

**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, 2021

**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 2021 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 2021, 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 letter of guarantee amounting BDT 150,000,000 in absence of required documentation.
3. Borrowings from other Banks, Financial Institutions & Agents include BDT 3,964,312,643 being loan balance with various banks and FIs carried forward from earlier years in support of which all loan statements and confirmations from banks were not available.



4. 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 14,947,300,000 in note 14.1.
5. 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.
6. Material uncertainties related to going concern have not been disclosed in the financial statements as per IAS 1 para 25.
7. 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.
8. The following balances could not be confirmed by us in absence of required information:

S.I.	Particulars	Amount in BDT.
1.	Income from Lease Finance	5,582,574
2.	Other Liabilities	4,340,801,794
3.	Other operating income	2,643,825
4.	Receivable suspense account	943,233,398

9. Special Provision has not maintained as per DFIM Circular Letter no. 33 dated 19 December 2021.
10. Cost of fund could not be confirmed in absence of required information.
11. CRR and SLR Report, Quarterly and Annually FICI and CAMD have not been submitted to Bangladesh Bank during liquidation period.
12. 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.
13. Unclaimed dividend has not been transferred to the Capital Market Stabilization Fund as per the notification: SEC/SRMIC/165-2020/part-1/166 dated 06 July 2021 issued by the Bangladesh Securities and Exchange Commission (BSEC).
14. Basis of interest charge on loans and deposits during liquidation period has not been disclosed in the financial statements.

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 37,108,087,507 for the year ended 31 December 2021; Negative equity of BDT 32,589,498,156 as at 31 December 2021; Negative Capital adequacy ratio of 217% as against minimum of 10%; 99% 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 Matter

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. Our opinion is not further qualified in respect of this matter.

#### 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>	
<p>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 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 12,068,835,152 (2020: BDT 11,934,678,283) and provision for loans and advances of BDT 9,007,200,324 (2020: BDT 8,066,837,734).</p> <p>We have focused on the following significant judgments and estimates which could give rise to material misstatement or management bias:</p> <p style="padding-left: 40px;">Completeness and timing of recognition of loss events in accordance with criteria set out in Bangladesh Bank guidelines issued from time to time;</p> <ul style="list-style-type: none"> <li>• 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.</li> <li>• Provision measurement is primarily dependent upon key assumptions relating to probability of default, ability to repossess collateral and recovery rates.</li> </ul> <p>See notes 7.1 and 13.1 to the financial statements</p>	<p>We tested the design and operating effectiveness of key controls focusing on the following:</p> <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> <li>- Review of quarterly Classification of Loans (CL);</li> </ul> <p>Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following:</p> <ul style="list-style-type: none"> <li>- Reviewed the adequacy of the Company's general and specific provisions;</li> <li>- Assessed the methodologies on which the provision amounts based, recalculated the provisions and testing of the completeness and accuracy of the underlying information;</li> <li>- Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.</li> </ul>
<b>02. Impairment assessment of Unquoted Investments</b>	





<p>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.</p> <p>See Notes No. 6.1.1 to the financial statements</p>	<p>Our audit procedures in this area included, among others:</p> <ul style="list-style-type: none"> <li>- 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.</li> <li>- Testing of a sample of investments valuation as at 31 December 2021 and compared our results to the recorded value.</li> <li>- Finally, the assessment of the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.</li> </ul>
<b>03. IT systems and controls</b>	
<p>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.</p>	<p>Our audit procedures in this area included, among others:</p> <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 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**

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 for 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



**Harun Mahmud,**  
Partner  
Enrolment no: 850

Dated, Dhaka  
29 August 2023

DVC: 2309240850 AS 780080



**People's Leasing and Financial Services Ltd.**  
**Consolidated Balance Sheet**  
As on December 31, 2021

Particulars	Notes	Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
<b>PROPERTY &amp; ASSETS</b>			
Cash & Cash Equivalents	3.a		
In Hand (including foreign currencies)		91,459	31,459
Balance with Bangladesh Bank and its Agent Banks (including foreign currencies)		45,496	47,576
		<b>136,955</b>	<b>79,035</b>
Balance with other Banks and Financial Institutions	4.a		
Inside Bangladesh		1,378,418,115	903,968,085
Outside Bangladesh		-	-
		<b>1,378,418,115</b>	<b>903,968,085</b>
Money at Call and Short Notice	5	-	-
Investments	6.a		
Government		-	-
		401,302,133	410,184,610
		<b>401,302,133</b>	<b>410,184,610</b>
Loans & Advances	7.a		
Lease Receivables		1,232,689,902	1,218,405,158
Advance for Lease Finance		10,837,373,698	10,717,858,810
Direct/ Term Finance		(1,228,448)	(1,585,685)
Secured Overdraft		-	-
Bills Discounted and Purchased		12,068,838,152	11,934,678,283
		<b>63,864,817</b>	<b>70,055,486</b>
Property, Plant & Equipment	8.a	63,864,817	70,055,486
Intangible Asset	8.1	-	-
Other Assets	9.a	813,018,513	973,217,268
Non-Banking Assets	10	29,593,078	31,150,608
<b>Total Assets</b>		<b>14,755,168,763</b>	<b>14,323,333,376</b>
<b>LIABILITIES &amp; CAPITAL</b>			
Borrowings from Other Banks, Financial Institutions & Agents	11.a	3,964,276,643	3,964,312,643
Deposits & Other Accounts	12		
Current deposits & Other Accounts, etc		-	-
Bills Payable		-	-
Savings Bank Deposits		-	-
Term Deposits		26,351,244,841	23,611,464,846
Bearer Certificate of Deposits		-	-
Other Deposits		66,450,872	67,166,337
		<b>26,417,695,713</b>	<b>23,678,631,203</b>
Other Liabilities	13.a	17,323,409,930	15,582,898,905
<b>Total Liabilities</b>		<b>47,705,382,286</b>	<b>43,225,842,752</b>
Capital/ Shareholders' Equity			
Paid-up Capital	14	2,854,405,970	2,834,405,970
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	(37,449,035,736)	(33,423,964,531)
Shareholders' Equity		<b>(32,922,967,562)</b>	<b>(28,897,896,357)</b>
Non-Controlling Interest	14.a	(27,245,963)	(4,613,819)
<b>Total Shareholders' Equity</b>		<b>(32,950,213,525)</b>	<b>(28,902,509,376)</b>
<b>Total Liabilities &amp; Shareholders' Equity</b>		<b>14,755,168,763</b>	<b>14,323,333,376</b>

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**People's Leasing and Financial Services Ltd.**  
**Consolidated Balance Sheet**  
 As on December 31, 2021

Particulars	Notes	Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
<b>OFF-BALANCE SHEET ITEMS</b>			
<b>Contingent liabilities</b>	19		
Letters of guarantee		150,000,000	150,000,000
Letters of credit		-	-
Irrevocable letter of credit		-	-
Bills for collection		-	-
Other contingent liabilities		-	-
		150,000,000	150,000,000
<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>		150,000,000	150,000,000
<b>Nat Assets Value (NAV) per share</b>	41.a	(115.34)	(101.24)

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

Dated: Dhaka  
 29 August, 2023

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

  
 Harun Mahmud FCA  
 Partner  
 Enrolment No. 850

DVC: 2309240850 AS 780080



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

**Consolidated Profit and Loss Account**

For the Year ended December 31, 2021

Particulars	Notes	Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
<b>OPERATING INCOME</b>			
Interest income	20.a	124,721,354	70,253,452
Interest paid on deposits, borrowings etc.	21.a	(3,259,231,176)	(3,040,154,734)
<b>Net interest income</b>		<b>(3,134,509,822)</b>	<b>(2,969,901,282)</b>
Income from investment	22.a	11,588,911	9,743,792
Commission, exchange and brokerage	23	-	-
Other operating income	24.a	14,758,184	8,497,766
<b>Total operating income</b>		<b>(3,108,162,727)</b>	<b>(2,951,659,724)</b>
<b>OPERATING EXPENSES</b>			
Salaries & allowances	25.a	15,676,193	15,740,446
Rent, taxes, insurance, electricity etc.	26.a	9,557,964	8,949,489
Legal expenses	27.a	1,606,196	425,837
Postage, stamp, telecommunications etc.	28.a	715,787	703,455
Stationery, printing, advertisement etc.	29.a	173,568	30,390
Managing director's salary and fees	30	2,346,500	-
Directors' fees	31.a	3,484,500	-
Audit fee	32.a	115,000	109,000
Loans & advances written-off expenses	33 & 13.1	-	-
Repair, depreciation and amortization of company's assets	34.a	12,084,267	15,671,298
Other expenses	35.a	10,231,058	6,972,436
<b>Total operating expenses</b>		<b>55,991,034</b>	<b>48,602,321</b>
<b>Profit before provision</b>		<b>(3,164,153,761)</b>	<b>(3,000,262,045)</b>
<b>Provision for loans &amp; advances</b>	36.a		
Specific provision		944,973,895	3,174,983,794
General provision		(4,611,305)	104,936,964
Provision for diminution in value of investments		6,548,025	46,100,487
Other provision		-	-
<b>Total provision</b>		<b>946,910,615</b>	<b>3,326,021,245</b>
<b>Profit before taxes</b>		<b>(4,111,064,376)</b>	<b>(6,326,283,290)</b>
<b>Provision for tax</b>			
Current tax	37.a	6,774,288	6,743,109
Deferred tax	38.a	1,636,692	14,454,499
<b>Total provision</b>		<b>8,410,980</b>	<b>21,197,608</b>
<b>Profit after tax</b>		<b>(4,119,475,356)</b>	<b>(6,347,480,898)</b>
<b>Other Comprehensive Income/(Loss) for the period</b>			
Unrealizable Gain/(Loss) for Own portfolio	39.a	(13,369,959)	(26,955,146)
<b>Less: Appropriations</b>			
Statutory reserve		-	-
General reserve		-	-
<b>Retained surplus</b>		<b>(4,132,845,315)</b>	<b>(6,374,436,044)</b>
<b>Attributable to:</b>			
Shareholders of the Company		(4,110,212,371)	(6,349,057,112)
Non-Controlling Interest		(22,632,944)	(25,378,932)
		<b>(4,132,845,315)</b>	<b>(6,374,436,044)</b>
<b>Earnings per share (EPS)</b>	40.a	<b>(14.40)</b>	<b>(22.24)</b>

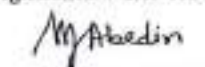
The annexed notes 1 to 50 and Annexure - A & B form an integral part of these consolidated financial statements.

  
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 Cash Flows

For the year ended December 31, 2021

Particulars	Amount in Taka	
	Dec 31, 2021	Dec 31, 2020
<b>A CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Interest received	124,721,354	52,908,212
Interest paid	(3,095,960,823)	(2,856,535,131)
Dividend received	11,588,911	9,743,792
Payments to employees	(18,109,092)	(15,187,917)
Payments to suppliers	(2,015,597)	(1,131,678)
Payments of Income Tax	3,237,910	(205,194)
Received from other operating activities	14,738,184	7,416,810
Payments for other operating activities	(32,664,662)	(22,150,426)
Cash generated from operating activities	(2,992,443,814)	(2,825,159,532)
Increase/(decrease) in operating assets and liabilities		
Statutory deposits		
Loans and advances to other customers	1,462,512,863	(182,443,358)
Other assets	160,198,755	251,604,237
Deposits from other Banks	823,175,202	752,121,603
Deposits from customers	1,568,042,905	1,410,470,370
Other liabilities	(333,624,440)	578,348,750
	3,458,105,287	2,810,101,602
<b>Net Cash from Operating Activities</b>	<b>465,661,471</b>	<b>(15,057,930)</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Sales of Investment in securities	8,882,477	(60,218,483)
Purchase of property, plant and equipment	-	(274,156)
Proceeds from sale of property, plant and equipment	-	-
<b>Net cash used in investing activities</b>	<b>8,882,477</b>	<b>(60,492,641)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Drawdown of Term loan, Overdraft and Money Market	(36,000)	(1,609,016)
Issuance of shares	-	-
Dividend paid	-	-
<b>Net cash from financing activities</b>	<b>(36,000)</b>	<b>(1,609,016)</b>
<b>D Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>474,507,949</b>	<b>(77,139,587)</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>904,047,120</b>	<b>981,206,707</b>
<b>G Cash and cash equivalents at end of the year (D+E+F)</b>	<b>1,378,555,069</b>	<b>904,047,120</b>
Cash and cash equivalents at end of the year		
Cash in hand	91,459	31,459
Balance with Bangladesh Bank and its agents bank(s)	43,496	47,576
Balance with other banks and financial institutions	1,378,418,115	903,968,085
Money at call and short notice	-	-
	1,378,555,069	904,047,120
<b>Net Operating Cash Flow per share</b>	<b>1.63</b>	<b>(0.05)</b>

  
Director

  
Director

  
Chairman

  
Company Secretary (In Charge)

  
Head of Accounts

  
Managing Director





**People's Leasing and Financial Services Ltd.**  
Consolidated Statement of Changes in Equity  
For the Year ended December 31, 2021

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Share Premium	Retained Earnings	Total Equity	Non-Controlling Interest	Total
Balance as on January 01, 2021	2,854,405,970	645,578,147	7,478,823	1,018,605,234	(33,423,964,531)	(28,897,896,358)	(4,613,018)	(28,902,509,376)
Changes in accounting policy	-	-	-	-	-	-	-	-
Restated balance	2,854,405,970	645,578,147	7,478,823	1,018,605,234	(33,423,964,531)	(28,897,896,358)	(4,613,018)	(28,902,509,376)
Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-	-	-	-
Non-Controlling Interest	-	-	-	-	22,632,944	22,632,944	(22,632,944)	-
Changes of Non-controlling Interest	-	-	-	-	-	-	-	-
Adjustments of Non-controlling Interest	-	-	-	-	-	-	-	-
Net gains and losses not recognized in income statement	-	-	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	(4,132,845,314)	(4,132,845,314)	-	(4,132,845,314)
Net profit for the year	-	-	-	-	85,141,166	85,141,166	-	85,141,166
Dividend (bonus shares)	-	-	-	-	-	-	-	-
Appropriations made during the year	-	-	-	-	(37,449,635,736)	(37,449,635,736)	(27,245,962)	(32,950,213,525)
Balance as on December 31, 2021	2,854,405,970	645,578,147	7,478,823	1,018,605,234	(37,449,635,736)	(32,922,967,562)	(27,245,962)	(32,950,213,525)

