

**Union Capital Limited**  
**Consolidated Financial Statements (Un-Audited)**  
**As at and for the half year ended 30 June 2019**

**Union Capital Limited**  
**Consolidated Balance Sheet (Un-audited) as at 30 June 2019**

Figures in BDT

Particulars	Notes	30-Jun-19	31-Dec-18
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>			
In hand (including foreign currencies)		73,026	74,248
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		173,538,126	175,207,143
	4.a	173,611,152	175,281,391
<b>Balance with other banks and financial institutions</b>			
In Bangladesh		2,957,363,196	3,202,477,475
Outside Bangladesh		-	-
	5.a	2,957,363,196	3,202,477,475
<b>Money at call and short notice</b>			
		-	-
<b>Investments</b>			
Government		-	-
Others		965,301,471	1,431,489,840
	6.a	965,301,471	1,431,489,840
<b>Loans, advances and leases</b>			
Loans, advances and leases		14,581,628,704	15,504,101,032
Bills purchased and discounted		-	-
	7.a	14,581,628,704	15,504,101,032
<b>Fixed assets including land, building, furniture and fixtures</b>	8.a	37,929,113	40,216,407
<b>Other assets</b>	9.a	2,409,043,235	2,458,489,656
<b>Non-banking assets</b>	10	472,119,675	311,626,044
<b>TOTAL ASSETS</b>		<b>21,596,996,545</b>	<b>23,123,681,846</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
Borrowings from other banks, financial institutions and agents	11.a	4,460,846,963	4,700,955,232
<b>Deposits and other accounts</b>			
Term deposits	12.a	11,573,527,379	12,345,110,270
Other deposits	13	255,588,855	384,098,167
		<b>11,829,116,234</b>	<b>12,729,208,437</b>
Other liabilities	14.a	2,996,101,947	3,392,195,191
<b>Total liabilities</b>		<b>19,286,065,144</b>	<b>20,822,358,860</b>
<b>Shareholders' equity</b>			
Paid up capital	15	1,725,738,430	1,643,560,419
Statutory reserve	16	451,897,399	451,897,399
Retained earnings	17.a	133,295,340	205,864,936
<b>Total equity attributable to equity holders of the Company</b>		<b>2,310,931,168</b>	<b>2,301,322,754</b>
Non-controlling interest		233	232
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>21,596,996,545</b>	<b>23,123,681,846</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		948,100,000	758,610,000
<b>TOTAL OFF BALANCE SHEET ITEMS</b>		<b>948,100,000</b>	<b>758,610,000</b>
<b>Net assets value per share (NAV) (2018: Restated)</b>	<b>37.a</b>	<b>13.39</b>	<b>13.34</b>

sd/-  
Chairman

sd/-  
Director

sd/-  
Managing Director & CEO (CC)

sd/-  
Company Secretary

sd/-  
Chief Financial Officer (CC)

**Union Capital Limited**  
**Consolidated Profit and Loss Account (Un-Audited)**  
**For the half year ended 30 June 2019**

