

**Un-Audited Financial Statements
of
FAS Finance & Investment Limited
For The 2nd Quarter Ended June 30, 2020**

FAS Finance & Investment Limited
Consolidated Balance Sheet
As at June 30, 2020

Particulars	Amount in Taka	
	Un-audited	Audited
	30-June-2020	31-Dec-2019
PROPERTY AND ASSETS		
Cash	163,241	17,260,113
In hand (including foreign currencies)	77,043	128,401
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	86,198	17,131,712
Balance with other banks and financial institutions	1,032,545,381	1,035,566,056
In Bangladesh	1,032,545,381	1,035,566,056
Outside Bangladesh	-	-
Money at call and on short notice	-	-
Investments	72,170,839	102,829,230
Government	-	-
Others	72,170,839	102,829,230
Loans, advances and leases	18,911,086,451	17,962,063,855
Loans, cash credits, overdrafts, and leases etc.	18,911,086,451	17,962,063,855
Bills purchased and discounted	-	-
Fixed assets including premises, furniture and fixtures	403,882,023	421,297,977
Other assets	554,907,607	545,376,761
Non-Financial Institution's assets	44,665,893	44,665,893
Total Assets	21,019,421,435	20,129,059,885
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions, and agents	7,397,353,454	7,149,671,046
Deposits and other accounts	8,459,005,409	8,399,142,519
Current deposits and other accounts	-	-
Bills payable	-	-
Savings bank deposits	-	-
Fixed deposits	8,454,507,409	8,393,854,519
Bearer certificates of deposit	-	-
Other deposits	4,498,000	5,288,000
Others liabilities	5,748,252,793	4,286,750,360
Total Liabilities	21,604,611,656	19,835,563,925
Capital/Shareholders' Equity	(588,890,910)	287,931,533
Paid-up capital	1,490,773,640	1,490,773,640
Statutory reserve	205,579,082	205,579,082
Other reserve	315,000	315,000
Revaluation reserve	160,019,160	162,047,765
Retained earnings	(2,445,577,792)	(1,570,783,954)
Non-controlling interest	3,700,689	5,564,427
Total Liabilities and Shareholders' Equity	21,019,421,435	20,129,059,885
Net asset value per share (Last year restated)	(3.95)	1.93



Particulars	Amount in Taka	
	Un-audited	Audited
	30-June-2020	31-Dec-2019
OFF-BALANCE SHEET ITEMS		
Contingent Liabilities		
Acceptances and endorsements	-	-
Letters of guarantee	-	-
Irrevocable letters of credit	-	-
Bills for collection	-	-
Other contingent liabilities	-	-
Other commitments	120,000,000	639,057,691
Documentary credits and short term trade-related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	120,000,000	639,057,691
Total	120,000,000	639,057,691

Md. Zahangir Alam
Chairman

Md. Abul Shahjahan
Director

Pritish Kumar Sarker
Managing Director & CEO


Zahid Mahmud
Company Secretary

A.K.M. Shamsher Ali
Manager & CFO (CC)





FAS Finance & Investment Limited
Consolidated Profit and Loss Account
For the period from 01 January-2020 to 30 June-2020