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Share Premium	Retained Earnings	Total Equity	Non-Controlling Interest	Total
Balance as on 1 January, 2020	2,854,405,970	645,578,147	7,478,823	1,018,605,234	(29,511,218,839)	(24,985,150,665)	20,765,934	(24,964,384,731)
Adjustment for previous years loss	-	-	-	-	-	-	-	-
Restated balance	2,854,405,970	645,578,147	7,478,823	1,018,605,234	(29,511,218,839)	(24,985,150,665)	20,765,934	(24,964,384,731)
Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-	-	-	-
Non-Controlling Interest	-	-	-	-	25,378,952	25,378,952	(25,378,952)	-
Changes of Non-controlling Interest	-	-	-	-	-	-	-	-
Adjustments of Non-controlling Interest	-	-	-	-	-	-	-	-
Net gains and losses not recognized in income statement	-	-	-	-	(6,374,436,064)	(6,374,436,064)	-	(6,374,436,064)
Transfer to statutory reserve	-	-	-	-	2,436,311,420	2,436,311,420	-	2,436,311,420
Net profit for the year	-	-	-	-	(33,423,964,531)	(33,423,964,531)	(6,613,018)	(28,902,509,376)
Appropriations made during the year	-	-	-	-	-	-	-	-
Balance as on December 31, 2020	2,854,405,970	645,578,147	7,478,823	1,018,605,234	(33,423,964,531)	(28,897,896,357)	(6,613,018)	(28,902,509,376)

  
Director  
  
Company Secretary (In Charge)

  
Director  
  
Head of Accounts

  
Chairman  
  
Managing Director



**People's Leasing and Financial Services Ltd.**  
Consolidated Liquidity Statement  
As on December 31, 2021

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	2021	2020
Cash	91,459	-	-	-	-	91,459	31,459
Balances with Bangladeshi bank	45,496	-	-	-	-	45,496	47,576
Balances with other banks	548,959,719	-	829,458,395	-	-	1,378,418,115	903,968,085
Money at call and on short notice	-	-	-	-	-	-	-
Investments	159,082,257	-	113,934,876	128,285,000	-	401,302,133	410,184,610
Loans and advances	242,219,620	484,439,239	2,179,976,576	6,539,929,728	2,622,269,989	12,068,835,152	11,934,678,283
Property, plant & equipment	-	-	18,488,086	35,059,631	10,317,098	63,864,816	70,055,486
Other assets	232,533,235	114,460,205	145,352,246	222,545,371	98,127,456	813,018,512	973,217,268
Non-banking assets	-	-	-	29,593,078	-	29,593,078	31,150,610
<b>Total assets</b>	<b>1,182,931,785</b>	<b>598,899,444</b>	<b>3,287,210,180</b>	<b>6,955,412,808</b>	<b>2,730,714,543</b>	<b>14,755,168,762</b>	<b>14,323,333,377</b>
<b>LIABILITIES:</b>							
Borrowings from other Banks, Financial Institutions & Agents	561,011,112	1,208,164,190	635,598,291	1,559,503,050	-	3,964,276,643	3,964,312,643
Deposit and other accounts	755,067,523	2,265,262,570	11,326,312,848	7,262,103,351	4,708,929,421	26,437,695,713	23,678,631,203
Provision and other liabilities	2,173,148,599	2,065,934,080	174,048,343	10,186,013,588	2,774,265,320	17,323,409,930	15,582,898,905
<b>Total liabilities</b>	<b>3,489,247,234</b>	<b>5,539,360,840</b>	<b>12,135,959,482</b>	<b>19,107,619,990</b>	<b>7,433,194,741</b>	<b>47,705,382,286</b>	<b>43,225,842,753</b>
<b>Net Liquidity Gap</b>	<b>(2,306,315,449)</b>	<b>(4,940,461,396)</b>	<b>(8,848,749,302)</b>	<b>(12,152,207,181)</b>	<b>(4,702,480,199)</b>	<b>(32,950,213,524)</b>	<b>(28,902,509,376)</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, 2021

Particulars	Notes	Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
<b>PROPERTY &amp; ASSETS</b>			
<b>Cash &amp; Cash Equivalents</b>	3		
In Hand (including foreign currencies)		61,459	1,459
Balance with Bangladesh Bank and its Agent Banks (including foreign currencies)		45,496	47,576
		<b>106,955</b>	<b>49,035</b>
<b>Balance with other Banks and Financial Institutions</b>	4		
Inside Bangladesh		1,366,853,890	888,655,199
Outside Bangladesh		-	-
		<b>1,366,853,890</b>	<b>888,655,199</b>
<b>Money at Call and Short Notice</b>	5	-	-
<b>Investments</b>	6		
Government		-	-
Other Investment		235,275,830	266,525,830
		<b>235,275,830</b>	<b>266,525,830</b>
<b>Loans &amp; Advances</b>	7		
Lease Receivables		1,232,689,902	1,218,405,158
Advance for Lease Finance			
Direct/ Term Finance		10,879,519,525	10,810,014,368
Secured Overdraft		(1,228,448)	(1,585,685)
Bills Discounted and Purchased		-	-
		<b>12,110,980,979</b>	<b>12,026,833,841</b>
<b>Property, Plant &amp; Equipment</b>	8	60,993,894	66,743,520
<b>Intangible Asset</b>		-	-
<b>Other Assets</b>	9	855,394,044	1,003,006,052
<b>Non-Banking Assets</b>	10	29,593,078	31,150,608
<b>Total Assets</b>		<b>14,659,198,670</b>	<b>14,282,964,085</b>
<b>LIABILITIES &amp; CAPITAL</b>			
<b>Borrowings from Other Banks, Financial Institutions &amp; Agents</b>	11	3,964,276,643	3,964,312,643
<b>Deposits &amp; Other Accounts</b>	12		
Current deposits & Other Accounts, etc		120,830,567	123,156,804
Bills Payable		514	514
Savings Bank Deposits		-	-
Term Deposits		26,230,413,760	23,488,307,528
Bearer Certificate of Deposits		-	-
Other Deposits		66,450,872	67,166,357
		<b>26,417,695,713</b>	<b>23,678,631,203</b>
<b>Other Liabilities</b>	13	16,866,724,469	15,314,949,210
<b>Total Liabilities</b>		<b>47,248,696,824</b>	<b>42,957,893,056</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	(37,108,087,507)	(33,193,518,322)
<b>Total Shareholders' Equity</b>		<b>(32,889,498,156)</b>	<b>(28,674,928,971)</b>
<b>Total Liabilities &amp; Shareholders' Equity</b>		<b>14,659,198,670</b>	<b>14,282,964,085</b>





People's Leasing and Financial Services Ltd.

Balance Sheet

As on December 31, 2021

Particulars	Notes	Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
<b>OFF-BALANCE SHEET ITEMS</b>			
<b>Contingent liabilities</b>	19		
Letters of guarantee		150,000,000	150,000,000
Letters of credit		-	-
Irrevocable letter of credit		-	-
Bills for collection		-	-
Other contingent liabilities		-	-
		<u>150,000,000</u>	<u>150,000,000</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>150,000,000</u>	<u>150,000,000</u>
<b>Nat Assets Value (NAV) per share</b>	41	(114.17)	(100.46)

  
Director

  
Director

  
Chairman

  
Company Secretary (In Charge)


  
Head of Accounts

  
Managing Director

As per our report of even date

Dated: Dhaka  
29 August, 2023

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

  
Harun Mahmud FCA

Partner  
Enrolment No. 850

DVC:

2309240850 AS 780080

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

**Profit & Loss Account**

For the Year ended December 31, 2021

Particulars	Notes	Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
<b>OPERATING INCOME</b>			
Interest income	20	242,664,290	177,339,702
Interest paid on deposits, borrowings etc.	21	(3,259,231,176)	(3,040,154,734)
Net interest income		(3,016,566,886)	(2,862,795,032)
Income from investment	22	3,917,378	2,129,469
Commission, exchange and brokerage	23	-	-
Other operating income	24	11,202,230	5,866,564
<b>Total operating income</b>		<b>(3,001,447,278)</b>	<b>(2,854,798,999)</b>
<b>OPERATING EXPENSES</b>			
Salaries & allowances	25	9,535,748	9,448,457
Rent, taxes, insurance, electricity etc.	26	6,524,983	6,139,199
Legal Expenses	27	1,606,196	425,837
Postage, stamp, telecommunications etc.	28	516,616	511,250
Stationery, printing, advertisement etc.	29	150,274	36,300
Managing director's salary and fees	30	2,346,500	-
Directors' fees	31	3,484,500	-
Audit fee	32	-	-
Loans & advances written-off expenses	33 & 13.1	-	-
Repair, depreciation and amortization of company's assets	34	11,619,373	15,128,116
Other expenses	35	8,462,399	5,493,498
<b>Total operating expenses</b>		<b>44,246,590</b>	<b>37,162,457</b>
<b>Profit before provision</b>		<b>(3,045,693,868)</b>	<b>(2,891,961,456)</b>
<b>Provision for loans &amp; advances</b>			
Specific provision	36	944,973,895	3,174,983,794
General provision	36	(4,611,305)	104,936,964
Provision for diminution in value of investments	36	6,548,025	46,100,487
Other provision		-	23,354,246
<b>Total provision</b>		<b>946,910,615</b>	<b>3,349,375,491</b>
<b>Profit before taxes</b>		<b>(3,992,604,483)</b>	<b>(6,241,336,947)</b>
<b>Provision for tax</b>			
Current tax	37	6,000,000	6,000,000
Deferred tax	38	1,105,867	1,165,406
<b>Total provision</b>		<b>7,105,867</b>	<b>7,165,406</b>
<b>Profit after tax</b>		<b>(3,989,710,350)</b>	<b>(6,248,502,353)</b>
<b>Profit available for appropriations</b>		<b>(3,989,710,350)</b>	<b>(6,248,502,353)</b>
<b>Appropriations</b>			
Statutory reserve		-	-
General reserve		-	-
<b>Retained surplus</b>		<b>(3,989,710,350)</b>	<b>(6,248,502,353)</b>
Earnings per share (EPS)	40	(14.01)	(21.89)

The annexed notes 1 to 50 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, 2021

Particulars	Amount in Taka	
	Dec 31, 2021	Dec 31, 2020
<b>A CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Interest received	242,664,290	160,014,462
Interest paid	(3,095,960,823)	(2,856,555,131)
Dividend received	3,917,378	2,129,469
Payments to employees	(11,956,972)	(8,888,464)
Payments to suppliers	(1,846,547)	(962,628)
Payments of Income Tax	4,801,007	(608,918)
Received from other operating activities	11,202,230	4,785,608
Payments for other operating activities	(27,241,388)	(17,179,065)
<b>Cash generated from operating activities</b>	<b>(2,874,420,826)</b>	<b>(2,717,264,667)</b>
<b>Increase/(decrease) in operating assets and liabilities</b>		
Loans and advances to customers	1,526,419,238	(10,915,122,973)
Other assets	147,612,008	2,254,000,585
Deposits from banks	823,175,202	752,121,603
Deposits from customers	1,568,042,905	1,797,199,806
Other liabilities	(743,785,918)	8,817,731,884
	<b>3,321,463,435</b>	<b>2,705,930,903</b>
<b>Net Cash from Operating Activities</b>	<b>447,042,609</b>	<b>(11,333,764)</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Sales of Investment in securities	31,250,000	(51,200,000)
Purchase of property, plant and equipment	-	(274,156)
Proceeds from sale of property, plant and equipment	-	-
<b>Net cash used in investing activities</b>	<b>31,250,000</b>	<b>(51,474,156)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Drawdown of Term loan, Overdraft and Money Market	(36,000)	(1,609,016)
Issuance of shares	-	-
Dividend paid	-	-
<b>Net cash from financing activities</b>	<b>(36,000)</b>	<b>(1,609,016)</b>
<b>D Net increase/ (decrease) in cash and cash equivalents (A+B+C)</b>	<b>478,256,610</b>	<b>(64,416,936)</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>888,704,234</b>	<b>953,121,170</b>
<b>G Cash and cash equivalents at end of the year (D+E+F)</b>	<b>1,366,960,844</b>	<b>888,704,234</b>
<b>Cash and cash equivalents at end of the year</b>		
Cash in hand	61,459	1,459
Balance with Bangladesh Bank and its agents' bank(s)	45,496	47,576
Balance with other banks and financial institutions	1,366,853,890	888,655,199
Money at call and short notice	-	-
	<b>1,366,960,845</b>	<b>888,704,234</b>
<b>Net Operating Cash Flow per share</b>	<b>1.57</b>	<b>(0.04)</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, 2021

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Share Premium	Retained Earnings	Total
Balance as on January 01, 2021	2,854,405,970	645,578,147	-	1,018,605,234	(33,193,518,322)	(28,674,928,971)
Changes in accounting policy	-	-	-	-	-	-
Restated balance	2,854,405,970	645,578,147	-	1,018,605,234	(33,193,518,322)	(28,674,928,971)
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	-	-	-	-	(3,999,710,330)	(3,999,710,330)
Dividend (bonus shares)	-	-	-	-	-	-
Appropriations made during the year	-	-	-	-	85,141,165	85,141,165
<b>Balance as on December 31, 2021</b>	<b>2,854,405,970</b>	<b>645,578,147</b>	<b>-</b>	<b>1,018,605,234</b>	<b>(37,108,087,507)</b>	<b>(32,589,498,156)</b>
Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Share Premium	Retained Earnings	Total
Balance as on January 01, 2020	2,854,405,970	645,578,147	-	1,018,605,234	(29,404,681,633)	(24,886,092,282)
Adjustment for previous years loss	-	-	-	-	-	-
Restated balance	2,854,405,970	645,578,147	-	1,018,605,234	(29,404,681,633)	(24,886,092,282)
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	-	-	-	-	(6,248,502,353)	(6,248,502,353)
Transfer to statutory reserve	-	-	-	-	-	-
Transfer to general reserve	-	-	-	-	-	-
Dividend (bonus shares)	-	-	-	-	-	-
Appropriations made during the year	-	-	-	-	2,459,665,664	2,459,665,664
<b>Balance as on December 31, 2020</b>	<b>2,854,405,970</b>	<b>645,578,147</b>	<b>-</b>	<b>1,018,605,234</b>	<b>(33,193,518,322)</b>	<b>(28,674,928,971)</b>

