

**Consolidated Financial Statements (Un-audited)**  
**Union Capital Limited**  
**For the first quarter (Q1) ended 31 March 2015**

**Union Capital Limited**  
**Consolidated Balance Sheet (Un-Audited) as at 31 March 2015**

Figures in BDT

<b>Particulars</b>	<b>31-Mar-15</b>	<b>31-Dec-14</b>
<b>PROPERTY AND ASSETS</b>		
<b>Cash</b>		
In hand (including foreign currencies)	94,000	94,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	153,478,364	153,053,421
	<b>153,572,364</b>	<b>153,147,421</b>
<b>Balance with other banks and financial institutions</b>		
In Bangladesh	964,980,018	584,665,127
Outside Bangladesh	-	-
	<b>964,980,018</b>	<b>584,665,127</b>
<b>Money at call and short notice</b>		
	-	-
<b>Investments</b>		
Government	-	-
Others	1,542,439,404	1,488,135,388
	<b>1,542,439,404</b>	<b>1,488,135,388</b>
<b>Loans, advances and leases</b>		
Loans, advances and leases	15,465,507,204	14,739,579,044
Bills purchased and discounted	-	-
	<b>15,465,507,204</b>	<b>14,739,579,044</b>
<b>Fixed assets including land, building, furniture and fixtures</b>	22,542,548	24,186,716
<b>Other assets</b>	1,394,074,551	1,184,609,204
<b>TOTAL ASSETS</b>	<b>19,543,116,089</b>	<b>18,174,322,899</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>Liabilities</b>		
Borrowings from other banks, financial institutions and agents	3,525,410,462	2,985,042,753
<b>Deposits and other accounts</b>		
Term deposits	9,912,375,109	9,695,588,734
Other deposits	1,069,004,017	1,009,852,850
	<b>10,981,379,126</b>	<b>10,705,441,584</b>
Other liabilities	2,709,730,556	2,676,662,004
<b>Total liabilities</b>	<b>17,216,520,144</b>	<b>16,367,146,340</b>
<b>Shareholders' equity</b>		
Paid up capital	1,329,902,836	1,209,002,586
Preference share capital	500,000,000	-
Statutory reserve	323,835,724	323,835,724
Revaluation reserve	102,024,360	102,024,360
Retained earnings	70,832,906	172,313,739
<b>Total equity attributable to equity holders of the Company</b>	<b>2,326,595,825</b>	<b>1,807,176,409</b>
Non-controlling interest	120	149
<b>TOTAL LIABILITIES AND SHAREHOLDERS EQUITY</b>	<b>19,543,116,089</b>	<b>18,174,322,899</b>
<b>OFF-BALANCE SHEET ITEMS</b>		
<b>Contingent liabilities</b>		
Letters of guarantee	-	-
Irrevocable letters of credit	-	-
Other contingent liabilities	-	-
<b>Other commitments</b>		
Undisbursed contracted loans, advances and leases	678,324,000	936,000,000
<b>TOTAL OFF BALANCE SHEET ITEMS</b>	<b>678,324,000</b>	<b>936,000,000</b>

sd/-

Md. Forhad Hossain ACA  
**Chief Financial Officer**

sd/-

Md. Akter Hossain Sannamat FCA, FCS  
**Managing Director & CEO**

**Union Capital Limited**  
**Consolidated Profit and Loss Account (Un-Audited)**  
**For the first quarter (Q1) ended 31 March 2015**