Figures in BDT

Particulars	Notes	30-Jun-19	30-Jun-18	Apr,19- Jun,19	Apr,18- Jun,18
Interest income	18.a	969,539,498	1,047,926,639	488,356,998	524,224,324
Interest paid on deposits and borrowings etc.	19.a	(785,441,453)	(816,275,856)	(395,324,706)	(435,248,791)
<b>Net interest income</b>		<b>184,098,045</b>	<b>231,650,783</b>	<b>93,032,291</b>	<b>88,975,534</b>
Investment income	20.a	(87,980,688)	21,502,425	(50,579,823)	(12,964,196)
Fees, commissions, exchange and brokerage	21.a	81,782,528	79,703,480	24,684,680	44,274,492
Other operating income	22.a	13,207,817	6,245,990	11,347,336	4,578,266
<b>Total operating income</b>		<b>191,107,702</b>	<b>339,102,678</b>	<b>78,484,484</b>	<b>124,864,096</b>
Salaries and other employee benefits	23.a	122,673,786	114,575,781	66,244,626	69,748,359
Rent, taxes, insurance, electricity etc.	24.a	23,282,337	22,772,593	11,904,325	11,878,881
Legal expenses	25.a	4,080,028	1,992,874	2,198,654	1,590,386
Postage, stamp, telecommunication etc.	26.a	3,183,746	3,033,251	1,649,559	1,646,838
Stationery, printing, advertisements etc.	27.a	4,895,617	3,380,637	2,534,672	1,620,282
Managing Director's salary and fees	28	-	3,295,000	-	1,795,000
Directors' fees	29.a	883,500	761,000	517,000	585,000
Auditors' fees	30.a	-	25,300	-	25,300
Depreciation and repair of assets	31.a	11,058,764	10,879,418	5,565,645	5,459,915
Other expenses	32.a	30,793,148	30,639,062	11,440,585	21,615,304
<b>Total operating expenses</b>		<b>200,850,925</b>	<b>191,354,917</b>	<b>102,055,065</b>	<b>115,965,266</b>
<b>Profit /(loss) before provision</b>		<b>(9,743,223)</b>	<b>147,747,761</b>	<b>(23,570,581)</b>	<b>8,898,829</b>
<b>Provision for loans, advances, leases and investments</b>					
General provision		62,960,895	34,850,809	61,921,209	12,934,636
Specific provision		(10,879,213)	11,561,238	(41,486,427)	(22,671,915)
Provision for diminution in value of investments		(83,922,431)	69,211,823	(48,852,187)	24,200,755
<b>Total provision (release)</b>		<b>(31,840,749)</b>	<b>115,623,870</b>	<b>(28,417,405)</b>	<b>14,463,476</b>
<b>Total profit before tax</b>		<b>22,097,526</b>	<b>32,123,891</b>	<b>4,846,824</b>	<b>(5,564,647)</b>
Provision for taxation					
Current tax		14,221,766	24,425,739	4,274,191	16,313,359
Deferred tax		(1,732,656)	-	-	-
		<b>12,489,110</b>	<b>24,425,739</b>	<b>4,274,191</b>	<b>16,313,359</b>
<b>Net profit after tax</b>		<b>9,608,416</b>	<b>7,698,152</b>	<b>572,633</b>	<b>(21,878,006)</b>
<b>Retained surplus</b>		<b>9,608,416</b>	<b>7,698,152</b>	<b>572,633</b>	<b>(21,878,006)</b>
<b>Attributable to</b>					
Shareholders of the Company		9,608,415	7,698,151	572,634	(21,878,002)
Non-controlling interest		0.9	0.5	(0)	(4)
<b>Earnings per share (2018: Restated)</b>	35.a	<b>0.06</b>	<b>0.04</b>	<b>0.00</b>	<b>(0.13)</b>

sd/-  
 Chairman

sd/-  
 Director

sd/-  
 Managing Director & CEO (CC)

sd/-  
 Company Secretary

sd/-  
 Chief Financial Officer (CC)

