



# CONSOLIDATED FINANCIAL STATEMENTS (Un-audited)

## For the third quarter ended 30 September 2014

### Consolidated Balance Sheet (Un-audited)

As at 30 September 2014

Particulars	Amount in Taka	
	30.09.2014	31.12.2013
<b>PROPERTY AND ASSETS</b>		
<b>Cash</b>		
In hand (including foreign currencies)	89,000	82,910
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	151,128,602	108,450,437
	151,217,602	108,533,347
<b>Balance with other banks and financial institutions</b>		
In Bangladesh	456,706,114	276,641,150
Outside Bangladesh	-	-
<b>Total balance with other banks and financial institutions</b>	<b>456,706,114</b>	<b>276,641,150</b>
<b>Money at call and short notice</b>	-	-
<b>Investments</b>		
Government	-	-
Others	1,854,594,779	1,627,749,003
<b>Total investments</b>	<b>1,854,594,779</b>	<b>1,627,749,003</b>
<b>Loans, advances and leases</b>		
Loans, advances and leases	11,721,132,524	10,748,602,289
Bills purchased and discounted	-	-
	<b>11,721,132,524</b>	<b>10,748,602,289</b>
Fixed assets including land, building, furniture and fixtures	17,719,258	18,243,065
Other assets	4,130,180,785	1,125,820,151
<b>Total assets</b>	<b>18,331,551,063</b>	<b>13,905,589,006</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>Liabilities</b>		
Borrowings from other banks, financial institutions and agents	2,857,762,404	1,988,792,036
<b>Deposits and other accounts</b>		
Term deposits	9,522,466,288	7,374,991,783
Other deposits	1,050,932,718	461,863,431
<b>Total deposits and other accounts</b>	<b>10,573,399,006</b>	<b>7,836,855,214</b>
Other liabilities	2,808,939,191	2,069,276,350
<b>Total liabilities</b>	<b>16,240,100,602</b>	<b>11,894,923,599</b>
<b>Shareholders' equity</b>		
Paid up capital	1,209,002,591	1,099,093,260
Statutory reserve	281,817,425	281,817,425
Revaluation reserve	505,500,000	505,500,000
Retained earnings	95,130,310	124,254,553
<b>Total equity attributable to equity holders of the Company</b>	<b>2,091,450,325</b>	<b>2,010,665,237</b>
Non-controlling interest	136	170
<b>Total liabilities and shareholders equity</b>	<b>18,331,551,063</b>	<b>13,905,589,006</b>
<b>OFF-BALANCE SHEET ITEMS</b>		
<b>Contingent liabilities</b>	-	-
<b>Other commitments</b>		
Undisbursed contracted loans, advances and leases	960,380,000	986,200,000
<b>Total off balance sheet items</b>	<b>960,380,000</b>	<b>986,200,000</b>

