the year;
- v) the financial statements of the Company have been drawn up in conformity with the Financial Institutions Act, 1993 and in accordance with the accounting rules and regulations which were issued by Bangladesh Bank to the extent applicable to the Company, except in some cases;
- vi) adequate provisions have been made for loans, advances, leases, investments and other assets which are, in our opinion, doubtful of recovery and Bangladesh Bank's instructions in this regard have been followed properly;
- vii) the financial statements of the Company conform to the prescribed standards set in the accounting regulations which were issued by Bangladesh Bank after consultation with the professional accounting bodies of Bangladesh;
- viii) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- ix) statement sent to Bangladesh Bank have been checked on sample basis and no inaccuracy has come to our attention, except in some cases;
- x) taxes and duties were collected and deposited in the Government treasury by the Company as per Government instructions found satisfactory based on test checking, except in some cases;
- xi) nothing has come to our attention that the Company has adopted any unethical means i.e., "Window dressing" to inflate the profit and mismatch between the maturity of assets and liabilities;



- xii) proper measures have not been taken to eliminate the irregularities mentioned in the inspection report of Bangladesh Bank but the instructions which were issued by Bangladesh Bank and other regulatory authorities have been complied properly as disclosed to us by management; it is relevant to mention under this clause that the Company has failed to comply with sections 16 and 17 of the Financial Institutions Act, 1993 in respect of investment in shares and fixed assets;
- xiii) based on our work as mentioned above under the auditor's responsibility section, the internal control and the compliance of the Company is not satisfactory and effective measures have not been taken to prevent possible material fraud, forgery and internal policies are not being followed appropriately; it is relevant to mention under this clause that the Company has failed to comply with Bangladesh Bank Guideline on ICT Security for Banks and NBFIs section 10.3.2 which states that the Annual Maintenance Contract (AMC) with the vendor shall be active and currently in-force;
- xiv) The Company has not complied with relevant laws pertaining to capital, reserve and net worth, cash and liquid assets.
- xv) we have reviewed over 80% of the risk weighted assets of the Company and we have spent around 6,000 person hours for the audit of the books and accounts of the Company;
- xvi) the Company has complied with relevant instructions which were issued by Bangladesh Bank relevant to classification, provisioning and calculation of interest suspense;
- xvii) the Company has complied with the 'DFIM Circular No. 11 dated 23-December 2009' in preparing these financial statements.
- xviii) all other issues which in our opinion are important for the stakeholders of the Company have been adequately disclosed in the audit report.

The engagement partner on the audit resulting in this independent auditor's report is **Harun Mahmud.**

**M. J. Abedin & Co.**  
Chartered Accountants  
Firm Registration no: CAF-001-111

*M. J. Abedin*

**Harun Mahmud,**  
Partner

Enrolment no: 850

DVC: 2309240850 AS 978189

Dated, Dhaka  
29 August 2023



**People's Leasing and Financial Services Ltd.**  
**Consolidated Balance Sheet**  
As on December 31, 2019

Particulars	Notes	Amount in Taka	
		Dec 31, 2019	Dec 31, 2018
<b>PROPERTY &amp; ASSETS</b>			
Cash & Cash Equivalents	3.a		
In Hand (including foreign currencies)		31,459	134,600
Balance with Bangladesh Bank and its Agent Banks (including foreign currencies)		49,896	4,486,010
		<b>81,355</b>	<b>4,620,610</b>
Balance with other Banks and Financial Institutions	4.a		
Inside Bangladesh		981,125,352	1,191,733,060
Outside Bangladesh		-	-
		<b>981,125,352</b>	<b>1,191,733,060</b>
Money at Call and Short Notice	5	-	-
Investments	6.a		
Government		-	-
		349,916,125	449,199,157
		<b>349,916,125</b>	<b>449,199,157</b>
Loans & Advances	7.a		
Lease Receivables		839,110,498	845,928,000
Advance for Lease Finance		-	-
Direct/ Term Finance		10,941,905,556	10,348,593,355
Secured Overdraft		(1,034,503)	69,458,403
Bills Discounted and Purchased		-	-
		<b>11,779,981,551</b>	<b>11,263,979,848</b>
Property, Plant & Equipment	8.a	77,940,536	88,480,930
Intangible Asset	8.1	-	-
Other Assets	9.a	806,968,039	2,014,266,930
Non-Banking Assets	10	34,611,788	38,456,708
<b>Total Assets</b>		<b>14,030,624,746</b>	<b>15,050,737,244</b>
<b>LIABILITIES &amp; CAPITAL</b>			
Borrowings from Other Banks, Financial Institutions & Agents	11.a	3,965,921,659	5,278,324,973
Deposits & Other Accounts	12		
Current deposits & Other Accounts, etc		-	-
Bills Payable		-	-
Savings Bank Deposits		-	-
Term Deposits		21,058,726,955	20,342,269,010
Bearer Certificate of Deposits		-	-
Other Deposits		70,582,839	80,136,175
		<b>21,129,309,794</b>	<b>20,422,405,185</b>
Other Liabilities	13.a	13,899,778,025	8,048,905,528
<b>Total Liabilities</b>		<b>38,995,009,478</b>	<b>33,749,635,684</b>
Capital/ Shareholders' Equity			
Paid-up Capital	14	2,854,405,970	2,854,405,970
Statutory Reserve	15	645,578,147	645,578,147
General Reserve	16.a	7,478,823	7,478,823
Share Premium	17	1,018,605,234	1,018,605,234
Retained Earnings	18.a	(29,511,218,839)	(23,246,824,134)
Shareholders' Equity		<b>(24,985,150,665)</b>	<b>(18,720,755,960)</b>
Non-Controlling Interest	14.a	20,765,934	21,857,519
<b>Total Shareholders' Equity</b>		<b>(24,964,384,732)</b>	<b>(18,698,898,441)</b>
<b>Total Liabilities &amp; Shareholders' Equity</b>		<b>14,030,624,746</b>	<b>15,050,737,244</b>

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**People's Leasing and Financial Services Ltd.**  
**Consolidated Balance Sheet**  
As on December 31, 2019

Particulars	Notes	Amount in Taka	
		Dec 31, 2019	Dec 31, 2018
<b>OFF-BALANCE SHEET ITEMS</b>			
<b>Contingent liabilities</b>	19		
Letters of guarantee		325,000,000	325,000,000
Letters of credit		-	-
Irrevocable letter of credit		-	-
Bills for collection		-	-
Other contingent liabilities		-	-
		325,000,000	325,000,000
<b>Other Commitments</b>			
Money at call and short notice		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitment		-	-
		-	-
<b>Total off-balance sheet items including contingent liabilities</b>		325,000,000	325,000,000
<b>Nat Assets Value (NAV) per share</b>	40.a	(87.53)	(65.59)

The annexed notes 1 to 49 and Annexure - A & B form an integral part of these consolidated financial statements.

  
Director

  
Director

  
Chairman

Company secretary(In Charge)

  
Head of Accounts

  
Managing Director

As per our report of even date

M.J. Abedin & Co.  
Chartered Accountants  
Registration # CAI-001-111



Harun Mahmud FCA  
Partner  
Enrolment No. 850

Dated: Dhaka  
29 August, 2023

DVC:

2309240850AS978189



**People's Leasing and Financial Services Ltd.**

**Consolidated Statement of Cash Flows**

For the year ended December 31, 2019

Particulars	Amount in Taka	
	Dec 31, 2019	Dec 31, 2018
<b>A CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Interest received	691,543,602	736,326,101
Interest paid	(2,588,276,411)	(3,477,352,245)
Dividend received	4,051,204	32,937,792
Payments to employees	(78,081,576)	(142,298,759)
Payments to suppliers	(137,008,758)	(22,716,615)
Payments of Income Tax	(8,664,460)	(108,406,442)
Received from other operating activities	(1,202,327)	(116,493,953)
Payments for other operating activities	56,293,020	(49,279,336)
Cash generated from operating activities	(2,151,345,706)	(3,147,283,497)
<b>Increase/(decrease) in operating assets and liabilities</b>		
<b>Statutory deposits</b>		
Loans and advances to other customers	(1,258,894,282)	1,927,733,585
Other assets	2,176,395,125	(157,406,865)
Deposits from other Banks	(244,946,358)	(397,756,407)
Deposits from customers	931,850,967	1,623,492,945
Other liabilities	1,518,095,119	(901,923,733)
	3,142,500,571	2,094,139,525
<b>Net Cash from Operating Activities</b>	<b>991,154,866</b>	<b>(1,053,143,972)</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Sales of Investment in securities	99,283,032	1,238,442,760
Purchase of property, plant and equipment	6,818,431	(22,880,140)
Proceeds from sale of property, plant and equipment	-	-
Net cash used in investing activities	106,101,463	1,215,562,620
<b>C CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Drawdown of Term loan, Overdraft and Money Market	(1,312,403,312)	(1,060,221,195)
Issuance of shares	-	-
Dividend paid	-	-
Net cash from financing activities	(1,312,403,312)	(1,060,221,195)
<b>D Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>(215,146,953)</b>	<b>(897,802,547)</b>
<b>E Effects of exchange rate changes on cash and cash equivalents</b>	<b>-</b>	<b>-</b>
<b>F Cash and cash equivalents at beginning of the year</b>	<b>1,196,353,670</b>	<b>2,094,156,217</b>
<b>G Cash and cash equivalents at end of the year (D+E+F)</b>	<b>981,206,717</b>	<b>1,196,353,670</b>
<b>Cash and cash equivalents at end of the year</b>		
Cash in hand	31,439	134,600
Balance with Bangladesh Bank and its agents bank(s)	49,896	4,486,010
Balance with other banks and financial institutions	981,125,352	1,191,733,060
Money at call and short notice	-	-
	981,206,717	1,196,353,670
<b>Net Operating Cash Flow per share</b>	<b>3.47</b>	<b>(3.69)</b>

The annexed notes 1 to 50 and Annexure - A & B form an integral part of these consolidated financial statements.

  
Director

  
Chairman

  
Company Secretary (In Charge)

  
Head of Accounts

  
Managing Director



**People's Leasing and Financial Services Ltd.**  
**Consolidated Profit and Loss Account**  
For the Year ended December 31, 2019

Particulars	Notes	Amount in Taka	
		Dec 31, 2019	Dec 31, 2018
<b>OPERATING INCOME</b>			
Interest income	20.a	300,286,432	909,073,001
Interest paid on deposits, borrowings etc.	21.a	(3,133,096,375)	(3,260,798,897)
<b>Net interest income</b>		<b>(2,832,809,943)</b>	<b>(2,351,725,896)</b>
Income from investment	22.a	(4,608,355)	(188,907,969)
Commission, exchange and brokerage	23	-	1,400,000
Other operating income	24.a	7,457,232	15,922,386
<b>Total operating income</b>		<b>(2,829,961,066)</b>	<b>(2,523,311,479)</b>
<b>OPERATING EXPENSES</b>			
Salaries & allowances	25.a	73,686,595	134,574,795
Rent, taxes, insurance, electricity etc.	26.a	16,711,982	26,394,647
Legal expenses	27.a	1,284,820	1,449,320
Postage, stamp, telecommunications etc.	28.a	1,242,562	1,359,222
Stationery, printing, advertisement etc.	29.a	1,531,870	6,055,497
Managing director's salary and fees	30	3,337,000	5,794,000
Directors' fees	31.a	700,800	597,683
Audit fee	32.a	35,000	442,500
Loans & advances written-off expenses	33 & 13.1	-	-
Repair, depreciation and amortization of company's assets	34.a	12,514,771	15,004,940
Other expenses	35.a	53,380,598	36,763,473
<b>Total operating expenses</b>		<b>164,425,798</b>	<b>228,436,077</b>
<b>Profit before provision</b>		<b>(2,994,386,864)</b>	<b>(2,751,747,556)</b>
<b>Provision for loans &amp; advances</b>			
Specific provision		2,633,387,914	(1,114,206,322)
General provision		-	-
Provision for diminution in value of investments		27,084,513	(45,107,583)
Other provision		-	-
<b>Total provision</b>		<b>2,660,472,427</b>	<b>(1,159,313,905)</b>
<b>Profit before taxes</b>		<b>(5,654,859,291)</b>	<b>(1,592,433,651)</b>
<b>Provision for tax</b>			
Current tax	37.a	7,181,748	7,814,792
Deferred tax	38.a	(20,488,367)	(8,841,615)
<b>Total provision</b>		<b>(13,306,619)</b>	<b>(1,026,823)</b>
<b>Profit after tax</b>		<b>(5,641,552,673)</b>	<b>(1,591,406,828)</b>
<b>Less: Appropriations</b>			
Statutory reserve		-	-
General reserve		-	-
<b>Retained surplus</b>		<b>(5,641,552,673)</b>	<b>(1,591,406,828)</b>
<b>Attributable to:</b>			
Shareholders of the Company		(5,640,461,088)	(1,575,157,663)
Non-Controlling Interest		(1,091,585)	(16,249,165)
		<b>(5,641,552,673)</b>	<b>(1,591,406,828)</b>
<b>Earnings per share (EPS)</b>	39.a	<b>(19.76)</b>	<b>(5.52)</b>

The annexed notes 1 to 49 and Annexure - A & B form an integral part of these consolidated financial statements.

  
Director  
  
Company Secretary (In Charge)

  
Director  
  
Head of Accounts

  
Chairman  
  
Managing Director

As per our report of even date  
M.J. Abedin & Co.  
Chartered Accountants  
Registration # CAF-001-111

  
Harun Mahmud FCA  
Partner  
Enrolment No. 850

Dated: Dhaka  
29 August, 2023



**People's Leasing and Financial Services Ltd.**  
Consolidated Statement of Changes in Equity  
For the Year ended December 31, 2019

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Share Premium	Retained Earnings	Total Equity	Non-Controlling Interest	Total
Balance as on January 01, 2019	2,854,405,970	645,578,147	7,478,823	1,018,605,234	(23,246,824,134)	(18,720,755,960)	21,857,519	(18,698,898,441)
Changes in accounting policy	-	-	-	-	-	-	-	-
Restated balance	2,854,405,970	645,578,147	7,478,823	1,018,605,234	(23,246,824,134)	(18,720,755,960)	21,857,519	(18,698,898,441)
Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-	-	-	-
Non-Controlling Interest	-	-	-	-	1,091,584	1,091,584	(1,091,584)	-
Adjustments of Non-controlling Interest	-	-	-	-	-	-	-	-
Net gains and losses not recognized in income statement	-	-	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-
Net profit for the year	-	-	-	-	(5,641,552,672)	(5,641,552,672)	-	(5,641,552,672)
Dividend (bonus shares)	-	-	-	-	(623,933,617)	(623,933,617)	-	(623,933,617)
Appropriations/ Adjustment made during the year	-	-	-	-	(29,511,218,839)	(29,511,218,839)	-	(29,511,218,839)
Balance as on December 31, 2019	2,854,405,970	645,578,147	7,478,823	1,018,605,234	(29,511,218,839)	(24,985,150,665)	20,745,935	(24,964,384,731)

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Share Premium	Retained Earnings	Total Equity	Non-Controlling Interest	Total
Balance as on 1 January, 2018	2,854,405,970	645,578,147	7,478,823	1,018,605,234	(21,671,666,471)	(17,145,598,297)	38,106,684	(17,107,491,613)
Adjustment for previous years loss	-	-	-	-	-	-	-	-
Restated balance	2,854,405,970	645,578,147	7,478,823	1,018,605,234	(21,671,666,471)	(17,145,598,297)	38,106,684	(17,107,491,613)
Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-	-	-	-
Non-Controlling Interest	-	-	-	-	16,249,165	16,249,165	(16,249,165)	-
Adjustments of Non-controlling Interest	-	-	-	-	-	-	-	-
Net gains and losses not recognized in income statement	-	-	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-
Net profit for the year	-	-	-	-	(1,591,406,828)	(1,591,406,828)	-	(1,591,406,828)
Balance as on December 31, 2018	2,854,405,970	645,578,147	7,478,823	1,018,605,234	(23,246,824,134)	(18,720,755,960)	21,857,519	(18,698,898,441)

*[Signature]*  
Director  
Company Secretary (In Charge)

*[Signature]*  
Director  
*[Signature]*  
Head of Accounts

*[Signature]*  
Chairman  
*[Signature]*  
Managing Director



People's Leasing and Financial Services Ltd.  
Consolidated Liquidity Statement  
As on December 31, 2019

Particulars	Amount in Taka					
	Up to 1 month maturity	1-3 months maturity	3-12 months maturity	1-5 Years maturity	More than 5 years maturity	2018
Cash	31,459	-	-	-	-	31,459
Balances with Bangladesh bank	49,896	-	-	-	-	49,896
Balances with other banks	151,666,957	-	829,458,395	-	-	981,125,352
Money at call and on short notice	-	-	-	-	-	-
Investments	96,398,242	-	113,934,883	139,585,000	-	349,916,125
Loans and advances	285,639,140	571,278,281	2,570,752,263	6,263,023,385	2,089,288,481	11,779,981,551
Property, plant & equipment	-	-	19,306,730	37,331,076	21,304,731	77,940,537
Other assets	189,265,786	178,192,365	199,277,301	167,130,924	73,101,464	806,968,039
Non-banking assets	-	-	-	34,611,788	-	34,611,788
<b>Total assets</b>	<b>725,049,480</b>	<b>749,470,645</b>	<b>3,732,727,772</b>	<b>6,641,682,173</b>	<b>2,183,694,676</b>	<b>14,030,624,747</b>
<b>LIABILITIES:</b>						
Borrowings from other Banks, Financial Institutions & Agents	561,011,111	1,209,409,206	593,574,520	1,601,526,822	-	3,965,921,659
Deposit and other accounts	609,063,779	1,827,191,336	9,235,956,682	6,038,371,843	3,418,726,153	21,129,309,794
Provision and other liabilities	1,738,483,982	656,795,358	1,041,933,550	8,388,790,364	2,073,817,775	13,899,778,027
<b>Total liabilities</b>	<b>2,908,560,872</b>	<b>3,693,795,900</b>	<b>10,871,464,752</b>	<b>16,028,689,029</b>	<b>5,492,538,926</b>	<b>38,995,009,479</b>
<b>Net Liquidity Gap</b>	<b>(2,183,511,391)</b>	<b>(2,944,285,255)</b>	<b>(7,138,736,980)</b>	<b>(9,387,006,856)</b>	<b>(3,308,844,250)</b>	<b>(24,964,384,732)</b>

*[Signature]*  
Director

*[Signature]*  
Company Secretary (In Charge)

*[Signature]*  
Director

*[Signature]*  
Head of Accounts

*[Signature]*  
Chairman

*[Signature]*  
Managing Director





People's Leasing and Financial Services Ltd.