**Union Capital Limited**  
**Consolidated Cash Flow Statement (Un-audited) for the half year ended 30 June 2019**

Figures in BDT

<b>Particulars</b>	<b>30-Jun-19</b>	<b>30-Jun-18</b>
<b>Cash flows from operating activities</b>		
Interest receipts	964,532,636	1,056,645,073
Interest payments	(938,316,461)	(829,351,278)
Fee and commission receipts	79,790,253	79,703,480
Recoveries of loans previously written off	12,361,045	4,484,487
Dividend receipts	19,863,998	24,560,532
Cash payments to employees	(111,831,327)	(111,765,961)
Cash payments to suppliers and management expenses	(19,890,864)	(39,245,821)
Income taxes paid	(25,447,029)	(33,212,372)
Receipts from other operating activities	2,839,047	6,245,990
Payments for other operating activities	(30,793,148)	(33,418,236)
Cash generated before changes in operating assets and liabilities	(46,891,849)	124,645,894
<b>Increase/decrease in operating assets and liabilities</b>		
Purchase of trading securities (treasury bills)	-	-
Loans, advances and leases to banks and financial institutions	-	-
Loans, advances and leases to customers	922,472,329	936,388,274
Other assets	76,626,106	36,311,417
Deposits from banks and other financial institutions	(1,021,188,750)	(1,444,092,500)
Deposits from customers	121,096,547	(325,879,932)
Other liabilities account of customers	-	-
Other liabilities	(378,474,261)	(246,715,772)
<b>Cash generated from operating assets and liabilities</b>	<b>(279,468,030)</b>	<b>(1,043,988,513)</b>
<b>Net cash generated from/(used in) operating activities</b>	<b>(326,359,878)</b>	<b>(919,342,619)</b>
<b>Cash flows from investing activities</b>		
Proceeds from sale of securities	819,355,475	414,342,619
Payments for purchases of securities	(458,481,241)	(323,251,206)
Purchase of property, plant and equipment	(41,203,934)	(11,161,199)
Proceeds from sale of property, plant and equipment	13,329	-
<b>Net cash generated from/(used in) investing activities</b>	<b>319,683,629</b>	<b>79,930,213</b>
<b>Cash flows from financing activities</b>		
Receipts of long term loan	221,145,081	447,553,300
Repayment of long term loan	(888,053,350)	(977,621,121)
Net draw down/(payment) of short term loan	426,800,000	590,000,000
<b>Net cash generated from/(used in) financing activities</b>	<b>(240,108,269)</b>	<b>59,932,179</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(246,784,518)</b>	<b>(779,480,226)</b>
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the half year	3,377,758,866	4,056,337,973
<b>Cash and cash equivalents at end of the half year</b>	<b>3,130,974,348</b>	<b>3,276,857,746</b>
<b>Cash and cash equivalents at end of the half year represents</b>		
Cash in hand	73,026	98,026
Balance with Bangladesh Bank and its agent bank	173,538,126	182,607,878
Balance with other banks and financial institutions	2,957,363,196	3,094,151,842
	<b>3,130,974,348</b>	<b>3,276,857,746</b>
<b>Net operating cash flows per share (2018: Restated)</b>	<b>(1.89)</b>	<b>(5.33)</b>

sd/-  
 \_\_\_\_\_  
 Chairman

sd/-  
 \_\_\_\_\_  
 Director

sd/-  
 \_\_\_\_\_  
 Managing Director & CEO (CC)

sd/-  
 \_\_\_\_\_  
 Company Secretary

sd/-  
 \_\_\_\_\_  
 Chief Financial Officer (CC)

**Union Capital Limited**  
**Consolidated statement of changes in shareholders' equity (Un-audited)**  
**For the half year ended 30 June 2019**

Figures in BDT

<b>Particulars</b>	<b>Paid-up capital</b>	<b>Statutory reserve</b>	<b>Retained earnings</b>	<b>Non-controlling interest</b>	<b>Total</b>
Balance as at 1 January 2019	1,643,560,419	451,897,399	205,864,936	232	2,301,322,986
Net profit for the half year 2019	-	-	9,608,415	0.9	9,608,416
Issuance of bonus share (year 2018)	82,178,011	-	(82,178,011)	-	-
<b>Balance as at 30 June 2019</b>	<b>1,725,738,430</b>	<b>451,897,399</b>	<b>133,295,340</b>	<b>233</b>	<b>2,310,931,401</b>
Balance as at 1 January 2018	1,565,295,637	436,278,055	207,356,862	225	2,208,930,779
Net profit for the half year 2018	-	-	7,698,151	0.5	7,698,152
Issuance of bonus share (year 2017)	78,264,782	-	(78,264,782)	-	-
<b>Balance as at 30 June 2018</b>	<b>1,643,560,419</b>	<b>436,278,055</b>	<b>136,790,231</b>	<b>226</b>	<b>2,216,628,930</b>

sd/-  
 \_\_\_\_\_  
 Chairman

sd/-  
 \_\_\_\_\_  
 Director

sd/-  
 \_\_\_\_\_  
 Managing Director & CEO (CC)

sd/-  
 \_\_\_\_\_  
 Company Secretary

sd/-  
 \_\_\_\_\_  
 Chief Financial Officer (CC)