Particulars	Amount in Taka			
	Un-audited			
	01-Jan-2020 to 30-June-2020	01-Jan-2019 to 30-June-2019	01-Apr-2020 to 30-June-2020	01-Apr-2019 to 30-June-2019
OPERATING INCOME				
Interest income	62,886,782	999,042,580	65,031,465	495,474,420
Less: Interest paid on deposits and borrowings, etc.	882,426,505	833,374,712	427,906,841	418,896,726
Net interest income	(819,539,723)	165,667,868	(362,875,376)	76,577,694
Investment income	9,002,083	(32,161,404)	143,593	(1,506,706)
Commission, exchange and brokerage	-	157,500	-	157,500
Other operating income	446,104	1,906,132	161,337	1,371,558
	9,448,187	(30,097,772)	304,930	22,352
Total operating income (a)	(810,091,536)	135,570,096	(362,570,446)	76,600,046
OPERATING EXPENSES				
Salary and allowances	36,635,862	35,441,947	17,894,774	18,751,203
Rent, taxes, insurance, electricity, etc.	686,665	13,617,674	331,996	6,531,003
Legal expenses	23,000	195,172	-	88,400
Postage, stamps, telecommunication, etc.	463,369	933,604	131,344	367,206
Stationery, printings, advertisements, etc.	358,286	1,952,725	760	682,695
Chief executive's salary & fees	2,800,000	2,800,000	1,525,000	1,525,000
Directors' fees	119,600	372,600	-	225,400
Auditors' fees	86,250	86,250	43,125	86,250
Depreciation and repairs of FI's assets	17,525,005	9,186,305	8,727,482	4,576,315
Other expenses	4,517,041	7,579,065	1,238,384	1,903,499
Total operating expenses (b)	63,215,078	72,165,342	29,892,865	34,736,971
Profit before provision (c=a-b)	(873,306,614)	63,404,754	(392,463,311)	41,863,075
Provision against loans, advances and leases	345,871	55,865,963	17,461	43,078,668
Provision for diminution in value of investments	5,207,705	(25,727,986)	440,880	(6,254,139)
Other provisions	-	-	-	-
Total provision (d)	5,553,576	30,137,977	458,341	36,824,529
Profit before taxation (c-d)	(878,860,190)	33,266,777	(392,921,652)	5,038,546
Provision for taxation	(174,009)	12,446,521	(1,163,352)	1,661,811
Current tax	1,565,241	12,248,425	511,453	1,486,964
Deferred tax	(1,739,250)	198,096	(1,674,805)	174,847
Net profit after taxation	(878,686,181)	20,820,256	(391,758,300)	3,376,735
Attributable:	(878,686,181)	20,820,256	(391,758,300)	3,376,735
Shareholders of the company	(876,822,443)	20,803,293	(390,842,440)	3,379,524
Non-controlling interest	(1,863,738)	16,963	(915,860)	(2,789)
Appropriations	-	4,042,890	-	695,272
Statutory reserve	-	4,042,890	-	695,272
General reserve	-	-	-	-
Dividend, etc.	-	-	-	-
Retained surplus	(876,822,443)	16,760,403	(390,842,440)	2,684,252
Earnings per share-EPS (Last year restated)	(5.88)	0.14	(2.62)	0.02


Md. Zahangir Alam
Chairman


Md. Abul Shahjahan
Director


Prithish Kumar Sarker
Managing Director & CEO



Zahid Mahmud
Company Secretary

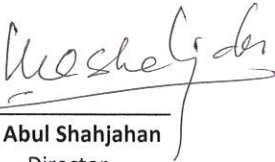

A.K.M. Shamsheer Ali
Manager & CFO (CC)




FAS Finance & Investment Limited
Consolidated Cash Flow Statement
For the period from 01 January-2020 to 30 June-2020

Particulars	Amount in Taka	
	Un-audited 30-June-2020	Un-audited 30-June-2019
Cash flows from operating activities		
Interest receipts	134,984,624	1,048,858,331
Interest payments	(92,557,441)	(564,048,323)
Dividend receipts	365,514	5,207,817
Fee and commission receipts	-	157,500
Recoveries on loans previously written off	-	-
Payments to employees	(38,982,033)	(35,676,347)
Income taxes paid	(4,566,514)	(8,721,187)
Receipts from other operating activities	7,643,777	(36,890,105)
payment for other operating activities	(3,958,478)	(21,492,502)
Operating profit before changes in operating assets & liabilities	2,929,449	387,395,184
Increase/decrease in operating assets and liabilities		
Loans, advances and leases to customers	(104,000)	(1,577,283,143)
Other assets	227,037	3,007,298
Deposit from other FI's	(500,000)	597,214,147
Deposit from customers	(29,484,015)	(259,059,823)
Other liabilities to customer	14,715,493	11,530,866
Trading liabilities (short-term borrowing)	-	(152,465,770)
Other liabilities	53,113	(259,776)
	(15,092,372)	(1,377,316,201)
Net cash from/(used in) operating activities (a)	(12,162,923)	(989,921,017)
Cash flows from investing activities		
Purchase/sale of trading securities, shares, bonds, etc.	30,499,730	114,245,366
Purchase/sale of property, plant and equipment	-	(682,169)
Net cash used in investing activities (b)	30,499,730	113,563,197
Cash flows from financing activities		
Increase/(decrease) of long-term borrowings	(38,454,354)	84,372,439
Dividend paid	-	-
Net cash flow from financing activities (c)	(38,454,354)	84,372,439
Net increase/(decrease) in cash (a+b+c)	(20,117,547)	(791,985,381)
Effects of exchange rate changes on cash and cash equivalents		
Cash and cash equivalents at beginning of the period	1,052,826,169	2,133,305,090
Cash and cash equivalents at end of the period*	1,032,708,622	1,341,319,709
*Cash and cash equivalents at end of the period		
Cash in hand and balance with Bangladesh Bank	163,241	4,112,298
Balance with other banks	1,032,545,381	1,337,207,411
Money at call and short notice	-	-
Treasury bills	-	-
Prize bond	-	-
	1,032,708,622	1,341,319,709
Net operating cash flow per share-NOCFPS (Last year restated)	(0.08)	(6.64)