### Consolidated Profit and Loss Account (Un-audited)

For the third quarter ended 30 September 2014

Particulars	Amount in Taka			
	1 Jan to 30 Sep 14	1 Jan to 30 Sep 13	1 July to 30 Sep 14	1 July to 30 Sep 13
Interest income	1,355,487,998	943,593,011	461,815,794	288,553,296
Interest paid on deposits and borrowings etc.	(991,546,091)	(762,501,173)	(326,215,256)	(262,805,351)
<b>Net interest income</b>	<b>363,941,907</b>	<b>181,091,838</b>	<b>135,600,537</b>	<b>25,747,945</b>
Investment income	68,271,048	29,790,690	(31,928,801)	68,218,718
Fees, commissions, exchange and brokerage	167,773,381	115,501,819	55,560,891	50,946,916
Other operating income	4,401,225	11,066,213	46,111	4,873,162
<b>Total operating income</b>	<b>604,387,561</b>	<b>337,450,560</b>	<b>159,278,739</b>	<b>149,786,740</b>
Salaries and other employee benefits	68,038,440	39,741,801	24,602,012	17,550,296
Rent, taxes, insurance, electricity etc.	16,099,060	12,591,179	5,778,918	4,736,425
Legal expenses	282,032	289,988	63,821	186,488
Postage, stamp, telecommunication etc.	2,485,345	2,200,963	950,156	977,330
Stationery, printing, advertisements etc.	6,646,822	5,742,369	2,096,950	1,994,667
Managing Director's salary and fees	5,520,000	5,520,000	1,560,000	2,400,000
Directors' fees	1,367,500	763,500	416,000	253,500
Auditors' fees	-	-	-	-
Depreciation and repair of assets	6,533,700	7,628,711	2,135,678	2,780,350
Other expenses	25,908,675	20,460,862	6,707,839	5,972,099
<b>Total operating expenses</b>	<b>132,881,574</b>	<b>94,939,372</b>	<b>44,311,375</b>	<b>36,851,154</b>
<b>Profit before provision</b>	<b>471,505,987</b>	<b>242,511,188</b>	<b>114,967,364</b>	<b>112,935,586</b>
<b>Provision for loans, leases and investments</b>				
General provision for loans and leases	148,247,995	26,913,880	70,024,024	(41,950,518)
Specific provision for loans and leases	78,085,127	74,503,199	43,642,428	108,063,692
Provision for diminution in value of investments	24,966,688	85,552,309	(92,837,212)	19,307,169
<b>Total provision</b>	<b>251,299,810</b>	<b>186,969,388</b>	<b>20,829,239</b>	<b>85,420,343</b>
<b>Total profit before tax</b>	<b>220,206,177</b>	<b>55,541,801</b>	<b>94,138,125</b>	<b>27,515,243</b>
Provision for taxation				
Current tax	139,421,111	32,361,303	53,625,602	11,189,795
Deferred tax	-	-	-	-
	139,421,111	32,361,303	53,625,602	11,189,795
<b>Net profit after tax</b>	<b>80,785,066</b>	<b>23,180,498</b>	<b>40,512,523</b>	<b>16,325,448</b>
<b>Earnings per share</b>	<b>0.67</b>	<b>0.19</b>	<b>0.34</b>	<b>0.14</b>

### Consolidated Cash Flow Statement (Un-audited)

For the third quarter ended 30 September 2014

Particulars	Amount in Taka	
	30.09.2014	30.09.2013
<b>Cash flows from operating activities</b>		
Interest receipts	1,276,904,207	952,500,019
Interest payments	(913,989,407)	(761,501,173)
Fee and commission receipts	167,773,381	115,501,819
Dividend receipts	10,870,485	1,980,293
Cash payments to employees	(73,558,440)	(45,261,801)
Cash payments to suppliers and management expenses	(28,596,974)	(26,179,446)
Income taxes paid	(55,058,678)	(41,292,498)
Receipts from other operating activities	4,401,225	11,030,721
Payments for other operating activities	(27,558,207)	(16,306,491)
<b>Cash generated before changes in operating assets and liabilities</b>	<b>361,187,593</b>	<b>190,471,443</b>
<b>Increase/decrease in operating assets and liabilities</b>		
Loans, advances and leases to customers	(3,346,004,900)	(1,823,713,798)
Other assets	(72,076,997)	(559,068,250)
Deposits from banks and other financial institutions	914,000,000	1,786,000,000
Deposits from customers	1,822,543,793	556,036,081
Other liabilities account of customers	-	-
Trading liabilities	-	-
Other liabilities	348,941,921	(163,547,132)
<b>Cash generated from operating assets and liabilities</b>	<b>(332,596,183)</b>	<b>(204,293,099)</b>
<b>Net cash generated from/(used) in operating activities</b>	<b>28,591,409</b>	<b>(13,821,656)</b>
<b>Cash flows from investing activities</b>		
Proceeds from sale of securities	2,946,031,778	2,362,860,863
Payments for purchases of securities	(3,174,442,847)	(2,162,522,686)
Purchase of property, plant and equipment	(5,127,004)	(3,279,933)
Proceeds from sale of property, plant and equipment	-	55,000
<b>Net cash used in investing activities</b>	<b>(233,538,073)</b>	<b>197,113,244</b>
<b>Cash flows from financing activities</b>		
Receipts of long term loan	701,656,684	351,220,000
Repayment of long term loan	(421,304,337)	(128,941,478)
Non-controlling interest	-	-
Net draw down/(payment) of short term loan	147,260,626	(391,224,307)
<b>Net cash generated from/(used) in financing activities</b>	<b>427,612,973</b>	<b>(168,945,785)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>222,666,310</b>	<b>14,345,803</b>
Effects of exchange rate changes on cash and cash equivalents	-	-
<b>Cash and cash equivalents at beginning of the year</b>	<b>385,257,407</b>	<b>289,942,345</b>
<b>Cash and cash equivalents at end of the third quarter</b>	<b>607,923,717</b>	<b>304,288,148</b>
<b>Cash and cash equivalents at end of the third quarter represents</b>		
Cash in hand	89,000	83,000
Balance with Bangladesh Bank and its agent bank	151,128,602	96,221,509
Balance with other banks and financial institutions	456,706,114	207,983,639
<b>Total</b>	<b>607,923,717</b>	<b>304,288,148</b>