*[Signature]*  
Director

*[Signature]*  
Chairman

*[Signature]*  
Director

*[Signature]*  
Company Secretary(In Charge)

*[Signature]*  
Managing Director



**People's Leasing and Financial Services Ltd.**  
Liquidity Statement  
As on December 31, 2021

Particulars	Up to 1 month maturity	1-3 months maturity	3-12 months maturity	1-5 Years maturity	More than 5 years maturity	2021	2020
Cash	61,459	-	-	-	-	61,459	1,459
Balances with Bangladeshi bank	45,496	-	-	-	-	45,496	47,376
Balances with other banks	537,395,494	-	829,453,395	-	-	1,366,853,890	888,655,199
Money at call and on short notice	-	-	-	-	-	-	-
Investments	31,300,420	-	75,690,410	128,285,000	-	235,275,830	266,525,830
Loans and advances	242,219,620	484,439,259	2,179,976,576	6,539,929,728	2,664,415,816	12,110,980,979	12,026,833,841
Property, plant & equipment	-	-	18,488,086	35,059,631	7,446,176	60,993,894	66,743,520
Other assets	192,250,472	154,460,205	183,352,246	225,203,665	98,127,456	855,394,044	1,003,006,052
Non-banking assets	-	-	-	29,593,078	-	29,593,078	31,150,608
<b>Total assets</b>	<b>1,003,272,961</b>	<b>635,899,444</b>	<b>3,288,365,714</b>	<b>6,958,071,103</b>	<b>2,769,989,448</b>	<b>14,659,198,670</b>	<b>14,382,964,085</b>
<b>LIABILITIES:</b>							
Borrowings from other Banks, Financial Institutions & Agents	561,011,112	1,208,164,190	635,598,291	1,559,503,050	-	3,964,276,643	3,964,312,643
Deposit and other accounts	755,087,523	2,265,262,570	11,326,312,848	7,362,103,351	4,708,929,421	26,417,695,713	23,678,631,203
Provision and other liabilities	2,109,307,346	2,065,934,080	174,048,343	10,386,013,588	2,331,421,112	16,866,724,468	15,314,949,210
<b>Total liabilities</b>	<b>3,425,405,981</b>	<b>5,539,360,840</b>	<b>12,135,959,482</b>	<b>19,307,619,990</b>	<b>7,040,350,533</b>	<b>47,248,696,824</b>	<b>42,957,893,056</b>
<b>Net Liquidity Gap</b>	<b>(2,422,133,020)</b>	<b>(4,900,461,395)</b>	<b>(8,846,993,768)</b>	<b>(12,149,548,887)</b>	<b>(4,270,361,085)</b>	<b>(32,589,498,154)</b>	<b>(28,574,928,971)</b>

  
Director

  
Company Secretary (In Charge)



  
Director

  
Head of Accounts

  
Chairman

  
Managing Director

**People's Leasing And Financial Services Limited**  
**Notes to the Financial Statements**  
**For the year ended December 31, 2021**

**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.L	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 of Financial Statements'	There is no concept of non-financial institutional assets items in any IFRS. Hence there is no requirement for	As per DFIM Circular-11, Date - 23 December 2009, non-banking assets must be disclosed separately on the	Presentation of financial statements is not aligned with requirements of the IAS -1. There

			discloser of non-banking assets items on the face of balance sheet	face of the balance sheet.	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, balance with Bangladesh Bank and fixed term deposits should be treated as	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 financial statements provided detail of presentation of statement cash	Presentation of financial statements is not fully aligned with the requirements of IAS. Thus items which should be presented as "investment activities-Balance with Bangladesh Bank (BB)" as per IAS is shown as cash & cash





			investment asset rather than cash equivalent as it is illiquid asset and not available for use in day-to-day operations.	flows.	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 9,003,573,993 and deferred tax assets of BDT 3,376,340,247 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 forward-looking. For those loans and advances for which the credit risk has not	As per DFIM Master circular No. 04 dated 26 July 2021, 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.  Loan classification status during the year ended 31 December 2021 has been determined as per DFIM Circular No. 33 dated 19 December 2021 and DFIM Master	Provision maintained against loans, advances and leases as at 31 December 2021 amounts to BDT 9,007,200,326.





			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.	circular No. 04 dated 26 July 2021.  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.	
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	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	At year end, interest suspense account has increased to BDT 2,111,256,529 from BDT 2,085,826,666 resulting in an increase of BDT 25,429,863 of interest suspense. This amount has been shown as other liabilities in

			entity shall apply the effective interest rate to the amortized cost of these loans and advances.	respective amount needs to be credited as a liability account like: interest suspense account.	note 13.8.
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 37,108,087,507 for the year ended 31 December 2021; Negative equity of BDT 32,589,498,156 as at 31 December 2021; Negative Capital adequacy ratio of 217% as against minimum of 10%; 99% 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 which is 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 August 29, 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 economics	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 2020 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 its 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. DFIM Master circular No. 04 dated 26 July 2021, is the basis for calculating the provision for loans, advances and investments. Loan classification status during the year ended 31 December 2021 has been determined as per DFIM Circular No. 33 dated 19 December 2021 and DFIM Master circular No. 04 dated 26 July 2021.

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 2021 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 2021, 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 2021, 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.





**People's Leasing and Financial Services Ltd.**  
**Notes to the Financial Statements**  
For the Year ended December 31, 2021

		Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
<b>3</b>	<b>Cash</b>		
	Cash in hand (Note 3.1)	61,459	1,459
	Balance with Bangladesh Bank and its agent bank(s) (Note 3.2)	45,496	47,576
	<b>Total</b>	<b>106,955</b>	<b>49,035</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 1.5% 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		
	Required reserve	245,255,456	303,770,048
	Actual reserve held	106,955	49,035
	<b>Surplus / (Deficit)</b>	<b>(245,148,501)</b>	<b>(303,721,013)</b>
<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	825,483,962	624,298,744
	Actual reserve held (note-3.4.1)	456,474,257	28,813,413
	<b>Surplus / (Deficit)</b>	<b>(369,009,705)</b>	<b>(595,485,331)</b>
<b>3.4.1</b>	<b>Actual Reserve held for SLR</b>		
	Cash in hand	61,459	1,459
	Balance with Bangladesh Bank and its agent bank(s)	45,496	47,576
	Balance with other banks and financial institutions	456,367,302	28,764,378
		<b>456,474,257</b>	<b>28,813,413</b>
<b>3.4</b>	<b>Consolidated Cash in hand</b>		
	People's Leasing and Financial Services Ltd.	61,459	1,459
	PLFS Investments Limited	30,000	30,000
		<b>91,459</b>	<b>31,459</b>





People's Leasing and Financial Services Ltd.  
Notes to the Financial Statements  
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	Amount in Taka	
	Dec 31, 2021	Dec 31, 2020
<b>4 Balance with other Banks and Financial Institutions in Bangladesh</b>		
<b>Current Accounts &amp; Short Term Deposits:</b>		
Al-Azafa Islami Bank Ltd.	9,903	12,033
Basic Bank	-	-
BDBL	15,810	16,500
Bank Asia	7,478	7,478
Dhaka Bank Ltd.	-	-
Dutch Bangla Bank Ltd.	6,188,575	1,423,431
EXIM Bank Ltd.	47,521	47,510
ICB Islamic Bank Ltd.	852	1,902
Janata Bank Ltd.	19,403	19,409
Mutual Trust Bank Ltd.	2,234,200	2,235,717
Midland Bank Ltd.	7,134	7,134
Modhumoti Bank Ltd.	-	-
National Bank Ltd.	48,468	48,468
NRB Commercial Bank Ltd.	1,434	1,434
NCC Bank Ltd.	193,197	193,197
One Bank Ltd.	527,391,653	39,293,955
Prime Bank Ltd.	826,214	825,326
Shahjalal Islami Bank Ltd.	(99,505)	101,692
Social Investment Bank Ltd.	83,039	83,039
Southeast Bank Ltd.	116,655	116,655
SouthBangla Agricultural Credit Bank Ltd.	227,751	227,751
The City Bank Ltd.	-	-
The Farmers Bank Ltd.	14,691	14,691
UCBL	61,020	61,710
Liquidator A/C	-	-
Pubali Bank Ltd.	-	14,457,774
<b>Sub-Total</b>	<b>537,395,494</b>	<b>59,196,804</b>
<b>Fixed Deposits Receipts (FDR):</b>		
Southbangla Agriculture & Commerce Bank Ltd.	-	-
NRB Bank	-	-
International Leasing	359,738,339	359,738,339
Premier Leasing	469,720,056	469,720,056
Reliance Finance	-	-
<b>Sub-Total</b>	<b>829,458,395</b>	<b>829,458,395</b>
<b>Grand Total</b>	<b>1,366,853,890</b>	<b>888,655,199</b>

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 liened with Marcantile Bank ltd. against overdraft facility.

**4.1 Maturity grouping of Balance with other Banks and Financial Institutions**

On demand	537,395,494	59,196,804
Less than 3 months	-	-
More than 3 months but less than 1 year	829,458,395	829,458,395
More than 1 year but less than 5 years	-	-
Above 5 years	-	-
<b>Total</b>	<b>1,366,853,890</b>	<b>888,655,199</b>



**People's Leasing and Financial Services Ltd.**  
**Notes to the Financial Statements**  
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		Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
<b>4.a</b>	<b>Consolidated Balance with other Banks and Financial Institutions in Bangladesh</b>		
	People's Leasing and Financial Services Ltd.	1,366,853,890	888,655,199
	PLFS Investments Limited (note-4.a.1)	11,564,225	15,312,886
		<b>1,378,418,115</b>	<b>903,968,085</b>
	Less: Inter company transactions	-	-
		<b>1,378,418,115</b>	<b>903,968,085</b>
<b>4.a.1</b>	<b>PLFS Investments Limited's Balance with other Banks and Financial Institutions in Bangladesh</b>		
	<b>Current Accounts &amp; Short Term Deposits:</b>		
	NRB Commercial Bank Ltd.	44,506	44,506
	Prime Bank Ltd.	2,048,416	1,645,744
	Oro Bank Limited	9,081,773	11,776,545
	Standard Bank Ltd.	234,701	232,475
	The City Bank Ltd.	154,832	1,613,616
		<b>11,564,225</b>	<b>15,312,886</b>
	<b>Fixed Deposits Receipts (FDR):</b>		
	Peoples Leasing and Financial Services Ltd.	-	-
	<b>Sub-Total</b>	-	-
	<b>Grand Total</b>	<b>11,564,225</b>	<b>15,312,886</b>
<b>5</b>	<b>Money at Call and Short Notice</b>		
	Banking Companies	-	-
	Non-Banking Financial Institutions	-	-
	<b>Total</b>	-	-
<b>6</b>	<b>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>	-	-
	<b>B. Other Investments</b>		
	Preference Shares	-	-
	Debenture and Bond	-	-
	Other investments (Note 6.1)	235,275,830	266,525,830
	Gold etc.	-	-
	<b>Sub Total</b>	<b>235,275,830</b>	<b>266,525,830</b>
	<b>Total investments (A+B)</b>	<b>235,275,830</b>	<b>266,525,830</b>
<b>6.1</b>	<b>Other Investments</b>		
	Quoted Investments	31,300,420	31,300,420
	Unquoted Investments (Note 6.1.1)	203,975,410	235,225,410
		<b>235,275,830</b>	<b>266,525,830</b>



**People's Leasing and Financial Services Ltd.**  
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	Amount in Taka	
	Dec 31, 2021	Dec 31, 2020
<b>6.1.1 Unquoted Investments</b>		
E-SECURITIES LTD	69,978,600	69,978,600
GMC Airlines Ltd. Placement	50,000,000	50,000,000
SS Tech(Pvt.)	-	31,250,000
Energy prima Ltd. Placement	13,585,000	13,585,000
MEB Poy Ltd. Placement	5,000,000	5,000,000
Scholastica Ltd. Placement	54,600,000	54,600,000
CDBL	5,711,810	5,711,810
People's Investment Ltd.	5,100,000	5,100,000
Sandhani Life Unit Fund		
<b>Sub Total</b>	<b>203,975,410</b>	<b>235,225,410</b>
<b>6.2 Maturity grouping of Investments</b>		
On demand	31,300,420	31,300,420
Less than 3 months	-	-
More than 3 months but less than 1 year	75,690,410	75,690,410
More than 1 year but less than 5 years	128,285,000	128,285,000
Above 5 years	-	-
<b>Total</b>	<b>235,275,830</b>	<b>235,275,830</b>
<b>6.a Consolidated Investments</b>		
People's Leasing and Financial Services Ltd.	235,275,830	266,525,830
PLFS Investments Limited (note-6.a.1)	166,026,303	143,658,780
	<b>401,302,133</b>	<b>410,184,610</b>
<b>6.a.1 Investments PLFSIL</b>		
Preference Shares	38,244,466	38,244,473
Other investments (Note 6.a.2)	127,781,837	105,414,307
Gold etc.	-	-
<b>Total</b>	<b>166,026,303</b>	<b>143,658,780</b>
<b>6.a.2 Other Investments</b>		
<u>Quoted:</u>		
Insurance Sector	-	108,780
Cement Sector	31,053,174	8,020,989
Ceramics Sector	-	-
Engineering Sector	-	18,380
Financial Institutions Sector	34,350,064	67,111,780
Food & Allied Sector	-	-
Fuel & Power Sector	19,436,662	6,998,621
IT Sector	10,526,718	-
Miscellaneous	3,816,810	1
Travel & Leisure	-	17,762
Pharmaceuticals & Chemicals Sector	28,591,315	18,334,912
Telecommunication	-	-
Textile	7,094	4,803,082
	<b>127,781,837</b>	<b>105,414,307</b>





**People's Leasing and Financial Services Ltd.**  
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	Amount in Taka	
	Dec 31, 2021	Dec 31, 2020
<b>6.a.3 Maturity grouping of Investments</b>		
On demand	159,082,257	136,714,727
Less than 3 months	-	-
More than 3 months but less than 1 year	113,934,876	113,934,883
More than 1 year but less than 5 years	128,285,000	159,535,000
Above 5 years	-	-
<b>Total</b>	<b>401,302,133</b>	<b>410,184,610</b>
<b>7 Loans &amp; Advances</b>		
<b>Inside Bangladesh:</b>		
Net Lease Receivables	1,232,689,902	1,218,405,158
Advance for Lease Finance		
Direct/ Term Finance	10,879,519,525	10,810,014,368
Secured Overdraft	(1,228,448)	(1,585,685)
Bills Discounted and Purchased		
<b>Sub Total</b>	<b>12,110,980,979</b>	<b>12,026,833,841</b>
<b>Outside Bangladesh:</b>		
Direct/ Term Finance	-	-
Secured Overdraft	-	-
<b>Sub Total</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>12,110,980,979</b>	<b>12,026,833,841</b>

The amount of Direct/ Term Finance have been restated by Taka 3,073,728,772.97 in the year 2017, whole the amount are margin loan against which no shares/securities held in BO account. The mentioned amount of margin were shown under other asset in the year 2017, now the amount shown under loans and advance and classified accordingly as per advices of Bangladesh Bank by restating the amount of the financial statements of 2017.