Md. Zahangir Alam
Chairman


Md. Abul Shahjahan
Director


Prithish Kumar Sarker
Managing Director & CEO


Zahid Mahmud
Company Secretary


A.K.M. Shamsheer Ali
Manager & CFO (CC)




FAS Finance & Investment Limited
Consolidated Statement of Changes in Shareholders' Equity (Un-audited)
For the period from 01 January-2020 to 30 June-2020


Particulars	Amount in Taka					Total
	Paid-up capital	Statutory reserve	Revaluation reserve	Other reserve	Retained earnings	
Balance as at 01 January 2020	1,490,773,640	205,579,082	162,047,765	315,000	(1,570,783,954)	287,931,533
Effects of changes in accounting policy	-	-	-	-	-	-
Restated Balance	1,490,773,640	205,579,082	162,047,765	315,000	(1,570,783,954)	287,931,533
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 the Profit and Loss Account	-	-	-	-	-	-
Net profit after taxation for the period	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-
Dividend	-	-	-	-	-	-
Transfer of depreciation charged to Profit and Loss account	-	-	-	-	-	-
Issue of share capital	-	-	(2,028,605)	-	2,028,605	-
Balance as at 30 June 2020	1,490,773,640	205,579,082	160,019,160	315,000	(2,445,577,792)	(588,890,910)

For the period from 01 January-2019 to 30 June-2019

Particulars	Amount in Taka					Total
	Paid-up capital	Statutory reserve	Revaluation reserve	Other reserve	Retained earnings	
Balance as at 01 January 2019	1,419,784,420	205,579,082	166,318,514	315,000	4,457,231	1,796,454,247
Effects of changes in accounting policy	-	-	-	-	-	-
Restated Balance	1,419,784,420	205,579,082	166,318,514	315,000	4,457,231	1,796,454,247
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 the Profit and Loss Account	-	-	-	-	-	-
Net profit after taxation for the period	-	-	-	-	-	-
Transfer to statutory reserve	-	4,042,890	-	-	-	-
Stock dividend-2018	70,989,220	-	-	-	20,803,293	20,803,293
Transfer of depreciation charged to Profit and Loss account	-	-	-	-	(4,042,890)	-
Issue of share capital	-	-	(2,135,374)	-	2,135,374	-
Balance as at 30 June 2019	1,490,773,640	209,621,972	164,183,140	315,000	(47,636,212)	1,817,257,540


Md. Zahangir Alam
Chairman


Md. Abul Shahjahan
Director


Prithish Kumar Sarker
Managing Director & CEO


Zahid Mahmud
Company Secretary





A.K.M. Shamsheer Ali
Manager & CFO (CC)


FAS Finance & Investment Limited
Balance Sheet
As at June 30, 2020


Particulars	Amount in Taka	
	Un-audited	Audited
	30-June-2020	31-Dec-2019
PROPERTY AND ASSETS		
Cash	110,660	17,179,374
In hand (including foreign currencies)	24,462	47,662
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	86,198	17,131,712
Balance with other banks and financial institutions	1,030,368,083	1,034,657,920
In Bangladesh	1,030,368,083	1,034,657,920
Outside Bangladesh	-	-
Money at call and on short notice	-	-
Investments	25,668,874	66,330,074
Government	-	-
Others	25,668,874	66,330,074
Loans, advances and leases	18,854,318,288	17,928,103,014
Loans, cash credits, overdrafts, and leases etc.	18,854,318,288	17,928,103,014
Bills purchased and discounted	-	-
Fixed assets including premises, furniture and fixtures	390,182,736	406,148,859
Other assets	784,307,654	773,154,125
Non-Financial Institution's assets	44,665,893	44,665,893
Total Assets	21,129,622,188	20,270,239,259
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions, and agents	7,002,034,457	6,754,352,050
Deposits and other accounts	8,979,005,409	8,949,142,519
Current deposits and other accounts	-	-
Bills payable	-	-
Savings bank deposits	-	-
Fixed deposits	8,974,507,409	8,943,854,519
Bearer certificates of deposit	-	-
Other deposits	4,498,000	5,288,000
Others liabilities	5,622,940,074	4,228,978,322
Total Liabilities	21,603,979,940	19,932,472,891
Capital/Shareholders' Equity	(474,357,752)	337,766,368
Paid-up capital	1,490,773,640	1,490,773,640
Statutory reserve	205,579,082	205,579,082
Other reserve	315,000	315,000
Revaluation reserve	160,019,160	162,047,765
Retained earnings	(2,331,044,634)	(1,520,949,119)
Total Liabilities and Shareholders' Equity	21,129,622,188	20,270,239,259
Net asset value per share (Last year restated)	(3.18)	2.27