Figures in BDT

<b>Particulars</b>	<b>31-Mar-15</b>	<b>31-Mar-14</b>
Interest income	543,314,940	363,499,926
Interest paid on deposits and borrowings etc.	(339,113,542)	(321,798,821)
<b>Net interest income</b>	<b>204,201,399</b>	<b>41,701,105</b>
Investment income	(63,638,083)	66,591,778
Fees, commissions, exchange and brokerage	28,365,664	59,926,901
Other operating income	2,363,817	2,320,968
<b>Total operating income</b>	<b>171,292,797</b>	<b>170,540,753</b>
Salaries and other employee benefits	24,334,713	19,251,448
Rent, taxes, insurance, electricity etc.	6,809,940	5,022,637
Legal expenses	76,340	(248,767)
Postage, stamp, telecommunication etc.	945,789	677,908
Stationery, printing, advertisements etc.	783,627	1,927,287
Managing Director's salary and fees	1,560,000	1,560,000
Directors' fees	772,479	393,500
Depreciation and repair of assets	2,336,752	2,081,164
Other expenses	9,819,159	6,333,714
<b>Total operating expenses</b>	<b>47,438,799</b>	<b>36,998,890</b>
<b>Profit before provision</b>	<b>123,853,998</b>	<b>133,541,863</b>
<b>Provision for loans, advances, leases and investments</b>		
Provision for loans, advances and leases	34,466,966	17,859,962
Provision for diminution in value of investments	41,727,095	23,397,817
<b>Total provision</b>	<b>76,194,061</b>	<b>41,257,779</b>
<b>Total profit before tax</b>	<b>47,659,937</b>	<b>92,284,084</b>
Provision for taxation		
Current tax	28,240,550	29,484,976
Deferred tax	-	-
	<b>28,240,550</b>	<b>29,484,976</b>
<b>Net profit after tax</b>	<b>19,419,387</b>	<b>62,799,108</b>
<b>Weighted average no. of outstanding share</b>	<b>132,990,283</b>	<b>132,990,283</b>
<b>Earnings per share (2014: Restated)</b>	<b>0.15</b>	<b>0.47</b>

sd/-

Md. Forhad Hossain ACA  
**Chief Financial Officer**

sd/-

Md. Akter Hossain Sannamat FCA, FCS  
**Managing Director & CEO**

**Union Capital Limited**  
**Consolidated Cash Flow Statement (Un-audited)**  
**For the first quarter (Q1) ended 31 March 2015**

Figures in BDT

<b>Particulars</b>	<b>31-Mar-15</b>	<b>31-Mar-14</b>
<b>Cash flows from operating activities</b>		
Interest receipts	484,360,349	348,464,999
Interest payments	(337,086,555)	(270,187,858)
Fee and commission receipts	28,365,664	59,926,901
Dividend receipts	16,911,150	-
Cash payments to employees	(25,894,713)	(20,811,448)
Cash payments to suppliers and management expenses	(5,535,157)	(10,692,201)
Income taxes paid	(81,775,377)	(45,879,347)
Receipts from other operating activities	2,363,817	2,320,968
Payments for other operating activities	(10,667,978)	(6,478,447)
Cash generated before changes in operating assets and liabilities	71,041,200	56,663,567
<b>Increase/decrease in operating assets and liabilities</b>		
Statutory deposits	-	-
Purchase of trading securities (treasury bills)	-	-
Loans, advances and leases to banks and financial institutions	-	-
Loans, advances and leases to customers	(725,928,160)	(1,241,422,434)
Other assets	209,465,348	(132,536,384)
Deposits from banks and other financial institutions	40,000,000	189,639,387
Deposits from customers	235,937,542	963,617,235
Other liabilities account of customers	-	-
Trading liabilities	-	-
Other liabilities	296,910,227	418,521,984
<b>Cash generated from operating assets and liabilities</b>	<b>56,384,957</b>	<b>197,819,788</b>
<b>Net cash generated from/(used) in operating activities</b>	<b>127,426,156</b>	<b>254,483,355</b>
<b>Cash flows from investing activities</b>		
Proceeds from sale of securities	349,908,924	792,851,320
Payments for purchases of securities	(516,348,605)	(891,610,669)
Purchase of property, plant and equipment	(2,249,939)	(1,513,454)
Proceeds from sale of property, plant and equipment	-	-
<b>Net cash used in investing activities</b>	<b>(168,689,621)</b>	<b>(100,272,803)</b>
<b>Cash flows from financing activities</b>		
Dividend paid	-	-
Issuance of preference share	500,000,000	-
Receipts of long term loan	346,972,851	14,296,400
Repayment of long term loan	(138,243,166)	(171,618,061)
Non-controlling interest	-	-
Net draw down/(payment) of short term loan	(286,726,387)	82,595,738
<b>Net cash generated from/(used) in financing activities</b>	<b>422,003,298</b>	<b>(74,725,923)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>380,739,833</b>	<b>79,484,629</b>
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the quarter	737,812,549	385,174,497
<b>Cash and cash equivalents at end of the quarter</b>	<b>1,118,552,382</b>	<b>464,659,126</b>
<b>Cash and cash equivalents at end of the year represents</b>		
Cash in hand	94,000	89,000
Balance with Bangladesh Bank and its agent bank	153,478,364	117,829,294
Balance with other banks and financial institutions	964,980,018	346,740,831
	<b>1,118,552,382</b>	<b>464,659,126</b>

sd/-

Md. Forhad Hossain ACA  
**Chief Financial Officer**

sd/-

Md. Akter Hossain Sannamat FCA, FCS  
**Managing Director & CEO**

**Union Capital Limited**  
**Consolidated statement of changes in shareholders' equity (Un-audited)**  
**For the first quarter (Q1) ended 31 March 2015**