**Union Capital Limited**  
**Balance Sheet (Un-Audited) as at 30 June 2019**

Figures in BDT

Particulars	Notes	30-Jun-19	31-Dec-18
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>			
In hand (including foreign currencies)		39,000	40,222
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		173,538,126	175,207,143
	4	<b>173,577,126</b>	<b>175,247,365</b>
<b>Balance with other banks and financial institutions</b>			
In Bangladesh		2,791,504,000	3,052,838,569
Outside Bangladesh		-	-
	5	<b>2,791,504,000</b>	<b>3,052,838,569</b>
<b>Money at call and short notice</b>			
		-	-
<b>Investments</b>			
Government		-	-
Others		29,133,923	460,501,600
	6	<b>29,133,923</b>	<b>460,501,600</b>
<b>Loans, advances and leases</b>			
Loans, advances and leases		13,124,299,270	13,922,417,007
Bills purchased and discounted		-	-
	7	<b>13,124,299,270</b>	<b>13,922,417,007</b>
<b>Fixed assets including land, building, furniture and fixtures</b>	8	14,245,032	15,130,254
<b>Other assets</b>	9	3,613,440,390	3,420,498,815
<b>Non-banking assets</b>	10	472,119,675	311,626,044
<b>TOTAL ASSETS</b>		<b>20,218,319,416</b>	<b>21,358,259,654</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
Borrowings from other banks, financial institutions and agents	11	3,667,263,815	3,763,308,810
<b>Deposits and other accounts</b>			
Term deposits	12	11,603,527,379	12,375,110,270
Other deposits	13	255,588,855	384,098,167
		<b>11,859,116,234</b>	<b>12,759,208,437</b>
Other liabilities	14	2,482,751,669	2,634,890,804
<b>Total liabilities</b>		<b>18,009,131,718</b>	<b>19,157,408,051</b>
<b>Shareholders' equity</b>			
Paid up capital	15	1,725,738,430	1,643,560,419
Statutory reserve	16	451,897,399	451,897,399
Retained earnings	17	31,551,869	105,393,785
<b>Total shareholders' equity</b>		<b>2,209,187,698</b>	<b>2,200,851,603</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>20,218,319,416</b>	<b>21,358,259,654</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		948,100,000	758,610,000
<b>TOTAL OFF BALANCE SHEET ITEMS</b>		<b>948,100,000</b>	<b>758,610,000</b>
<b>Net assets value per share (NAV) (2018: Restated)</b>	37	<b>12.80</b>	<b>12.75</b>

sd/-  
Chairman

sd/-  
Director

sd/-  
Managing Director & CEO (CC)

sd/-  
Company Secretary

sd/-  
Chief Financial Officer (CC)

**Union Capital Limited**  
**Profit and Loss Account (Un-audited) for the half year ended 30 June 2019**

Figures in BDT

Particulars	Notes	30-Jun-19	30-Jun-18	Apr,19- Jun,19	Apr,18- Jun,18
Interest income	18	662,124,759	732,372,095	335,529,970	337,061,091
Interest paid on deposits and borrowings etc.	19	(748,138,034)	(705,547,513)	(386,024,625)	(348,931,468)
<b>Net interest income</b>		<b>(86,013,275)</b>	<b>26,824,582</b>	<b>(50,494,655)</b>	<b>(11,870,377)</b>
Investment income	20	(88,115,246)	8,197,999	(53,016,229)	3,885,276
Fees, commissions, exchange and brokerage	21	2,372,254	1,901,242	1,470,940	966,283
Other operating income	22	259,222,951	205,142,377	135,012,904	84,572,732
<b>Total operating income</b>		<b>87,466,684</b>	<b>242,066,200</b>	<b>32,972,960</b>	<b>77,553,914</b>
Salaries and other employee benefits	23	77,791,526	62,556,218	41,845,856	36,269,660
Rent, taxes, insurance, electricity etc.	24	7,700,399	7,694,155	4,132,709	4,331,028
Legal expenses	25	4,025,028	1,967,574	2,188,654	1,590,386
Postage, stamp, telecommunication etc.	26	1,095,372	1,074,588	622,548	628,980
Stationery, printing, advertisements etc.	27	4,304,413	2,501,158	2,271,996	1,131,482
Managing Director's salary and fees	28	-	3,295,000	-	1,795,000
Directors' fees	29	576,000	520,000	392,000	344,000
Auditors' fees	30	-	-	-	-
Depreciation and repair of assets	31	3,224,419	3,610,132	1,547,540	1,927,397
Other expenses	32	13,549,932	13,491,001	5,445,082	6,099,305
<b>Total operating expenses</b>		<b>112,267,089</b>	<b>96,709,826</b>	<b>58,446,385</b>	<b>54,117,238</b>
<b>Profit /(loss) before provision</b>		<b>(24,800,405)</b>	<b>145,356,374</b>	<b>(25,473,425)</b>	<b>23,436,676</b>
<b>Provision for loans, advances, leases and investments</b>					
General provision		62,960,895	54,850,809	61,921,209	32,934,636
Specific provision		(10,879,213)	11,561,238	(41,486,427)	(22,671,915)
Provision for diminution in value of investments		(83,922,431)	72,190,795	(48,852,187)	27,179,727
<b>Total provision (release)</b>		<b>(31,840,749)</b>	<b>138,602,842</b>	<b>(28,417,405)</b>	<b>37,442,448</b>
<b>Total profit before tax</b>		<b>7,040,344</b>	<b>6,753,532</b>	<b>2,943,980</b>	<b>(14,005,772)</b>
Provision for taxation					
Current tax		436,905	854,380	-	-
Deferred tax		(1,732,656)	-	-	-
		<b>(1,295,751)</b>	<b>854,380</b>	<b>-</b>	<b>-</b>
<b>Net profit after tax</b>		<b>8,336,095</b>	<b>5,899,152</b>	<b>2,943,980</b>	<b>(14,005,772)</b>
<b>Retained surplus</b>		<b>8,336,095</b>	<b>5,899,152</b>	<b>2,943,980</b>	<b>(14,005,772)</b>
<b>Earnings per share (2018: Restated)</b>	35	<b>0.05</b>	<b>0.03</b>	<b>0.02</b>	<b>(0.08)</b>