Particulars	Amount in Taka	
	Un-audited	Audited
	30-June-2020	31-Dec-2019
OFF-BALANCE SHEET ITEMS		
Contingent Liabilities	-	-
Acceptances and endorsements	-	-
Letters of guarantee	-	-
Irrevocable letters of credit	-	-
Bills for collection	-	-
Other contingent liabilities	-	-
Other commitments	120,000,000	639,057,691
Documentary credits and short term trade-related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	120,000,000	639,057,691
Total	120,000,000	639,057,691


Md. Zahangir Alam
Chairman


Md. Abul Shahjahan
Director


Prithish Kumar Sarker
Managing Director & CEO



Zahid Mahmud
Company Secretary

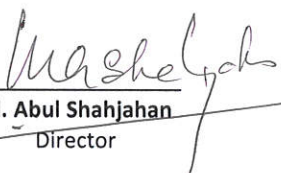

A.K.M. Shamsheer Ali
Manager & CFO (CC)





FAS Finance & Investment Limited
Profit and Loss Account
For the period from 01 January-2020 to 30 June-2020


Particulars	Amount in Taka			
	Un-audited			
	01-Jan-2020 to 30-June-2020	01-Jan-2019 to 30-June-2019	01-Apr-2020 to 30-June-2020	01-Apr-2019 to 30-June-2019
OPERATING INCOME				
Interest income	125,148,412	988,892,581	96,614,426	493,418,026
Less: Interest paid on deposits and borrowings, etc.	885,433,607	834,752,683	429,303,077	419,241,268
Net interest income	(760,285,195)	154,139,898	(332,688,651)	74,176,758
Investment income	9,654,593	(25,669,947)	(13,561)	3,272,331
Commission, exchange and brokerage	-	-	-	-
Other operating income	435	872,075	-	860,964
	9,655,028	(24,797,872)	(13,561)	4,133,295
Total operating income (a)	(750,630,167)	129,342,026	(332,702,212)	78,310,053
OPERATING EXPENSES				
Salary and allowances	34,276,126	31,816,633	16,824,047	16,795,434
Rent, taxes, insurance, electricity, etc.	528,142	11,265,610	216,034	5,330,842
Legal expenses	23,000	195,172	-	88,400
Postage, stamps, telecommunication, etc.	396,013	789,401	117,004	289,010
Stationery, printings, advertisements, etc.	355,331	1,922,927	760	659,854
Chief executive's salary & fees	2,800,000	2,800,000	1,525,000	1,525,000
Directors' fees	119,600	331,200	-	184,000
Auditors' fees	86,250	86,250	43,125	86,250
Depreciation and repairs of FI's assets	16,072,375	7,769,491	8,006,462	3,854,033
Other expenses	4,122,783	6,885,753	1,075,064	1,568,168
Total operating expenses (b)	58,779,620	63,862,437	27,807,496	30,380,991
Profit before provision (c=a-b)	(809,409,787)	65,479,589	(360,509,708)	47,929,062
Provision against loans, advances and leases	345,871	55,865,963	17,461	43,078,668
Provision for diminution in value of investments	3,142,253	(22,054,909)	197,995	-
Other provisions	-	-	-	-
Total provision (d)	3,488,124	33,811,054	215,456	43,078,668
Profit before taxation (c-d)	(812,897,911)	31,668,535	(360,725,164)	4,850,394
Provision for taxation	(773,791)	11,454,083	(1,676,161)	1,374,031
Current tax	965,459	11,255,987	(1,356)	1,199,184
Deferred tax	(1,739,250)	198,096	(1,674,805)	174,847
Net profit after taxation	(812,124,120)	20,214,452	(359,049,003)	3,476,363
Appropriations	-	4,042,890	-	695,272
Statutory reserve	-	4,042,890	-	695,272
General reserve	-	-	-	-
Dividend, etc.	-	-	-	-
Retained surplus	(812,124,120)	16,171,562	(359,049,003)	2,781,091
Earnings per share-EPS (Last year restated)	(5.45)	0.14	(2.41)	0.02