Figures in BDT

<b>Particulars</b>	<b>Paid-up capital</b>	<b>Preference share</b>	<b>Statutory reserve</b>	<b>Revaluation reserves</b>	<b>Retained earnings</b>	<b>Non-controlling interest</b>	<b>Total</b>
Balance as at 1 January 2015	1,209,002,586	-	323,835,724	102,024,360	172,313,739	149	1,807,176,558
Net profit for the quarter	-	-	-	-	19,419,416	(29)	19,419,387
Issuance of preference share	-	500,000,000	-	-	-	-	500,000,000
Issuance of bonus share	120,900,250	-	-	-	(120,900,250)	-	-
<b>Balance as at 31 March 2015</b>	<b>1,329,902,836</b>	<b>500,000,000</b>	<b>323,835,724</b>	<b>102,024,360</b>	<b>70,832,906</b>	<b>120</b>	<b>2,326,595,946</b>
Balance as at 1 January 2014	1,099,093,260	-	281,817,425	505,500,000	124,254,558	170	2,010,665,412
Net profit for the quarter	-	-	-	-	62,799,108	-	62,799,108
Issuance of bonus share	109,909,331	-	-	-	(109,909,331)	-	-
<b>Balance as at 31 March 2014</b>	<b>1,209,002,591</b>	<b>-</b>	<b>281,817,425</b>	<b>505,500,000</b>	<b>77,144,335</b>	<b>170</b>	<b>2,073,464,520</b>

sd/-

Md. Forhad Hossain ACA  
**Chief Financial Officer**

sd/-

Md. Akter Hossain Sannamat FCA, FCS  
**Managing Director & CEO**

**Union Capital Limited**  
**Balance Sheet**

Figures in BDT

<b>As at</b>	<b>31-Mar-15</b>	<b>31-Dec-14</b>
<b>PROPERTY AND ASSETS</b>		
<b>Cash</b>		
In hand (including foreign currencies)	59,000	59,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	153,478,364	153,053,421
	<b>153,537,364</b>	<b>153,112,421</b>
<b>Balance with other banks and financial institutions</b>		
In Bangladesh	860,551,352	436,665,949
Outside Bangladesh	-	-
	<b>860,551,352</b>	<b>436,665,949</b>
<b>Money at call and short notice</b>		
	-	-
<b>Investments</b>		
Government	-	-
Others	411,602,745	394,219,407
	<b>411,602,745</b>	<b>394,219,407</b>
<b>Loans, advances and leases</b>		
Loans, advances and leases	14,793,173,979	14,296,223,795
Bills purchased and discounted	-	-
	<b>14,793,173,979</b>	<b>14,296,223,795</b>
<b>Fixed assets including land, building, furniture and fixtures</b>	14,572,869	16,221,475
<b>Other assets</b>	2,329,850,069	2,014,326,544
<b>TOTAL ASSETS</b>	<b>18,563,288,378</b>	<b>17,310,769,590</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>Liabilities</b>		
Borrowings from other banks, financial institutions and agents	3,220,586,899	2,798,583,601
<b>Deposits and other accounts</b>		
Term deposits	9,912,375,109	9,695,588,734
Other deposits	1,069,004,017	1,009,852,850
	<b>10,981,379,126</b>	<b>10,705,441,584</b>
Other liabilities	2,104,618,706	2,104,610,311
<b>Total liabilities</b>	<b>16,306,584,731</b>	<b>15,608,635,496</b>
<b>Shareholders' equity</b>		
Paid up capital	1,329,902,836	1,209,002,586
Preference share capital	500,000,000	-
Statutory reserve	323,835,723	323,835,724
Retained earnings	102,965,088	169,295,784
<b>Total shareholders' equity</b>	<b>2,256,703,648</b>	<b>1,702,134,094</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>18,563,288,378</b>	<b>17,310,769,590</b>
<b>OFF-BALANCE SHEET ITEMS</b>		
<b>Contingent liabilities</b>		
Letters of guarantee	-	-
Irrevocable letters of credit	-	-
Other contingent liabilities	-	-
<b>Other commitments</b>		
Undisbursed contracted loans, advances and leases	678,324,000	936,000,000
<b>TOTAL OFF BALANCE SHEET ITEMS</b>	<b>678,324,000</b>	<b>936,000,000</b>