Balance Sheet

As on December 31, 2019

Particulars	Notes	Amount in Taka	
		Dec 31, 2019	Dec 31, 2018
<b>PROPERTY &amp; ASSETS</b>			
<b>Cash &amp; Cash Equivalents</b>	3		
In Hand (including foreign currencies)		1,459	104,600
Balance with Bangladesh Bank and its Agent Banks (including foreign currencies)		49,896	4,486,010
		<b>51,355</b>	<b>4,590,610</b>
<b>Balance with other Banks and Financial Institutions</b>	4		
Inside Bangladesh		953,069,815	1,153,402,756
Outside Bangladesh		-	-
		<b>953,069,815</b>	<b>1,153,402,756</b>
<b>Money at Call and Short Notice</b>	5	-	-
<b>Investments</b>	6		
Government		-	-
		215,275,830	271,275,830
		<b>215,275,830</b>	<b>271,275,830</b>
<b>Loans &amp; Advances</b>	7		
Lease Receivables		839,110,498	845,928,000
Advance for Lease Finance		-	-
Direct/ Term Finance		11,068,193,974	10,542,214,863
Secured Overdraft		(1,054,503)	69,458,493
Bills Discounted and Purchased		-	-
		<b>11,906,269,969</b>	<b>11,457,601,356</b>
<b>Property, Plant &amp; Equipment</b>	8	74,105,383	84,022,110
<b>Intangible Asset</b>		-	-
<b>Other Assets</b>	9	856,074,714	2,053,343,265
<b>Non-Banking Assets</b>	10	34,611,788	38,456,708
<b>Total Assets</b>		<b>14,019,458,854</b>	<b>15,062,692,635</b>
<b>LIABILITIES &amp; CAPITAL</b>			
<b>Borrowings from Other Banks, Financial Institutions &amp; Agents</b>	11	3,965,921,659	5,262,250,258
<b>Deposits &amp; Other Accounts</b>	12		
Current deposits & Other Accounts, etc		-	-
Bills Payable		-	-
Savings Bank Deposits		-	-
Term Deposits		21,058,726,955	20,362,269,010
Bearer Certificate of Deposits		-	-
Other Deposits		70,582,839	80,136,175
		<b>21,129,309,794</b>	<b>20,442,405,185</b>
<b>Other Liabilities</b>	13	13,810,319,683	7,985,064,275
<b>Total Liabilities</b>		<b>38,905,551,136</b>	<b>33,689,719,718</b>
<b>Capital/ Shareholders' Equity</b>			
Paid-up Capital	14	2,854,405,970	2,854,405,970
Statutory Reserve	15	645,578,147	645,578,147
General Reserve	16	-	-
Share Premium	17	1,018,605,234	1,018,605,234
Retained Earnings	18	(29,404,681,633)	(23,145,616,434)
<b>Total Shareholders' Equity</b>		<b>(24,886,092,282)</b>	<b>(18,627,027,083)</b>
<b>Total Liabilities &amp; Shareholders' Equity</b>		<b>14,019,458,854</b>	<b>15,062,692,635</b>

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People's Leasing and Financial Services Ltd.

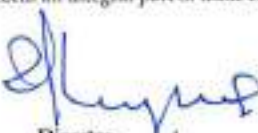
Balance Sheet

As on December 31, 2019

Particulars	Notes	Amount in Taka	
		Dec 31, 2019	Dec 31, 2018
<b>OFF-BALANCE SHEET ITEMS</b>			
<b>Contingent liabilities</b>	19		
Letters of guarantee		325,000,000	325,000,000
Letters of credit		-	-
Irrevocable letter of credit		-	-
Bills for collection		-	-
Other contingent liabilities		-	-
		<u>325,000,000</u>	<u>325,000,000</u>
<b>Other Commitments</b>			
Money at call and short notice		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
		<u>-</u>	<u>-</u>
<b>Total off-balance sheet items including contingent liabilities</b>		<u>325,000,000</u>	<u>325,000,000</u>
<b>Net Assets Value (NAV) per share</b>	40	(87.18)	(65.26)

The annexed notes 1 to 50 and Annexure - A & B form an integral part of these consolidated financial statements.

  
Director

  
Director

  
Chairman


  
Company Secretary (In Charge)

  
Head of Accounts

  
Managing Director

As per our report of even date

M.J. Abedin & Co.  
Chartered Accountants  
Registration # CAF-001-111

  
Harun Mahmud FCA

Partner  
Enrolment No. 850

DVC:

2309240850 AS 978189

Dated: Dhaka  
29 August, 2023



**People's Leasing and Financial Services Ltd.**

**Profit & Loss Account**

For the Year ended December 31, 2019

Particulars	Notes	Amount in Taka	
		Dec 31, 2019	Dec 31, 2018
<b>OPERATING INCOME</b>			
Interest income	20	267,986,646	923,894,334
Interest paid on deposits, borrowings etc.	21	(3,132,523,653)	(3,260,559,252)
Net interest income		(2,864,539,007)	(2,336,664,918)
Income from investment	22	(1,154,137)	(108,352,930)
Commission, exchange and brokerage	23	-	1,400,000
Other operating income	24	4,060,013	3,371,695
Total operating income		(2,861,633,131)	(2,440,286,173)
<b>OPERATING EXPENSES</b>			
Salaries & allowances	25	65,995,477	124,092,611
Rent, taxes, insurance, electricity etc.	26	13,866,215	23,758,510
Legal Expenses	27	1,284,820	1,449,320
Postage, stamp, telecommunications etc.	28	1,001,302	1,104,245
Stationery, printing, advertisement etc.	29	1,442,574	5,674,848
Managing director's salary and fees	30	3,337,000	5,794,000
Directors' fees	31	680,800	377,683
Audit fee	32	-	402,500
Loans & advances written-off expenses	33 & 13.1	-	-
Repair, depreciation and amortization of company's assets	34	11,879,604	14,239,317
Other expenses	35	48,534,391	31,775,458
Total operating expenses		148,022,183	208,868,492
Profit before provision		(3,009,655,314)	(2,649,114,665)
Provision for loans & advances	36		
Specific provision		1,376,870,990	(1,114,206,322)
General provision		(23,813,283)	-
Provision for diminution in value of investments		27,084,513	(45,241,947)
Other provision		1,080,330,207	
Total provision		2,668,472,427	(1,159,448,269)
Profit before taxes		(5,679,127,741)	(1,839,666,396)
Provision for tax			
Current tax	37	6,000,000	6,000,000
Deferred tax	38	(7,246,161)	157,109
Total provision		(1,246,161)	6,157,109
Profit after tax		(5,668,881,581)	(1,495,823,505)
Retained earnings brought forward			
Profit available for appropriations		(5,668,881,581)	(1,495,823,505)
Appropriations			
Statutory reserve		-	-
General reserve		-	-
Retained surplus		(5,668,881,581)	(1,495,823,505)
Earnings per share (EPS)	39	(19.86)	(5.24)

The annexed notes 1 to 39 and Annexure - A & B form an integral part of these financial statements.

  
Director

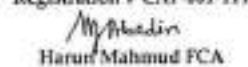
  
Company Secretary (In Charge)

  
Director

  
Head of Accounts

  
Chairman

  
Managing Director

As per our report of even date  
M.J. Abedin & Co.  
Chartered Accountants  
Registration # CAF-001-111  
  
Harun Mahmud FCA  
Partner  
Enrolment No. 850

Dated: Dhaka  
29 August, 2023

People's Leasing and Financial Services Ltd.

Statement of Cash Flows

For the year ended December 31, 2019

Particulars	Amount in Taka	
	Dec 31, 2019	Dec 31, 2018
<b>A CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Interest received	569,243,816	634,615,944
Interest paid	(2,587,705,689)	(3,360,581,110)
Dividend received	1,645,863	23,863,792
Payments to employees	(70,356,210)	(131,816,575)
Payments to suppliers	(136,209,158)	(17,728,601)
Payments of Income Tax	(9,234,201)	(18,977,463)
Received from other operating activities	1,260,013	(128,845,047)
Payments for other operating activities	63,548,002	(45,929,087)
<b>Cash generated from operating activities</b>	<b>(2,167,807,564)</b>	<b>(3,045,398,147)</b>
<b>Increase/(decrease) in operating assets and liabilities</b>		
Loans and advances to customers	(1,171,561,192)	2,030,696,173
Other assets	2,113,374,487	(202,347,121)
Deposits from Banks	(244,946,358)	(397,756,407)
Deposits from customers	931,850,967	1,643,492,943
Other liabilities	1,567,727,612	(760,130,223)
	<b>3,196,445,516</b>	<b>2,313,935,367</b>
<b>Net Cash from Operating Activities</b>	<b>1,028,637,952</b>	<b>(731,462,779)</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Sales of Investment in securities	56,000,000	746,182,376
Purchase of property, plant and equipment	6,818,451	(22,846,140)
Proceeds from sale of property, plant and equipment	-	-
<b>Net cash used in investing activities</b>	<b>62,818,451</b>	<b>723,336,236</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Drawdown of Term loan, Overdraft and Money Market	(1,296,328,599)	(806,727,398)
Issuance of shares	-	-
Dividend paid	-	-
<b>Net cash from financing activities</b>	<b>(1,296,328,599)</b>	<b>(806,727,398)</b>
<b>D Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>(204,872,196)</b>	<b>(813,853,941)</b>
<b>E Effects of exchange rate changes on cash and cash equivalents</b>	<b>-</b>	<b>-</b>
<b>F Cash and cash equivalents at beginning of the year</b>	<b>1,157,993,366</b>	<b>1,971,847,307</b>
<b>G Cash and cash equivalents at end of the year (D+E+F)</b>	<b>953,121,170</b>	<b>1,157,993,366</b>
<b>Cash and cash equivalents at end of the year</b>		
Cash in hand	1,459	104,600
Balance with Bangladesh Bank and its agents bank(s)	49,896	4,486,010
Balance with other banks and financial institutions	953,069,815	1,153,402,756
Money at call and short notice	-	-
	<b>953,121,170</b>	<b>1,157,993,366</b>
<b>Net Operating Cash Flow per share</b>	<b>3.60</b>	<b>(2.56)</b>

  
Director

  
Director

  
Chairman

  
Company Secretary (In Charge)

  
Head of Accounts

  
Managing Director





People's Leasing and Financial Services Ltd.

Statement of Changes in Equity

For the Year ended December 31, 2019

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Share Premium	Retained Earnings	Total
Balance as on January 01, 2019	2,854,405,970	645,578,147	-	1,018,605,234	(23,145,616,434)	(18,627,027,083)
Changes in accounting policy	-	-	-	-	-	-
Restated balance	2,854,405,970	645,578,147	-	1,018,605,234	(23,145,616,434)	(18,627,027,083)
Surplus/(deficit) on account of revaluation of properties	-	-	-	-	-	-
Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-
Net gains and losses not recognized in income statement	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-
Transfer to general reserve	-	-	-	-	-	-
Net profit for the year	-	-	-	-	-	-
Dividends (bonus shares)	-	-	-	-	(5,668,881,581)	(5,668,881,581)
Appropriations/ Adjustment made during the year	-	-	-	-	(590,183,618)	(590,183,618)
Balance as on December 31, 2019	2,854,405,970	645,578,147	-	1,018,605,234	(29,404,681,633)	(24,886,992,252)
<b>Particulars</b>	<b>Paid-up Capital</b>	<b>Statutory Reserve</b>	<b>General Reserve</b>	<b>Share Premium</b>	<b>Retained Earnings</b>	<b>Total</b>
Balance as on January 01, 2018	2,854,405,970	645,578,147	-	1,018,605,234	(21,649,792,929)	(17,131,203,578)
Adjustment for previous years loss	-	-	-	-	-	-
Restated balance	2,854,405,970	645,578,147	-	1,018,605,234	(21,649,792,929)	(17,131,203,578)
Surplus/(deficit) on account of revaluation of properties	-	-	-	-	-	-
Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-
Net gains and losses not recognized in income statement	-	-	-	-	-	-
Net profit for the year	-	-	-	-	(1,495,823,505)	(1,495,823,505)
Transfer to statutory reserve	-	-	-	-	-	-
Transfer to general reserve	-	-	-	-	-	-
Dividend (bonus shares)	-	-	-	-	-	-
Appropriations made during the year	-	-	-	-	-	-
Balance as on December 31, 2018	2,854,405,970	645,578,147	-	1,018,605,234	(23,145,616,434)	(18,627,027,083)

*[Signature]*  
Director

*[Signature]*  
Comptroller Secretary (In Charge)

*[Signature]*  
Director

*[Signature]*  
Head of Accounts

*[Signature]*  
Chairman

*[Signature]*  
Managing Director



**People's Leasing and Financial Services Ltd.**  
Liquidity Statement  
As on December 31, 2019

Particulars	Up to 1 month maturity	1-3 months maturity	3-12 months maturity	1-5 Years maturity	More than 5 years maturity	2019	2018
Cash	1,459	-	-	-	-	1,459	104,600
Balances with Bangladesh bank	49,896	-	-	-	-	49,896	4,486,010
Balances with other banks	123,611,420	-	829,458,395	-	-	953,069,815	1,153,402,756
Money at call and on short notice	-	-	-	-	-	-	-
Investments	420	-	75,690,410	139,585,000	-	215,275,830	271,275,830
Loans and advances	285,639,140	571,278,281	2,570,752,263	6,456,644,893	2,021,955,391	11,906,269,969	11,457,601,356
Property, plant & equipment	-	-	18,026,346	36,052,692	20,026,346	74,105,384	84,022,110
Other assets	189,265,786	178,192,365	213,830,838	181,684,262	73,101,464	836,074,714	2,053,343,265
Non-banking assets	-	-	-	34,611,788	-	34,611,788	38,456,708
<b>Total assets</b>	<b>598,568,121</b>	<b>749,470,645</b>	<b>3,707,758,252</b>	<b>6,848,578,635</b>	<b>2,115,083,201</b>	<b>14,019,458,855</b>	<b>15,662,692,635</b>
<b>LIABILITIES:</b>							
Borrowings from other Banks, Financial Institutions & Agents	561,011,111	1,209,809,206	593,574,520	1,601,526,822	-	3,965,921,659	5,262,250,238
Deposit and other accounts	609,063,779	1,827,191,336	9,235,956,682	6,038,371,863	3,418,726,153	21,129,309,784	20,442,405,183
Provisions and other liabilities	1,674,644,729	656,755,358	1,041,933,550	8,388,790,364	2,048,195,682	13,810,319,683	7,985,054,275
<b>Total liabilities</b>	<b>2,844,719,619</b>	<b>3,693,755,900</b>	<b>10,871,464,752</b>	<b>16,028,689,029</b>	<b>5,466,921,835</b>	<b>38,905,551,136</b>	<b>33,689,719,718</b>
<b>Net Liquidity Gap</b>	<b>(2,246,151,497)</b>	<b>(2,944,285,255)</b>	<b>(7,163,706,500)</b>	<b>(9,180,110,394)</b>	<b>(3,351,838,634)</b>	<b>(24,886,092,281)</b>	<b>(18,627,027,083)</b>

  
Director

  
Director

  
Chairman

  
Company Secretary(In Charge)

  
Head of Accounts

  
Managing Director



**People's Leasing And Financial Services Limited**  
**Notes to the Financial Statements**  
**For the year ended December 31, 2019**

**1 General information**

**1.1 Legal status of the Company**

People's Leasing And Financial Services Limited (PLFSL) is a Non-Banking Financial Institution established under the Financial Institutions Act, 1993. The Company was incorporated as a Public Limited Company on August 10, 1996 under the Companies Act, 1994. This Company was authorized to commence business in Bangladesh as per Certificate of Commencement dated 26th August, 1996. It started operation after obtaining License from Bangladesh Bank on November 24, 1997. The Company went for public issue of shares in 2005, and listed with both Dhaka Stock Exchange Ltd. & Chittagong Stock Exchange Ltd. in Bangladesh on July 20, 2005.

The registered office of the company is located at Paramount Heights, (12<sup>th</sup> floor), 65/2/1 Box Culvert Road, Purana Paltan, Dhaka-1000. The operations of the company are being carried out through its two branches located in Dhaka and Chittagong.

**1.2 Nature of business activities**

The company offers diversified products and services, which include lease finance, term finance, housing finance, syndicated finance, bridge finance, real estate finance, SME finance, bill discounting, work order finance, personal finance, etc. The main focus is to identify and select emerging sector for financing and maintaining quality portfolio.

The company has launched a sound number of attractive deposit schemes to accommodate the requirement of several classes of people. Deposit schemes include Term Deposit, Double Money Deposit, Triple Money Deposit, Periodical Income Deposit, Monthly Saving Scheme (MSS), etc.

**2 Basis of preparation and significant accounting policies**

**2.1 Statement of compliance**

The Financial Reporting Council (FRC) was formed as per Financial Reporting, 2015. FRC adopted the International Financial Reporting Standard (IFRSs) issued by International Accounting Standard Board (IASB) which need to be followed by public interest entities in preparing their financial statement. The Financial Institutions Act, 1993 has been amended as required to comply for the preparation of their financial statements under such financial reporting standard.

As FRS is yet to be issued by FRC, as per the provisions of FRA (section-69), financial statements of the Company have been prepared in accordance with the International Financial Reporting Standards (IFRS) and International Accounting Standards (IAS) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and, in addition to this, the FIs also complied with the requirements of the following laws and regulations from various Government bodies:

- i. The Companies Act, 1994;
- ii. The Financial Institutions Act, 1993;
- iii. Bangladesh Securities and Exchange Rules, 2020;
- iv. Bangladesh Securities and Exchange Ordinance, 1969;
- v. (Listing) Regulations, 2015 of Dhaka & Chittagong Stock Exchanges; and
- vi. Other applicable laws and regulations.





In case the requirements of the Financial Institutions Act 1993, provisions and circulars issued by Bangladesh Bank differ with those of IFRSs, the requirements of the Financial Institutions Act 1993, provisions and circulars issued by Bangladesh Bank shall prevail, differences are as follows:

S.I.	Nature of Departure	Title of IFRS	Treatment of IFRS	Treatment Adopted as per Bangladesh Bank	Financial or Presentation Effect of the Departure
1.	Presentation and disclosure of Financial Statements and Financial Instruments	IAS 1 'Presentation of Financial Statements'	Other Comprehensive Income (OCI) is a component of financial statements or the elements of OCI are to be included in a single Other Comprehensive Income Statement.	Bangladesh Bank has issued templates for financial statements vide DFIM Circular# 11 dated December 23, 2009 which has been followed by all NBFIs. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income (OCI) nor are the elements of Other Comprehensive Income allowed to include in a Single Comprehensive Income Statement.	Presentation of financial statements are not fully aligned with all the requirements of IAS.
2.	Current/ Non-current distinction	IAS 1 'Presentation of Financial Statements'	As per Para 60 of IAS-1 'Presentation of Financial statement' An entity shall present current and non-current assets and Current and non-current liabilities as separate classification in its statement of financial position.	As per DFIM Circular-11, Date-23 December 2009, Bangladesh Bank has issued templates for financial statements which is applicable for all the Financial Institutions. In these templates there is no current and noncurrent segmentation of assets and liabilities	Presentation of financial statements is not fully aligned with all requirements of the IAS. Moreover, the liquidity statement shows the current/non-current portion of assets and Liabilities in this regards.
3.	Off-balance sheet items	IAS 1 'Presentation of Financial Statements'	There is no concept of non-financial institutional assets items in any IFRS; hence there is no requirement for disclosure of non banking assets items on the face of the balance sheet.	As per DFIM Circular-11, Date-23 December 2009, off balance sheet items (e.g. letter of credit, letter of guarantee etc.) must be disclosed separately on the face of the balance sheet.	Presentation of financial statements are not aligned with the requirements of IAS 1. There is no financial impact for this departure in the financial statements.
4	None Banking Asset	IAS Presentation	There is no concept of non-financial	As per DFIM Circular-11, Date -	Presentation of financial