<b>7.1 Maturity grouping of loans &amp; advances</b>			
On demand		242,219,620	240,536,677
Less than 3 months		484,439,239	481,073,354
More than 3 months but less than 1 year		2,179,976,576	2,164,830,091
More than 1 year but less than 5 years		6,539,929,728	6,494,490,274
Above 5 years		2,664,415,816	2,645,903,445
<b>Total</b>		<b>12,110,980,979</b>	<b>12,026,833,841</b>
<b>7.2 Sector/ Industry-wise Loans &amp; Advances</b>			
<b>Agricultural sector</b>	6.43%	778,736,077	773,325,416
<b>Industrial sector:</b>			
Textiles	0.05%	6,055,490	6,013,417
Garments	1.16%	140,487,379	139,511,273
Jutes & jute related goods	0.97%	117,476,515	116,660,288
Food items producer/ processing industry	0.85%	102,943,338	102,228,088
Plastic industries	0.00%	-	-
Lather and lather goods	0.17%	20,588,668	20,445,618
Iron, steel and engineering	2.04%	247,064,012	245,347,410
Chemicals and pharmaceuticals	0.88%	106,576,633	105,836,138
Cement/ clinker and allied industries	0.00%	-	-
Service sector (Hotel, hospital, clinic, tourism, etc.)	0.00%	-	-



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		Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
Paper, printing and packaging	0.00%	-	-
Telecommunication and IT industries	0.00%	-	-
Glass and ceramic industries	0.00%	-	-
Shipping and ship building industries	0.00%	-	-
Electronics and electrical goods	0.04%	4,844,392	4,810,734
Power, gas, water and sanitary	3.22%	389,973,588	387,264,050
Transport and communication	7.33%	887,734,906	881,566,920
Real estate and housing	5.22%	632,193,207	627,800,726
Merchant banking	11.21%	1,357,640,968	1,348,208,073
Trade & Commerce	9.06%	1,097,254,877	1,089,631,146
Others	51.37%	6,221,410,929	6,178,184,545
<b>Total</b>	<b>100.00%</b>	<b>12,110,980,979</b>	<b>12,026,833,841</b>
<b>7.3 Geographical Location-wise Loans &amp; Advances</b>			
<b>Inside Bangladesh</b>			
Dhaka Division	99.90%	12,098,264,449	12,014,807,007
Chittagong Division	0.01%	1,211,098	1,202,683
Barisal Division	0.00%	-	-
Rajshahi Division	0.00%	-	-
Sylhet Division	0.00%	-	-
Khulna Division	0.10%	11,505,432	10,824,150
<b>Sub Total</b>	<b>100.00%</b>	<b>12,110,980,979</b>	<b>12,026,833,841</b>
<b>Outside Bangladesh</b>		-	-
<b>Total</b>	<b>100.00%</b>	<b>12,110,980,979</b>	<b>12,026,833,841</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	6	5
Outstanding Amount	4,331,308,000	4,334,745,000
Classified Amount	1,274,419,000	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.1,055,332,974 on dated 24.05.2009 (Present outstanding on 31.12.2018 amount in Tk. 989,987,705 which was Tk. 1,260,556,215 on 31.12.2017)

**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	-	-



**People's Leasing and Financial Services Ltd.**  
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For the Year ended December 31, 2021

	Amount in Taka	
	Dec 31, 2021	Dec 31, 2020
7. Maximum total 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 of 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	-	-
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	-	-
Total	-	-
<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	-	-
Total	-	-
<b>7.8 (A) Grouping of Loans, Lease and Advance as per classification rules of Bangladesh Bank</b>		
<b>Unclassified</b>		
Standard	63,052,570	436,138,432
Special Mention Account(SMA)	64,929,335	80,288,350
	<b>127,981,905</b>	<b>516,426,782</b>
<b>Classified</b>		
Substandard(SS)	81,553,683	67,814,608
Doubtful (DF)	5,861,393	146,088,982
Bad & loss(BL)	11,895,583,998	11,296,503,469
	<b>11,982,999,074</b>	<b>11,510,407,059</b>
	<b>12,110,980,979</b>	<b>12,026,833,841</b>
<b>(B) Classification and provisioning of Loan , Lease and Advance</b>	See Annexure 2	





**People's Leasing and Financial Services Ltd.**  
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		Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
<b>7.9</b>	<b>List of Ex-Director Loan</b>		
	1) Shamsul Alamin Group	1,208,155,358	1,311,678,892
	2) Motiur Rahman	880,429,497	1,069,102,243
	3) Biswajit Kumar Roy	195,091,554	180,446,080
	4) KHB Securities Limited	8,329,784	9,601,579
		<u>2,292,006,193</u>	<u>2,570,828,794</u>
<b>7.a</b>	<b>Consolidated Loans and Advances</b>		
	People's Leasing and Financial Services Ltd.	12,110,980,979	12,026,833,841
	PLFS Investments Limited (note-7.a.1)	1,223,992,458	1,053,350,388
		<u>13,334,973,437</u>	<u>13,080,184,229</u>
	Less: Inter Company Loans and Advances	1,266,138,285	1,145,505,946
		<u>12,068,835,152</u>	<u>11,934,678,283</u>
<b>7.a.1</b>	<b>Loans and Advances of PLFS Investments Limited</b>		
	Margin loan to Investor	1,223,992,458	1,053,350,388
<b>7.a.2</b>	<b>Maturity grouping of Consolidated loans &amp; advances</b>		
	On demand	242,219,620	240,536,677
	Less than 3 months	484,439,239	481,073,354
	More than 3 months but less than 1 year	2,179,976,576	2,164,830,091
	More than 1 year but less than 5 years	6,539,929,728	6,402,334,716
	Above 5 years	2,622,269,989	2,645,903,444
	<b>Total</b>	<u>12,068,835,152</u>	<u>11,934,678,283</u>
<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	11,880,664	11,880,664
	Refrigerator	209,002	209,002
	Generator	-	-
	Office Equipment	4,779,581	4,779,581
	Furniture & Fixtures	53,980,594	53,980,594
	Crockery	39,106	39,106
	Software	507,004	507,004
	<b>Total</b>	<u>153,707,177</u>	<u>153,707,177</u>
	<b>B. Less: Accumulated Depreciation</b>		
	Company Premises	24,809,844	23,870,328
	Motor Car & Vehicle	21,816,279	20,705,111
	Computer	16,202,598	14,996,260
	Telephone System	1,273,455	1,219,743
	Air Cooler	3,714,657	3,284,867
	Refrigerator	119,158	109,176
	Generator	-	-
	Office Equipment	4,065,105	3,886,485
	Furniture & Fixtures	20,372,730	18,603,896
	Crockery	33,978	32,696
	Software	305,480	255,098
	<b>Total</b>	<u>92,713,283</u>	<u>86,963,659</u>
	<b>C. Written Down Value at the end of the year (A-B)</b>	<u>60,993,894</u>	<u>66,743,520</u>



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	Amount in Taka	
	Dec 31, 2021	Dec 31, 2020
<b>Lease Finance</b>		
<b>D. Cost</b>		
Furniture & Fixtures	-	-
Office Equipments	-	-
Motor Vehicles	-	-
<b>Total</b>	-	-
<b>E. Less: Accumulated Depreciation</b>		
Furniture & Fixtures	-	-
Office Equipments	-	-
Motor Vehicles	-	-
<b>Total</b>	-	-
<b>F. Written Down value at the end of the year (D-E)</b>	-	-
<b>G. Total Property, Plant &amp; Equipment (C+F)</b>	<b>60,993,894</b>	<b>66,743,520</b>
<b>8.1 Intangible asset - computer softwares</b>		
Cost	-	-
Less: Accumulated amortization	-	-
<b>Net book value at the end of the year</b>	-	-
<b>8.a Consolidated Property, Plant &amp; Equipment (Details in Annexure-2)</b>		
People's Leasing and Financial Services Ltd.	60,993,894	66,743,520
PLFS Investments Limited (note-8.a.1)	2,870,923	3,311,966
	<b>63,864,817</b>	<b>70,055,486</b>
<b>8.a.1 Property, Plant &amp; Equipment of PLFS 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>
<b>B. Less: Accumulated Depreciation</b>		
Air Conditioner	862,126	770,657
Computer & Relates	2,107,111	2,049,702
Furniture & Fixtures	286,531	281,628
Office Equipment	408,142	396,914
Office Renovation	3,327,405	3,104,145
Motor Car	1,979,999	1,979,999
mBank Software	909,173	856,397
<b>Total</b>	<b>9,880,486</b>	<b>9,439,443</b>
<b>C. Written Down Value at the end of the year (A-B)</b>	<b>2,870,923</b>	<b>3,311,966</b>



People's Leasing and Financial Services Ltd.  
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	Amount in Taka	
	Dec 31, 2021	Dec 31, 2020
<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	246,141,942	244,942,949
Balance with BO account(s)	464,509	464,509
Interest receivable	58,306,235	58,306,235
Advance for office rent	5,889,364	5,889,364
Advance for land purchase	30,121,907	30,121,907
Deferred Expenses	-	-
Stamp in hand	4,770	4,770
Prepaid for Expenses	686,811	686,811
Current Accounts with		
Interest Receivable for loans & Advances	283,056,985	283,030,288
Receivable against legal expenses-Loan/Lease	12,282,472	12,503,147
Receivable Suspense Account	-	-
Other prepayment	17,770,848	166,387,871
Security deposit	223,200	223,200
Deferred tax assets (note 9.1)	-	-
<b>Total</b>	<b>855,394,044</b>	<b>1,003,006,052</b>

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 PLFSL. 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 now 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>9.1 Deferred tax assets/(liabilities)</b>		
Opening Balance	(2,149,804)	(984,398)
Deferred Tax Expenses	1,105,867	1,165,406
Less: Adjustment during the year		
<b>Total</b>	<b>(3,255,671)</b>	<b>(2,149,804)</b>

Deferred Tax Liability is arrived at as follows:

Assets	Carrying amount at BS date (31 Dec 2020)	Tax base	Difference (Taxable/Deductible)
Fixed Assets net of depreciation	66,743,520	61,685,158	(5,058,362)
Deferred Tax Asset/(Liability) as on 31 December 2020@ 42.5%			(2,149,804)
Less: Deferred Tax Asset as on 31 December 2019			(984,398)
Deferred Tax Expense for the year 2020			1,165,406

Assets	Carrying amount at BS date (31 Dec 2021)	Tax base	Temporary Difference
Fixed Assets net of depreciation	60,993,894	53,333,484	(7,660,410)
Deferred Tax Asset/(Liability) as on 31 December 2021@ 42.50%			(3,255,674)
Less: Deferred Tax Asset/(liability) as on 31 December 2020			(2,149,807)
Deferred Tax Expense for the year 2021			1,105,867





**People's Leasing and Financial Services Ltd.**  
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	Amount in Taka	
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<b>9.a Consolidated Other assets</b>		
People's Leasing and Financial Services Ltd.	855,394,044	1,003,006,052
PLFS Investments Limited (note-9.a.1)	158,069,469	170,656,216
	<b>1,013,463,513</b>	<b>1,173,662,268</b>
Less: Inter Company Transaction	200,445,000	200,445,000
	<b>813,018,513</b>	<b>973,217,268</b>
<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	525,753	-
Receivable From Brokerage House	40,282,763	52,708,400
Advance for LEADS Softwear	500,000	500,000
Advance to Esquire Knit	-	-
Adv to Runner Automobiles	-	-
ADN Telecom	-	-
Advance to Mosharrat Hossain Advocate	150,000	150,000
Advance for Huda Hossain & Co.	-	-
Advance TAX Deducted at Sources'20	337,385	337,385
Advance TAX Deducted at Sources'19	612,007	612,007
Advance for office rent	1,105,272	1,261,310
Deferred tax asset	13,687,609	14,218,434
<b>Total</b>	<b>158,069,469</b>	<b>170,656,216</b>
<b>Advance for Land Purchase</b>		
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 FCA 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.		
<b>10 Non-Banking Assets</b>		
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.		
<b>A. Cost:</b>		
Opening Balance	58,558,336	58,558,336
Add: Addition during the year	-	-
Less: Adjustment during the year	-	-
<b>Total</b>	<b>58,558,336</b>	<b>58,558,336</b>
<b>B. Depreciation:</b>		
Opening Balance	27,407,728	23,946,549
Add: Addition during the year	1,557,530	3,461,179
Less: Adjustment during the year	-	-
<b>Total</b>	<b>28,965,258</b>	<b>27,407,728</b>
<b>C. Written down value at the end of the year (A-B)</b>	<b>29,593,078</b>	<b>31,150,608</b>