sd/-  
Md. Forhad Hossain ACA  
Chief Financial Officer

sd/-  
Md. Akter Hossain Sannamat FCA, FCS  
Managing Director & CEO

**Union Capital Limited**  
**Profit and Loss Account**

Figures in BDT

<b>For the 1st quarter ended 31 March</b>	<b>2015</b>	<b>2014</b>
Interest income	507,454,868	402,568,994
Interest paid on deposits and borrowings etc.	(332,112,838)	(320,307,550)
<b>Net interest income</b>	<b>175,342,031</b>	<b>82,261,444</b>
Investment income	(31,014,305)	26,164,646
Fees, commissions, exchange and brokerage	3,604,605	7,058,076
Other operating income	1,599,538	1,508,820
<b>Total operating income</b>	<b>149,531,869</b>	<b>116,992,987</b>
Salaries and other employee benefits	15,392,863	13,272,310
Rent, taxes, insurance, electricity etc.	2,597,389	2,675,349
Legal expenses	76,340	(248,767)
Postage, stamp, telecommunication etc.	503,848	267,416
Stationery, printing, advertisements etc.	603,819	1,825,693
Managing Director's salary and fees	1,560,000	1,560,000
Directors' fees	155,000	290,000
Auditors' fees	-	-
Depreciation and repair of assets	2,190,181	1,858,256
Other expenses	6,178,223	3,540,093
<b>Total operating expenses</b>	<b>29,257,663</b>	<b>25,040,349</b>
<b>Profit before provision</b>	<b>120,274,206</b>	<b>91,952,638</b>
<b>Provision for loans, advances, leases and investments</b>		
Provision for loans, advances and leases	34,466,966	15,000,000
Provision for diminution in value of investments	16,237,686	-
<b>Total provision</b>	<b>50,704,652</b>	<b>15,000,000</b>
<b>Total profit before tax</b>	<b>69,569,554</b>	<b>76,952,638</b>
Provision for taxation		
Current tax	15,000,000	18,883,820
Deferred tax	-	-
	<b>15,000,000</b>	<b>18,883,820</b>
<b>Net profit after tax</b>	<b>54,569,554</b>	<b>58,068,818</b>
<b>Weighted average no. of outstanding share</b>	<b>132,990,283</b>	<b>132,990,283</b>
<b>Earnings per share (2014: Restated)</b>	<b>0.41</b>	<b>0.44</b>

sd/-

Md. Forhad Hossain ACA  
**Chief Financial Officer**

sd/-

Md. Akter Hossain Sannamat FCA, FCS  
**Managing Director & CEO**

**Union Capital Limited**  
**Cash Flow Statement for the 1st quarter ended 31 March 2015**

Figures in BDT

<b>Particulars</b>	<b>2015</b>	<b>2014</b>
<b>Cash flows from operating activities</b>		
Interest receipts	448,500,276	370,330,966
Interest payments	(380,085,851)	(291,211,022)
Fee and commission receipts	3,604,605	7,058,076
Dividend receipts	75,000	975,036
Cash payments to employees	(16,952,863)	(17,798,750)
Cash payments to suppliers and management expenses	(8,798,333)	(6,323,929)
Income taxes paid	(62,696,662)	(38,525,196)
Receipts from other operating activities	1,018,934	1,478,820
Payments for other operating activities	(6,178,223)	(3,540,094)
Cash generated before changes in operating assets and liabilities	(21,513,117)	22,443,906
<b>Increase/decrease in operating assets and liabilities</b>		
Statutory deposits	-	-
Purchase of trading securities (treasury bills)	-	-
Loans, advances and leases to banks and financial institutions	-	-
Loans, advances and leases to customers	(496,950,184)	(1,116,105,024)
Other assets	204,260,612	136,839,212
Deposits from banks and other financial institutions	40,000,000	2,775,639,387
Deposits from customers	235,937,542	(1,905,916,421)
Other liabilities account of customers	-	-
Trading liabilities	-	-
Other liabilities	192,333,267	88,608,627
<b>Cash generated from operating assets and liabilities</b>	<b>175,581,237</b>	<b>(20,934,219)</b>
<b>Net cash generated from/(used) in operating activities</b>	<b>154,068,120</b>	<b>1,509,687</b>
<b>Cash flows from investing activities</b>		
Proceeds from sale of securities	340,608,905	772,701,070
Payments for purchases of securities	(452,142,211)	(881,226,049)
Purchase of property, plant and equipment	(2,075,350)	(3,218,377)
Proceeds from sale of property, plant and equipment	-	19,501
<b>Net cash used in investing activities</b>	<b>(113,608,656)</b>	<b>(111,723,856)</b>
<b>Cash flows from financing activities</b>		
Dividend paid	-	-
Issuance of preference share	500,000,000	-
Receipts of long term loan	306,972,851	225,381,765
Repayment of long term loan	(136,395,582)	(248,061,626)
Net draw down/(payment) of short term loan	(286,726,387)	82,595,738
<b>Net cash generated from/(used) in financing activities</b>	<b>383,850,882</b>	<b>59,915,877</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>424,310,346</b>	<b>(50,298,291)</b>
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the quarter	589,778,370	373,781,267
<b>Cash and cash equivalents at end of the quarter</b>	<b>1,014,088,716</b>	<b>323,482,976</b>
<b>Cash and cash equivalents at end of the year represents</b>		
Cash in hand	59,000	59,000
Balance with Bangladesh Bank and its agent bank	153,478,364	117,829,294
Balance with other banks and financial institutions	860,551,352	205,594,681
	<b>1,014,088,716</b>	<b>323,482,976</b>
<b>Supplemental schedule for non-cash financing activities</b>		
Bonus share issued	120,900,250	109,909,326