		Financial Statements"	institutional assets items in any IFRS. Hence there is no requirement for disclosure of non-banking assets items on the face of balance sheet	23 December 2009, non-banking assets must be disclosed separately on the face of the balance sheet.	statements is not aligned with requirements of the IAS -1. There is no financial impact for this departure in the financial statements.
5	Complete set of financial statements	IAS "Presentation of Financial Statements"	As per IAS 1 "Presentation of Financial Statements" complete set of financial statements are i) statement of financial position, ii) statement of profit or loss and other comprehensive income, iii) statement of changes in equity, iv) statement of cash flows, v) notes, comprising significant accounting policies and other explanatory information and vi) statement of financial position at the beginning of preceding period for retrospective restatement.	As per DFIM Circular-11, Date-23 December 2009, complete set of financial statements are i) balance sheet, ii) profit and loss account, iii) statement of cash flows, iv) statement of changes in equity, v) statement of liquidity, vi) notes, comprising significant accounting policies and other explanatory information.	Presentation of financial statements is not aligned with requirements of the IAS 1. There is no financial impact for this departure in the financial statements.
6	Intangible asset	IAS 1 "Presentation of Financial Statements"	As per IAS 1 "Presentation of Financial Statements" para 54 the statement of financial position shall include separate line item for intangible assets	As per DFIM Circular-11, Date-23 December 2009, there is no option for separate line item for intangible asset in the balance sheet. We present intangible asset in the balance sheet as part of fixed assets and provide details in annexure- A I as separate line item.	Presentation of financial statements is not aligned with requirements of the IAS 1. There is no financial impact for this departure in the financial statements.
7	Presentation of cash and cash equivalent	IAS 7 "Statement of Cash Flows"	Cash equivalent are short term highly liquid investments that are readily convertible to known amounts of cash and only include those investments which are for a short tenure like: 3 months or less period. In the light of above,	Bangladesh Bank has issued templates for financial statements vide DFIM Circular# 11 dated December 23, 2009 which has been followed by NBFIs the templates of	Presentation of financial statements is not fully aligned with the requirements of IAS. Thus items which should be presented as 'investment activities-Balance





			balance with Bangladesh Bank and fixed term deposits should be treated as investment asset rather than cash equivalent as it is illiquid asset and not available for use in day-to-day operations.	financial statements provided detail of presentation of statement cash flows.	with Bangladesh Bank (BB)" as per IAS is shown as cash & cash equivalent.
8	Measurement of deferred tax asset	IAS 12 "Income Tax"	A deferred tax asset shall be recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized	As per DFIM circular No. 7 dated 31 July 2011, no deferred tax asset can be recognized for any deductible temporary difference against lease, loans and advances.	At the yearend specific provision against loan and advances amounts to BDT 7,157,473,990 and deferred tax assets of BDT 2,684,052,746 not recognized on this temporary difference as per BB circular.
9	Preparation of "Statement of Cash Flows"	IAS 7 "Statement of Cash Flows"	The Cash flow statement can be prepared using either the direct method or the indirect method. The presentation is selected to present these cash flows in a manner that is most appropriate for the business or industry. The method selected is applied consistently.	As per DFIM Circular-11, Date-23 December 2009, Cash flow statement has been guided by the Bangladesh Bank which is the mixture of direct and indirect method	Presentation of financial statements is not fully aligned with all requirements of the IAS.
10	Measurement of provision for leases, loans and advances (financial assets measured at amortized cost)	IFRS 9 "Financial Instruments"	IFRS: As per IFRS 9 an entity shall recognize an impairment allowance on loans and advances based on expected credit losses. At each reporting date, an entity shall measure the impairment allowance for loans and advances at an amount equal to the lifetime expected credit losses if the credit risk on these loans and advances has increased significantly since initial recognition whether assessed on an individual or collective basis considering all reasonable information, including that which is	As per FID circular No. 08 dated 03 August 2002, FID circular No. 03, dated 03 May 2006 and FID circular No. 03, dated 29 April 2013, a general provision at 0.25% to 5% under different categories of unclassified loan (good/standard loans) has to be maintained irrespective of objective evidence of impairment on lease, loans and advances. Also, provision for sub-	Provision maintained against loans, advances and leases as at 31 December 2019 amounts to BDT 7,221,645,707.





			forward-looking. For those loans and advances for which the credit risk has not increased significantly since initial recognition, at each reporting date, an entity shall measure the impairment allowance at an amount equal to 12 month expected credit losses.	standard investments, doubtful investments and bad losses has to be provided at 20%, 50% and 100% respectively for investments depending on the duration of overdue	
11	Valuation of Investments in quoted and unquoted shares	IFRS 9 "Financial Instruments"	As per requirements of IFRS 9: classification and measurement of investment in shares and securities will depend on how these are managed (the entity's business model) and their contractual cash flow characteristics. Based on these factors it would generally fall either under "at fair value through profit and loss account" or under "at fair value through other comprehensive income" where any change in the fair value (as measured in accordance with IFRS 13) at the year-end is taken to profit and loss account or other comprehensive income respectively.	As per FID circular No. 08 dated 03 August 2002 investments in quoted shares and unquoted shares are revalued at the year-end at market price and as per book value of last audited balance sheet respectively. Provision should be made for any loss arising from diminution in value of investment; however, in case of any unrealized gain, no such gain can be recognized and investments are recognized at cost only.	100% provision has been maintained against unlisted equity investment and adequate provision has been maintained against listed equity investment as per the guidelines of Bangladesh Bank.
12	Recognition of interest income for SMA and classified lease, loans and advances	IFRS 9 "Financial Instruments"	IFRS: Loans and advances to customers are generally classified at amortized cost as per IFRS 9 and interest income is recognized by using the effective interest rate method to the gross carrying amount over the term of the loan. Once a loan subsequently become credit-impaired, the entity shall apply the effective interest rate to the amortized cost of these loans and	As per FID circular No. 03, dated 03 May 2006, once an investment on leases, loans and advances is termed as "Special Mention Account (SMA)", interest income from such investments is not allowed to be recognized as income, rather the respective amount needs to be credited as a liability account like: interest	At year end, interest suspense account has decreased to BDT 2,180,120,287 from BDT 1,222,624,000 resulting in an increase of BDT 957,496,287 of interest suspense. This amount has been shown as other liabilities in note 13.8.



			advances.	suspense account.	
13	Presentation and disclosure of Financial Statements and Financial Instruments	IFRS-7 "Financial instruments: Disclosures"	IFRS 7 require specific presentation and disclosure relating to all financial instruments.	As per Bangladesh Bank guidelines, financial instruments are categorized, recognized and measured differently from those prescribed in IFRS 7. As such some disclosure and presentation requirements of IFRS 7 have not been made in the accounts.	Presentation of financial statements is not fully aligned with all requirements of IFRS.

The accounting heads mentioned in the prescribed form which are not applicable for the Financial Institutions have been kept blank in the Financial Statements.

## 2.2 Going concern assumption

The Company has an accumulated loss of BDT 29,404,681,633 for the year ended 31 December 2019; Negative equity of BDT 24,886,092,282 as at 31 December 2019; Negative Capital adequacy ratio of 165.86% as against minimum of 10%; 82% of investment of the Company is classified, CRR and SLR requirements could not be met throughout the year and investment disbursement is very poor.

These financial statements have been prepared on the basis of assessment of the PLFS's ability to continue as a going concern. PLFS has neither any intention to cease the operation nor any legal or regulatory compulsion to liquidate or curtail materially its operations.

We are to bring to notice that, following an application under section 29 of the Financial Institution Act-1993 filed by Bangladesh bank praying for winding up of People's Leasing And Financial Services Limited in Financial Institution Matter no. 01 of 2019, The Hon'ble High Court vide order dated 14.07.2019 admitted said application and put the company under Liquidation.

Subsequently the Honorable Company Bench of the High Court Division, Supreme Court of Bangladesh by the Order No.96 dated 12.07.2021 was pleased to recall order "Financial Institution Matter no. 01 of 2019" dated 14.07.2019 and formed a Board of Directors. Later, the Hon'ble Court passed an Order no. 132 with reconstructed the present Board of Directors and the Hon'ble Court expects that the PLFSL shall run the Company in full swing by investing money in the most secured businesses of this country. Now the Company has been functioning towards for revival. In this connection the following activities are performing:

- 1) Formulating a business plan;
- 2) Trying to recover money from borrowers;
- 3) Paying to depositors gradually;
- 4) Trying to invest in new business; etc.

## 2.3 Statement of cash flows

The statement of Cash Flows has been prepared in accordance with Bangladesh Bank DFIM Circular No.-11 dated December 23, 2009, as a mixture of the direct and indirect methods.





## 2.4 Use of estimates and judgments

The preparation of financial statements in conformity with International Financial Reporting Standards (IFRS), requires management to make estimates and assumptions that affect certain reported amounts and disclosures. The estimates and associated assumptions are based on historical experience and various related factors that are believed to be reasonable under the circumstances, the result of which may differ from these estimates and judgments.

Significant areas requiring the use of management estimates in these financial statements are related to the useful life of depreciable assets and provisions for loans, advances and leases; investment, gratuity and income tax. However, the estimates and underlying assumption are reviewed on an ongoing basis and the actual result is recognized in the period in which the estimates are revised.

## 2.5 Date of Authorization

The Board of Directors has authorized these financial statements on 29/08/2023.

## 2.6 Directors' responsibility statement

The Board of Directors is responsible for the presentation of the financial statements under section 183 of the Companies Act, 1994 and as per the provision of 'The Framework for the Preparation and Presentation of Financial Statements'.

## 2.7 Risk and uncertainty for use of estimates

The preparation of financial statements in conformity with IFRS requires Management to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities, and disclosure requirements for contingent assets and liabilities during and the date of the financial statements. These financial statements contained information about the assumptions it made about the future and other major sources of estimation uncertainty at the end of the reporting period that have a significant risk of resulting in a material adjustment to the carrying amount of assets, liabilities, income and expenses within the next financial year. In accordance with the guidelines as prescribed by IAS 37: Provisions, Contingent Liabilities and Contingent Assets, provisions are recognized in the following situations:

- When the company has an obligation as a result of past events;
- When it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- Reliable estimate can be made of the amount of the obligation.

## 2.8 Compliance of International Financial Reporting Standards (IFRS)

IAS No.	Name of IAS	Applicability
IAS 1	Presentation of financial statement	Applied with some departures
IAS 2	Inventories	N/A
IAS 7	Statement of cash flows	Applied with some departures
IAS 8	Accounting policies, changes in accounting estimates and errors	Applied
IAS 10	Events after the balance sheet date	Applied
IAS 11	Construction contracts	N/A
IAS 12	Income taxes	Applied
IAS 14	Segment reporting	N/A





IAS 16	Property, plant & equipment	Applied
IAS 17	Leases	N/A
IAS 18	Revenue	N/A
IAS 19	Employee benefits	Applied
IAS 20	Accounting of Government grants and disclosure of Government assistance	N/A
IAS 21	The effects of changes in foreign exchange rates	N/A
IAS 23	Borrowing costs	N/A
IAS 24	Related party disclosures	Applied
IAS 26	Accounting and reporting by retirement benefit plans	N/A
IAS 27	Separate financial statements	Applied
IAS 28	Investments in associates and joint venture	N/A
IAS 29	Financial reporting in hyperinflationary economies	N/A
IAS 31	Interest in joint ventures	N/A
IAS 32	Financial instruments: presentation	Applied with some departures
IAS 33	Earnings per share	Applied
IAS 34	Interim financial reporting	N/A
IAS 36	Impairment of assets	Applied
IAS 37	Provisions, contingent liabilities and contingent assets	Applied
IAS 38	Intangible assets	Applied
IAS 39	Financial instruments: recognition and measurement	N/A
IAS 40	Investment property	N/A
IAS 41	Agriculture	N/A

IFRS No.	Name of IFRS	Applicability
IFRS 1	First-time adoption of international financial reporting standards	N/A
IFRS 2	Share based payment	N/A
IFRS 3	Business combinations	N/A
IFRS 4	Insurance contracts	N/A
IFRS 5	Non-current assets held for sale and discontinued operations	N/A
IFRS 6	Exploration for and evaluation of mineral resources	N/A
IFRS 7	Financial instruments: disclosures	Applied
IFRS 8	Operating segments	N/A
IFRS 9	Financial instruments	Applied with some departures
IFRS 10	Consolidated financial statements	Applied
IFRS 11	Joint arrangements	N/A
IFRS 12	Disclosure of interests in other entities	N/A
IFRS 13	Fair value measurement	Applied with some departures



IFRS 14	Regulatory Deferral Accounts	N/A
IFRS 15	Revenue from Contracts with Customers	Applied with some departures
IFRS 16	Leases	Not applied
IFRS 17	Insurance Contracts	N/A

## 2.9 Consistency

In accordance with the IFRS framework for the presentation of financial statements, the company applies the accounting disclosure principles consistently from one period to next period, where selecting and applying new accounting policies, changes in accounting policies applied, correction of errors, the amounts involved are accounted for and disclosed retrospectively in accordance with the requirement of IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors".

## 2.10 Significant accounting policies

### 2.10.1 Accounting for leases

The Company has not recognized 'Right of Use' assets and lease liabilities as per IFRS 16 since the rent agreements have subsequently been terminated.

### 2.10.2 Comparatives and reclassification

Comparative information has been disclosed in respect of 2018 for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current period's financial statements.

### 2.10.3 Accounting for loans

Loans operation consists of term loans, housing finance and staff loans. Books of accounts are maintained based on the accrual method of accounting. However, interest income on Special Mention Account (SMA) and classified finance is not recognized as income but credited to interest suspense account as per Bangladesh Bank circulars and directives.

### 2.10.4 Investments

Investment in securities are classified broadly in two categories and accounted for as under:

#### Investment in quoted shares

Investments in quoted shares (listed securities) are carried at cost. Adequate provision has been made considering each individual investment (where cost is less than market priced) as guided by Bangladesh Bank. Unrealized gain is not recognized in the profit and loss account.

#### Investment in unquoted shares

Investment in unquoted shares/unlisted securities is reported at cost under cost method. Adjustment is given for any shortage of book value over cost for determining the carrying amount of investment in unlisted securities.

Stock dividends received against investment in shares are recorded at zero value in the books of accounts.

### 2.10.5 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, cash with Bangladesh Bank and its agent bank(s) and balance with banks and other financial institutions in the form of current deposit, short term deposit and fixed deposits.





#### 2.10.6 Liquidity statement (asset and liability maturity analysis)

Liquidity statement is prepared in accordance with First Schedule" (Section 38) of Bank Companies Act. 1991 on residual maturity term of assets and liabilities as on the reporting date based on the following basis:

- i) Balance with banks and other financial institutions, money at call and short notice, etc. are on the basis of their maturity term.
- ii) Investments are on the basis of their respective maturity.
- iii) Loans, advances and leases are on the basis of their repayment schedule.
- iv) Fixed assets are on the basis of their estimated useful lives.
- v) Other assets are on the basis of their realization/amortization.
- vi) Borrowing from banks, other financial institutions and agents, etc are as per their maturity/repayment terms
- vii) Term deposits and other deposits are on the basis of their maturity term and past trend of withdrawal by the depositors.
- viii) Other liabilities are on the basis of their payment/adjustments schedule.

#### 2.10.7 Fixed assets including land, building, furniture & equipment

The cost of an item of property, plant and equipment is recognized as an asset if, it is probable that the future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. Company's own fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses (if any). The cost of acquisition of any asset comprises of its purchase price and any directly attributable cost of bringing the asset to it's working condition for its intended use as per International Accounting Standard (IAS) 16 "Property, Plant and Equipment".

##### a) Subsequent expenditure on fixed assets

Subsequent expenditure, such as repairs and maintenance, on property, plant and equipment is normally charged off as revenue expenditure in the period in which it is incurred. In situation subsequent expenditure is only recognized as an asset when the expenditure improves the condition of the asset beyond its originally assessed standard of performance. All other costs are recognized to the profit and loss account as expenses. All up gradation/enhancement are generally charged off as revenue expenditure unless they bring similar significant additional benefits.

##### b) Disposal of fixed assets

On disposal of fixed assets, the cost and accumulated depreciation are eliminated and gain or loss on such disposal is reflected in the profit and loss account, which is determined with reference to the net book value of the assets and net sales proceeds.

##### c) Depreciation on fixed assets

Depreciation on Company's own fixed assets is charged to amortize the cost of assets throughout their estimated useful lives, using the reducing balance method - in accordance with International Accounting Standard (IAS) 16 "Property, Plant and Equipment's". Depreciation of an asset begins when it is available for use, ie when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Depreciation of an asset ceases at the earlier of the date that the asset is classified as held for sale (or included in a disposal group that is classified as held for sale) in accordance with IFRS 5 and the date that the asset is derecognized. The rates of depreciation used are as under:





Sl. No.	Category of Fixed assets	Rate of Depreciation
1	Company Premises	10%
2	Motor Car & Vehicles	20%
3	Computer	20%
4	Telephone System	10%
5	Air Cooler	5%
6	Refrigerator	10%
7	Generator	10%
8	Office Equipment	20%
9	Furniture & Fixtures	5%
10	Crockery	20%

#### 2.10.8 Impairment of assets

The company's assets are appraised at each balance sheet date for impairment. If there is any indication of impairment, the company estimates the recoverable amount of such assets; impairment losses if any, is recognized in the profit & loss account if the carrying amount of the asset exceeds its recoverable amount.

#### 2.10.9 Provision for loans, advances and investments

Provision for loans, advances and investments is an estimate of the losses that may be sustained in the investment portfolio. The provision is based on two principles (1) IAS 37: Provision, Contingent Liabilities and Contingent Assets and (2) Bangladesh Bank guidelines. The methodology for measuring the appropriate level of the provision relies on several key elements, which include both quantitative and qualitative factors as set forth in the Bangladesh Bank guidelines. Provision for loans and advances are made on quarter basis as well as year-end review by management following instructions contained in FID circular No. 08 dated 03 August 2002, FID circular No. 03, dated 03 May 2006 and FID circular No. 06, dated 20 August 2006 issued by Bangladesh Bank.

Also, provision for sub-standard investments, doubtful investments and bad losses has to be provided at 20%, 50% and 100% respectively for investments depending on the duration of overdue.

##### a) Write off of loans, advances and investments

In compliance with Bangladesh Bank DFIM circular no. 3 dated 8 April 2015 and DFIM circular no. 2 dated 1 April 2019 loans, advances and investment are written off to the extent that (i) there is 100% provision is maintained (ii) against which legal cases are pending and (iii) prior approval of board is required for write off. The item's potential return is thus cancelled and removed ("written off") from the Company's balance sheet. However, these write off will not undermine or affect the claim amount against the borrower. Recovery against the written off is credited to other operational income. Income is recognized where amounts are either recovered and/or adjusted against securities/properties or advances there against or are considered recoverable.

#### 2.10.10 Provision for doubtful accounts

Provision has been made at estimated rates on outstanding exposures, based on aging and continuous review of the receivables, as per Bangladesh Bank guidelines. In addition, a general provision has also been made by the Company to cover unforeseen losses on all loans, advances and leases and investments excluding those for which a specific provision has been made. The provision is considered adequate to meet probable future losses.

#### 2.10.11 Provisions and accrued expenses

Provisions and accrued expenses are recognized in the financial statement when the company has a legal or constructive obligation as a result of past event, it is probable that an outflow of economic benefit will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.



#### 2.10.12 Payment of dividend

Interim dividends are recognized when they are paid to shareholders. Final dividend is recognized when it is approved by the shareholders.

The proposed cash dividend is not recognized as a liability in the balance sheet in accordance with the IAS 10 "events after the balance sheet date". Dividend payable to the Company's shareholders are recognized as a liability and deducted from shareholders equity in the period in which the shareholders right to receive payment is established.

IAS 1 "presentation of financial statements" also requires the dividend proposed after the balance sheet date but before the financial statements are authorized for issue, be disclosed in the notes to the financial statements. Accordingly, the Company has disclosed the same in the notes to the financial statements.

Dividends cannot be declared by the Company until the Capital Adequacy shortfall disclosed in note 14.1 has been adjusted.

#### 2.10.13 Revenue recognition

As per IFRS 15: Revenue from Contracts with Customers, an entity will recognise revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Penal interest is recognized on cash basis as and when it is realised from the client.

##### a) Interest Income

Interest income comprises of interest income from lease, loans and advances and interest on placement of fund with banks and other financial institutions. Interest due is recognized on accrual basis using the effective interest method. Interest due over ninety days is not recognized as revenue rather it is recognized as interest suspense. Suspended interest is recognized as income on cash basis when it is received.