sd/-  
Chairman

sd/-  
Director

sd/-  
Managing Director & CEO (CC)

sd/-  
Company Secretary

sd/-  
Chief Financial Officer (CC)

**Union Capital Limited**  
**Cash Flow Statement (Un-audited) for the half year ended 30 June 2019**

Figures in BDT

<b>Particulars</b>	<b>Notes</b>	<b>30-Jun-19</b>	<b>30-Jun-18</b>
<b>Cash flows from operating activities</b>			
Interest receipts		754,541,892	992,742,947
Interest payments		(869,967,591)	(776,630,518)
Fee and commission receipts		379,979	1,787,010
Recoveries of loans previously written off		12,361,045	4,484,487
Dividend receipts		8,098,454	11,754,389
Cash payments to employees		(72,821,526)	(65,872,744)
Cash payments to suppliers and management expenses		(18,939,984)	(2,076,683)
Income taxes paid		(10,268,058)	(17,988,913)
Receipts from other operating activities	34	1,992,275	114,232
Payments for other operating activities	35	(13,549,932)	(13,491,001)
Cash generated before changes in operating assets and liabilities		(208,173,445)	134,823,206
<b>Increase/decrease in operating assets and liabilities</b>			
Purchase of trading securities (treasury bills)		-	-
Loans, advances and leases to banks and financial institutions		-	-
Loans, advances and leases to customers		798,117,738	1,104,716,320
Other assets	38	(66,516,444)	(287,736,813)
Deposits from banks and other financial institutions		(1,021,188,750)	(1,444,092,500)
Deposits from customers		121,096,547	(325,879,932)
Other liabilities account of customers		-	-
Other liabilities	39	(92,557,358)	(60,331,749)
<b>Cash generated from operating assets and liabilities</b>		<b>(261,048,267)</b>	<b>(1,013,324,674)</b>
<b>Net cash generated from/(used in) operating activities</b>		<b>(469,221,712)</b>	<b>(878,501,468)</b>
<b>Cash flows from investing activities</b>			
Proceeds from sale of securities		385,414,179	129,563,148
Payments for purchases of securities		(47,635,044)	(137,180,607)
Purchase of property, plant and equipment		(35,530,565)	(5,461,727)
Proceeds from sale of property, plant and equipment		13,329	-
Investment in UniCap Investments Limited		-	-
<b>Net cash used in investing activities</b>		<b>302,261,899</b>	<b>(13,079,186)</b>
<b>Cash flows from financing activities</b>			
Receipts of long term loan		221,145,081	234,553,300
Repayment of long term loan		(733,990,076)	(741,700,698)
Net draw down/(payment) of short term loan		416,800,000	590,000,000
<b>Net cash generated from/(used in) financing activities</b>		<b>(96,044,995)</b>	<b>82,852,602</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>		<b>(263,004,808)</b>	<b>(808,728,052)</b>
Effects of exchange rate changes on cash and cash equivalents		-	-
Cash and cash equivalents at beginning of the half year		3,228,085,934	3,888,662,702
<b>Cash and cash equivalents at end of the half year</b>		<b>2,965,081,126</b>	<b>3,079,934,650</b>
<b>Cash and cash equivalents at end of the half year represents</b>			
Cash in hand		39,000	64,000
Balance with Bangladesh Bank and its agent bank		173,538,126	182,607,878
Balance with other banks and financial institutions		2,791,504,000	2,897,262,772
		<b>2,965,081,126</b>	<b>3,079,934,650</b>
<b>Net operating cash flows per share (2018: Restated)</b>		<b>(2.72)</b>	<b>(5.09)</b>