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PLPSL 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		
<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	76,440,371
From other scheduled Banks (note - 11.1)	3,887,836,272	3,887,872,272
<b>Total</b>	<b>3,964,276,643</b>	<b>3,964,312,643</b>
<b>11.1 From other scheduled Banks &amp; Financial Institutions</b>		
<b>Long term loan</b>		
Al-Arafa Islami Bank Ltd.	639,472,507	639,472,507
Basic Bank Ltd.	17,560,121	17,560,121
Exim Bank Ltd.	85,695,180	85,695,180
Mutual Trust Bank Ltd.	230,071,435	230,071,435
Rupali Bank Ltd.	167,585,837	167,585,837
Shahjalal Islami Bank Ltd.		
Social Islami Bank Ltd.	140,601,785	140,601,785
Standard Bank Ltd.	61,284,645	61,284,645
United Commercial Bank Ltd.	85,461,469	85,461,469
Uttara Bank Ltd.	87,666,276	87,666,276
NRB	182,541,409	182,541,409
Mercantile Bank Ltd.	57,249,046	57,249,046
Modhumoti Bank Ltd.	195,047,427	195,047,427
Premier Bank Ltd.	149,402,539	149,402,539
UAE	19,021,295	19,021,295
<b>Sub-Total</b>	<b>2,118,660,971</b>	<b>2,118,660,971</b>
<b>Overdraft and money at call short notice</b>		
NRB Commercial Bank Ltd.	58,213,385	58,213,385
SBAC	(36,000.00)	
Mercantile Bank	683,313,549	683,313,549
BDBL		
Mutual Trust Bank Ltd.		
Short Term Loan	466,673,256	466,673,256
Janata Bank Ltd.	160,288,889	160,288,889
Rupali Bank Ltd.		
Sonali Bank Ltd.	160,288,889	160,288,889
Agrani Bank Ltd.	240,433,333	240,433,333
<b>Sub-Total</b>	<b>1,769,175,302</b>	<b>1,769,211,301</b>
<b>Grand Total</b>	<b>3,887,836,273</b>	<b>3,887,872,272</b>
<b>Security against borrowings from other banks, financial institutions and agents</b>		
Secured	3,403,265,531	3,403,301,532
Unsecured	561,011,112	561,011,111
<b>Total</b>	<b>3,964,276,643</b>	<b>3,964,312,643</b>
<b>Maturity grouping of borrowings from other banks, financial institutions and agents</b>		
Payable on demand	561,011,112	56,101,111
Up to 1 months	466,673,256	466,673,256
Over 1 month but within 3 months	741,490,934	741,526,934
Over 3 months but within 6 months	211,866,097	211,866,097
Over 6 months but within 1 year	423,732,194	423,732,194
Over 1 year but within 5 years	1,559,503,050	1,559,503,050
Over 5 years	-	-
<b>Total</b>	<b>3,964,276,643</b>	<b>3,459,402,642</b>



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	Amount in Taka	
	Dec 31, 2021	Dec 31, 2020
<b>11.a Consolidated Borrowings from other Banks, Financial Institutions &amp; Agents</b>		
People's Leasing and Financial Services Ltd.	3,964,276,643	3,964,312,643
PLFS Investments Limited (note-11.a.1)	1,266,138,285	1,145,505,946
	<b>5,230,414,928</b>	<b>5,109,818,589</b>
Less: Inter Company Borrowings	1,266,138,285	1,145,505,946
	<b>3,964,276,643</b>	<b>3,964,312,643</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	1,145,505,946	1,036,086,168
Loan From ICB (ASI)	120,632,339	109,419,778
Total	<b>1,266,138,285</b>	<b>1,145,505,946</b>
<b>12 Deposits &amp; other accounts</b>		
Deposits from banks and financial institutions (note-12.1)	9,438,594,040	8,615,418,838
Deposits from customers	16,912,650,801	14,996,046,008
Sub-Total	26,351,244,841	23,611,464,846
Other deposit	66,450,872	67,166,357
Grand Total	<b>26,417,695,713</b>	<b>23,678,631,203</b>
Less: Inter Company Borrowings	-	-
	<b>26,417,695,713</b>	<b>23,678,631,203</b>
<b>12.1 Deposits from banks and financial institutions</b>		
Sonali Bank Ltd.	546,307,920	498,662,357
Janata Bank Ltd.	497,692,141	454,286,542
Agrani Bank Ltd.	508,935,871	464,549,664
Rupali Bank Ltd.	1,704,171,817	1,555,544,598
United Commercial Bank Ltd.	6,064,994	5,536,043
Bangladesh Development Bank Ltd.	70,401,068	64,261,127
IFIC Bank Ltd.	194,137,126	177,205,699
Bangladesh Commerce Bank Ltd.	1,880,438,665	1,716,438,554
ICB	425,570,712	388,455,094
Premier Leasing	576,775,757	526,472,979
FAS Finance	-	-
First Lease	142,584,225	130,148,920
Fareast Finance & Investment Ltd.	358,074,009	326,845,031
International Leasing Ltd.	1,782,028,618	1,626,611,215
BIFFL	745,411,116	680,401,016
Reliance Finance	9,438,594,040	8,615,418,838
<b>12.2 Maturity grouping of deposits &amp; other accounts</b>		
Payable on demand	-	-
Up to 1 month	755,087,523	689,233,507
Over 1 month but within 6 months	6,265,262,570	6,067,700,521
Over 6 months but within 1 year	8,326,312,848	7,338,502,606
Over 1 year but within 5 years	7,362,103,351	6,720,026,694
Over 5 years but within 10 years	3,708,929,421	2,863,167,876
Over 10 years	-	-
Total	<b>26,417,695,713</b>	<b>23,678,631,203</b>
<b>13 Other Liabilities</b>		
Provision for Lease, loans and advances (note 13.1)	9,007,200,324	8,066,837,734
Provision for Investment Fluctuation in Shares (note 13.2)	123,185,000	123,185,000
Provision for corporate income tax (note 13.3)	149,097,494	143,097,494
Provision for Gratuity (note 13.4)	24,950,849	24,950,849
Provision for FDR/ (note 13.5)	887,764,630	887,764,630
Provision for TDS (note 13.6)	22,022,848	15,474,823
Provision for Equity Investment in Subsidiary (note 13.7)	200,445,000	200,445,000





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	Amount in Taka	
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Interest Suspense Account (note 13.8)	2,111,256,329	2,085,826,666
Liabilities for financial expenses (note 13.9)	1,328,296,322	1,165,025,969
Liabilities for sundry creditors (note 13.10)	644,729,140	558,941,206
Liabilities for accrued expenses (note 13.11)	136,281,885	136,281,885
Liabilities for TDS/VDS/ED (note 13.12)	1,101,142,379	773,741,135
Dividend Payable	21,558,303	21,558,303
Deferred Tax Liabilities (note-9.1)	3,255,671	2,149,804
Client Receipt Account	161,652,186	165,782,803
Current account	114,491	114,491
Receivable Suspense Account	943,233,398	943,233,398
Staff Incentive	538,020	538,020
<b>Total</b>	<b>16,866,724,469</b>	<b>15,314,949,210</b>
<b>13.1 Provision for Lease, loans and advances</b>		
Opening Balance	8,066,837,734	7,221,645,707
Less: Provision no longer required	-	-
Add: Recoveries from previously written-off loans & advances	-	-
Add: General provision provided during the year	(4,611,305)	(55,934,062)
Add: Specific provision provided during the year	944,973,895	901,126,089
Add: Specific provision for shortfall	-	-
Add: Net charge to profit and loss account	-	-
Closing balance	<b>9,007,200,324</b>	<b>8,066,837,734</b>
<p>Shortfall of Specific provision of Tk. 6,052,156,000 of the year 2017 have been kept by restating the provision amount of the year 2017. Those provision comprises for shortfall provision in loans and advances Tk. 4,815,516,000 and advance against land purchase Tk. 1,236,640,000</p> <p>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.</p>		
<b>13.2 Provision for diminution in value of Investments</b>		
Opening Balance	123,185,000	77,084,513
Add: Provision during the year	-	46,100,487
Less: Provision no longer required	-	-
Closing Balance	<b>123,185,000</b>	<b>123,185,000</b>
<b>13.3 Provision for corporate income tax</b>		
Opening Balance	143,097,494	137,097,494
Add: Provision made during the year	6,000,000	6,000,000
Less: Settlement during the year	-	-
Closing Balance	<b>149,097,494</b>	<b>143,097,494</b>
<b>13.4 Provision for Gratuity</b>		
Opening Balance	24,950,849	24,950,849
Add: Provision during the year	-	-
Less: Adjustment	-	-
Closing Balance	<b>24,950,849</b>	<b>24,950,849</b>
<b>13.5 Provision fro FDR</b>		
Opening Balance	887,764,630	870,419,893
Add: Addition during the year	-	17,344,737
Less: Adjustment during the year	-	-
Closing Balance	<b>887,764,630</b>	<b>887,764,630</b>
<b>13.6 Provision fro TDS</b>		
Opening Balance	15,474,823	9,465,314
Add: Addition during the year	6,548,025	6,009,509
Less: Adjustment during the year	-	-
Closing Balance	<b>22,022,848</b>	<b>15,474,823</b>



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	Dec 31, 2021	Dec 31, 2020
<b>13.7 Provision for Equity Investment in Subsidiary</b>		
Opening Balance	200,445,000	200,445,000
Add: Addition during the year	-	-
Less: Adjustment during the year	-	-
<b>Closing Balance</b>	<b>200,445,000</b>	<b>200,445,000</b>
<b>13.8 Interest Suspense Account</b>		
Opening Balance	2,085,826,666	2,180,120,287
Add: Addition during the year	25,429,863	-
Less: Adjustment during the year	-	94,293,621
<b>Closing Balance</b>	<b>2,111,256,529</b>	<b>2,085,826,666</b>
<b>13.09 Liabilities for financial expenses</b>		
Accrued Financial Expenses for Borrowings	91,693,727	63,304,838
Accrued Financial Expenses for Deposits & Other Accounts	679,898,841	571,090,225
Accrued Financial Expenses for Deposits from Banks/Financial Institutions	556,703,754	530,630,906
	<b>1,328,296,322</b>	<b>1,165,025,969</b>
<b>13.10 Liabilities for sundry creditors</b>		
Liabilities for Sundry Deposit	74,421,832	74,594,210
Liabilities for Sundry Deposit against Loan/Lease Lease Obligations	82,009,021	15,351,115
Loan/Lease Part Collection	473,060	473,060
Payable Suspense Account	28,116,633	8,814,278
Liab. Sundry Deposit against Non Banking Assets	419,147,998	419,147,998
Interest Receivable (Suspense) for loans & Advances	25,880,000	25,880,000
	14,680,596	14,680,545
	<b>644,729,140</b>	<b>558,941,206</b>
<b>13.11 Liabilities for accrued expenses</b>		
Liabilities for Expenses	114,377,595	114,377,595
Liabilities for PF Subscription	525,815	525,815
Liabilities for PF Contribution	584,734	584,735
Accounts Payable Account Deposit	13,493,944	13,493,944
Liability for Supplies	7,299,797	7,299,796
	<b>136,281,885</b>	<b>136,281,885</b>
<b>13.12 Liabilities for TDS/VDS/ED</b>		
Liability for AIT deducted at Source	1,037,380,011	723,491,201
Liability for VAT deducted at Source	462,470	225,238
Liability for Excise Duty Deduction	63,299,898	30,024,696
	<b>1,101,142,379</b>	<b>753,741,135</b>
<b>13.a Consolidated Other Liabilities</b>		
People's Leasing and Financial Services Ltd.	16,866,724,469	15,314,949,210
PLFS Investments Limited (note-13.a.1)	456,685,461	267,949,695
	<b>17,323,409,930</b>	<b>15,582,898,905</b>
<b>13.a.1 Other Liabilities PLFS Investments Limited</b>		
Provision for diminution in value of Investments	74,067,835	74,067,835
Provision for corporate income tax	7,065,250	6,290,962
Received from Investor	9,360,128	9,508,520
Received from Investor IPO Application	-	1,066,400
Sundry Creditors	-	154,260
Commission Payable	499,000	499,000
Professional Fees	230,000	149,500
Other Payable	341,112	136,293
Interest of Suspended Account	324,141,812	148,753,510
Others	17,900	-



**People's Leasing and Financial Services Ltd.**  
**Notes to the Financial Statements**  
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		Amount in Taka		
		Dec 31, 2021	Dec 31, 2020	
	provision	40,325,125	26,955,166	
	Annual Subscription Fee(BMBA)	200,000	100,000	
	Provision for Software	422,624	253,575	
	Provision for Tax deduction at sources	14,673	14,673	
	<b>Closing balance</b>	<b>456,685,461</b>	<b>267,949,695</b>	
<b>Provision for diminution in value of Investments</b>				
	<b>Opening Balance</b>	<b>40,317,835</b>	<b>40,317,835</b>	
	Add: Provision during the year	33,750,000	33,750,000	
	<b>Closing Balance</b>	<b>74,067,835</b>	<b>74,067,835</b>	
<b>14</b>	<b>Share Capital</b>			
	Authorized Capital (500,000,000 shares of Tk. 10 each)	<b>5,000,000,000</b>	<b>5,000,000,000</b>	
	<b>Issued, Subscribed &amp; Paid-up Capital:</b>			
	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	
	<b>Total numbers of Shares: 285,440,597</b>	<b>2,854,405,970</b>	<b>2,854,405,970</b>	
	<b>Percentage of shareholding</b>			
<b>Category</b>	<b>Number of share</b>		<b>Percentage (%)</b>	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
Sponsors	66,244,423	66,244,423	23.21%	23.21%
General public including NRB	205,650,272	205,650,272	72.05%	72.05%
Financial Institutions	1,978,609	1,978,609	0.69%	0.69%
Investment companies	11,022,616	11,022,616	3.86%	3.86%
Foreigners	544,677	544,677	0.19%	0.19%
<b>Total</b>	<b>285,440,597</b>	<b>285,440,597</b>	<b>100.00%</b>	<b>100.00%</b>
	<b>Classification of shareholders by holding</b>			
<b>Holding</b>	<b>Number of shareholders</b>		<b>Number of shares</b>	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
Less than 500	11,035	11,035	2,051,019	2,051,019
501 to 5,000	13,480	13,480	24,834,372	24,834,372
5,001 to 10,000	2,239	2,239	18,512,671	18,512,671
10,001 to 20,000	1,471	1,471	21,520,984	21,520,984
20,001 to 30,000	545	545	13,609,226	13,609,226
30,001 to 40,000	264	264	9,212,656	9,212,656
40,001 to 50,000	190	190	8,900,995	8,900,995
50,001 to 100,000	326	326	23,742,077	23,742,077
100,001 to 1000,000	-	255	61,361,500	61,361,500
Over 1000,000	25	25	101,695,097	101,695,097
<b>Total</b>	<b>29,830</b>	<b>29,830</b>	<b>285,440,597</b>	<b>285,440,597</b>