##### b) Income from leases

The excess of aggregate rentals receivable over the cost of the leased asset constitutes the total unearned lease income. The unearned lease income is recognized as revenue on an accrual basis over the lease terms, as per Bangladesh Bank Guidelines. No lease income is accounted for as revenue where any lease rental is in arrears for 03 (three) months and above. In case of lease account for more than 5 (five) years period, no lease income is accounted for as revenue where any lease rental is in arrears for 06 (six) months and above.

##### c) Income from loans, advances

Interest on loans and advances is recognized when interest is accrued. No interest on loans and advances is accounted for as revenue where any portion of capital or interest is in arrears for 03 (three) months and above. In case of loans and advances for more than 5 (five) years period, no interest on loans is accounted for as revenue where any portion of capital or interest is in arrears for 06 (six) months and above.

##### d) Dividend income

Dividend income is recognized on cash basis in the period in which the dividend was received. Dividend income from preference share is recognized on accrual basis considering the establishment of right to receive the same.

##### e) Capital gain on sale of shares

Capital gain from sale of share/ securities is recognized on realized basis i.e. only when the securities are sold. Unrealized capital gain is not recognized as income.





**f) Fee based revenue**

Fee based revenues are recognized as income on cash basis i.e. as and when realized.

**2.10.14 Bank loans**

Interest bearing bank loans are recorded at the proceeds received. Interest on bank loans is accounted for on an accrued basis to profit and loss account under the head of financial expense at the implicit rate of interest. The accrued expenses are added to carrying amounts of the loans.

**2.10.15 Borrowing costs**

According to International Accounting Standard 23 "borrowing cost", all borrowing costs are recognized as expenses in the period in which they are incurred.

**2.10.16 Interest suspense**

As per Bangladesh Bank guidelines, lease income and interest on term finance overdue three months and above period are not recognized as revenue and credited to interest suspense account. In case of lease and loan account more than 5 years period and housing finance, lease income and interest income overdue six months and above period are not recognized as revenue and credited to interest suspense account.

**2.10.17 Contingent liabilities and contingent assets**

The company does not recognize contingent liability and contingent assets but discloses the existence of contingent liability in the financial statements in accordance with Bangladesh Accounting Standard 37 "Provisions, Contingent Liabilities and Contingent Assets". A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by occurrence or non-occurrence of uncertain future events not within the control of the company.

**2.10.18 Workers Profit Participation Fund and Welfare Fund**

The company is yet to decide on the applicability of the sections 2 (65) of the Labour Code, 2006 and 232 of the Labor Act, 2006 hence no provision for workers profit participation and welfare fund has been made in the accounts.

**2.10.19 Related party disclosure**

The Company has entered into transactions with other parties in normal course of business that fall within the definition of related party as per International Accounting Standard 24 "Related Party Disclosure". The terms of related party transactions are not different from those that could have been obtained from third parties. Related party transactions are disclosed in the note no. 7.9 of this report.

**2.10.20 Statutory reserve**

Financial Institutions Regulations 1994 requires NBFI's to transfer 20 percent of its current year's profit to reserve fund until such reserve equals to its paid-up share capital. Due to loss for the year 2019 the Company has not transferred any amount to the statutory reserve.

**2.10.21 Earnings per share (EPS)**

The Company calculates earnings per share in accordance with International Accounting Standard (IAS) 33 "earnings per share", which has been shown in the face of profit & loss account and the computation is stated in note-39.





a) **Basic earnings per share**

This represents earnings for the year attributable to ordinary shareholders. As there was no preference dividend or extra ordinary items, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

b) **Diluted earnings per share**

Diluted earnings per share reflects the potential dilution that could occur if additional ordinary shares are assumed to be issued under securities or contracts that entitle their holders to obtain ordinary shares in future, to the extent such entitlement is not subject to unresolved contingencies. Effect of dilution to weighted average number of ordinary shares is given for potential ordinary shares. At 31 December 2019, there was no scope for dilution and hence no diluted EPS is required to be calculated.

c) **Weighted average number of ordinary shares outstanding during the year**

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of ordinary shares issued during the year multiplied by a time-weighting factor. The time-weighting factor is the numbers of days the specific shares were outstanding as a proportion of the total number of days in the year.

**2.10.22 Income tax**

Income tax expense represents the sum of the tax currently payable and deferred tax.

**Current tax:**

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years or are never taxable or deductible. Company's liability for current tax is calculated using tax rates that have been enacted the reporting period. Due to loss for the year 2019, Company provided minimum tax as per Income Tax Ordinance 1984 under section 82C.

**2.10.23 Employee benefit**

The company maintained the following employee benefit plans in compliance with International Accounting Standard 19 "Employee Benefits":

a) **Provident fund**

The company operates a contributory provident fund scheme for its employee which is recognized by the National Board of Revenue (NBR) and administrated by a Board of Trustees. Both the company and employee contribute to the fund on equal basis at a predetermined rate.

b) **Gratuity scheme**

The company operates a non-funded gratuity scheme. Provision for gratuity is made annually considering all its eligible employees available at the end of the year.

**2.10.24 Capital adequacy and market discipline**

To cope with the international best practices and to make up the capital more risks sensitive as well as more shock resilient, a road map was issued in August 2010 on implementation of Basel Accord in the FIs. Being well pursuant with the road map, prudential guidelines namely 'Capital Adequacy and Market Discipline for Financial Institutions' had been introduced by Bangladesh Bank from December, 2011. The guidelines came into force from 1 January, 2012 with necessary supplements/revisions. Instructions in respect of Minimum Capital Requirement, Adequate Capital and Disclosures requirement as stated in the guidelines have been followed for the purpose of statutory compliance.

As per prudential guideline PLFS calculated Minimum Capital Requirement (MCR) by dividing the total capital by the sum of risk weighted assets against credit risk, market risk, and operational risk under pillar-I.



## **Pillar – I: Minimum capital requirement**

### **Credit Risk**

The calculation of capital requirement against credit risk is more elaborate and risk sensitive. The Accord gives a choice of some sophisticated approaches to address risks, and adoption of a Particular approach depends on the risk measurement capabilities and robustness of the systems in place in a Financial Institution. A Standardized Approach has been the preliminary choice of FIs for the credit risk calculation.

### **Market risk**

Market risk is defined as the risk of losses in on and off-balance-sheet positions arising from movements in market prices. The risks subject to this requirement are:

- The risks pertaining to interest rate related instruments and equities in the trading book;
- Foreign exchange risk and commodities risk throughout the FI.

The capital charges for interest rate related instruments and equities applied to the current trading book items prudently valued by PLFS.

### **Operational risk**

The accord introduces for the first time a capital charge for operational risk. The framework presents three methods for calculating operational risk capital charges in a continuum of increasing complexity and risk sensitivity. These methods are the Basic Indicator approach (a fixed percentage of gross income amount), Standardized approach (sum of a certain percentage of FI's income in each business line) and Internal Measurement approach (Statistical measure of FI's operational loss based on its historical loss data). But initially, Basic Indicator Approach has been applied for calculating the capital charge against operational risk.

#### **2.10.25 Stress testing**

Stress Testing is an important risk management tool that is used by the Financial Institutions as part of internal risk management and through the Basel II capital adequacy framework, is promoted by Bangladesh Bank. Stress Testing alerts Financial Institutions management to adverse unexpected outcomes related to a variety of risks and provides an indication of how much capital might be needed to absorb losses should large shock occur. Stress Testing supplements other risk management approaches and measures playing particularly important role in:

- Providing forward-looking assessment of risk;
- Overcoming limitations of models and historical data;
- Supporting external and internal communication;
- Feeding into capital and liquidity planning procedures;
- Informing the setting of an FI's risk tolerance; and
- Facilitating the development of risk mitigation or contingency plans across a range of stressed conditions.

Stress Testing guideline have been issued by Bangladesh Bank to provide a structured way of assessing the vulnerability of financial institutions to extreme but plausible market conditions. The guidelines enable institutions to accurately assess risk and define the "risk appetite" of the organization and also provide critical information to senior management for decision around capital allocation and contingency planning.

PLFSL exercises stress testing on its portfolio on quarterly basis and submit its stress testing report as per format prescribed by Bangladesh Bank on regular basis.

#### **2.10.26 Reporting period**

Financial statements of the company cover twelve months period from January 01, to December 31, consistently.

#### **2.10.27 Offsetting**

No assets or liability has been offsetted or reduced by any other assets unless a legal right for set-off exists and the offsetting presents the expectation as to the realization or settlement of the assets or liability.





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		Amount in Taka	
		Dec 31, 2019	Dec 31, 2018
<b>3</b>	<b>Cash</b>		
	Cash in hand (Note 3.1)	1,459	104,600
	Balance with Bangladesh Bank and its agent bank(s) (Note 3.2)	49,896	4,486,010
	<b>Total</b>	<b>51,355</b>	<b>4,590,610</b>
<b>3.1</b>	<b>Cash in hand</b>		
	Cash in hand represents the amount under imprest system of petty cash to meet petty cash expenses for head office.		
<b>3.2</b>	<b>Balance with Bangladesh Bank</b>		
	Balance with Bangladesh Bank is non-interest bearing and maintained to meet the Cash Reserve Requirement (CRR). CRR (note 3.3) and Statutory Liquidity Reserve (note 3.4) have been calculated and maintained in accordance with Financial Regulations 1994 and FID Circular No. 06 dated 6th November, 2003 and FID Circular No. 02 dated 10th November, 2004.		
<b>3.3</b>	<b>Cash Reserve Requirement (CRR)</b>		
	CRR has been calculated at the rate of 2.5% on Total Term Deposits which is preserved in current account maintained with Bangladesh Bank in compliance with FID circular no. 6 dated 6th November, 2003 and FID Circular No. 02 dated 10th November, 2004. Total Term Deposits means Term or Fixed Deposits, Security Deposit against Lease/Loan and other Term Deposits received from individuals and institutions (except Banks and Financial Institutions).		
	Required reserve	303,770,048	303,678,964
	Actual reserve held	51,355	4,590,610
	Surplus / (Deficit)	<u>(303,718,693)</u>	<u>(299,088,354)</u>
<b>3.4</b>	<b>Statutory Liquidity Reserve (SLR)</b>		
	SLR has been calculated at the rate of 5% of total liabilities, including CRR of 2.5% on Total Term Deposits. SLR is maintained in liquid assets in the form of Cash in Hand, balance with Bangladesh Bank, balance with other Banks & Financial Institutions, Investment at Call, unencumbered Treasury Bills, Prize Bond, Savings Certificates & any other assets approved by Bangladesh Bank.		
	Required reserve	624,298,744	626,376,016
	Actual reserve held (note-3.4.1)	54,678,686	628,469,583
	Surplus / (Deficit)	<u>(569,620,058)</u>	<u>2,093,567</u>
<b>3.4.1</b>	<b>Actual Reserve held for SLR</b>		
	Cash in hand	1,459	104,600
	Balance with Bangladesh Bank and its agent bank(s)	49,896	4,486,010
	Balance with other banks and financial institutions	54,627,331	623,878,973
		<u>54,678,686</u>	<u>628,469,583</u>
<b>3.4</b>	<b>Consolidated Cash in hand</b>		
	People's Leasing and Financial Services Ltd.	1,459	104,600
	PLFS Investments Limited	30,000	30,000
		<u>31,459</u>	<u>134,600</u>





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	Amount in Taka	
	Dec 31, 2019	Dec 31, 2018
<b>4 Balance with other Banks and Financial Institutions in Bangladesh</b>		
<b>Current Accounts &amp; Short Term Deposits:</b>		
Al-Arafah Islami Bank Ltd.	13,597	15,599
Basic Bank	-	58
BDBL	17,535	-
Bank Asia	7,563	(4,968,291)
Dhaka Bank Ltd.	-	-
Dutch Bangla Bank Ltd.	(579,898)	1,574,972
EXIM Bank Ltd.	45,709	63,261
ICB Islamic Bank Ltd.	1,613,589	1,625,275
Janata Bank Ltd.	20,904	23,287
Mutual Trust Bank Ltd.	2,287,317	(10,459,547)
Midland Bank Ltd.	9,204	11,274
Modhumoti Bank Ltd.	-	-
National Bank Ltd.	47,922	47,401
NRB Commercial Bank Ltd.	1,434	(2,340,280)
NCC Bank Ltd.	193,922	195,797
One Bank Ltd.	85,616,000	1,315,106
Prime Bank Ltd.	816,835	(37,553,871)
Shahjalal Islami Bank Ltd.	101,742	104,170
Social Investment Bank Ltd.	83,039	11,302,526
Southeast Bank Ltd.	112,949	109,385
SouthBangla Agricultural Credit Bank Ltd.	224,799	119,229
The City Bank Ltd.	-	-
The Farmers Bank Ltd.	14,691	14,416
UCBL	62,735	(4,999,711)
Liquidator A/C	32,900,032	-
Pubali Bank Ltd.	-	700
<b>Sub-Total</b>	<b>123,611,420</b>	<b>(43,797,244)</b>
<b>Fixed Deposits Receipts (FDR):</b>		
SouthBangla Agriculture & Commerce Bank Ltd.	-	-
NRB Bank	-	-
International Leasing	359,738,339	688,475,000
Premier Leasing	469,720,056	428,725,000
Reliance Finance	-	80,000,000
<b>Sub-Total</b>	<b>829,458,395</b>	<b>1,197,200,000</b>
<b>Grand Total</b>	<b>953,069,815</b>	<b>1,153,402,756</b>
<p>Fund have been placed to Premier Leasing of Tk. 46,97,20,056/- and International Leasing Tk. 35,97,38,339 on the other hand they have been placed also the same amount to us, which is included in the Term Deposit Receipt. Note no 12. The said FDR is bened with Mercantile Bank Ltd. against overdraft facility.</p>		
<b>4.1 Maturity grouping of Balance with other Banks and Financial Institutions</b>		
On demand	123,611,420	(43,797,244)
Less than 3 months	-	-
More than 3 months but less than 1 year	829,458,395	1,197,200,000
More than 1 year but less than 5 years	-	-
Above 5 years	-	-
<b>Total</b>	<b>953,069,815</b>	<b>1,153,402,756</b>
<b>4.2 Consolidated Balance with other Banks and Financial Institutions in Bangladesh</b>		
People's Leasing and Financial Services Ltd.	953,069,815	1,153,402,756
PLFS Investments Limited (note-4.a.1)	28,055,537	58,330,304
	<b>981,125,352</b>	<b>1,211,733,060</b>
Less: Inter company transactions	-	20,000,000
	<b>981,125,352</b>	<b>1,191,733,060</b>



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	Amount in Taka	
	Dec 31, 2019	Dec 31, 2018
<b>4.a.1 PLFS Investments Limited's Balance with other Banks and Financial Institutions in Bangladesh</b>		
<b>Current Accounts &amp; Short Term Deposits:</b>		
NBS Commercial Bank Ltd.	44,506	544,661
Prime Bank Ltd.	1,408,124	3,981,069
One Bank Limited	19,927,944	25,780,380
Standard Bank Ltd.	412,885	401,627
The City Bank Ltd.	6,262,078	7,622,567
	<u>28,055,537</u>	<u>38,330,304</u>
<b>Fixed Deposits Receipts (FDR):</b>		
Peoples Leasing and Financial Services Ltd.	-	20,000,000
Sub-Total	-	20,000,000
<b>Grand Total</b>	<u><u>28,055,537</u></u>	<u><u>58,330,304</u></u>
<b>4.a.2 Maturity grouping of Consolidated Balance with other Banks and Financial Institutions</b>		
On demand	151,666,957	(5,466,940)
Less than 3 months	-	20,000,000
More than 3 months but less than 1 year	829,458,395	1,177,200,000
More than 1 year but less than 5 years	-	-
Above 5 years	-	-
<b>Total</b>	<u><u>981,125,352</u></u>	<u><u>1,191,733,060</u></u>
<b>5 Money at Call and Short Notice</b>		
Banking Companies	-	-
Non-Banking Financial Institutions	-	-
<b>Total</b>	<u><u>-</u></u>	<u><u>-</u></u>
<b>6 Investments</b>		
<b>A. Government Securities</b>		
Treasury Bill	-	-
National Investment Bond	-	-
Bangladesh Bank Bill	-	-
Government Notes/ Bond	-	-
Prize Bond	-	-
Others	-	-
<b>Sub Total</b>	<u><u>-</u></u>	<u><u>-</u></u>
<b>B. Other Investments</b>		
Preference Shares	-	-
Debenture and Bond	-	-
Other investments (Note 6.1)	215,275,830	271,275,830
Gold etc.	-	-
<b>Sub Total</b>	<u><u>215,275,830</u></u>	<u><u>271,275,830</u></u>
<b>Total investments (A+B)</b>	<u><u>215,275,830</u></u>	<u><u>271,275,830</u></u>
<b>6.1 Other Investments</b>		
Quoted Investments	420	420
Unquoted Investments (Note 6.1.1)	215,275,410	271,275,410
	<u><u>215,275,830</u></u>	<u><u>271,275,830</u></u>
<b>6.1.1 Unquoted Investments</b>		
E-SECURITIES LTD	69,978,600	69,978,600
GMC Airlines Ltd. Placement	30,000,000	30,000,000
S5 Tech(Pvt.)	62,500,000	62,500,000
Energy prima Ltd. Placement	13,585,000	13,585,000
MIB Poy Ltd. Placement	5,000,000	5,000,000
Scholastica Ltd. Placement	3,400,000	3,400,000



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	Amount in Taka	
	Dec 31, 2019	Dec 31, 2018
CDBL	5,711,810	5,711,810
People's Investment Ltd.	5,100,000	5,100,000
Sandhani Life Unit Fund		56,000,000
<b>Sub Total</b>	<b>215,275,410</b>	<b>271,275,410</b>
<b>6.2 Maturity grouping of Investments</b>		
On demand	420	420
Less than 3 months	-	75,690,410
More than 3 months but less than 1 year	75,690,410	195,585,000
More than 1 year but less than 5 years	139,585,000	-
Above 5 years	-	-
<b>Total</b>	<b>215,275,830</b>	<b>271,275,830</b>
<b>6.a Consolidated Investments</b>		
People's Leasing and Financial Services Ltd.	215,275,830	271,275,830
PLFS Investments Limited (note-6.a.1)	134,640,295	177,923,327
	<b>349,916,125</b>	<b>449,199,157</b>
<b>6.a.1 Investments PLSIL</b>		
Preference Shares	38,244,473	38,244,473
Other investments (Note 6.a.2)	96,395,822	139,678,854
Gold etc.	-	-
<b>Total</b>	<b>134,640,295</b>	<b>177,923,327</b>
<b>6.a.2 Other Investments</b>		
<b>Quoted:</b>		
Banking Sector	-	28,071,778
Cement Sector	8,021,048	11,159,609
Ceramics Sector	-	-
Engineering Sector	540,450	134,920
Financial Institutions Sector	67,111,844	67,111,844
Food & Allied Sector	-	-
Fuel & Power Sector	7	14,047,315
IT Sector	-	-
Miscellaneous	-	50,410
Travel & Leisure	37,300	-
Pharmaceuticals & Chemicals Sector	18,374,703	18,383,545
Telecommunication	569,040	104,670
Textile	1,741,430	614,763
	<b>96,395,822</b>	<b>139,678,854</b>
<b>6.a.3 Maturity grouping of Investments</b>		
On demand	96,396,242	139,679,274
Less than 3 months	-	-
More than 3 months but less than 1 year	113,934,883	113,934,883
More than 1 year but less than 5 years	139,585,000	195,585,000
Above 5 years	-	-
<b>Total</b>	<b>349,916,125</b>	<b>449,199,157</b>