sd/-  
Chairman

sd/-  
Director

sd/-  
Managing Director & CEO (CC)

sd/-  
Company Secretary

sd/-  
Chief Financial Officer (CC)



**Union Capital Limited**  
**Statement of Changes in shareholders' equity (Un-audited)**  
**For the half year ended 30 June 2019**

Figures in BDT

<b>Particulars</b>	<b>Paid-up capital</b>	<b>Statutory reserve</b>	<b>Retained earnings</b>	<b>Total</b>
Balance as at 1 January 2019	1,643,560,419	451,897,399	105,393,785	2,200,851,603
Net profit for the half year 2019	-	-	8,336,095	8,336,095
Issuance of bonus share (year 2018)	82,178,011	-	(82,178,011)	-
<b>Balance as at 30 June 2019</b>	<b>1,725,738,430</b>	<b>451,897,399</b>	<b>31,551,869</b>	<b>2,209,187,698</b>
Balance as at 1 January 2018	1,565,295,637	436,278,055	121,181,192	2,122,754,884
Net profit for the half year 2018	-	-	5,899,152	5,899,152
Issuance of bonus share (year 2017)	78,264,782	-	(78,264,782)	-
<b>Balance as at 30 June 2018</b>	<b>1,643,560,419</b>	<b>436,278,055</b>	<b>48,815,562</b>	<b>2,128,654,036</b>

sd/-  
 \_\_\_\_\_  
 Chairman

sd/-  
 \_\_\_\_\_  
 Director

sd/-  
 \_\_\_\_\_  
 Managing Director & CEO (CC)

sd/-  
 \_\_\_\_\_  
 Company Secretary

sd/-  
 \_\_\_\_\_  
 Chief Financial Officer (CC)

**Union capital Limited**  
**Selected explanatory notes to the Consolidated Financial Statements (Un-audited) as at and for the half year ended 30 June 2019**

**1.0 Domicile, legal form and country of incorporation**

Union Capital Limited (The Company) is registered as a public limited company under the Companies Act, 1994 with the Registrar of Joint Stock Companies and Firms (RJSC) of Bangladesh on 09 August 1998. On 12 August 1998, the Company obtained permission from Bangladesh Bank to operate as a non-banking financial institution under the Financial Institutions Act, 1993. The Company went for Initial Public Offer in May 2007 and listed its shares in both Dhaka Stock Exchange and Chittagong Stock Exchange in July 2007.

The registered office of the Company is located at Noor Tower (5th floor), 73 Sonargaon Road, Dhaka 1205. The operations of the Company is being carried out through its 8 (eight) offices located in Dhaka, Gazipur, Narshingdi, Chittagong, Sylhet and Bogra.

**2.0 Reporting**

This half yearly financial statements have been prepared based on International Accounting Standard (IAS) 34: *Interim Financial Reporting*.

These interim financial statements should be read in conjunction with the published financial statements for the year ended 31 December 2018 as they provide an update to previously reported information.

**3.0 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 2018

**3.1 Statement of compliance**

These financial statements have been prepared on going concern concept following accrual basis of accounting in accordance with International Accounting Standards and International Financial Reporting Standards and the Companies Act 1994, the Financial Institutions Act 1993, Securities Exchange Rules 1987, the Listing Regulations and other applicable laws and regulations. The presentation of financial statements has been made as per the requirement of DFIM Circular no. 11 issued on 23 December 2009 by Bangladesh Bank.

**3.2 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'.

**3.3 Earnings per share (EPS)**

Earnings per share has been calculated based on number of shares outstanding for the period ended 30 June 2019 and profit for the same period. The number of shares outstanding for the period was 172.57 million. Earnings per share for the half year ended 30 June 2018 has also been calculated based on 172.57 million shares.