Md. Zahangir Alam
Chairman


Md. Abul Shahjahan
Director


Pritish Kumar Sarker
Managing Director & CEO


Zahid Mahmud
Company Secretary


A.K.M. Shamsher Ali
Manager & CFO (CC)




FAS Finance & Investment Limited
Cash Flow Statement
For the period from 01 January-2020 to 30 June-2020


Particulars	Amount in Taka	
	Un-audited	Un-audited
	30-June-2020	30-June-2019
Cash flows from operating activities		
Interest receipts	155,668,888	985,144,689
Interest payments	(97,705,789)	(519,083,030)
Dividend receipts	18,374	3,659,120
Fee and commission receipts	-	-
Recoveries on loans previously written off	-	-
Payments to employees	(36,657,657)	(32,051,033)
Income taxes paid	(3,966,732)	(7,728,749)
Receipts from other operating activities	8,137,118	(30,005,191)
Payment for other operating activities	(3,459,932)	(18,931,237)
Operating profit before changes in operating assets & liabilities	22,034,270	381,004,569
Increase/decrease in operating assets and liabilities		
Loans, advances and leases to customers	(104,000)	(1,578,293,490)
Other assets	-	2,398,184
Deposit from other FI's	(500,000)	597,214,147
Deposit from customers	(59,484,015)	(269,059,823)
Other liabilities to customer	14,715,493	11,530,866
Trading liabilities (short-term borrowing)	-	(122,465,770)
Other liabilities	(200,000)	-
	(45,572,522)	(1,358,675,886)
Net cash from/(used in) operating activities (a)	(23,538,252)	(977,671,317)
Cash flows from investing activities		
Purchase/sale of trading securities, shares, bonds, etc.	39,927,032	57,013,156
Purchase/sale of property, plant and equipment	-	(682,169)
Net cash used in investing activities (b)	39,927,032	56,330,987
Cash flows from financing activities		
Increase/(decrease) of long-term borrowings	(37,747,331)	118,395,571
Dividend paid	-	-
Net cash flow from financing activities (c)	(37,747,331)	118,395,571
Net increase/(decrease) in cash (a+b+c)	(21,358,551)	(802,944,759)
Effects of exchange rate changes on cash and cash equivalents		
Cash and cash equivalents at beginning of the period	1,051,837,294	2,129,788,611
Cash and cash equivalents at end of the period*	1,030,478,743	1,326,843,852
*Cash and cash equivalents at end of the period		
Cash in hand and balance with Bangladesh Bank	110,660	4,001,704
Balance with other banks	1,030,368,083	1,322,842,148
Money at call and short notice	-	-
Treasury bills	-	-
Prize bond	-	-
	1,030,478,743	1,326,843,852


Net operating cash flow per share-NOCFPS (Last year restated)


(0.16)


(6.56)


Md. Zahangir Alam
Chairman


Md. Abul Shahjahan
Director


Prithish Kumar Sarker
Managing Director & CEO


Zahid Mahmud
Company Secretary


A.K.M. Shamsheer Ali
Manager & CFO (CC)





FAS Finance & Investment Limited
Statement of Changes in Shareholders' Equity (Un-audited)
For the period from 01 January-2020 to 30 June-2020


Particulars	Amount in Taka					
	Paid-up capital	Statutory reserve	Revaluation reserve	Other reserve	Retained earnings	Total
Balance as at 01 January 2020	1,490,773,640	205,579,082	162,047,765	315,000	(1,520,949,119)	337,766,368
Effects of changes in accounting policy	-	-	-	-	-	-
Restated Balance	1,490,773,640	205,579,082	162,047,765	315,000	(1,520,949,119)	337,766,368
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 the Profit and Loss Account	-	-	-	-	-	-
Net profit after taxation for the period	-	-	-	-	(812,124,120)	(812,124,120)
Transfer to statutory reserve	-	-	-	-	-	-
Dividend	-	-	-	-	-	-
Transfer of depreciation charged to Profit and Loss account	-	-	(2,028,605)	-	2,028,605	-
Issue of share capital	-	-	-	-	-	-
Balance as at 30 June 2020	1,490,773,640	205,579,082	160,019,160	315,000	(2,331,044,634)	(474,357,752)