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		Amount in Taka		
		Dec 31, 2019	Dec 31, 2018	
7	<b>Loans &amp; Advances</b>			
	<b>Inside Bangladesh:</b>			
	Gross Lease Receivables	839,110,498	1,084,489,256	
	Less: Unearned Lease Income	-	238,361,256	
	Net Lease Receivables	839,110,498	845,928,000	
	Advance for Lease Finance	-	-	
	Direct/ Term Finance	11,068,193,974	10,542,214,863	
	Secured Overdraft	(1,034,503)	69,458,493	
	Bills Discounted and Purchased	-	-	
	<b>Sub Total</b>	<b>11,906,269,969</b>	<b>11,457,601,356</b>	
	<b>Outside Bangladesh:</b>			
	Direct/ Term Finance	-	-	
	Secured Overdraft	-	-	
	<b>Sub Total</b>	<b>-</b>	<b>-</b>	
	<b>Total</b>	<b>11,906,269,969</b>	<b>11,457,601,356</b>	
7.1	<b>Maturity grouping of loans &amp; advances</b>			
	On demand	285,639,140	229,152,027	
	Less than 3 months	571,278,281	458,304,054	
	More than 3 months but less than 1 year	2,570,752,263	2,062,368,244	
	More than 1 year but less than 5 years	6,456,644,893	6,187,104,732	
	Above 5 years	2,021,955,391	2,520,672,298	
	<b>Total</b>	<b>11,906,269,969</b>	<b>11,457,601,355</b>	
7.2	<b>Sector/ Industry-wise Loans &amp; Advances</b>			
	Agricultural sector	6.43%	765,573,159	736,495,310
	<b>Industrial sector:</b>			
	Textiles	0.05%	5,953,135	6,118,966
	Garments	1.16%	138,112,732	132,754,672
	Jutes & jute related goods	0.97%	115,490,819	110,960,189
	Food items producer/processing industry	0.85%	101,203,295	97,856,942
	Plastic industries	0.00%	-	-
	Lather and lather goods	0.17%	20,240,659	19,389,387
	Iron, steel and engineering	2.04%	242,887,907	233,721,577
	Chemicals and pharmaceuticals	0.88%	104,775,176	100,420,785
	Cement/ clinker and allied industries	0.00%	-	-
	Service sector (Hotel, hospital, clinic, tourism, etc.)	0.00%	-	-
	Paper, printing and packaging	0.00%	-	-
	Telecommunication and IT industries	0.00%	-	353,600
	Glass and ceramic industries	0.00%	-	-
	Shipping and ship building industries	0.00%	-	-
	Electronics and electrical goods	0.04%	4,762,508	4,126,424
	Power, gas, water and sanitary	3.22%	383,381,893	368,810,114
	Transport and communication	7.33%	872,729,589	840,372,550
	Real estate and housing	5.22%	621,507,292	598,626,818
	Merchant banking	11.21%	1,334,692,864	1,284,792,424
	Trade & Commerce	9.06%	1,078,708,059	1,037,982,655
	Others	51.37%	6,116,250,883	5,884,818,943
	<b>Total</b>	<b>100.00%</b>	<b>11,906,269,969</b>	<b>11,457,601,356</b>



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	Amount in Taka	
	Dec 31, 2019	Dec 31, 2018
<b>7.3 Geographical Location-wise Loans &amp; Advances</b>		
<b>Inside Bangladesh</b>		
Dhaka Division	99.89%	11,893,620,535
Chittagong Division	0.01%	1,414,124
Barisal Division	0.00%	-
Rajshahi Division	0.00%	-
Sylhet Division	0.00%	-
Khulna Division	0.09%	11,235,310
<b>Sub Total</b>	<b>100.00%</b>	<b>11,906,269,969</b>
<b>Outside Bangladesh</b>	-	-
<b>Total</b>	<b>100.00%</b>	<b>11,906,269,969</b>

**7.4 Details of Large Loans & Advances**

As per DFIM circular No.-10, dated 5 September, 2011, Outstanding amount exceeding 15% of total capital of the company is treated as Large Loans & Advances.

Number of Clients	7	5
Outstanding Amount	3,104,226,774	4,354,745,000
Classified Amount	2,963,738,782	2,128,168,000
Measures taken for recovery	Filing of law suit - under process	Filing of law suit - under process

Loan given to subsidiary company (PLFS Investment Ltd.) amount in Tk.1,055,352,974 on dated 24.05.2009 (Present outstanding on 31.12.2019 amount in Tk. 985,096,578 which was Tk. 989,987,705 on 31.12.2018)

**7.5 Particulars of Loans & Advances**

1. Loans & advances considered good in respect of which the company is fully secured	2,284,300,000	2,284,300,000
2. Loans & advances considered good against which the company holds no security others than the debtor's personal guarantee	9,173,301,000	9,173,301,000
3. Loans & advances considered good secured by the personal undertaking of one or more parties in addition to the personal guarantee of the debtors	-	-
4. Loans & advances adversely classified for which provision has not been maintained	-	-
5. Loans & advances due by the directors or officers of the company or any of them either separately or jointly with any other persons	938,654	938,654
6. Loans & advances due from companies of firms in which the directors of the company have interest as directors, partners or managing agent or in case of private companies as members	-	-
7. Maximum amount of loan & advances including temporary loans & advances made at any time during the year to directors of managers or officers of the company or any of them either separately or jointly with any other person	-	-
8. Maximum total amount of loans & advances including temporary loans & advances granted during the year to the companies of firms in which the directors of the company have interest as directors, partners or managing agents or in the case of private companies, as members	-	-
9. Due from other bank/FI companies	-	-
10. Information in respect of classified loans and advances:		
a. classified loans for which interest/profit not credited to income	-	-
b. Amount of provision kept against loans classified as bad/loss as at the balance sheet date	-	-
d. Interest credited to interest suspense account	-	-



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	Amount in Taka	
	Dec 31, 2019	Dec 31, 2018
11. Loans & advances written off:		
Opening Balance	722,892,579	730,392,579
a. Amount written-off during the year	-	-
b. Amount of collection from written-off during the year	-	7,500,000
c. Balance written-off loans and advances yet to be recovered	722,892,579	722,892,579
d. Amount of written off loans for which law suits have been filed	-	-
<b>7.6 Bills Discounted and Purchased</b>		
Inside Bangladesh	-	-
Outside Bangladesh	-	-
<b>Total</b>	-	-
<b>7.7 Maturity grouping of Bills Discounted and Purchased</b>		
Within 1 month	-	-
Over 1 month but within 3 months	-	-
Over 3 months but within 6 months	-	-
Over 6 months	-	-
<b>Total</b>	-	-
<b>7.8 (A) Grouping of Loans, Lease and Advance as per classification rules of Bangladesh Bank</b>		
<b>Unclassified</b>		
Standard	401,150,292	
Special Mention Account(SMA)	1,753,920,295	
	<b>2,155,070,587</b>	-
<b>Classified</b>		
Substandard(SS)	3,951,396	
Doubtful (DF)	13,814,771	
Bad & loss(BL)	9,733,433,215	
	<b>9,751,199,382</b>	-
	<b>11,906,269,969</b>	-
(B) Classification and provisioning of Loan , Lease and Advance	See Annexure 2	
<b>7.9 List of Ex-Director Loan</b>		
1) Shamsul Alam Group	1,189,527,414	1,116,104,244
2) Motiur Rahman	1,001,368,702	933,247,986
3) Biswajit Kumar Roy	135,281,127	115,997,072
4) KHD Securities Limited	10,006,032	10,614,925
	<b>2,336,183,275</b>	<b>2,175,564,227</b>
<b>7.a Consolidated Loans and Advances</b>		
People's Leasing and Financial Services Ltd.	11,906,269,969	11,457,601,356
PLFS Investments Limited (note-7 a.1)	909,797,750	796,366,197
	<b>12,816,067,719</b>	<b>12,253,967,553</b>
Less: Inter Company Loans and Advances	1,036,086,168	989,987,705
	<b>11,779,981,551</b>	<b>11,263,979,848</b>
<b>7.a.1 Loans and Advances of PLFS Investments Limited</b>		
Margin loan to Investor	909,797,750	796,366,197
<b>7.a.2 Maturity grouping of Consolidated loans &amp; advances</b>		
On demand	285,639,140	229,152,027
Less than 3 months	571,278,281	458,304,054
More than 3 months but less than 1 year	2,570,752,263	2,062,368,244
More than 1 year but less than 5 years	6,263,023,385	5,993,483,224
Above 5 years	2,089,288,481	2,520,672,298
<b>Total</b>	<b>11,779,981,551</b>	<b>11,263,979,847</b>





People's Leasing and Financial Services Ltd.  
Notes to the Financial Statements  
For the Year ended December 31, 2019

		Amount in Taka	
		Dec 31, 2019	Dec 31, 2018
<b>8</b>	<b>Property, Plant &amp; Equipment (Details in Annexure-1)</b>		
	<b>Own Finance</b>		
	<b>A. Cost</b>		
	Company Premises	33,265,482	33,265,482
	Motor Car & Vehicle	26,260,950	26,260,950
	Computer	21,027,936	21,027,936
	Telephone System	1,756,858	1,756,858
	Air Cooler	12,345,664	12,345,664
	Refrigerator	209,002	437,799
	Generator	-	2,033,200
	Office Equipment	4,247,335	5,558,302
	Furniture & Fixtures	53,773,684	57,019,173
	Crockery	39,106	39,106
	Software	507,004	507,004
	<b>Total</b>	<b>153,433,022</b>	<b>160,251,674</b>
	<b>B. Less: Accumulated Depreciation</b>		
	Company Premises	22,826,422	21,666,526
	Motor Car & Vehicle	19,316,151	17,579,950
	Computer	13,488,339	11,603,432
	Telephone System	1,160,063	1,093,752
	Air Cooler	2,820,267	2,542,183
	Refrigerator	98,084	230,349
	Generator	-	1,330,271
	Office Equipment	3,679,817	4,185,753
	Furniture & Fixtures	15,714,474	15,833,646
	Crockery	31,901	30,103
	Software	192,121	113,401
	<b>Total</b>	<b>79,327,639</b>	<b>76,229,365</b>
	<b>C. Written Down Value at the end of the year (A-B)</b>	<b>74,105,383</b>	<b>84,022,310</b>
	<b>D. Cost</b>		
	Furniture & Fixtures	-	-
	Office Equipments	-	-
	Motor Vehicles	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>
	<b>E. Less: Accumulated Depreciation</b>		
	Furniture & Fixtures	-	-
	Office Equipments	-	-
	Motor Vehicles	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>
	<b>F. Written Down value at the end of the year (D-E)</b>	<b>-</b>	<b>-</b>
	<b>G. Total Property, Plant &amp; Equipment (C+F) -</b>	<b>74,105,383</b>	<b>84,022,310</b>
<b>8.1</b>	<b>Intangible asset - computer softwares</b>		
	Cost	-	-
	Less: Accumulated amortization -	-	-
	<b>Net book value at the end of the year</b>	<b>-</b>	<b>-</b>
<b>8.a</b>	<b>Consolidated Property, Plant &amp; Equipment (Details in Annexure-2)</b>		
	People's Leasing and Financial Services Ltd.	74,105,383	84,022,310
	PLPS Investments Limited (note-8.a.1)	3,855,153	4,458,820
	<b>Total</b>	<b>77,940,536</b>	<b>88,480,930</b>
<b>8.a.1</b>	<b>Property, Plant &amp; Equipment of PLPS Investments Limited</b>		
	<b>A. Cost</b>		
	Air Conditioner	1,228,000	1,228,000
	Computer & Relates	2,336,748	2,336,748
	Furniture & Fixtures	330,651	330,651
	Office Equipment	471,765	471,765
	Office Renovation	5,336,745	5,336,745
	Motor Car	1,980,000	1,980,000
	mBank Software	1,067,500	1,067,500
	<b>Total</b>	<b>12,751,409</b>	<b>12,751,409</b>



**People's Leasing and Financial Services Ltd.**  
**Notes to the Financial Statements**  
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	Amount in Taka	
	Dec 31, 2019	Dec 31, 2018
<b>B. Less: Accumulated Depreciation</b>		
Air Conditioner	656,321	513,402
Computer & Relates	1,977,941	1,888,239
Furniture & Fixtures	276,181	279,129
Office Equipment	383,705	368,165
Office Renovation	2,856,078	2,589,449
Motor Car	1,979,999	1,979,999
inBank Software	786,030	692,207
<b>Total</b>	<b>8,916,256</b>	<b>8,292,589</b>
<b>C. Written Down Value at the end of the year (A-B)</b>	<b>3,835,153</b>	<b>4,488,820</b>
<b>9 Other assets</b>		
Investment in shares of subsidiary companies: in Bangladesh	200,445,000	200,445,000
Previous years' loss	-	-
Advance Vat/ Tax paid	244,334,031	235,099,830
Balance with BO account(s)	464,509	464,509
Interest receivable	40,961,498	342,218,668
Advance for office rent	5,889,364	8,522,574
Advance for land purchase	30,121,907	1,236,640,030
Deferred Expenses	-	-
Stamp in hand	4,770	6,833
Prepaid for Expenses	686,811	-
Current Accounts	-	-
Other prepayment	17,240,189	29,722,631
Interest Receivable for loans & Advances	283,030,288	-
Receivable against legal expenses-Loan/Lease	12,673,147	-
Receivable Suspense Account	-	-
Security deposit	223,200	223,200
Deferred tax assets (note 9.1)	-	-
<b>Total</b>	<b>836,074,714</b>	<b>2,053,343,265</b>
<b>9.1 Deferred tax assets/(liabilities)</b>		
Opening Balance	(8,230,558)	(8,073,449)
Deferred Tax Expenses	(7,246,161)	157,109
Less: Adjustment during the year	-	-
<b>Total</b>	<b>(984,398)</b>	<b>(8,230,558)</b>

As per calculation amount of deferred tax assets for the year 2017 decreased and arrived deferred tax liability for taxable temporary differences in the carrying amount of the assets and its tax base in accordance with the provision of IAS 12 'Income Taxes'. Amount of the year 2017 has been restated through retrospective treatment and shown as deferred tax liability under other liabilities.

Deferred Tax Liability is arrived at as follows: -

Assets	Carrying amount at BS date (31 Dec 2018)	Tax base	Temporary Difference (Taxable)/Deductible
Fixed Assets net of depreciation	84,022,110	62,073,955	(21,948,155)
Deferred Tax Asset/(Liability) as on 31 December 2018 @ 37.5%			(8,230,558)
Less: Deferred Tax Asset as on 31 December 2017			(8,073,449)
Deferred Tax Expense for the year 2018			157,109

Assets	Carrying amount at BS date (31 Dec 2019)	Tax base	Temporary Difference (Taxable)/Deductible
Fixed Assets net of depreciation	74,105,383	71,486,323	(2,625,060)
Deferred Tax Asset/(Liability) as on 31 December 2019 @ 37.50%			(984,398)
Less: Deferred Tax Asset/(liability) as on 31 December 2018			(8,230,558)
Deferred Tax Expense for the year 2019			(7,246,161)



People's Leasing and Financial Services Ltd.  
Notes to the Financial Statements  
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	Amount in Taka	
	Dec 31, 2019	Dec 31, 2018
<b>9.a Consolidated Other assets</b>		
People's Leasing and Financial Services Ltd.	836,074,714	2,053,343,263
PLFS Investments Limited (note-9.a.1)	171,338,325	161,368,663
	<u>1,007,413,039</u>	<u>2,214,711,930</u>
Less: Inter Company Transaction	200,445,000	200,445,000
	<u>806,968,039</u>	<u>2,014,266,930</u>
<b>9.a.1 Other assets PLFS Investments Limited</b>		
Advance to Others party	83,788,770	83,788,770
T & T Phone Demand Note	9,000	9,000
Advance For Tax Deduction At Sources	17,070,910	17,070,910
Other	-	-
Receivable From Brokerage House	40,282,763	40,481,268
Advance for LEADS Softwear	500,000	500,000
Advance to Esquire Krot	-	1,880,145
Adv to Runner Automobiles	-	1,080,825
ADN Telecom	-	569,040
Advance to Mosharrat Hossain Advocate	150,000	150,000
Advance for Huda Hossain & Co.	-	-
Advance for Zam Consulting	-	-
Advance TAX Deducted at Sources'19	612,007	-
Advance for office rent	1,417,349	1,373,387
Deferred tax asset	27,507,526	14,265,371
<b>Total</b>	<u>171,338,325</u>	<u>161,368,663</u>

**Advance for Land Purchase**

As per decision of the Board of Directors in its 301st meeting held on March 03, 2016, we were sent a legal notice to Captain M. Moazzem Hossain dated March 29, 2016 requesting him to make payment of Tk. 1,385,257,102.00. Later on, he replied our legal notice dated April 17, 2016, and made written communication on April 24, 2016 and May 19, 2016. Later on considering replies of Captain M. Moazzem Hossain, the present Chairman Mr. Uzzal Kumar Nandi PCA of PLFSL has sent a reply to Captain M. Moazzem Hossain on May 26, 2016 as per decision of the Board of Directors in its meeting held on May 4, 2016. Subsequently having no further response from Captain M. Moazzem Hossain, a money suit was filed on November 23, 2016 for an amount of BDT 2,030,207,375.00 and the case is pending in the Judge Court, Dhaka for disposal.

Whole amount of advance given against land purchase have been realized through amicable settlement with approval of the Board Directors in its 332nd meeting dated 10 February 2019.

**10 Non-Banking Assets**

This amount represents two units of flats located at Assign Monihar Legend, Plot no. 39, Road no. 15, Rabindra Sharani, Sector 03, Uttara, Dhaka, which have been registered in the name of PLFS as a settlement of loan against share of Mrs. Lafis Ishaque and includes registration costs as well.