**3.4 Net assets value per share (NAV)**

During the period ended 30 June 2019, NAV was arrived at BDT 13.39 per share which is BDT 0.06 higher than that of 2018. NAV increased due to increase of total shareholder equity as a result of regularised of default clients during the period.

**3.5 Date of authorization**

The Board of Directors has authorized these financial statements for public issue on 29 July 2019.

**3.6 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.

**3.7 Reclassification**

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

sd/-  
Chairman

sd/-  
Director

sd/-  
Managing Director & CEO (CC)

sd/-  
Company Secretary

sd/-  
Chief Financial Officer (CC)

**Union Capital Limited**  
**Notes to the financial statements**  
**As at and for the period ended 30 June 2019**

Figures in BDT

As at	30-Jun-19	31-Dec-18
<b>4 CASH</b>		
<b>In hand</b>		
Local currency	39,000	40,222
Foreign currencies	-	-
	39,000	40,222
<b>Balance with Bangladesh Bank</b>		
Local currency	173,538,126	175,207,143
Foreign currencies	-	-
	173,538,126	175,207,143
<b>Balance as at 30 June</b>	<b>173,577,126</b>	<b>175,247,365</b>
<b>4.a CASH (Consolidated)</b>		
<b>In hand</b>		
Union Capital Ltd.	39,000	40,222
UniCap Securities Ltd.	25,000	25,000
UniCap Investments Ltd.	9,026	9,026
	<b>73,026</b>	<b>74,248</b>
<b>Balance with Bangladesh Bank</b>		
Union Capital Ltd.	173,538,126	175,207,143
UniCap Securities Ltd.	-	-
UniCap Investments Ltd.	-	-
	<b>173,538,126</b>	<b>175,207,143</b>
<b>Balance as at 30 June</b>	<b>173,611,152</b>	<b>175,281,391</b>
<b>5 BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS</b>		
<b>This represents balance with various banks and financial institutions in Bangladesh.</b>		
<b>Fixed deposit account</b>		
Bangladesh Industrial Finance Company Limited	124,792,094	117,020,420
International Leasing and Financial Services Ltd.	200,000,000	450,000,000
Jamuna Bank Limited	-	250,000,000
Modhumoti Bank Limited, Dhanmondi Branch	350,000,000	-
Social Islami Bank Limited, Bashundhara Branch	500,000,000	700,000,000
South Bangla Agriculture and Commerce Bank Ltd, Dhanmondi Branch	40,000,000	50,000,000
Woori Bank	200,000,000	200,000,000
Union Bank Limited	1,100,000,000	1,100,000,000
	<b>2,514,792,094</b>	<b>2,867,020,420</b>
<b>Current account</b>		
Bank Alfalah Limited, Gulshan Branch	24,721	19,554
Agrani Bank Limited, Panthpath Branch	26,320	826,955
Bank Asia Limited, Bashundhara Branch	21,017	-
Dhaka Bank Limited, Kakrail Branch	72,910	73,485
Eastern Bank Limited, Sonargaon Road Branch	197,548	100,134
Midland Bank Ltd, Gulshan Branch	445	-
Modhumoti Bank Limited, Dhanmondi Branch	136,276	69,961
National Credit and Commerce Bank Ltd., Banani Branch	36,917	37,492
NRB Bank Limited, Corporate Branch	912,276	913,351
Shahjalal Islami Bank Limited, Elephant Road Branch	7,079	29,014
Social Islami Bank Limited, Eskaton Branch	3,812	4,792
Southeast Bank Limited, Mirpur Branch	23,136	-
Southeast Bank Limited, Satmosjid Road Branch	2,010	2,585
Sonali Bank Limited Sonargaon Road Branch	196,175	-
United Commercial Bank Limited, New Eskaton Branch	52,773	68,143
Woori Bank-Dhaka Branch	24,693	1,823
Uttara Bank Limited, Local Office	15,683	16,258
	<b>1,753,792</b>	<b>2,163,548</b>