For the period from 01 January-2019 to 30 June-2019


Particulars	Amount in Taka					
	Paid-up capital	Statutory reserve	Revaluation reserve	Other reserve	Retained earnings	Total
Balance as at 01 January 2019	1,419,784,420	205,579,082	166,318,514	315,000	10,500,795	1,802,497,811
Effects of changes in accounting policy	-	-	-	-	-	-
Restated Balance	1,419,784,420	205,579,082	166,318,514	315,000	10,500,795	1,802,497,811
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 the Profit and Loss Account	-	-	-	-	-	-
Net profit after taxation for the period	-	-	-	-	20,214,452	20,214,452
Transfer to statutory reserve	-	4,042,890	-	-	(4,042,890)	-
Stock dividend-2018	70,989,220	-	-	-	(70,989,220)	-
Transfer of depreciation charged to Profit and Loss account	-	-	(2,135,374)	-	2,135,374	-
Issue of share capital	-	-	-	-	-	-
Balance as at 30 June 2019	1,490,773,640	209,621,972	164,183,140	315,000	(42,181,489)	1,822,712,263


Md. Zahangir Alam
Chairman


Md. Abul Shahjahan
Director


Pritish Kumar Sarker
Managing Director & CEO


Zahid Mahmud
Company Secretary


A.K.M. Shamsheer Ali
Manager & CFO (CC)



FAS Finance & Investment Limited
Explanatory notes to the accounts
As at and for the period ended 30 June, 2020

1. Basis of preparation

These second quarterly financial statements are being prepared in accordance with the requirements of International Accounting Standard (IAS-34) 'interim Financial Reporting', Securities and Exchange Rules 1987, Regulations issued by Bangladesh Bank and other applicable laws and regulations.

2. Significant accountings policies

The Accounting policies and method of computation adopted for the preparation of these interim financial statements are the same as those applied in preparation of annual financial statements for the year ended 31 December 2019.

3. Consolidation of operations of subsidiaries

The Consolidated Financial Statements include the Financial Statements of FAS Finance and Investment Ltd. and its Subsidiary, FAS Capital Management Ltd. made up to end of the reporting period. The consolidated Financial Statements have been prepared in accordance with International Financial Reporting Standards (IFRS)-10: Consolidated Financial Statements. The Consolidated Financial Statements are prepared to a common reporting period ended 30 June 2020.

4. Earnings per Share (EPS)

Earnings per share (EPS) is calculated by dividing the profit or loss attributable to ordinary shareholders of the FAS Finance & Investment Limited by the weighted average number of ordinary shares outstanding during the period. FAS Finance & Investment Limited has been calculated EPS in accordance with International Accounting Standard (IAS-33) "Earning per share" which has been shown in the profit and loss account.

5. Revaluation reserve

Revaluation reserve arises from the revaluation of property, plant and equipment, when the market price of property, plant and equipment increased significantly from the carrying value. When an asset's carrying amount is increased as a result of revaluation, the increase amount should be credited directly to equity under the heading of revaluation surplus/reserve as per IAS-16 "Property, Plant and Equipment". The Company revalued its land and building during the year 2010 and there arises revaluation surplus of Tk. 313,888,244. The revaluation was done by G.K. Adjusters Ltd.

6. Provision for current tax

Income tax provision has been made as per Income Tax Ordinance 1984 and as amended for the time being.

Amount in Taka

Particulars	FAS Finance & Investment Limited	FAS Capital Management Limited	Consolidated
Opening Balance as on 01-01-2020	444,364,457	3,985,676	448,350,133
Add: Provision during the period	965,459	599,782	1,565,241
Less: Adjustment during the period	-	-	-
Balance as on 30-06-2020	445,329,916	4,585,458	449,915,374



7. Deferred taxation

Deferred tax has been calculated based on deductible/taxable temporary difference arising due to difference in the carrying amount of the assets and its tax base in accordance with the provision of International Accounting Standard (IAS) 12: "Income Taxes".