**A. Cost:**

Opening Balance	58,558,336	58,408,336
Add: Addition during the year	-	150,000
Less: Adjustment during the year	-	-
<b>Total</b>	<u>58,558,336</u>	<u>58,558,336</u>

**B. Depreciation:**

Opening Balance	20,101,628	15,828,660
Add: Addition during the year	3,645,670	4,272,968
Less: Adjustment during the year	750	-
<b>Total</b>	<u>23,946,548</u>	<u>20,101,628</u>

**C. Written down value at the end of the year (A-B)**

	<u>34,611,788</u>	<u>38,456,708</u>
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PLFSL have been received advance Tk. 2,58,80,000/- against sale proceed of the said flat. It was the decision of 327th BoD meeting dated 28/06/2018 and 329th BoD meeting dated 13/09/2018. But sale proceed has not been completed till now because the company was put into liquidation process on 14/07/2019. Hence the said asset has not been derecognized and receipted amount have been shown as advance accordingly in note no. 13.10





People's Leasing and Financial Services Ltd.  
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	Amount in Taka	
	Dec 31, 2019	Dec 31, 2018
<b>11 Borrowings from other Banks, Financial Institutions &amp; Agents</b>		
<b>Inside Bangladesh:</b>		
Refinance against SME loan from Bangladesh Bank	76,440,371	83,603,117
From other scheduled Banks (note - 11.1)	3,889,481,288	5,178,647,141
<b>Total</b>	<b>3,965,921,659</b>	<b>5,262,250,258</b>
<b>11.1 From other scheduled Banks &amp; Financial Institutions</b>		
<b>Long term loan</b>		
Al-Arafah Islami Bank Ltd.	639,672,507	599,336,746
Basic Bank Ltd.	17,560,121	16,681,604
Exim Bank Ltd.	85,693,180	79,143,326
Mutual Trust Bank Ltd.	250,071,435	212,302,116
Rupali Bank Ltd.	167,585,837	157,451,346
Shahjalal Islami Bank Ltd.		-
Social Islami Bank Ltd.	140,601,785	132,573,227
Standard Bank Ltd.	61,284,645	56,618,525
United Commercial Bank Ltd.	85,461,469	79,742,243
Uttara Bank Ltd.	87,666,276	82,172,425
NRB	182,541,409	168,848,097
Mercantile Bank Ltd.	57,249,040	53,080,576
Modhumoti Bank Ltd.	195,047,427	184,912,911
Premier Bank Ltd.	149,402,539	137,936,719
UAE	19,021,295	17,781,871
<b>Sub-Total</b>	<b>2,118,660,971</b>	<b>1,978,581,732</b>
<b>Overdraft and money at call short notice</b>		
NRB Commercial Bank Ltd.	58,213,385	-
SBAC		22,847,391
Mercantile Bank	683,313,549	636,335,802
BDBL		-
Mutual Trust Bank Ltd.		57,986,051
Short Term Loan	468,282,272	1,919,996,165
Janata Bank Ltd.	160,288,889	162,900,000
Rupali Bank Ltd.		-
SonaSI Bank Ltd.	160,288,889	160,000,000
Agrani Bank Ltd.	240,433,533	240,000,000
<b>Sub-Total</b>	<b>1,770,826,317</b>	<b>3,200,065,409</b>
<b>Grand Total</b>	<b>3,889,481,288</b>	<b>5,178,647,141</b>
<b>Security against borrowings from other banks, financial institutions and agents</b>		
Secured	3,404,910,548	4,499,350,258
Unsecured	561,011,111	562,900,000
<b>Total</b>	<b>3,965,921,659</b>	<b>5,262,250,258</b>
<b>Maturity grouping of borrowings from other banks, financial institutions and agents</b>		
Payable on demand	561,011,111	562,900,000
Up to 1 month	468,282,272	1,919,996,165
Over 1 month but within 3 months	741,526,934	717,169,244
Over 3 months but within 6 months	197,858,173	201,811,460
Over 6 months but within 1 year	395,716,346	403,622,920
Over 1 year but within 5 years	1,601,526,822	1,456,750,468
Over 5 years	-	-
<b>Total</b>	<b>3,965,921,659</b>	<b>5,262,250,257</b>
<b>11.a Consolidated Borrowings from other Banks, Financial Institutions &amp; Agents</b>		
People's Leasing and Financial Services Ltd.	3,965,921,659	5,262,250,258
PLFS Investments Limited (note-11.a.1)	1,036,086,168	1,006,062,418
	5,002,007,827	6,268,312,676
Less: Inter Company Borrowings	1,036,086,168	989,987,705
	<b>3,965,921,659</b>	<b>5,278,324,971</b>
<b>11.a.1 Borrowings from other Banks, Financial Institutions &amp; Agents of PLFS Investments Limited</b>		
People's Leasing And Financial Service Ltd	1,036,086,168	989,987,705
Loan From ICB (AS)	-	16,074,713
<b>Total</b>	<b>1,036,086,168</b>	<b>1,006,062,418</b>



People's Leasing and Financial Services Ltd.  
Notes to the Financial Statements  
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	Amount in Taka	
	Dec 31, 2019	Dec 31, 2018
<b>12 Deposits &amp; other accounts</b>		
Deposits from banks and financial institutions (note-12.1)	7,863,297,235	8,108,243,593
Deposits from customers	13,195,429,720	12,234,025,417
Sub-Total	21,058,726,955	20,342,269,010
Other deposit	70,582,839	80,136,175
Grand Total	21,129,309,794	20,422,405,185
Less: Inter Company Borrowings	-	20,000,000
	<b>21,129,309,794</b>	<b>20,402,405,185</b>
<b>12.1 Deposits from banks and financial institutions</b>		
Sonali Bank Ltd.	455,129,391	417,360,442
Janata Bank Ltd.	414,627,562	382,225,000
Agrani Bank Ltd.	423,994,719	391,538,538
Rupali Bank Ltd.	1,419,746,360	1,293,466,255
United Commercial Bank Ltd.	5,052,750	250,000,000
Bangladesh Development Bank Ltd.	58,651,164	52,957,500
IFIC Bank Ltd.	161,735,733	150,000,000
Bangladesh Commerce Bank Ltd.	1,566,594,357	1,438,185,197
ICB	354,543,165	-
Premier Leasing	480,512,161	428,725,000
FAS Finance	-	-
First Lease	118,786,987	110,026,933
Faraast Finance & Investment Ltd.	298,311,629	280,000,000
International Leasing Ltd.	1,484,608,899	2,261,492,787
BIFFL	621,002,359	572,267,941
Reliance Finance	-	80,000,000
	<b>7,863,297,235</b>	<b>8,108,243,593</b>
<b>12.2 Maturity grouping of deposits &amp; other accounts</b>		
Payable on demand	-	-
Up to 1 month	609,063,779	648,659,487
Over 1 month but within 6 months	1,827,191,336	5,945,978,462
Over 6 months but within 1 year	9,235,956,682	6,729,892,312
Over 1 year but within 5 years	6,038,371,843	6,324,430,003
Over 5 years but within 10 years	3,418,726,153	793,444,921
Over 10 years	-	-
Total	<b>21,129,309,794</b>	<b>20,442,405,185</b>
<b>13 Other Liabilities</b>		
Provision for Lease, loans and advances (note 13.1)	7,221,645,707	5,668,588,000
Provision for Investment Fluctuation in Shares (note 13.2)	77,084,513	50,000,000
Provision for corporate income tax (note 13.3)	137,097,494	131,097,494
Provision for Gratuity (note 13.4)	24,950,849	24,913,185
Provision for FDR (note 13.5)	870,419,893	-
Provision for TDS (note 13.6)	9,465,314	-
Provision for Equity Investment in Subsidiary (note 13.7)	200,445,000	-
Interest Suspense Account (note 13.8)	2,180,120,287	1,222,624,000
Liabilities for financial expenses (note 13.9)	982,113,579	437,293,613
Liabilities for sundry creditors (note 13.10)	556,249,265	201,957,896
Liabilities for accrued expenses (note 13.11)	136,281,885	5,019,571
Liabilities for TDS/VDS/ED (note 13.12)	473,265,690	213,243,633
Dividend Payable	21,558,303	21,558,303
Deferred Tax Liabilities (note-9.1)	984,398	8,230,558
Client Receipt Account	161,931,365	-
Receivable Suspense for Adjustment of BU	756,053,630	-
Current account	114,491	-
Staff Incentive	538,020	538,020
Total	<b>13,810,319,683</b>	<b>7,985,064,275</b>
<b>13.1 Provision for Lease, loans and advances</b>		
Opening Balance	5,668,588,000	6,782,794,322
Less: Provision no longer required	(23,813,283)	(1,236,640,000)
Add: Recoveries from previously written-off loans & advances	-	-
Add: General provision provided during the year	-	-
Add: Specific provision provided during the year	1,576,870,990	45,241,947
Add: Specific provision for shortfall	-	77,191,731
Add: Net charge to profit and loss account	-	-
Closing balance	<b>7,221,645,707</b>	<b>5,668,588,000</b>



**People's Leasing and Financial Services Ltd.**  
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	Amount in Taka	
	Dec 31, 2019	Dec 31, 2018
Provision kept against advance for land purchase of Tk. 1,236,640,000 are no longer required in the year 2018 since whole amount of advance have been realized through amicable settlement with approval of the Board Directors in its 332nd meeting dated 10 February 2019.		
<b>13.2 Provision for diminution in value of Investments</b>		
Opening Balance	50,000,000	95,241,947
Add: Provision during the year	27,084,513	-
Less: Provision no longer required	-	45,241,947
Closing Balance	<u>77,084,513</u>	<u>50,000,000</u>
<b>13.3 Provision for corporate income tax</b>		
Opening Balance	131,097,494	126,117,442
Add: Provision made during the year	6,000,000	6,000,000
Less: Settlement during the year	-	1,019,948
Closing Balance	<u>137,097,494</u>	<u>131,097,494</u>
<b>13.4 Provision for Gratuity</b>		
Opening Balance	24,913,185	25,404,768
Add: Provision during the year	37,664	-
Less: Adjustment	-	491,583
Closing Balance	<u>24,950,849</u>	<u>24,913,185</u>
<b>13.5 Provision for FDR</b>		
Opening Balance	-	-
Add: Addition during the year	870,419,893	-
Less: Adjustment during the year	-	-
Closing Balance	<u>870,419,893</u>	<u>-</u>
<b>13.6 Provision for TDS</b>		
Opening Balance	-	-
Add: Addition during the year	9,465,314	-
Less: Adjustment during the year	-	-
Closing Balance	<u>9,465,314</u>	<u>-</u>
<b>13.7 Provision for Equity Investment in Subsidiary</b>		
Opening Balance	-	-
Add: Addition during the year	200,445,000	-
Less: Adjustment during the year	-	-
Closing Balance	<u>200,445,000</u>	<u>-</u>
<b>13.8 Interest Suspense Account</b>		
Opening Balance	1,222,624,000	1,773,649,349
Add: Addition during the year	937,496,287	-
Less: Adjustment during the year	-	351,023,349
Closing Balance	<u>2,180,120,287</u>	<u>1,222,624,000</u>
<b>13.09 Liabilities for financial expenses</b>		
Accrued Financial Expenses for Borrowings	34,838,171	-
Accrued Financial Expenses for Deposits & Other Accounts	480,702,569	-
Accrued Financial Expenses for Deposits from Banks/Financial Institutions	466,572,839	-
	<u>982,113,579</u>	<u>437,293,615</u>





**People's Leasing and Financial Services Ltd.**  
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	Amount in Taka	
	Dec 31, 2019	Dec 31, 2018
<b>13.10 Liabilities for sundry creditors</b>		
Liabilities for Sundry Deposit	72,728,215	-
Liabilities for Sundry Deposit against Loan/Lease Lease Obligations	12,985,602	-
Loan/Lease Part Collection	473,060	-
Payable Suspense Account	10,357,845	-
Liab. Sundry Deposit against Non Banking Assets	419,147,998	-
Interest Receivable (Suspense) for loans & Advances	25,880,000	-
	14,680,545	-
	<u>556,249,265</u>	<u>201,957,896</u>
<b>13.11 Liabilities for accrued expenses</b>		
Liabilities for Expenses	114,377,595	-
Liabilities for PF Subscription	525,815	920,070
Liabilities for PF Contribution	584,735	978,989
Accounts Payable Account Deposit	13,495,944	-
Liabilities for supplies	7,299,796	3,120,512
	<u>136,281,885</u>	<u>3,019,571</u>
<b>13.12 Liabilities for TDS/VDS/ED</b>		
Liability for AIT deducted at Source	434,977,685	193,659,903
Liability for VAT deducted at Source	981,005	1,882,022
Liability for Excise Duty Deduction	37,307,000	17,701,708
	<u>473,265,690</u>	<u>213,243,633</u>
<b>13.a Consolidated Other Liabilities</b>		
People's Leasing and Financial Services Ltd.	13,810,319,683	7,985,066,275
PLFS Investments Limited (note-13.a.1)	89,458,342	63,841,253
	<u>13,899,778,025</u>	<u>8,048,907,528</u>
<b>13.a.1 Other Liabilities PLFS Investments Limited</b>		
Provision for diminution in value of Investments 13.a.1.1	74,067,835	40,317,835
Provision for corporate income tax	5,547,853	4,366,105
Received from Investor	9,205,955	18,519,113
Commission Payable	499,000	499,000
Professional Fees	40,500	40,000
Advance to suppliers	-	-
Adv. Tahsin Trade	-	-
Provision for Software	84,525	84,525
Provision for Tax deduction at sources	14,673	14,673
Closing balance	<u>89,458,342</u>	<u>63,841,253</u>
<b>13.a.1.1 Provision for diminution in value of Investments</b>		
Opening Balance	40,317,835	40,183,471
Add: Provision during the year	33,750,000	134,364
Closing Balance	<u>74,067,835</u>	<u>40,317,835</u>
<b>14 Share Capital</b>		
Authorized Capital (500,000,000 shares of Tk. 10 each)		<u>5,000,000,000</u>
Issued, Subscribed & Paid-up Capital:		
42,662,733 Ordinary Shares of Tk. 10 each issued for cash	426,627,330	426,627,330
233,661,200 Ordinary Shares of Tk. 10 each issued for bonus share	2,336,612,000	2,336,612,000
9,116,664 Ordinary Shares of Tk. 10 each issued as preference share	91,166,640	91,166,640
Total numbers of Shares: 285,440,597	<u>2,854,405,970</u>	<u>2,854,405,970</u>

Category	Number of share		Percentage (%)	
	31.12.2019	31.12.2018	31.12.2019	31.12.2018
	Sponsors	66,244,423	65,289,650	23.21%
General public including NRB	205,650,272	141,207,463	72.05%	49.47%
Financial Institutions	1,978,609	30,427,968	0.69%	10.66%
Investment companies	11,022,616	25,604,022	3.86%	8.97%
Foreigners	544,677	2,913,494	0.19%	1.02%
<b>Total</b>	<u>285,440,597</u>	<u>285,440,597</u>	<u>100.00%</u>	<u>100.00%</u>



People's Leasing and Financial Services Ltd.  
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Classification of shareholders by holding	Amount in Taka			
	Dec 31, 2019		Dec 31, 2018	
	Number of shareholders		Number of shares	
Holding	31.12.2019	31.12.2018	31.12.2019	31.12.2018
Less than 500	11,035	12,256	2,051,019	2,270,611
501 to 5,000	13,480	14,138	24,834,372	25,611,784
5,001 to 10,000	2,239	2,405	18,512,671	17,692,048
10,001 to 20,000	1,471	1,329	21,520,984	19,335,340
20,001 to 30,000	545	488	13,609,226	12,172,627
30,001 to 40,000	264	233	9,212,656	8,164,938
40,001 to 50,000	190	164	8,900,995	7,648,064
50,001 to 100,000	326	255	23,742,077	18,621,098
100,001 to 1000,000	255	220	61,361,500	55,030,235
Over 1000,000	25	28	101,695,097	118,893,852
<b>Total</b>	<b>29,830</b>	<b>31,516</b>	<b>285,440,597</b>	<b>285,440,597</b>

Name of Directors and their share holdings as on December 31, 2019

Sl. No.	Name of Directors	Status	31.12.2019	31.12.2018
1	Mr. Nour Chow Mong	Chairman (Nominated by Anan Chemical Industries Ltd.)	14,440,900	14,440,900
2	Mr. Uzal Kumar Nandi FCA	Nominee Director (Nominated by Anan Chemical Industries Ltd.)		
3	Ms. Nai Aye Ching	Nominee Director (Nominated by Anan Chemical Industries Ltd.)		
4	Mr. Md. Nizamul Ahsan	Vice Chairman	57,097,417	5,709,417
5	Mr. Abdul Qader Siddiqui	Independent Director	-	-
6	Mr. Shekhar Kumar Halder FCA	Independent Director	-	-
7	Mr. Md. Iqbal Sayeed	Independent Director	-	-
8	Mr. Sakumar Mridha	Independent Director	-	-
9	Engr. Amitav Adhikary	Independent Director	-	-

14.1 Capital adequacy

The company is subject to the regulatory capital requirement as stipulated in DFIM circular no. 05 dated 24 July, 2011 of Bangladesh Bank. The capital requirement for Non-banking financial institution is neither ratio-based nor risk based. The regulatory authority requires a Non-banking Financial Institutions to have minimum paid up capital of Tk 1,000.00 million.

Paid up capital	2,854,405,970	2,854,405,970
Required capital as per Bangladesh Bank	1,000,000,000	1,000,000,000
Excess/(Shortage) capital	<u>1,854,405,970</u>	<u>1,854,405,970</u>

Capital Adequacy Ratio (CAR)

As per DFIM circular No. 14 dated December 28, 2011 and article no. 2.6 and 2.7 of Prudential Guidelines on Capital Adequacy and Market Discipline (CAMD) for Financial Institutions issued by Bangladesh Bank, Capital Adequacy Ratio (CAR) of the company has been stood as follows:

Tier-1 (Core Capital)

Fully paid-up capital/ capital lien with BB	2,854,405,970	2,854,405,970
Statutory reserve	645,578,147	645,578,147
Non-repayable share premium account	1,018,605,234	1,018,605,234
General reserve	-	-
Retained earnings	(29,404,681,633)	(23,145,616,434)
Minority interest in subsidiaries	-	-
Non-cumulative irredeemable preference shares	-	-
Dividend equalization account	-	-
Other (if any item approved by Bangladesh Bank)	-	-
<b>Sub-Total</b>	<u>(24,866,092,282)</u>	<u>(18,627,027,083)</u>

Deductions from tier-1 (Core capital)

Book value of goodwill and any value of any contingent assets which are shown as assets	-	-
Shortfall in provisions required against classified assets	-	-
Shortfall in provisions required against investment in share	-	-
Remaining deficit on account of revaluation of investments in securities after setting off any other surplus on the securities	-	-
Any investment exceeding the approved limit	-	-
Investments in subsidiaries which are not consolidated	-	-



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	Amount in Taka			
	Dec 31, 2019	Dec 31, 2018		
Other (if any)	-	-		
Sub-Total	-	-		
Total eligible Tier-1 capital	<u>(24,886,092,282)</u>	<u>(18,627,027,883)</u>		
<b>2. Tier-2 (Supplementary capital)</b>				
General provision (Unclassified up to special limit+SMA+ off balance sheet exposure)	416,707,518	71,764,990		
Assets revaluation reserves up to 50%	-	-		
Revaluation reserve for securities up to 50%	-	-		
All other preference shares	-	-		
Other (if any item approved by Bangladesh Bank)	-	-		
Sub-Total	<u>416,707,518</u>	<u>71,764,990</u>		
Deductions, if any	-	-		
Total eligible Tier-2 capital	<u>416,707,518</u>	<u>71,764,990</u>		
<b>A Total capital</b>	<u>(24,469,384,764)</u>	<u>(18,555,262,893)</u>		
<b>B Total risk weighted asset</b>	14,752,800,000	15,763,945,360		
<b>C Required capital</b>	1,475,280,000	1,576,394,536		
<b>D Surplus / (Deficit)</b>	(25,944,664,764)	(20,131,656,629)		
Capital adequacy ratio (CAR)	-165.86%	-117.71%		
On core capital (Tier-1)	-168.69%	-118.16%		
On supplementary capital (Tier-2)	2.82%	0.66%		
<b>14.a Non-Controlling Interest</b>	17.00%	17.00%		
<b>Percentage of shareholding in PLFS Investments Limited</b>				
			Amount in Taka	Amount in Taka
Name of Shareholder	No. of Share	Percentage of share holding	31.12.2019	31.12.2018
People's Leasing And Financial Service Limited	20,044,500	83.00%	200,445,000	200,445,000
Anan Chemical Industries Limited	200,000	0.83%	2,000,000	2,000,000
Drinun Apparels Limited	100,000	0.41%	1,000,000	1,000,000
Mr. Motiur Rahman	3,805,500	15.76%	38,055,000	38,055,000
Ms. Humaira Alamin	-	0.00%	-	-
Ms. Nargis Alamin	-	0.00%	-	-
Ms. Shahida Alam	-	0.00%	-	-
	<u>24,150,000</u>	<u>100.00%</u>	<u>241,500,000</u>	<u>241,500,000</u>
<b>Statutory Reserve</b>				
	Total Amount		Non-Controlling Portion	
	31.12.2019	31.12.2018	31.12.2019	31.12.2018
Paid-up Capital	241,500,000	241,500,000	41,055,000	41,055,000
General Reserve	9,010,630	9,010,630	1,531,807	1,531,807
Retained Earnings	(128,358,080)	(121,936,987)	(21,820,874)	(20,729,288)
	<u>122,152,550</u>	<u>128,573,643</u>	<u>20,765,934</u>	<u>21,857,519.31</u>
<b>15 Statutory reserve</b>				
Opening balance			645,578,147	645,578,147
Add: Addition during the year			-	-
Closing balance			<u>645,578,147</u>	<u>645,578,147</u>
The company has to transfer 20% of net profit to statutory reserve as per the Financial Institutions Regulations, 1994.				
<b>16 General reserve</b>				
Opening Balance			-	-
Add: Addition during the year			-	-
Closing balance			<u>-</u>	<u>-</u>