**Name of Directors and their share holdings as on December 31, 2020**

Sl. No.	Name of Directors	Status	31.12.2021	31.12.2020
1	Mr. Uzzal Kumar Nandi FCA	Chairman ( Nominated by Anan Chemical Industries Ltd.)		
2	Mr. Nong Chow Mong	Nominee Director ( Nominated by Anan Chemical Industries Ltd.)	14,440,900	14,440,900
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. Sukumar Mridha	Independent Director	-	-
9	Engr. Amitav Adhikary	Independent Director	-	-





**People's Leasing and Financial Services Ltd.**  
**Notes to the Financial Statements**  
For the Year ended December 31, 2021

		Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
<b>14.1 Capital adequacy</b>			
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>
<b>Capital Adequacy Ratio (CAR)</b>			
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:			
<b>Tier-1 (Core Capital)</b>			
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		(37,108,087,507)	(33,193,518,322)
Minority interest in subsidiaries		-	-
Non-cumulative irredeemable preference shares		-	-
Dividend equalization account		-	-
Other (if any item approved by Bangladesh Bank)		-	-
Sub-Total		<u>(32,589,498,156)</u>	<u>(28,674,928,971)</u>
<b>Deductions from tier-1 (Core capital)</b>			
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 netting off any other surplus on the securities		-	-
Any investment exceeding the approved limit		-	-
Investments in subsidiaries which are not consolidated		-	-
Other (if any)		-	-
Sub-Total		<u>-</u>	<u>-</u>
Total eligible Tier-1 capital		<u>(32,589,498,156)</u>	<u>(28,674,928,971)</u>
<b>2. Tier-2 (Supplementary capital)</b>			
General provision (Unclassified up to special limit+SMA+ off balance sheet exposure)		153,876,992	333,371,002
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>153,876,992</u>	<u>333,371,002</u>
Deductions, if any		-	-
Total eligible Tier-2 capital		<u>153,876,992</u>	<u>333,371,002</u>
<b>A Total capital</b>		<u>(32,435,621,164)</u>	<u>(28,341,557,969)</u>
<b>B Total risk weighted asset</b>		14,947,300,000	13,954,900,000



**People's Leasing and Financial Services Ltd.**  
**Notes to the Financial Statements**  
For the Year ended December 31, 2021

		Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
C	Required capital	1,494,730,000	1,395,490,000
D	Surplus / (Deficit)	(33,930,351,164)	(29,737,047,969)
	Capital adequacy ratio (CAR)	-217.00%	-203.09%
	On core capital (Tier-1)	-218.03%	-205.48%
	On supplementary capital (Tier-2)	1.03%	2.39%
14.a	Non-Controlling Interest	17.00%	17.00%
	Percentage of shareholding in PLFS Investments Limited	Amount in Taka	Amount in Taka
		31.12.2021	31.12.2020
	<b>Name of Shareholder</b>	<b>No. of Share</b>	<b>Percentage of share holding</b>
	People's Leasing And Financial Service Limited	20,044,500	83.00%
	Anan Chemical Industries Limited	200,000	0.83%
	Driman Apparels Limited	100,000	0.41%
	Mr. Motiur Rahman	3,805,500	15.76%
	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>Total Amount</b>	<b>Non-Controlling Portion</b>
		31.12.2021	31.12.2020
	Paid-up Capital	241,500,000	241,500,000
	General Reserve	9,010,630	9,010,630
	Retained Earnings	(410,780,999)	(277,646,035)
		<u>(160,270,369)</u>	<u>(27,245,963)</u>
		<u>(27,245,963)</u>	<u>(4,613,019)</u>
15	Statutory reserve		
	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.		
16	General reserve		
	Opening Balance	-	-
	Add: Addition during the year	-	-
	Closing balance	<u>-</u>	<u>-</u>
16.a	Consolidated General Reserve		
	People's Leasing and Financial Services Ltd.	-	-
	PLFS 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>
17	Share premium		
	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>
18	Retained earnings		
	Opening balance	(33,193,518,322)	(29,404,681,633)
	Net profit during the year	(3,999,710,350)	(6,248,502,353)
	Adjustment for During the year	85,141,165	2,459,665,664
	Closing balance	<u>(37,108,087,507)</u>	<u>(33,193,518,322)</u>



**People's Leasing and Financial Services Ltd.**  
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Amount in Taka	
Dec 31, 2021	Dec 31, 2020

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 vas Chowdhury and Management of PLESL. 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 now 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.

**18.a Consolidated Retained Earnings**

People's Leasing and Financial Services Ltd.	(37,108,087,507)	(33,193,518,322)
PLPS Investments Limited	(410,780,999)	(277,646,035)
	<b>(37,518,868,506)</b>	<b>(33,471,164,357)</b>
Less: Non-Controlling Interest	(69,832,770)	(47,199,826)
	<b>(37,449,035,736)</b>	<b>(33,423,964,531)</b>

**19 Contingent liabilities & capital expenditure commitments**

**Letter of guarantee:**

Money for which the company is contingently liable in respect of guarantees given favoring:

Directors	-	-
Government	-	-
Banks and other financial institutions	-	-
Others	150,000,000	150,000,000
<b>Sub Total</b>	<b>150,000,000</b>	<b>150,000,000</b>

**Letter of credit:**

For import of equipments under lease finance

	-	-
<b>Sub-Total</b>	<b>-</b>	<b>-</b>

<b>Total</b>	<b>150,000,000</b>	<b>150,000,000</b>
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**19.1 Capital expenditure commitments**

PLPS has provided corporate guarantee Tk. 17,50,00,000 (Seventeen Crore Fifty Lac) only favoring Dhaka Stock Exchange Ltd. on behalf of KHB Securities Ltd. (Ref: PLFS/DSE/01/2017 dated: January 16, 2017). Later, on request of KHB Securities Ltd. (Ref: KHB/PLFS/04-19/219 dated: April 28, 2019) PLPS informed to the Dhaka Stock Exchange Limited for discontinuing the said corporate guarantee (Ref: PLFS/DL/NBFIGUARANTEE/DSE/2019/3121 dated: May 21, 2019). Moreover, another corporate guarantee Tk. 15,00,00,000 (Fifteen Crore) only issued by PLPS favoring First Security Islami Bank Ltd. on behalf of Galco Steel (Bangladesh) Limited for letter of credit (L/C) no: 228517020036 & 228517020037 (Ref: PLFS/GSBL/CP/2018/9122 dated: October 15, 2018).

**20 Interest income**

Interest on Staff Loan	-	1,079
Interest on Loan	209,543,309	145,783,060
Income from Lease Finance	5,582,574	1,049,533
Interest on Home Loan	13,791,272	7,882,068
Interest on FDR	-	17,344,738
Interest On Margin Loan	13,747,135	4,920,921
Interest On STL	-	-
Interest on Loan against Deposit	-	378,303
<b>Total</b>	<b>242,664,290</b>	<b>177,359,702</b>

**20.a Consolidated Interest income**

People's Leasing and Financial Services Ltd.	242,664,290	177,359,702
PLPS Investments Limited	2,689,403	2,313,528
	<b>245,353,693</b>	<b>179,673,230</b>
Less: Inter Company Transaction	120,632,339	109,419,778
	<b>124,721,354</b>	<b>70,253,452</b>

**21 Interest paid on deposits, borrowings etc.**

**Interest on deposits**

Interest on Term Deposit	3,229,231,272	3,009,900,572
Interest on MDS	1,611,015	1,787,495
	<b>3,230,842,287</b>	<b>3,011,688,067</b>





People's Leasing and Financial Services Ltd.  
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	Amount in Taka	
	Dec 31, 2021	Dec 31, 2020
<b>Interest on borrowings</b>		
Interest on Call Loan	28,388,889	28,466,667
Interest on Term Loan	-	-
Interest on Overdraft	-	-
Interest on Short Term Loan	-	-
Other	-	-
<b>Total</b>	<b>28,388,889</b>	<b>28,466,667</b>
	<b>3,259,231,176</b>	<b>3,040,154,734</b>
Interest paid on deposits, borrowings amount for the year 2017 have been restated by the amount of deferred expenses tk. 1,566,420,583 which were deferred and kept under other assets in the year 2017.		
<b>21.a Consolidated Interest Expenses</b>		
People's Leasing and Financial Services Ltd.	3,259,231,176	3,040,154,734
PLFS Investments Limited	120,632,339	109,419,778
	<b>3,379,863,515</b>	<b>3,149,574,512</b>
Less: Inter Company Transaction	120,632,339	109,419,778
	<b>3,259,231,176</b>	<b>3,040,154,734</b>
<b>22 Income from investment</b>		
Income from Investment/Capital gain	-	-
Dividend Income	3,917,378	2,129,469
<b>Total</b>	<b>3,917,378</b>	<b>2,129,469</b>
<b>22.a Consolidated Income from Investment</b>		
People's Leasing and Financial Services Ltd.	3,917,378	2,129,469
PLFS Investments Limited (note-22.a.1)	7,671,533	7,614,323
	<b>11,588,911</b>	<b>9,743,792</b>
<b>22.a.1 Income from investment of PLFS Investments Limited</b>		
Income from Investment/Capital gain	5,308,246	6,328,426
Dividend Income	2,363,287	1,285,897
<b>Total</b>	<b>7,671,533</b>	<b>7,614,323</b>
<b>23 Commission, exchange and brokerage</b>		
Commission on Bank Guarantee	-	-
<b>Total</b>	<b>-</b>	<b>-</b>
<b>24 Other operating income</b>		
Bank interest	8,558,404	5,733,774
Documentation charge	-	-
Service charge	-	-
Application Fees	-	-
CIB Charges	-	-
Interest /Revenue Suspence	-	-
Late Payment Interest	-	-
Transfer Money	178,488	-
Others	2,465,337	132,790
<b>Total</b>	<b>11,202,230</b>	<b>5,866,564</b>
<b>24.a Consolidated Other Operating Income</b>		
People's Leasing and Financial Services Ltd.	11,202,230	5,866,564
PLFS Investments Limited (note-24.a.1)	3,555,954	2,631,202
	<b>14,758,184</b>	<b>8,497,766</b>
<b>24.a.1 Other operating income of PLFS Investments Limited</b>		
Bank interest	530,959	802,059
Documentation charge	1,500	500
Management Fee	2,660,475	1,307,159
Transaction Settlement Charge	91,130	28,232
Underwriting Commission	-	-
Issue Management Fee	-	-



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		Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
	Transmission Charge	217,350	270,900
	Closing Charge	41,500	12,720
	Income From IPO Application	13,040	15,020
	Other Income (PF Refund)	-	194,612
	<b>Total</b>	<b>3,585,954</b>	<b>2,631,202</b>
<b>25</b>	<b>Salaries &amp; allowances</b>		
	Salary	8,498,402	8,466,944
	Bonus to Staff	1,037,346	981,513
	Company's Contribution to Employees Provident Fund	-	-
	Gratuity Expenses	-	-
	<b>Total</b>	<b>9,535,748</b>	<b>9,448,457</b>
<b>25.a</b>	<b>Consolidated Salaries &amp; allowances</b>		
	People's Leasing and Financial Services Ltd.	9,535,748	9,448,457
	PLFS Investments Limited (note-25.a.1)	6,140,445	6,291,989
	<b>Total</b>	<b>15,676,193</b>	<b>15,740,446</b>
<b>25.a.1</b>	<b>Salaries &amp; allowances of PLFS Investments Limited</b>		
	Salary	5,314,442	5,443,304
	Bonus to Staff	520,705	536,330
	Company's Contribution to Employees Provident Fund	305,298	312,355
	Gratuity Expenses	-	-
	Staff Incentive	-	-
	<b>Total</b>	<b>6,140,445</b>	<b>6,291,989</b>
<b>26</b>	<b>Rent, taxes, insurance, electricity etc.</b>		
	Office Rent	5,726,149	5,285,676
	Tax, Rates	-	-
	Insurance premium	-	-
	Electricity	798,834	853,523
	<b>Total</b>	<b>6,524,983</b>	<b>6,139,199</b>
<b>26.a</b>	<b>Consolidated Rent, taxes, insurance, electricity etc.</b>		
	People's Leasing and Financial Services Ltd.	6,524,983	6,139,199
	PLFS Investments Limited (note-26.a.1)	3,032,981	2,810,290
	<b>Total</b>	<b>9,557,964</b>	<b>8,949,489</b>
<b>26.a.1</b>	<b>Rent, taxes, insurance, electricity etc. of PLFS Investments Limited</b>		
	Office Rent	2,735,548	2,574,634
	Electricity	297,433	235,656
	<b>Total</b>	<b>3,032,981</b>	<b>2,810,290</b>
<b>27</b>	<b>Legal expenses</b>		
	Legal fees	1,606,196	425,837
	Stamp & Court Fees	-	-
	<b>Total</b>	<b>1,606,196</b>	<b>425,837</b>
<b>27.a</b>	<b>Consolidated Legal expenses</b>		
	People's Leasing and Financial Services Ltd.	1,606,196	425,837
	PLFS Investments Limited	-	-
	<b>Total</b>	<b>1,606,196</b>	<b>425,837</b>
<b>28</b>	<b>Postage, stamp, telecommunications etc.</b>		
	Postage	2,818	-
	Telephone bill	48,191	46,730
	Fax & Internet	465,607	464,500
	<b>Total</b>	<b>516,616</b>	<b>511,250</b>