### Consolidated Statement of Changes in Equity (Un-audited)

For the third quarter ended 30 September 2014

Particulars	Amount in Taka						
	Paid-up capital	Statutory reserve	Dividend equalization reserve	Revaluation reserves	Retained earnings	Non-controlling interest	Total
<b>Balance as at 1 January 2014</b>	<b>1,099,093,260</b>	<b>281,817,425</b>	-	<b>505,500,000</b>	<b>124,254,558</b>	<b>170</b>	<b>2,010,665,412</b>
Net profit for the third quarter	-	-	-	-	80,785,083	(17)	80,785,066
Cash dividend of UniCap Investments Ltd.	-	-	-	-	-	(16)	(16)
Transfer to retained earnings	-	-	-	-	-	-	-
Issuance of bonus share	109,909,331	-	-	-	(109,909,331)	-	-
<b>Balance as at 30 September 2014</b>	<b>1,209,002,591</b>	<b>281,817,425</b>	-	<b>505,500,000</b>	<b>95,130,310</b>	<b>136</b>	<b>2,091,450,462</b>
<b>Balance as at 1 January 2013</b>	<b>1,046,755,490</b>	<b>254,068,611</b>	<b>7,000,000</b>	<b>505,500,000</b>	<b>55,581,159</b>	<b>149</b>	<b>1,868,905,409</b>
Net profit for the third quarter	-	-	-	-	23,180,451	46	23,180,498
Cash dividend of UniCap Securities Ltd.	-	-	-	-	-	-	-
Cash dividend of UniCap Investments Ltd.	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	(7,000,000)	-	7,000,000	-	-
Issuance of bonus share	52,337,770	-	-	-	(52,337,770)	-	-
<b>Balance as at 30 September 2013</b>	<b>1,099,093,260</b>	<b>254,068,611</b>	-	<b>505,500,000</b>	<b>33,423,840</b>	<b>196</b>	<b>1,892,085,907</b>

### Selected explanatory notes to the Financial Statements

As at and for the third quarter ended 30 September 2014

#### Reporting

These third quarterly financial statements 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 2013 as they provide an update to previously reported information.

#### Accounting policies and method of computations

Accounting policies and methods 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 2013.

#### Consolidation of operations of subsidiaries

The consolidation of the financial statements has been made after eliminating all material intra-group transactions. The total profits 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 30 September 2014 and profit for the same period. The number of shares outstanding for the period was 120.90 million. Earnings per shares for the preceding period of 2013 has also been calculated based on 120.90 million shares.

#### Subsequent events

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

#### Reclassifications

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

In compliance with Bangladesh Securities and Exchange Commission (BSEC)'s Notification No. SEC/CMRRCD/2008-183/Admin/03-34 dated 27 September 2009 and SEC letter No. SEC/CFD/Misc/233/2004/615 dated 2 February 2010, we are pleased to present the third quarterly un-audited consolidated Financial Statements of Union Capital Limited as at and for the third quarter ended 30 September 2014. The consolidated Financial Statements are comprised of the financial statements of Union Capital Limited and its wholly owned subsidiaries, UniCap Securities Limited and UniCap Investments Limited, are prepared as per Bangladesh Accounting Standard (BAS) 34: *Interim Financial Reporting*.

The details of the Un-audited Financial Statements as at and for the third quarter ended 30 September 2014 are available at [www.unicap-bd.com](http://www.unicap-bd.com)

Sd/-  
Md. Forhad Hossain ACA  
Chief Financial Officer (CC)

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