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		Amount in Taka	
		Dec 31, 2019	Dec 31, 2018
<b>16.a</b>	<b>Consolidated General Reserve</b>		
	People's Leasing and Financial Services Ltd.	-	-
	PLPS Investments Limited	9,010,630	9,010,630
		<u>9,010,630</u>	<u>9,010,630</u>
	Less: Non-Controlling Interest	1,531,807	1,531,807
		<u>7,478,823</u>	<u>7,478,823</u>
<b>17</b>	<b>Share premium</b>		
	Opening balance	1,018,605,234	1,018,605,234
	Add: Addition during the year	-	-
	Closing balance	<u>1,018,605,234</u>	<u>1,018,605,234</u>
<b>18</b>	<b>Retained earnings</b>		
	Opening balance	(23,145,616,434)	(21,649,792,929)
	Previous year adjustment	367,312,669	-
	Net profit during the year	(5,668,881,881)	(1,495,823,505)
	Adjustment during the year	(957,496,287)	-
	Closing balance	<u>(29,404,681,633)</u>	<u>(23,145,616,434)</u>
	Previous years loss amount of taka 15,686,553,599 were shown under Other Asset in the financial statements of 2017 which found out in 2015 through special audit/inspection by Bangladesh Bank, special audit conducted by Huda vasi Chowdhury and Management of PLPSL. Out of which Taka 3,073,728,772.97 were margin loan against which no shares/securities held in BO account. The mentioned amount of margin loan shown under loans and advance and classified accordingly as per advices of Bangladesh Bank by restating the amount of the financial statements of 2017. Rest Taka 12,612,824,826 adjusted with retained earnings of the year 2017 as per recommendation of inspection team of Bangladesh Bank.		
<b>18.a</b>	<b>Consolidated Retained Earnings</b>		
	People's Leasing and Financial Services Ltd.	(29,404,681,633)	(23,145,616,434)
	PLPS Investments Limited	(128,358,089)	(121,936,987)
		<u>(29,533,039,713)</u>	<u>(23,267,553,421)</u>
	Less: Non-Controlling Interest	(21,820,874)	(20,729,288)
		<u>(29,511,218,839)</u>	<u>(23,246,824,133)</u>
<b>19</b>	<b>Contingent liabilities &amp; capital expenditure commitments</b>		
	<b>Letter of guarantee:</b>		
	Money for which the company is contingently liable in respect of guarantees given favoring:		
	Directors	-	-
	Government	-	-
	Banks and other financial institutions	-	-
	Others	325,000,000	325,000,000
	Sub Total	<u>325,000,000</u>	<u>325,000,000</u>
	<b>Letter of credit:</b>		
	For import of equipments under lease finance	-	-
	Sub-Total	<u>-</u>	<u>-</u>
	<b>Total</b>	<u>325,000,000</u>	<u>325,000,000</u>
	Noted that Mr. Amitavo Adhikari, Chairman K H B Securities Limited and also member of Board of Director of PLPS during the year.		
<b>19.1</b>	<b>Capital expenditure commitments</b>		
	There was no capital expenditure contracted but not incurred or provided for as on 31 December, 2019. There was no capital expenditures authorized by the Board but not contracted as on 31 December, 2019.		
<b>20</b>	<b>Interest income</b>		
	Interest on Staff Loan	199,351	496,255
	Interest on Loan	166,190,228	512,188,663
	Income from Lease Finance	(3,200,174)	91,096,361
	Interest on Home Loan	10,498,685	20,360,136
	Interest on FDR	78,588,246	167,809,638
	Interest On Margin Loan	12,484,571	104,968,036
	Interest On STL	643,670	-
	Interest on Loan against Deposit	2,381,874	26,973,255
	<b>Total</b>	<u>267,986,646</u>	<u>923,894,334</u>
<b>20.a</b>	<b>Consolidated Interest income</b>		
	People's Leasing and Financial Services Ltd.	267,986,646	923,894,334
	PLPS Investments Limited	131,918,249	101,710,157
		<u>399,904,895</u>	<u>1,025,604,491</u>
	Less: Inter Company Transaction	99,618,463	116,531,490
		<u>300,286,432</u>	<u>909,073,001</u>



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		Amount in Taka	
		Dec 31, 2019	Dec 31, 2018
21	Interest paid on deposits, borrowings etc.		
	Interest on deposits		
	Interest on Term Deposit	2,792,515,498	2,505,021,820
	Interest on MDS	2,866,667	-
		<u>2,795,382,165</u>	<u>2,505,021,820</u>
	Interest on borrowings		
	Interest on Call Loan	29,347,083	28,705,695
	Interest on Term Loan	161,006,001	267,167,837
	Interest on Overdraft	53,436,517	132,223,569
	Interest on Short Term Loan	93,353,887	337,440,331
	Other		
		<u>337,143,488</u>	<u>755,537,432</u>
	<b>Total</b>	<u><b>3,132,525,653</b></u>	<u><b>3,260,559,252</b></u>
21.a	Consolidated Interest Expenses		
	People's Leasing and Financial Services Ltd.	3,132,525,653	3,260,559,252
	PLFS Investments Limited	100,189,185	116,771,135
		<u>3,232,714,838</u>	<u>3,377,330,387</u>
	Less: Inter Company Transaction	99,618,463	116,531,490
		<u>3,133,096,375</u>	<u>3,260,798,897</u>
22	Income from investment		
	Income from Investment/Capital gain	(2,800,000)	(132,416,742)
	Dividend income	1,645,863	23,863,792
	<b>Total</b>	<u>(1,154,137)</u>	<u>(108,552,950)</u>
22.a	Consolidated Income from Investment		
	People's Leasing and Financial Services Ltd.	(1,154,137)	(108,552,950)
	PLFS Investments Limited (note-22.a.1)	(3,454,218)	(80,355,019)
		<u>(4,608,355)</u>	<u>(188,907,969)</u>
22.a.1	Income from investment of PLFS Investments Limited		
	Income from Investment/Capital gain	(5,839,359)	(89,128,979)
	Dividend income	2,405,341	9,073,960
	<b>Total</b>	<u>(3,454,218)</u>	<u>(80,355,019)</u>
23	Commission, exchange and brokerage		
	Commission on Bank Guarantee	-	1,400,000
	<b>Total</b>	<u>-</u>	<u>1,400,000</u>
24	Other operating income		
	Bank interest	889,830	701,171
	Documentation charge	(498)	43,582
	Service charge	1,500	71,475
	Application Fees	12,385	63,640
	CIB Charges	500	1,075
	Late Payment Interest	7,111	1,147,547
	Transfer Money	1,014,300	729,707
	Others	2,134,885	813,498
	<b>Total</b>	<u>4,060,013</u>	<u>3,571,695</u>
24.a	Consolidated Other Operating Income		
	People's Leasing and Financial Services Ltd.	4,060,013	3,571,695
	PLFS Investments Limited (note-24.a.1)	3,397,219	12,350,691
		<u>7,457,232</u>	<u>15,922,386</u>



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	Amount in Taka	
	Dec 31, 2019	Dec 31, 2018
<b>24.a.1 Other operating income of PLFS Investments Limited</b>		
Bank interest	1,309,430	2,518,504
Documentation charge	2,500	15,500
Management Fee	1,188,921	8,094,206
Transaction Settlement Charge	239,818	1,111,601
Underwriting Commission	100,000	-
Issue Management Fee	-	-
Transmission Charge	302,850	500,400
Closing Charge	216,000	18,500
Income From IPO Application	37,700	74,230
Other Income	-	17,750
<b>Total</b>	<b>3,397,219</b>	<b>12,350,691</b>
<b>25 Salaries &amp; allowances</b>		
Salary	56,029,881	109,572,223
Bonus to Staff	7,911,100	9,893,134
Company's Contribution to Employees Provident Fund	2,054,496	4,627,254
Gratuity Expenses	-	-
<b>Total</b>	<b>65,995,477</b>	<b>124,092,611</b>
<b>25.a Consolidated Salaries &amp; allowances</b>		
People's Leasing and Financial Services Ltd.	65,995,477	124,092,611
PLFS Investments Limited (note-25.a.1)	7,691,118	10,482,184
	<b>73,686,595</b>	<b>134,574,795</b>
<b>25.a.1 Salaries &amp; allowances of PLFS Investments Limited</b>		
Salary	6,442,785	8,412,662
Bonus to Staff	718,910	844,455
Company's Contribution to Employees Provident Fund	385,423	482,673
Gratuity Expenses	-	-
Staff Incentive	144,000	742,394
<b>Total</b>	<b>7,691,118</b>	<b>10,482,184</b>
<b>26 Rent, taxes, insurance, electricity etc.</b>		
Office Rent	10,495,196	19,427,034
Tax, Rates	-	-
Insurance premium	989,229	1,261,136
Electricity	2,381,790	3,070,340
<b>Total</b>	<b>13,866,215</b>	<b>23,758,510</b>
<b>26.a Consolidated Rent, taxes, insurance, electricity etc.</b>		
People's Leasing and Financial Services Ltd.	13,866,215	23,758,510
PLFS Investments Limited (note-26.a.1)	2,845,767	2,636,137
	<b>16,711,982</b>	<b>26,394,647</b>
<b>26.a.1 Rent, taxes, insurance, electricity etc. of PLFS Investments Limited</b>		
Office Rent	2,555,129	2,340,576
Electricity	290,638	295,561
<b>Total</b>	<b>2,845,767</b>	<b>2,636,137</b>





People's Leasing and Financial Services Ltd.  
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		Amount in Taka	
		Dec 31, 2019	Dec 31, 2018
27	Legal expenses		
	Legal fees	1,284,820	1,427,445
	Stamp & Court Fees		21,875
	<b>Total</b>	<b>1,284,820</b>	<b>1,449,320</b>
27.a	Consolidated Legal expenses		
	People's Leasing and Financial Services Ltd.	1,284,820	1,449,320
	PLFS Investments Limited	-	-
	<b>Total</b>	<b>1,284,820</b>	<b>1,449,320</b>
28	Postage, stamp, telecommunications etc.		
	Postage	21,261	63,420
	Telephone bill	225,565	329,286
	Fax & Internet	754,476	711,539
	<b>Total</b>	<b>1,001,302</b>	<b>1,104,245</b>
28.a	Consolidated Postage, stamp, telecommunications etc.		
	People's Leasing and Financial Services Ltd.	1,001,302	1,104,245
	PLFS Investments Limited (note-28.a.1)	241,260	254,977
	<b>Total</b>	<b>1,242,562</b>	<b>1,359,222</b>
28.a.1	Postage, stamp, telecommunications etc. of PLFS Investments Limited		
	Postage	170	375
	Telephone bill & Mobile	114,590	117,102
	Fax & Internet	126,500	137,500
	<b>Total</b>	<b>241,260</b>	<b>254,977</b>
29	Stationery, printing, advertisement etc.		
	Stationery & Printing	415,452	2,498,708
	Advertisement	1,027,122	3,176,140
	Computer expenses		-
	<b>Total</b>	<b>1,442,574</b>	<b>5,674,848</b>
29.a	Consolidated Stationery, printing, advertisement etc.		
	People's Leasing and Financial Services Ltd.	1,442,574	5,674,848
	PLFS Investments Limited (note-29.a.1)	89,296	380,649
	<b>Total</b>	<b>1,531,870</b>	<b>6,055,497</b>
29.a.1	Stationery, printing, advertisement etc. of PLFS Investments Limited		
	Stationery & Printing	84,096	117,309
	Advertisement	-	238,000
	Computer & Accessories	5,200	25,340
	<b>Total</b>	<b>89,296</b>	<b>380,649</b>
30	Managing director's salary and fees		
	Salary	3,087,000	4,880,000
	Festival Bonuses	250,000	514,000
	Other allowances	-	480,000
	<b>Total</b>	<b>3,337,000</b>	<b>5,794,000</b>
31	Directors' Fees		
	Directors' fees	680,800	577,683
	Others Benefits	-	-
	<b>Total</b>	<b>680,800</b>	<b>577,683</b>

Directors' fees for attending each board meeting are TK. 8,000.00 (Eight Thousand) as per Bangladesh Bank DFIM Circular. No. 13, dated 30 November, 2015. Directors have not been paid any fees/remuneration for any special services rendered.



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		Amount in Taka	
		Dec 31, 2019	Dec 31, 2018
<b>31.a</b>	<b>Consolidated Directors' Fees</b>		
	People's Leasing and Financial Services Ltd.	680,800	577,683
	PLFS Investments Limited	20,000	20,000
		<u>700,800</u>	<u>597,683</u>
<b>32</b>	<b>Audit fee</b>	-	402,500
<b>32.a</b>	<b>Consolidated Audit fee</b>		
	People's Leasing and Financial Services Ltd.	-	402,500
	PLFS Investments Limited	35,000	40,000
		<u>35,000</u>	<u>442,500</u>
<b>33</b>	<b>Loans &amp; advances written-off</b>		
	Loans & advances written-off	-	-
	Less: provision	-	-
	Interest waived	-	-
	<b>Total</b>	<u>-</u>	<u>-</u>
<b>34</b>	<b>Repair, depreciation and amortizations of company's assets</b>		
	<b>Repair of company's assets:</b>		
	Machine/Furniture Repair & Maintenance	274,508	194,275
	Generator Repair & Maintenance	4,719,046	-
	Telephone Maintenance	66,312	-
	Motor car Maintenance	1,736,200	650,812
	<b>Sub Total</b>	<u>6,796,066</u>	<u>845,087</u>
	<b>Depreciation of company's assets</b>		
	Own assets	5,004,818	13,394,230
	<b>Sub Total</b>	<u>5,004,818</u>	<u>13,394,230</u>
	<b>Amortization of company's assets</b>		
	Computer software	78,720	-
	<b>Total repair and depreciation of company's assets</b>	<u>11,879,604</u>	<u>14,239,317</u>
<b>34.a</b>	<b>Consolidated Repair, depreciation and amortizations of company's assets</b>		
	People's Leasing and Financial Services Ltd.	11,879,604	14,239,317
	PLFS Investments Limited (note-34.a.1)	635,167	765,623
		<u>12,514,771</u>	<u>15,004,940</u>



**People's Leasing and Financial Services Ltd.**  
**Notes to the Financial Statements**  
For the Year ended December 31, 2019

		Amount in Taka	
		Dec 31, 2019	Dec 31, 2018
<b>34.a.1</b>	<b>Repair, depreciation and amortizations of company's assets of PLFS Investments Limited</b>		
	Repair of company's assets:		
	Rep. & Maintenance Office Equipment	11,500	18,486
	Generator Repair & Maintenance	-	-
	Telephone Maintenance	-	-
	Motor car Maintenance	-	-
	<b>Sub Total</b>	<b>11,500</b>	<b>18,486</b>
	Depreciation of company's assets		
	Own assets	623,667	747,137
	<b>Sub Total</b>	<b>623,667</b>	<b>747,137</b>
	Amortization of company's assets		
	<b>Total repair and depreciation of company's assets</b>	<b>635,167</b>	<b>765,623</b>
<b>35</b>	<b>Other expenses</b>		
	Traveling & Conveyance Expenses	710,259	1,217,285
	Entertainment	409,295	1,095,888
	Exp.A/C-Service Charge	1,290	107,750
	Staff welfare	-	-
	Security Services	2,781,647	3,206,514
	Meeting Expenses	-	2,102,404
	Fees & Subscription	2,300,343	2,767,556
	Office maintenance	2,502,968	4,230,033
	Miscellaneous	189,820	333,414
	Books & periodicals	7,628	26,422
	Business Promotion	680,000	5,032,421
	Fuel, Oil & Lubricant	313,474	712,679
	Staff training	31,500	5,000
	Uniform & Leveis	-	113,920
	Bank charges & commission	1,182,560	827,942
	Excise duty	-	1,416,130
	Software Expenses	-	405,445
	Donation (CSR)	-	175,000
	Car Exp. (TAX)	-	-
	CDBL charges	6,000	32,309
	Commission on Deposit associates	35,987,413	1,443,356
	Loss on sale of Goods	1,430,194	-
	BO Accounts Exp.	-	6,523,990
	<b>Total</b>	<b>48,534,391</b>	<b>31,775,458</b>
<b>35.a</b>	<b>Consolidated Other expenses</b>		
	People's Leasing and Financial Services Ltd.	48,534,391	31,775,458
	PLFS Investments Limited (note-35.a.1)	4,846,007	4,988,015
		<b>53,380,398</b>	<b>36,763,473</b>
<b>35.a.1</b>	<b>Other expenses of PLFS Investments Limited</b>		
	Traveling & Conveyance Expenses	34,348	34,270
	Entertainment	857,899	665,522
	Security Services	66,600	111,320
	Office maintenance	469,044	478,171
	Miscellaneous	830,000	1,498,400
	Professional fees	153,450	392,950
	LFA	404,320	292,694
	Staff training	-	21,000
	Bank charges & commission	93,151	137,733
	Website Development Expenses	-	2,100
	Software Expenses	169,050	169,050
	Renewal & registration Fees	167,195	169,135
	Bidding Fee	15,000	48,000
	Business Promotion	1,300,000	-
	Donation	-	-
	CDBL Charge	286,050	737,582
	Other Expenses	-	244,088
	<b>Total</b>	<b>4,846,007</b>	<b>4,988,015</b>





People's Leasing and Financial Services Ltd.  
Notes to the Financial Statements  
For the Year ended December 31, 2019

		Amount in Taka	
		Dec 31, 2019	Dec 31, 2018
36	<b>Provision for loans &amp; advances</b>		
	Provision for classified loans & advances	(23,813,283)	(1,236,640,000)
	Provision for classified loans & advances req. by Bangladesh Bank	1,376,870,990	122,433,678
	Provision for unclassified loans & advances	-	-
	Provision for diminution in value of investments	27,084,513	(45,241,947)
	Provision for FDR	870,419,893	-
	Provision for Equity Investment in Subsidiary	200,445,000	-
	Provision for TDS	9,465,314	-
	<b>Total</b>	<b>2,660,472,427</b>	<b>(1,159,448,269)</b>
Provision for advance against land of taka 1,236,640,000 reversed in 2018 as advance amount realized in March 2019.			
36.a	<b>Consolidated Provision for loans &amp; advances</b>		
	People's Leasing and Financial Services Ltd.	2,660,472,427	(1,159,448,269)
	PLPS Investments Limited (note-36.a.1)	-	134,364
		<b>2,660,472,427</b>	<b>(1,159,313,905)</b>
36.a.1	<b>Provision for loans &amp; advances of PLPS Investments Limited</b>		
	Provision for classified loans & advances (for written-off)	-	-
	Provision for unclassified loans & advances	-	-
	Provision for diminution in value of investments	-	134,364
	Provision for off-balance sheet items	-	-
	<b>Total</b>	<b>-</b>	<b>134,364</b>
37	<b>Provision for tax</b>		
Provision for Current Tax is made on the basis of the profit for the period as adjusted for taxation purpose in accordance with the provision of Income Tax Ordinance, 1984 and amendments made thereof. The current tax rate for the Company is 37.50% on taxable income. As the company doesn't have any taxable income, the company provides minimum tax for the income year 2019.			
	Provision for current tax		
	Opening balance	-	-
	Add: Provision made during the year	6,000,000	6,000,000
	Less: Settlement during the year	-	-
	Closing balance	<b>6,000,000</b>	<b>6,000,000</b>
37.a	<b>Consolidated Provision for taxes</b>		
	People's Leasing and Financial Services Ltd.	6,000,000	6,000,000
	PLPS Investments Limited (note-37.a.1)	1,181,748	1,814,792
		<b>7,181,748</b>	<b>7,814,792</b>
37.a.1	<b>Provision for tax of PLPS Investments Limited</b>		
	Provision for current tax		
	Opening balance	-	-
	Add: Provision made during the year	1,181,748	1,814,792
	Add: Transferred from deferred tax	-	-
	Less: Settlement during the year	-	-
	Closing balance	<b>1,181,748</b>	<b>1,814,792</b>
38	<b>Provision for Deferred tax</b>		
	Deferred Tax expense	(7,246,161)	157,109
	Deferred Tax Income	-	-
		<b>(7,246,161)</b>	<b>157,109</b>
38.a	<b>Consolidated Deferred tax</b>		
	People's Leasing and Financial Services Ltd.	(7,246,161)	157,109
	PLPS Investments Limited	(13,242,206)	(8,998,724)
		<b>(20,488,367)</b>	<b>(8,841,615)</b>