Amount in Taka

Deferred tax liability is arrived at as follows:

Particulars	Carrying amount at Accounting base	Carrying amount at Tax base	(Taxable)/deductible temporary difference	Tax Rate	Deferred tax (Liability)/Assets
	Taka	Taka	Taka		Taka
Assets:					
Fixed assets net off depreciation as on June 30, 2020 (Excluding revaluation reserve)	82,902,834	57,973,574	(24,929,260)	37.50%	(9,348,472)
Right of Use Assets	5,383,106	14,110,525	8,727,419	37.50%	3,272,782
Revalued amount of Building	126,584,984		(126,584,984)	37.50%	(47,469,369)
Base amount of Land	86,527,860		(86,527,860)	4.00%	(3,461,114)
					(57,006,174)
Liabilities:					
Employee gratuity as on June 30, 2020	1,796,070	-	(1,796,070)	37.50%	(673,526)
Employee provident fund as on June 30, 2020	1,554,392		(1,554,392)	37.50%	(582,897)
					(1,256,423)
Total: Deferred tax liability as on 30 June, 2020					(58,262,597)
Deferred tax liability as on December 31, 2019					(60,001,847)
Deferred tax (expenses)/ income accounted for during the period					1,739,250

8. Non-controlling Interest

Minority interest is the equity in a subsidiary not attributable, directly or indirectly, to parent. As per IFRS-10 'Consolidated Financial Statements' company presents Non-controlling Interest (NCI) separately in Financial Statements.

9. Provision on lease, house loan and term finance

As per FID circular No. 08, dated 03 August 2002, FID circular No. 03, dated 03 May 2006 and FID circular No. 03, dated 29 April 2013, a general provision at 0.25% to 5% under different categories of unclassified loans good/standard loans and Special Mentioned Account (SMA)) has to be maintained irrespective of objective evidence of impairment on lease, loans and advances. Also provision for sub-standard investments, doubtful investments and bad/loss has to be provided at 20%, 50% and 100% respectively for investments depending on the duration of overdue.

Amount in Taka

Particulars	FAS Finance & Investment Limited	FAS Capital Management Limited	Consolidated
Opening Balance as on 01-01-2020	1,345,973,502	89,668,773	1,435,642,275
Add: Provision during the period	345,871	-	345,871
Less: Adjustment during the period	-	-	-
Balance as on 30-06-2020	1,346,319,373	89,668,773	1,435,988,146



Note/Discloser:

Bangladesh Bank vide letter#DFIM(C)/1054/10/2020 date November 12, 2020 has provided NOC for deferral for transfer of interest income for Tk. 140.35 crore to interest suspense account in equal annual installments starting from 2019. At the same time they also provided NOC for deferral of shortfall of provision for Tk. 399.96 crore with the condition that Tk. 20.00 crore to be maintained in 2019 and rest 379.96 crore to be maintained in equal annual installments starting from 2020. Accordingly, the instruction has since been complied for the year 2019. The deferral for transfer interest income & shortfall provision amount for the year 2020 to be kept 4th quarter end financial statements.

10. Provision for diminution in value of investment in shares and bonds

Provision has been made for diminution in value of investment in shares and bonds.

Amount in Taka

Particulars	FAS Finance & Investment Limited	FAS Capital Management Limited	Consolidated
Opening Balance as on 01-01-2020	-	16,535,638	16,535,638
Add: Provision during the period	3,142,253	2,065,452	5,207,705
Less: Adjustment during the period	-	-	-
Balance as on 30-06-2020	3,142,253	18,601,090	21,743,343

11. Interest suspense account

In compliance with Bangladesh Bank FID Circular No. 08, dated 03 August 2002, FID Circular No. 11, dated 31 October 2005, and FID Circular No. 06, dated 20 August 2006, interests on leases, loans and advances overdue beyond three months' year (in case of loan duration is within 5 years) and overdue beyond six months' year (in case of loan duration is more than 5 years) are not recognized as revenue and credited to interest suspense account. Interests on mortgage finance overdue beyond nine months are not recognized as revenue and credited to interest suspense account.

12. Significant deviation in financial results**12.a) Earnings per Share (EPS)**

Earnings per Share (EPS) have been decreased as compare to the same period of last year mainly due to increase of non-performing loan.