sd/-

Md. Forhad Hossain ACA  
**Chief Financial Officer**

sd/-

Md. Akter Hossain Sannamat FCA, FCS  
**Managing Director & CEO**



**Union Capital Limited**

**Statement of Changes in shareholders' equity for the year ended 31 March 2015**

Figures in BDT

<b>Particulars</b>	<b>Paid-up capital</b>	<b>Preference share</b>	<b>Statutory reserve</b>	<b>Retained earnings</b>	<b>Total</b>
Balance as at 1 January 2015	1,209,002,586	-	323,835,724	169,295,784	1,702,134,094
Net profit for the quarter 2015	-	-	-	54,569,554	54,569,554
Issuance of preference share	-	500,000,000	-	-	500,000,000
Issuance of bonus share (year 2014)	120,900,250	-	-	(120,900,250)	-
<b>Balance as at 31 March 2015</b>	<b>1,329,902,836</b>	<b>500,000,000</b>	<b>323,835,724</b>	<b>102,965,087</b>	<b>2,256,703,648</b>
Balance as at 1 January 2014	1,099,093,265	-	281,817,424	111,131,911	1,492,042,600
Net profit for the quarter 2014	-	-	-	58,068,818	58,068,818
Issuance of bonus share (year 2013)	109,909,326	-	-	(109,909,326)	-
<b>Balance as at 31 March 2014</b>	<b>1,209,002,591</b>	<b>-</b>	<b>281,817,424</b>	<b>59,291,403</b>	<b>1,550,111,418</b>

sd/-

Md. Forhad Hossain ACA  
**Chief Financial Officer**

sd/-

Md. Akter Hossain Sannamat FCA, FCS  
**Managing Director & CEO**

**Union capital Limited**  
**Selected explanatory notes to the Financial Statements**  
**As at and for the first quarter (Q1) ended 31 March 2015**

**Reporting**

This first quarterly financial statement have been prepared based on Bangladesh Accounting Standard (BAS) 34: *Interim Financial Reporting*.

These interim financial statements should be read in conjunction with the published financial statements for the year ended 31 December 2014 as they provide an update to previously reported information.

**Accounting policies and method of computations**

Accounting policies and method of computations followed in preparing these financial statements are consistent with those used in the annual financial statements prepared and published for the year ended 31 December 2014.

**Consolidation of operations of subsidiaries**

The consolidation of the financial statements have been made after eliminating all material intra group transactions. The total profit of the Company and its subsidiaries are shown in the consolidated profit and loss account with the proportion of profit after taxation pertaining to minority shareholders being deducted as 'non-controlling interest'.

**Earnings per share (EPS)**

Earnings per share has been calculated based on number of shares outstanding for the period ended 31 March 2015 and profit for the same period. The number of shares outstanding for the period was 132.99 million.

**Subsequent events**

No material events occurred after the reporting date, non-disclosure of which could affect the ability of the users of these financial statements to make proper evaluation and decision.

**Reclassification**

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