People's Leasing and Financial Services Ltd.  
Notes to the Financial Statements  
For the Year ended December 31, 2019

	Amount in Taka	
	Dec 31, 2019	Dec 31, 2018
<b>39 Earnings per share (EPS)</b>		
Earnings Per Share (EPS) as shown in the face of Profit and Loss Account is calculated in accordance with International Accounting Standards (IAS) No. 33 'Earnings Per Share'.		
Basic Earnings Per Share has been calculated as follows:		
Earnings attributable to ordinary shareholders (Net Profit after Tax)	(5,668,881,581)	(1,495,823,595)
Weighted Average Number of ordinary shares outstanding during the year	285,440,597	285,440,597
Basic earnings per share (in Taka)	<u>(19.86)</u>	<u>(5.24)</u>
No diluted earnings per share is required to be calculated for the period, as there was no convertible securities for dilution during the period.		
<b>39.a Consolidated Earnings per share (EPS)</b>		
Earnings Per Share (EPS) as shown in the face of Profit and Loss Account is calculated in accordance with International Accounting Standards (IAS) No. 33 'Earnings Per Share'.		
Basic Earnings Per Share has been calculated as follows:		
Earnings attributable to ordinary shareholders (Net Profit after Tax)	(5,640,461,088)	(1,575,157,663)
Weighted Average Number of ordinary shares outstanding during the year	285,440,597	285,440,597
Basic earnings per share (in Taka)	<u>(19.76)</u>	<u>(5.52)</u>
No diluted earnings per share is required to be calculated for the period, as there was no convertible securities for dilution during the period.		
<b>40 Net Assets Value (NAV) per share</b>		
Net Assets (Total assets less Total Liabilities)	(24,886,092,282)	(18,627,027,083)
Total Number of Ordinary shares outstanding	285,440,597	285,440,597
Net Assets Value (NAV) per share	<u>(87.18)</u>	<u>(65.26)</u>
<b>40.a Consolidated Net Assets Value (NAV) per share</b>		
Net Assets (Total assets less Total Liabilities)	(24,983,130,665)	(18,720,755,960)
Total Number of Ordinary shares outstanding	285,440,597	285,440,597
Consolidated Net Assets Value (NAV) per share	<u>(87.53)</u>	<u>(65.59)</u>
<b>41 Net Operating Cash Flows Per Share (NOCFPS)</b>		
Net Cash flows from Operating Activities	1,028,637,952	(731,462,779)
Total Number of Ordinary shares outstanding	285,440,597	285,440,597
Net Operating Cash Flows Per Share (NOCFPS)	<u>3.60</u>	<u>(2.56)</u>
<b>41.a Consolidated Net Operating Cash Flows Per Share (NOCFPS)</b>		
Net Cash flows from Operating Activities	991,154,866	(1,053,143,972)
Total Number of Ordinary shares outstanding	285,440,597	285,440,597
Consolidated Net Operating Cash Flows Per Share (NOCFPS)	<u>3.47</u>	<u>(3.69)</u>
<b>42 Reconciliation of Net Profit with Cash Flows from Operating Activities</b>		
Net Profit after tax	(5,668,881,581)	(1,495,823,595)
Items not involved in cash movement		
Add: Depreciation	5,004,818	13,394,220
Add: Provisions for loans and investments	2,660,472,427	(1,159,448,289)
Add: Provisions for Taxation	(1,296,161)	6,157,109
Add/(Less): Accrued expenses	1,118,395,464	442,313,186
Add/(Less): Accrued Income	(40,961,498)	(342,218,668)
	<u>(1,927,216,530)</u>	<u>(2,535,625,917)</u>
Increase/(decrease) in operating assets and liabilities		
Loans and advances to customers	(1,171,561,192)	2,030,696,173
Other assets	2,113,374,487	(202,347,121)
Deposits from customers and others	686,904,609	1,245,736,538
Other liabilities	1,327,136,578	(1,269,922,452)
	<u>2,955,854,482</u>	<u>1,804,163,138</u>
Net Cash flows from/(used in) Operating Activities	<u>1,028,637,952</u>	<u>(731,462,779)</u>



**43 Others****43.1 For the Year ended December 31, 2019**

Name of Court	No. of Suits	Suit Value/Claimed Amt. (in Lac)	Recovery against claim Amt. (in Lac)	Remarks
Artha Rin Adalat	90	43,958.86	0.00	-
Other Courts	148	25,536.64	100.00	-
<b>Total</b>	<b>238</b>	<b>69,495.50</b>	<b>100.00</b>	<b>-</b>

**43.2 Employees' Information**

A total number of 19 employees were employed in PLFS as of 31 December, 2019.

**44 Written-off of accounts**

During the year under review, no loans & advances has been written-off.

**45 Directors' responsibility statement**

The Board of Directors take the responsibility for the preparation and presentation of these financial statements.

**46 Date of authorization for issue**

The financial statements were authorized for issue by the Board of Directors on its 49th meeting held on August 29, 2023

**47 Discloser of Quick Summary of Bangladesh Bank Inspection report**

Bangladesh Bank performed inspection on Calcification Loan ( CL) for the year ended 2021 and provide a quick summary report for finalization of Financial Statement for 2021. In this regards we prepared Financial Statement for 2019 by considering the said quick summary report.

**48 General**

48.1 The figures appearing in this financial statements have been rounded off to the nearest integer.

48.2 Last year's figures have been restated and rearranged wherever it is found necessary to conform the current year's presentation.

48.3 On the basis of gravity of the company a prayer will be submitted to the Hon'ble High Court for wevier of interest on the Term deposit & borrowings as a reconstruction process.

48.4 Provision of audit fee 2019 is made in the financial statements of 2022.





People's Leasing and Financial Services Ltd.  
Fixed Assets Schedule  
As at December 31, 2019

Annexure - A  
Figures in Taka

Sl No.	Particulars	COST				Rate	ACCUMULATED DEPRECIATION				Written Down Value as on December 31, 2019
		Balance as on 1 Jan, 2019	Additions during the Year	Adjustment during the year	Balance as on December 31, 2019		Balance as on 1 Jan, 2019	Charged during the year	Adjustment during the year	Balance as on December 31, 2019	
1	Company Premises	33,265,482	-	-	33,265,482	10%	21,666,526	1,159,896	-	22,826,422	10,439,060
2	Motor Car & Vehicle	26,260,950	-	-	26,260,950	20%	17,579,950	1,756,200	-	19,336,150	6,944,800
3	Computer	21,027,936	-	-	21,027,936	20%	11,603,432	1,884,901	-	13,488,333	7,539,603
4	Telephone System	1,756,858	-	-	1,756,858	10%	1,099,752	66,311	-	1,166,062	596,796
5	Air Cooler	12,345,664	-	-	12,345,664	5%	2,542,183	490,174	212,087	2,820,270	9,525,394
6	Refrigerator	437,799	-	228,797	209,002	10%	230,549	20,745	153,009	98,085	110,917
7	Generator	2,033,200	-	2,033,200	-	10%	1,330,271	-	1,330,271	-	-
8	Office Equipment	3,558,302	-	1,310,967	4,267,335	20%	4,185,753	274,510	780,447	3,679,816	567,519
9	Furniture & Fixtures	57,019,173	-	3,245,489	60,264,662	5%	15,853,646	2,058,276	2,197,446	15,714,476	38,059,208
10	Crockeries	39,106	-	-	39,106	20%	30,103	1,801	-	31,903	7,203
11	Software	507,004	-	-	507,004	20%	113,401	78,721	-	192,121	314,883
	As on 31 December, 2019	166,251,674	-	6,818,453	153,433,021		76,229,365	7,771,534	4,673,260	79,327,636	74,105,383

Non-Banking Assets

Sl No.	Particulars	COST				Rate	ACCUMULATED DEPRECIATION				Written Down Value as on December 31, 2019
		Balance as on 1 Jan, 2019	Additions during the Year	Adjustment during the year	Balance as on December 31, 2019		Balance as on 1 Jan, 2019	Charged during the year	Adjustment during the year	Balance as on December 31, 2019	
1	Company Premises	58,558,336	-	-	58,558,336	10%	20,101,627	3,845,671	750	23,946,548	34,611,788
	As on 31 December, 2019	58,558,336	-	-	58,558,336		20,101,627	3,845,671	750	23,946,548	34,611,788



**People's Leasing and Financial Services Ltd.**  
Fixed Assets Schedule  
As at December 31, 2018

Annexure - A  
Figures in Taka

SI No.	Particulars	COST			Rate	ACCUMULATED DEPRECIATION				Written Down Value as on December 31, 2018
		Balance as on 1 Jan, 2018	Additions during the Year	Adjustment during the year		Balance as on December 31, 2018	Balance as on 1 Jan, 2018	Charged during the year	Adjustment during the year	
1	Company Premises	33,265,482	-	-	10%	20,377,253	1,288,773	-	21,666,026	11,598,956
2	Motor Car & Vehicle	35,682,838	-	9,421,888	20%	20,149,110	2,170,250	4,739,410	17,579,950	8,681,000
3	Computer	15,004,928	6,003,898	20,460	20%	9,242,191	2,361,241	-	11,603,432	9,424,504
4	Telephone System	1,736,558	20,500	-	10%	1,026,073	75,679	-	1,093,752	663,107
5	Air Cooler	5,533,414	6,816,250	4,000	5%	2,006,210	515,973	4,000	2,542,183	9,803,481
6	Refrigerator	437,299	-	-	10%	207,299	23,050	-	230,349	207,450
7	Generator	2,033,200	-	-	10%	1,292,168	78,105	-	1,330,271	702,929
8	Office Equipment	5,558,302	-	-	20%	3,842,616	343,137	-	4,185,753	1,372,549
9	Furniture & Fixtures	38,039,527	18,999,846	20,000	5%	13,707,039	2,166,607	20,000	15,853,646	41,165,527
10	Clockeries	39,106	-	-	20%	27,852	2,251	-	30,103	9,003
11	Software	75,000	432,004	-	20%	15,000	98,401	-	113,401	393,603
	As on 31 December, 2018	137,405,334	52,312,498	9,466,346		71,891,311	9,121,464	4,763,410	76,229,365	84,022,110

**Non-Banking Assets**

Figures in Taka

SI No.	Particulars	COST			Rate	ACCUMULATED DEPRECIATION			Written Down Value as on December 31, 2018	
		Balance as on 1 Jan, 2018	Additions during the Year	Adjustment during the year		Balance as on December 31, 2018	Charged during the year	Adjustment during the year		Balance as on December 31, 2018
1	Company Premises	58,408,336	150,600	-	10%	15,828,659	4,272,968	-	20,101,627	38,456,709
	As on 31 December, 2018	58,408,336	150,600	-		15,828,659	4,272,968	-	20,101,627	38,456,709



People's Leasing and Financial Services Ltd.  
Consolidated Fixed Assets Schedule  
As on December 31, 2019

## Property, plant &amp; equipment

Figures in Taka

Sl No.	Particulars	COST				Rate	ACCUMULATED DEPRECIATION				Written Down Value as on 31 Dec, 2019
		Balance as on Jan 01, 2019	Additions during the Year	Adjustment during the year	Balance as on 31 Dec, 2019		Balance as on Jan 01, 2019	Charged during the year	Adjustment during the year	Balance as on 31 Dec, 2019	
1	Company Premises	35,265,482	-	-	35,265,482	10%	23,646,525	1,159,896	-	24,806,421	8,459,061
2	Motor Car & Vehicle	28,240,950	-	-	28,240,950	20%	17,579,950	1,736,200	-	19,316,150	8,924,800
3	Computer	23,364,684	-	-	23,364,684	20%	13,491,670	1,974,603	-	15,466,273	7,898,411
4	Telephone System	1,756,858	-	-	1,756,858	10%	1,093,752	66,311	-	1,160,063	596,795
5	Air Cooler	13,573,664	-	-	13,573,664	5%	3,055,585	633,094	212,087	3,476,592	10,097,072
6	Refrigerator	637,799	-	228,797	209,002	10%	230,349	20,745	153,009	98,085	110,917
7	Generator	2,033,200	-	2,033,200	-	10%	1,330,271	-	1,330,271	(0)	0
8	Office Equipment	6,030,067	-	1,310,967	4,719,100	20%	4,553,918	290,050	780,447	4,063,521	655,579
9	Furniture & Fixtures	62,686,569	-	3,245,489	59,441,080	5%	18,704,222	2,339,958	2,197,446	18,846,734	40,594,346
10	Crockeries	39,106	-	-	39,106	20%	30,105	1,801	-	31,904	7,202
11	Software	1,574,504	-	-	1,574,504	20%	805,607	172,544	-	978,151	596,354
	As on 31 December, 2019	173,002,883	-	6,818,453	166,184,430		84,321,951	8,395,202	4,673,260	88,243,893	77,940,535

## Non-Banking Assets

Figures in Taka

Serial No.	Particulars	COST				Rate	ACCUMULATED DEPRECIATION				Written Down Value as on 31 Dec, 2019
		Balance as on Jan 01, 2019	Additions during the Year	Adjustment during the year	Balance as on 31 Dec, 2019		Balance as on Jan 01, 2019	Additions during the Year	Adjustment during the year	Balance as on 31 Dec, 2019	
1	Company Premises	58,558,336	-	-	58,558,336	10%	20,101,628	3,845,671	748	23,946,551	34,611,785
	As on 31 December, 2019	58,558,336	-	-	58,558,336		20,101,628	3,845,671	748	23,946,551	34,611,785





People's Leasing and Financial Services Ltd.  
Consolidated Fixed Assets Schedule  
As on December 31, 2018

Annexure - A/1

Property, plant & equipment

Figures in Taka

Sl No.	Particulars	COST				ACCUMULATED DEPRECIATION				Written Down Value as on 31 Dec. 2018
		Balance as on Jan 01, 2018	Additions during the Year	Adjustment during the year	Balance as on 31 Dec. 2018	Balance as on Jan 01, 2018	Charged during the year	Adjustment during the year	Balance as on 31 Dec. 2018	
1	Company Premises	33,265,482	-	-	33,265,482	22,357,752	1,288,773	-	23,646,525	9,618,957
2	Motor Car & Vehicle	37,662,838	-	9,421,868	28,240,970	20,149,110	2,170,250	4,739,410	17,579,950	10,661,000
3	Computer	17,307,256	6,077,888	20,440	23,384,684	11,018,302	2,473,368	-	13,491,670	9,893,014
4	Telephone System	1,736,358	20,500	-	1,756,858	1,020,073	73,679	-	1,093,752	663,106
5	Air Cooker	6,761,414	6,816,250	4,000	13,573,664	2,354,962	694,623	4,000	3,055,585	10,518,079
6	Refrigerator	437,799	-	-	437,799	207,299	23,050	-	230,349	207,450
7	Generator	2,033,200	-	-	2,033,200	1,252,167	78,103	-	1,330,270	702,930
8	Office Equipment	6,030,067	-	-	6,030,067	4,192,499	361,419	-	4,553,918	1,476,149
9	Furniture & Fixtures	43,706,723	18,999,846	20,000	62,686,569	16,244,636	2,479,587	20,000	18,704,222	43,982,347
10	Crockeries	39,106	-	-	39,106	27,852	2,251	-	30,103	9,003
11	Software	1,142,500	431,004	-	1,574,504	582,109	223,498	-	805,607	768,897
8As on 31 December, 2018		159,122,743	32,346,488	9,466,348	173,002,883	79,416,761	9,868,601	4,763,410	84,521,961	88,480,939

Non-Banking Assets

Figures in Taka

Serial No	Particulars	COST			ACCUMULATED DEPRECIATION			Written Down Value as on 31 Dec. 2018	
		Balance as on Jan 01, 2018	Additions during the Year	Adjustment during the Year	Balance as on Jan 01, 2018	Additions during the Year	Adjustment during the year		
1	Company Premises	58,408,336	150,000	-	58,558,336	15,828,659	4,277,968	20,101,627	38,456,709
As on 31 December, 2018		58,408,336	150,000	-	58,558,336	15,828,659	4,277,968	20,101,627	38,456,709



**People's Leasing And Financial Services Limited**

Classification and provisioning of Loan , Lease and Advance

As on 31/12/2019

Classification status of Loan ,Lease & Advance as on 31/12/2019	Amount of outstanding Loan Lease and Advance as on 31/12/2019	Base for Provision	Percentage(%) of provision required as per Bangladesh bank directive	Provision Kept 31/12/2019
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**Genarel Provision**

Standared Non SME	401,150,292	401,150,292	1%	4,011,502.92
Standared SME			0%	-
Special Mention Account(SMA)	1,753,920,295	1,203,204,283	5%	60,160,214.15
<b>Total A</b>	<b>2,155,070,587</b>	<b>1,604,354,575</b>	-	<b>64,171,717</b>

**Specific Provision**

Sub Standard (SS)	3,951,396	7,070,014	20%	1,414,002.80
Doubtful (DF)	13,814,771	4,593,689	50%	2,296,844.50
Bad and Loss (BL)	9,733,433,215	7,153,763,143	100%	7,153,763,143.00
<b>Total B</b>	<b>9,751,199,382</b>	<b>7,165,426,846</b>		<b>7,157,473,990</b>
<b>G.Total (A+B)</b>	<b>11,906,269,969</b>	<b>8,769,781,421</b>		<b>7,221,645,707</b>



## People's Leasing and Financial Services Ltd.

## Financial Highlights (Solo)

Financial Highlights  
(Solo)

Sl. No.	Particulars	Amount in Tk.	
		2019	2018
1	Paid-up Capital	2,854,405,970	2,854,405,970
2	Total Capital	(24,886,092,282)	(18,627,027,083)
3	Capital Surplus	(27,740,498,252)	(21,481,433,053)
4	Total Assets	14,019,458,854	15,062,692,635
5	Total Deposits	21,129,309,794	20,442,405,185
6	Total loans & advances	11,906,269,969	11,457,601,356
7	Total contingent liabilities and commitments	325,000,000	325,000,000
8	Credit deposit ratio	56.35%	56.05%
9	Percentage of classified loans against total loans & advances	80.46%	65.95%
10	Profit after tax and provision	(5,668,881,581)	(1,495,823,505)
11	Amount of classified loans during the year	9,579,784,817	7,556,335,000
12	Provision kept against classified loans	7,221,645,707	5,668,588,000
13	Provision surplus against classified loans	-	-
14	Cost of fund	18.22%	13.99%
15	Interest earning assets	12,859,339,784	12,611,004,112
16	Non-interest earning assets	1,160,119,070	2,451,688,523
17	Return on Investments	(46.77)	(12.75)
18	Return on assets (ROA)	(38.99)	(8.93)
19	Income from loans & advances & investment	266,832,509	815,341,384
20	Earnings per share	(19.86)	(5.24)
21	Net income per share	(19.86)	(5.24)
22	Price earnings ratio	(0.15)	(1.07)