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		Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
<b>28.a</b>	<b>Consolidated Postage, stamp, telecommunications etc.</b>		
	People's Leasing and Financial Services Ltd.	516,616	511,250
	PLFS Investments Limited (note-28.a.1)	199,171	192,205
		<u>715,787</u>	<u>703,455</u>
<b>28.a.1</b>	<b>Postage, stamp, telecommunications etc. of PLFS Investments Limited</b>		
	Postage	-	110
	Telephone bill & Mobile	76,271	87,095
	Fax & Internet	122,900	105,000
	<b>Total</b>	<u>199,171</u>	<u>192,205</u>
<b>29</b>	<b>Stationery, printing, advertisement etc.</b>		
	Stationery & Printing	150,274	16,100
	Advertisement	-	-
	Computer expenses	-	-
	<b>Total</b>	<u>150,274</u>	<u>16,100</u>
<b>29.a</b>	<b>Consolidated Stationery, printing, advertisement etc.</b>		
	People's Leasing and Financial Services Ltd.	150,274	16,100
	PLFS Investments Limited (note-29.a.1)	23,294	14,290
		<u>173,568</u>	<u>30,390</u>
<b>29.a.1</b>	<b>Stationery, printing, advertisement etc. of PLFS Investments Limited</b>		
	Stationery & Printing	18,144	12,490
	Advertisement	-	-
	Computer & Accessories	5,150	1,800
	<b>Total</b>	<u>23,294</u>	<u>14,290</u>
<b>30</b>	<b>Managing director's salary and fees</b>		
	Salary	2,092,000	-
	Festival Bonuses	254,500	-
	Other allowances	-	-
	<b>Total</b>	<u>2,346,500</u>	<u>-</u>
<b>31</b>	<b>Directors' Fees</b>		
	Directors' fees	3,484,500	-
	Others Benefits	-	-
	<b>Total</b>	<u>3,484,500</u>	<u>-</u>
	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. Directors' fees for attending each board meeting are TK. 25,000.00 (Twenty five Thousand) for Directors & 50,000(Fifty thousand) for Chairman as per court order no.96 dated 12.07.2021 FI Matter#1/2019.		
<b>31.a</b>	<b>Consolidated Directors' Fees</b>		
	People's Leasing and Financial Services Ltd.	3,484,500	-
	PLFS Investments Limited	-	-
		<u>3,484,500</u>	<u>-</u>
<b>32</b>	<b>Audit fee</b>		
<b>32.a</b>	<b>Consolidated Audit fee</b>		
	People's Leasing and Financial Services Ltd.	-	-
	PLFS Investments Limited	115,000	109,000
		<u>115,000</u>	<u>109,000</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>





**People's Leasing and Financial Services Ltd.**  
**Notes to the Financial Statements**  
For the Year ended December 31, 2021

		Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
<b>34</b>	<b>Repair, depreciation and amortizations of company's assets</b>		
	<b>Repair of company's assets:</b>		
	Machine/ Furniture Repair & Maintenance	312,585	220,174
	Generator Repair & Maintenance	5,978,397	6,398,694
	Telephone Maintenance	93,996	119,360
	Motor car Maintenance	1,944,544	2,777,920
	<b>Sub Total</b>	<b>8,329,522</b>	<b>9,516,148</b>
	<b>Depreciation of company's assets</b>		
	Own assets	3,201,683	5,548,991
	<b>Sub Total</b>	<b>3,201,683</b>	<b>5,548,991</b>
	<b>Amortization of company's assets</b>		
	Computer software	88,168	62,977
	<b>Total repair and depreciation of company's assets</b>	<b>11,619,373</b>	<b>15,128,116</b>
<b>34.a</b>	<b>Consolidated Repair, depreciation and amortizations of company's assets</b>		
	People's Leasing and Financial Services Ltd.	11,619,373	15,128,116
	PLFS Investments Limited (note-34.a.1)	464,894	543,182
		<b>12,084,267</b>	<b>15,671,298</b>
<b>34.a.1</b>	<b>Repair, depreciation and amortizations of company's assets of PLFS Investments Limited</b>		
	<b>Repair of company's assets:</b>		
	Rep. & Maintenance Office Equipment	23,850	19,995
	Generator Repair & Maintenance	-	-
	Telephone Maintenance	-	-
	Motor car Maintenance	-	-
	<b>Sub Total</b>	<b>23,850</b>	<b>19,995</b>
	<b>Depreciation of company's assets</b>		
	Own assets	441,044	523,187
	<b>Sub Total</b>	<b>441,044</b>	<b>523,187</b>
	<b>Amortization of company's assets</b>		
	<b>Total repair and depreciation of company's assets</b>	<b>464,894</b>	<b>543,182</b>
<b>35</b>	<b>Other expenses</b>		
	Traveling & Conveyance Expenses	31,277	1,870
	Entertainment	62,465	62,510
	Exp.A/C-Service Charge	-	-
	Staff welfare	-	-
	Security Services	1,939,491	2,165,830
	Meeting Expenses	17,214	-
	Fees & Subscription	1,339,000	754,000
	Office maintenance	1,162,443	439,028
	Miscellaneous	3,512,252	46,600
	Books & periodicals	-	-
	Business Promotion	-	-
	Fuel ,Oil & Lubricant	43,447	67,201
	Staff training	-	-
	Uniform & Leveris	-	-
	Bank charges & commission	37,610	209,669
	Excise duty	95,000	-
	Software Expenses	-	-
	Donation (CSR)	-	-
	Car Exp. (TAX)	-	-
	CDBL charges	222,200	13,300
	Annual picnic	-	-
	Loss on sale of Goods	-	1,733,489
	Other	-	-
	BO Accounts Exp.	-	-
	<b>Total</b>	<b>8,462,399</b>	<b>5,493,498</b>



**People's Leasing and Financial Services Ltd.**  
**Notes to the Financial Statements**  
For the Year ended December 31, 2021

		Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
<b>35.a Consolidated Other expenses</b>			
People's Leasing and Financial Services Ltd.		8,462,399	5,493,498
PLFS Investments Limited (note-35.a.1)		1,768,659	1,478,908
		<u>10,231,058</u>	<u>6,972,406</u>
<b>35.a.1 Other expenses of PLFS Investments Limited</b>			
Traveling & Conveyance Expenses		11,675	7,464
Entertainment		25,421	24,949
Security Services		-	34,980
Office maintenance		399,302	392,055
Miscellaneous		425,472	45,000
Professional fees		25,000	25,000
LFA		266,112	316,341
Staff training		-	5,130
Bank charges & commission		58,328	41,310
Website Development Expenses		-	-
Software Expenses		169,050	169,050
Renewal & registration Fees		161,557	168,495
Bidding Fee		12,000	12,000
Business Promotion		-	-
Donation		-	-
CDBL Charge		214,742	237,134
Other Expenses		-	-
<b>Total</b>		<u>1,768,659</u>	<u>1,478,908</u>
<b>36 Provision for loans &amp; advances</b>			
Provision for classified loans & advances		944,973,895	3,174,983,794
Provision for classified loans & advances req. by Bangladesh Bank		-	-
Provision for unclassified loans & advances		(4,611,305)	104,936,964
Provision for diminution in value of investments		-	46,100,487
Provision for FDR		-	17,344,737
Provision for TDS		6,548,025	6,009,509
Provision for off-balance sheet items		-	-
<b>Total</b>		<u>946,910,615</u>	<u>3,349,375,491</u>
Provision for advance against land of taka 1,236,640,000 reversed in 2018 as advance amount realized in March 2019.			
<b>36.a Consolidated Provision for loans &amp; advances</b>			
People's Leasing and Financial Services Ltd.		946,910,615	3,349,375,491
PLFS Investments Limited (note-36.a.1)		-	-
		<u>946,910,615</u>	<u>3,349,375,491</u>
<b>36.a.1 Provision for loans &amp; advances of PLFS Investments Limited</b>			
Provision for classified loans & advances (for written-off)		-	-
Provision for unclassified loans & advances		-	-
Provision for diminution in value of investments		-	-
Provision for off-balance sheet items		-	-
<b>Total</b>		<u>-</u>	<u>-</u>
<b>37 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 2018.			
<b>Provision for current tax</b>			
Opening balance		-	-
Add: Provision made during the year		6,000,000	6,000,000
Less: Settlement during the year		-	-
<b>Closing balance</b>		<u>6,000,000</u>	<u>6,000,000</u>



**People's Leasing and Financial Services Ltd.**  
**Notes to the Financial Statements**  
For the Year ended December 31, 2021

		Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
<b>37.a</b>	<b>Consolidated Provision for taxes</b>		
	People's Leasing and Financial Services Ltd.	6,000,000	6,000,000
	PLFS Investments Limited (note-37.a.1)	774,288	743,109
		<u>6,774,288</u>	<u>6,743,109</u>
<b>37.a.1</b>	<b>Provision for tax of PLFS Investments Limited</b>		
	Provision for current tax		
	Opening balance	-	-
	Add: Provision made during the year	774,288	743,109
	Add: Transferred from deferred tax	-	-
	Less: Settlement during the year	-	-
	Closing balance	<u>774,288</u>	<u>743,109</u>
<b>38</b>	<b>Provision for Deferred tax</b>		
	Deferred Tax expense	1,105,867	1,165,406
	Deferred Tax Income	-	-
		<u>1,105,867</u>	<u>1,165,406</u>
<b>38.a</b>	<b>Consolidated Deferred tax</b>		
	People's Leasing and Financial Services Ltd.	1,105,867	1,165,406
	PLFS Investments Limited	530,825	13,289,093
		<u>1,636,692</u>	<u>14,454,499</u>
<b>39</b>	<b>Other Comprehensive Income/(Loss) for the period</b>		
	Unrealizable Gain/(Loss) for Own portfolio	-	-
<b>39.a</b>	<b>Other Comprehensive Income/(Loss) for the period</b>		
	People's Leasing and Financial Services Ltd.	-	-
	Unrealizable Gain/(Loss) for Own portfolio(PLFS Investment)	(13,369,959)	(26,955,166)
		<u>(13,369,959)</u>	<u>(26,955,166)</u>
<b>40</b>	<b>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)	(3,999,710,350)	(6,248,502,353)
	Weighted Average Number of ordinary shares outstanding during the year	285,440,597	285,440,597
	Basic earnings per share (in Taka)	<u>(14.01)</u>	<u>(21.89)</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.





**People's Leasing and Financial Services Ltd.**  
**Notes to the Financial Statements**  
For the Year ended December 31, 2021

		Amount in Taka	
		Dec 31, 2021	Dec 31, 2020
<b>40.a</b>	<b>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)	(4,110,212,371)	(6,349,057,112)
	Weighted Average Number of ordinary shares outstanding during the year	285,440,597	285,440,597
	<b>Basic earnings per share (in Taka)</b>	<b>(14.40)</b>	<b>(22.24)</b>
	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>41</b>	<b>Net Assets Value (NAV) per share</b>		
	Net Assets (Total assets less Total Liabilities)	(32,589,498,156)	(28,674,928,971)
	Total Number of Ordinary shares outstanding	285,440,597	285,440,597
	<b>Net Assets Value (NAV) per share</b>	<b>(114.17)</b>	<b>(100.46)</b>
<b>41.a</b>	<b>Consolidated Net Assets Value (NAV) per share</b>		
	Net Assets (Total assets less Total Liabilities)	(32,922,967,562)	(28,897,896,357)
	Total Number of Ordinary shares outstanding	285,440,597	285,440,597
	<b>Consolidated Net Assets Value (NAV) per share</b>	<b>(115.34)</b>	<b>(101.24)</b>
<b>42</b>	<b>Net Operating Cash Flows Per Share (NOCFPS)</b>		
	Net Cash flows from Operating Activities	447,042,609	(11,333,764)
	Total Number of Ordinary shares outstanding	285,440,597	285,440,597
	<b>Net Operating Cash Flows Per Share (NOCFPS)</b>	<b>1.57</b>	<b>(0.04)</b>
<b>42.a</b>	<b>Consolidated Net Operating Cash Flows Per Share (NOCFPS)</b>		
	Net Cash flows from Operating Activities	465,661,471	(15,057,930)
	Total Number of Ordinary shares outstanding	285,440,597	285,440,597
	<b>Consolidated Net Operating Cash Flows Per Share (NOCFPS)</b>	<b>1.63</b>	<b>(0.05)</b>
<b>43</b>	<b>Reconciliation of Net Profit with Cash Flows from Operating Activities</b>		
	Net Profit after tax	(3,999,710,350)	(6,248,502,353)
	<b>Items not involved in cash movement</b>		
	Add: Depreciation	3,201,683	5,548,991
	Add: Provisions for loans and investments	946,910,615	3,349,375,491
	Add: Provisions for Taxation	7,105,867	7,165,406
	Add/(Less): Accrued expenses	226,377,593	331,307,854
	Add/(Less): Accrued Income	(58,306,235)	(58,306,235)
		<b>(2,874,420,826)</b>	<b>(2,613,410,846)</b>
	<b>Increase/(decrease) in operating assets and liabilities</b>		
	Loans and advances to customers	1,568,743,946	(10,591,437,291)
	Other assets	148,903,462	2,836,147,179
	Deposits from customers and others	2,391,218,107	2,549,321,409
	Other liabilities	(787,402,079)	7,808,045,786
		<b>3,321,463,436</b>	<b>2,602,077,083</b>
	<b>Net Cash flows from/(used in) Operating Activities</b>	<b>447,042,610</b>	<b>(11,333,763)</b>



#### 44 Others

##### 44.1 For the Year ended December 31, 2020

Name of Court	No. of Suits	Suit Value/Claimed Amt. (in Lac)	Recovery against claim Amt. (in Lac)	Remarks
Artha Rin Adalat	91	43,958.86	46.39	-
Other Courts	162	25,536.64	474.23	-
Total	253	69,495.50	520.62	-

##### 44.2 Unacknowledged debt

The Company has no claim against it which has not been acknowledged as debt at the balance sheet date.

##### 44.3 Employees' information

A total number of 24 employees were employed in PLPS as of 31 December, 2021.

##### 45 Written-off of accounts

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

##### 46 Directors' responsibility statement

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

##### 47 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.

##### 48 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 2021 by considering the said quick summary report.

##### 49 General

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

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

49.3 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.