12.b) Net asset value per share-NAV

Net asset value per share-NAV has been decreased as compare to the last year mainly due to increase of non-performing loan

13. Earnings per share-EPS

Net profit after tax
Number of shares outstanding
Earnings per share-EPS (Last year restated)

Amount in Taka for the period ended	
30-June-2020	30-June-2019
(812,124,120)	20,214,452
149,077,364	149,077,364
(5.45)	0.14

13.a Consolidated earnings per share-EPS

Net profit after tax (excluding minority interest)
Number of shares outstanding
Earnings per share-EPS (Last year restated)

(876,822,443)	20,803,293
149,077,364	149,077,364
(5.88)	0.14



14. Net operating cash flow per share-NOCFPS

Net cash from operating activities

Number of shares outstanding

Net operating cash flow per share-NOCFPS (Last year restated)

Amount in Taka	
for the period ended	
30-June-2020	30-June-2019
(23,538,252)	(977,671,317)
149,077,364	149,077,364
(0.16)	(6.56)

14.a Consolidated Net operating cash flow per share-NOCFPS

Net cash from operating activities

Number of shares outstanding

Net operating cash flow per share-NOCFPS (Last year restated)

(12,162,923)	(989,921,017)
149,077,364	149,077,364
(0.08)	(6.64)

15. Net asset value per share-NAV

Total shareholders' equity

Number of shares outstanding

Net asset value per share-NAV (Last year restated)

Amount in Taka	
As at	
30-June-2020	31-Dec-2019
(474,357,752)	337,766,368
149,077,364	149,077,364
(3.18)	2.27

15.a Consolidated net asset value per share-NAV

Total shareholders' equity

Number of shares outstanding

Net asset value per share-NAV (Last year restated)

(588,890,910)	287,931,533
149,077,364	149,077,364
(3.95)	1.93

16. General

The second quarterly financial statements for the period ended 30 June, 2020 are un-audited. The comparative figures have been re-stated and re-arranged whenever considered necessary to ensure comparability with the Current financial statements. Figures are rounded-off to the nearest integer.



FAS Finance & Investment Limited
Reconciliation of Net Profit with Cash Flows from Operating Activities

Annexure-A

	Amount in Taka	
	Un-audited	Un-audited
	30-June-2020	30-June-2019
Net profit after tax	(812,124,120)	20,214,452
Adjustments for non-cash items:		
Add: Depreciation	15,966,122	7,544,948
Add: provision for leases, loans, advances & investment	3,488,124	33,811,054
Add: provision for taxation	(773,791)	11,454,083
Add/(Less): Accrued expenses	1,021,171,506	252,460,424
Add/(Less): Accrued income	(5,065,452)	87,825
Less: Gain on sale of fixed assets	-	(850,952)
	1,034,786,509	304,507,382
Changes in operating assets and liabilities		
(Increase)/Decrease in leases, loans and advances	(926,215,274)	(1,694,661,668)
(Increase)/Decrease in other assets	(1,387,177)	2,791,130
Increase/(Decrease) in short term borrowings	(320,725,416)	(55,129,413)
Increase/(Decrease) in term & other deposits	29,862,890	328,154,324
Payment of corporate tax	(3,966,732)	(7,728,749)
Increase/(Decrease) in other liabilities	14,515,493	11,530,866
Increase/(Decrease) in interest suspense	961,715,575	112,650,359
	(246,200,641)	(1,302,393,151)
	(23,538,252)	(977,671,317)

FAS Finance & Investment Limited
Reconciliation of Net Profit with Cash Flows from Operating Activities (Consolidated)

	Amount in Taka	
	Un-audited	Un-audited
	30-June-2020	30-June-2019
Net profit after tax	(878,686,181)	20,820,256
Adjustments for non-cash items:		
Add: Depreciation	17,415,952	8,934,012
Add: provision for leases, loans, advances & investment	5,553,576	30,137,977
Add: provision for taxation	(174,009)	12,446,521
Add/(Less): Accrued expenses	1,023,389,456	206,170,140
Add/(Less): Accrued income	(5,004,812)	21,969,702
Less: Gain on sale of fixed assets	-	(850,952)
	1,041,180,163	278,807,400
Changes in operating assets and liabilities		
(Increase)/Decrease in leases, loans and advances	(949,022,596)	(1,649,546,024)
(Increase)/Decrease in other assets	851,406	(8,052,606)
Increase/(Decrease) in short term borrowings	(320,725,416)	(85,129,413)
Increase/(Decrease) in term & other deposits	59,862,890	338,154,324
Payment of corporate tax	(4,566,514)	(8,721,187)
Increase/(Decrease) in other liabilities	14,860,950	11,095,874
Increase/(Decrease) in interest suspense	1,024,082,375	112,650,359
	(174,656,905)	(1,289,548,673)
	(12,162,923)	(989,921,017)