49.4 Provision of audit fee 2021 is made in the financial statements of 2022.



**People's Leasing and Financial Services Ltd.**  
Fixed Assets Schedule  
As at December 31, 2021

Annexure - A  
Figures in Taka

Sl No.	Particulars	COST				Rate	ACCUMULATED DEPRECIATION				Written Down Value as on December 31, 2021
		Balance as on 1 Jan, 2021	Additions during the Year	Adjustment during the year	Balance as on December 31, 2021		Balance as on 1 Jan, 2021	Charged during the year	Adjustment during the year	Balance as on December 31, 2021	
1	Company Premises	33,265,482	-	-	33,265,482	10%	23,870,328	939,516	-	24,809,844	8,455,638
2	Motor Car & Vehicle	26,260,950	-	-	26,260,950	20%	20,705,111	1,111,108	-	21,816,219	4,444,671
3	Computer	21,027,936	-	-	21,027,936	20%	14,996,260	1,206,338	-	16,202,598	4,825,338
4	Telephone System	1,756,858	-	-	1,756,858	10%	1,219,743	53,712	-	1,273,455	483,404
5	Air Cooler	11,880,664	1	-	11,880,664	5%	3,284,867	429,790	-	3,714,657	8,166,007
6	Refrigerator	209,002	-	-	209,002	10%	109,176	9,982	-	119,158	89,844
7	Generator	-	-	-	-	10%	-	-	-	-	-
8	Office Equipment	4,779,581	-	-	4,779,581	20%	3,866,484	178,619	-	4,045,103	714,478
9	Furniture & Fixtures	53,980,594	-	-	53,980,594	5%	18,603,898	1,788,833	-	20,392,731	33,607,861
10	Crockeries	39,106	-	-	39,106	20%	32,695	1,282	-	33,977	5,129
11	Software	507,804	-	-	507,804	20%	255,098	50,381	-	305,479	201,525
	<b>As on 31 December, 2021</b>	<b>153,207,177</b>	<b>-</b>	<b>-</b>	<b>153,207,177</b>		<b>86,963,660</b>	<b>5,749,623</b>	<b>-</b>	<b>92,713,283</b>	<b>60,993,895</b>
	<b>As on 31 December, 2020</b>	<b>153,433,021</b>	<b>739,156</b>	<b>465,000</b>	<b>153,707,177</b>		<b>79,327,638</b>	<b>7,636,831</b>	<b>811</b>	<b>86,963,658</b>	<b>64,022,110</b>

Non-Banking Assets

Sl No.	Particulars	COST				Rate	ACCUMULATED DEPRECIATION				Written Down Value as on December 31, 2021
		Balance as on 1 Jan, 2021	Additions during the Year	Adjustment during the year	Balance as on December 31, 2021		Balance as on 1 Jan, 2021	Charged during the year	Adjustment during the year	Balance as on December 31, 2021	
1	Company Premises	58,558,336	-	-	58,558,336	10%	27,407,728	3,115,061	-	30,522,789	28,055,547
	<b>As on 31 December, 2021</b>	<b>58,558,336</b>	<b>-</b>	<b>-</b>	<b>58,558,336</b>		<b>27,407,728</b>	<b>3,115,061</b>	<b>-</b>	<b>30,522,789</b>	<b>28,055,547</b>
	<b>As on 31 December, 2020</b>	<b>58,558,336</b>	<b>-</b>	<b>-</b>	<b>58,558,336</b>		<b>20,101,627</b>	<b>3,845,671</b>	<b>749</b>	<b>23,946,549</b>	<b>38,456,709</b>





People's Leasing and Financial Services Ltd.  
Fixed Assets Schedule  
As at December 31, 2020

Annexure - A  
Figures in Taka

Sl No.	Particulars	COST			Rate	ACCUMULATED DEPRECIATION				Written Down Value as on December 31, 2020
		Balance as on 1 Jan, 2019	Additions during the Year	Adjustment during the year		Balance as on December 31, 2020	Balance as on 1 Jan, 2019	Charged during the year	Adjustment during the year	
1	Company Premises	33,265,482	-	-	10%	22,826,422	1,043,906	-	23,870,328	9,395,154
2	Motor Car & Vehicle	26,260,950	-	-	20%	19,316,150	1,388,961	-	20,705,111	5,555,839
3	Computer	21,027,936	-	-	20%	13,488,333	1,507,927	-	14,996,260	6,031,676
4	Telephone System	1,756,858	-	-	10%	1,140,062	59,681	-	1,219,743	537,115
5	Air Cooler	12,345,664	-	465,000	5%	2,820,270	464,597	-	3,284,867	8,595,797
6	Refrigerator	209,002	-	-	10%	98,085	11,091	-	109,176	99,826
7	Generator	-	-	-	10%	-	-	-	-	-
8	Office Equipment	4,247,335	532,246	-	20%	3,679,816	206,668	-	3,886,484	893,097
9	Furniture & Fixtures	53,773,684	206,910	-	5%	15,714,476	2,889,422	-	18,603,898	35,376,696
10	Crockeries	39,106	-	-	20%	31,903	1,603	811	32,695	6,411
11	Software	507,004	-	-	20%	192,121	62,977	-	255,098	251,906
	As on 31 December, 2020	153,433,021	739,156	465,000		79,327,638	7,636,831	811	86,963,658	66,743,520
	As on 31 December, 2019	160,251,474	-	6,818,453		76,229,365	7,771,534	6,673,260	79,327,638	84,022,110

Non-Banking Assets

Sl No.	Particulars	COST			Rate	ACCUMULATED DEPRECIATION				Written Down Value as on December 31, 2020
		Balance as on 1 Jan, 2019	Additions during the Year	Adjustment during the year		Balance as on December 31, 2020	Balance as on 1 Jan, 2019	Charged during the year	Adjustment during the year	
1	Company Premises	58,558,336	-	-	10%	23,946,549	3,461,179	-	27,407,728	31,150,608
	As on 31 December, 2020	58,558,336	-	-		23,946,549	3,461,179	-	27,407,728	31,150,608
	As on 31 December, 2019	58,558,336	-	-		20,101,627	3,845,671	749	23,946,549	38,456,709



People's Leasing and Financial Services Ltd.  
Consolidated Fixed Assets Schedule  
As on December 31, 2021

## Property, plant &amp; equipment

Figures in Taka

SI No.	Particulars	COST			Rate	ACCUMULATED DEPRECIATION				Written Down Value as on 31 Dec, 2021	
		Balance as on Jan 01, 2021	Additions during the Year	Adjustment during the year		Balance as on 31 Dec, 2021	Balance as on Jan 01, 2021	Charged during the year	Adjustment during the year		Balance as on 31 Dec, 2021
1	Company Premises	33,265,482	-	-	33,265,482	10%	23,870,328	939,515	-	24,809,843	8,455,639
2	Motor Car & Vehicle	28,240,950	-	-	28,240,950	20%	22,685,110	1,111,168	-	23,796,278	4,444,672
3	Computer	23,364,684	-	-	23,364,684	20%	17,045,962	1,263,744	-	18,309,706	5,054,978
4	Telephone System	1,756,858	-	-	1,756,858	10%	1,219,743	53,712	-	1,273,455	483,404
5	Air Cooler	13,108,664	-	-	13,108,664	5%	4,055,524	521,259	-	4,576,783	8,531,881
6	Refrigerator	209,002	-	-	209,002	10%	109,176	9,983	-	119,159	89,843
7	Generator	-	-	-	-	10%	-	-	-	-	-
8	Office Equipment	5,251,546	-	-	5,251,546	20%	4,283,398	189,847	-	4,473,245	778,101
9	Furniture & Fixtures	99,647,991	-	-	99,647,991	5%	21,909,671	1,996,997	-	23,906,668	35,661,323
10	Crocheries	39,106	-	-	39,106	20%	32,695	1,282	-	33,977	5,129
11	Software	1,574,504	-	-	1,574,504	20%	1,111,495	100,157	-	1,211,652	359,852
	As on 31 December, 2020	166,458,587	-	-	166,458,587		96,403,102	6,190,664	-	102,593,766	63,864,819
	As on 31 December, 2019	166,184,431	239,156	465,000	166,458,587		88,243,893	8,169,020	811	96,403,102	70,055,485

## Non-Banking Assets

Figures in Taka

Serial No.	Particulars	COST			Rate	ACCUMULATED DEPRECIATION				Written Down Value as on 31 Dec, 2020	
		Balance as on Jan 01, 2019	Additions during the Year	Adjustment during the year		Balance as on 31 Dec, 2020	Balance as on Jan 01, 2019	Additions during the Year	Adjustment during the year		Balance as on 31 Dec, 2020
1	Company Premises	58,558,336	-	-	58,558,336	10%	23,946,549	3,461,179	-	27,407,728	31,150,608
	As on 31 December, 2020	58,558,336	-	-	58,558,336		23,946,549	3,461,179	-	27,407,728	31,150,608
	As on 31 December, 2019	58,558,336	-	-	58,558,336		20,101,627	3,845,671	749	23,946,549	34,611,787



People's Leasing and Financial Services Ltd.  
Consolidated Fixed Assets Schedule  
As on December 31, 2020

## Property, plant &amp; equipment

Figures in Taka

Sl No.	Particulars	COST			Rate	ACCUMULATED DEPRECIATION				Written Down Value as on 31 Dec, 2020
		Balance as on Jan 01, 2019	Additions during the Year	Adjustment during the year		Balance as on 31 Dec, 2020	Balance as on Jan 01, 2019	Charged during the year	Adjustment during the year	
1	Company Premises	33,265,482	-	-	10%	22,826,422	1,043,996	-	23,870,328	9,395,154
2	Motor Car & Vehicle	29,240,950	-	-	20%	21,296,149	1,388,981	-	22,685,110	5,555,840
3	Computer	23,364,684	-	-	20%	15,466,274	1,579,688	-	17,045,962	6,318,722
4	Telephone System	1,756,858	-	-	10%	1,160,062	59,681	-	1,219,743	537,113
5	Air Cooler	13,573,664	-	465,000	5%	3,476,591	578,933	-	4,055,524	9,053,140
6	Refrigerator	209,002	4	-	10%	98,085	11,091	-	109,176	99,826
7	Generator	-	-	-	10%	-	-	-	-	-
8	Office Equipment	4,719,100	532,246	-	20%	4,063,521	219,877	-	4,283,398	967,948
9	Furniture & Fixtures	59,441,081	206,910	-	5%	18,846,735	3,142,936	-	21,989,671	37,658,320
10	Crockeries	39,106	-	-	20%	31,903	1,603	811	32,695	6,411
11	Software	1,574,504	-	-	20%	978,151	133,344	-	1,111,495	463,009
	<b>As on 31 December, 2020</b>	<b>166,184,431</b>	<b>739,156</b>	<b>485,000</b>		<b>88,243,893</b>	<b>8,160,020</b>	<b>811</b>	<b>96,403,102</b>	<b>70,055,483</b>
	<b>As on 31 December, 2019</b>	<b>173,002,883</b>	<b>-</b>	<b>6,818,453</b>		<b>84,521,951</b>	<b>8,395,202</b>	<b>4,673,260</b>	<b>85,243,893</b>	<b>77,940,535</b>

Non-Banking Assets  
IAS 1.55

Figures in Taka

Serial No.	Particulars	COST			Rate	ACCUMULATED DEPRECIATION				Written Down Value as on 31 Dec, 2020
		Balance as on Jan 01, 2019	Additions during the Year	Adjustment during the year		Balance as on 31 Dec, 2020	Balance as on Jan 01, 2019	Additions during the Year	Adjustment during the year	
1	Company Premises	58,558,336	-	-	10%	23,946,549	3,461,379	-	27,407,928	31,150,608
	<b>As on 31 December, 2020</b>	<b>58,558,336</b>	<b>-</b>	<b>-</b>		<b>23,946,549</b>	<b>3,461,379</b>	<b>-</b>	<b>27,407,928</b>	<b>31,150,608</b>
	<b>As on 31 December, 2019</b>	<b>58,558,336</b>	<b>-</b>	<b>-</b>		<b>20,101,627</b>	<b>3,845,671</b>	<b>749</b>	<b>23,946,549</b>	<b>34,611,787</b>





## People's Leasing And Financial Services Limited

Classification and provisioning of Loans, Lease and Advance  
As on 31/12/2021

Classification status of Loan, Lease & Advance as on 31/12/2021	Amount of outstanding Loan Lease and Advance as on 31/12/2021	Base for Provision	Percentage(%) of provision required as per Bangladesh bank directive	Provision Kept 31/12/2021	Provision Kept 31/12/2020
<b>General Provision</b>					
Standard Non SME	63,052,570	63,052,570	1%	630,525.70	4,354,985.52
Standard SME	-	-	0%	-	1,599.70
Special Mention Account(SMA)	64,929,335	39,916,140	5%	2,995,807.00	3,881,052.20
<b>Total A</b>	<b>127,981,905</b>	<b>122,968,710</b>	<b>-</b>	<b>3,626,333</b>	<b>8,237,637</b>
<b>Specific Provision</b>					
Sub Standard (SS)	81,553,683	81,479,444	20%	16,295,888.80	10,228,191
Doubtful (DF)	5,861,393	5,036,250	50%	2,518,125.00	18,616,835
Bad and Loss (BL)	11,895,583,998	8,984,759,979	100%	8,984,759,979.00	8,029,755,072
<b>Total B</b>	<b>11,982,999,074</b>	<b>9,071,275,673</b>		<b>9,003,573,993</b>	<b>8,058,600,098</b>
<b>C.Total (A+B)</b>	<b>12,110,980,979</b>	<b>9,194,244,383</b>		<b>9,007,200,326</b>	<b>8,066,837,735</b>



**People's Leasing and Financial Services Ltd.**  
**Financial Highlights (Solo)**

Sl. No.	Particulars	Amount in Tk.	
		2021	2020
1	Paid-up Capital	2,854,405,970	2,854,405,970
2	Total Capital	(32,589,498,156)	(28,674,928,971)
3	Capital Surplus	(35,443,904,126)	(31,529,334,941)
4	Total Assets	14,659,198,670	14,282,964,085
5	Total Deposits	26,417,695,713	23,678,631,203
6	Total loans & advances	12,110,980,979	12,026,833,841
7	Total contingent liabilities and commitments	325,000,000	325,000,000
8	Credit deposit ratio	45.84%	50.79%
9	Percentage of classified loans against total loans & advances	98.87%	95.41%
10	Profit after tax and provision	(3,999,710,350)	(6,248,502,353)
11	Amount of classified loans during the year	11,974,126,894	11,474,802,168
12	Provision kept against classified loans	9,007,200,324	8,066,837,734
13	Provision surplus against classified loans	-	-
14	Cost of fund	15.42%	15.88%
15	Interest earning assets	13,477,834,868	12,915,489,040
16	Non-interest earning assets	1,181,363,801	1,367,475,044
17	Return on Investments	(32.40)	(50.83)
18	Return on assets (ROA)	(27.64)	(44.47)
19	Income from loans & advances & investment	246,581,668	179,489,171
20	Earnings per share	(14.01)	(21.89)
21	Net income per share	(14.01)	(21.89)
22	Price earnings ratio	(0.21)	(0.14)