**Union Capital Limited**  
**Notes to the financial statements**  
**As at and for the period ended 30 June 2019**

Figures in BDT

As at	30-Jun-19	31-Dec-18
<b>Short term deposit</b>		
Bank Asia Limited, Corporate Branch	1,500,382	51,558
Bank Asia Limited, Corporate Branch	13,897,371	70,657,662
Dhaka Bank Limited, Local Office	37,113	35,391
Dutch Bangla Bank Limited, Karwan Bazar Branch	36,028	369,061
Dutch Bangla Bank Limited, Karwan Bazar Branch	5,456,262	35,562,693
International leasing and financial services ltd.	250,000,000	-
Jamuna Bank Limited, Sonargaon Road Branch	1,050,413	18,134
Modhumoti Bank Limited, Banglamotor-Branch	49,182	49,091
AB Bank Limited, Kakrail Branch	7,568	50,008,313
Mutual Trust Bank Limited, Principal Branch	75,397	36,484
Southeast Bank Limited, Islamic Banking Branch	2,663,652	2,636,063
Southeast Bank Limited, R k Mission Road Branch	184,746	24,230,151
	<b>274,958,114</b>	<b>183,654,601</b>
<b>Balance as at 30 June</b>	<b>2,791,504,000</b>	<b>3,052,838,569</b>

**5.a BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS (consolidated)**

Union Capital Ltd.	2,791,504,000	3,052,838,569
UniCap Securities Ltd.	91,612,315	91,952,104
UniCap Investments Ltd.	104,246,880	87,686,802
	2,987,363,196	3,232,477,475
Less: Inter-company transactions	30,000,000	30,000,000
<b>Balance as at 30 June</b>	<b>2,957,363,196</b>	<b>3,202,477,475</b>

**6 INVESTMENTS**

The investment is made up as under:

Government securities	-	-
Other investments	29,133,923	460,501,600
<b>Balance as at 30 June</b>	<b>29,133,923</b>	<b>460,501,600</b>

This represents investment made by the Company in listed securities.

**6.a INVESTMENTS (consolidated)**

Union Capital Ltd.	29,133,923	460,501,600
UniCap Securities Ltd.	586,132,685	624,995,252
UniCap Investments Ltd.	350,034,863	345,992,988
<b>Balance as at 30 June</b>	<b>965,301,471</b>	<b>1,431,489,840</b>

**7 LOANS, ADVANCES AND LEASES**

This represents loans, advances and leases financed fully in Bangladesh.

Lease finance	1,563,413,619	1,769,690,818
Advance against lease finance	15,699,330	15,699,330
Term finance	6,482,264,703	7,042,186,048
Loan to subsidiaries	4,998,745,428	5,061,145,429
Loan against deposits	39,740,520	9,020,221
Staff loan	24,435,670	24,675,161
<b>Balance as at 30 June</b>	<b>13,124,299,270</b>	<b>13,922,417,007</b>

**Union Capital Limited**  
**Notes to the financial statements**  
**As at and for the period ended 30 June 2019**

Figures in BDT

As at	30-Jun-19	31-Dec-18
<b>7.a LOANS, ADVANCES AND LEASES (consolidated)</b>		
Union Capital Ltd.	13,124,299,270	13,922,417,007
UniCap Securities Ltd.	919,791,740	1,044,528,062
UniCap Investments Ltd.	5,536,283,122	5,598,301,392
	<b>19,580,374,132</b>	<b>20,565,246,461</b>
Less: Inter-company transactions	4,998,745,428	5,061,145,429
<b>Balance as at 30 June</b>	<b>14,581,628,704</b>	<b>15,504,101,032</b>
<b>8 FIXED ASSETS INCLUDING LAND, BUILDING, FURNITURE AND FIXTURES</b>		
Furniture and fixtures	8,530,347	7,754,224
Office decoration	20,055,754	20,173,149
Electric equipment	31,677,015	30,900,740
Owned vehicles	11,392,534	11,392,534
Leased vehicles	3,760,000	3,760,000
Intangible assets (software)	1,754,807	1,541,381
Mobile phones	452,600	452,600
<b>Total cost</b>	<b>77,623,057</b>	<b>75,974,628</b>
Less: Accumulated depreciation and amortization	63,378,025	60,844,374
<b>Written down value as at 30 June</b>	<b>14,245,032</b>	<b>15,130,254</b>
Details are shown in <b>Annexure - A</b>		
<b>8.a FIXED ASSETS INCLUDING LAND, BUILDING, FURNITURE AND FIXTURES (consolidated)</b>		
Union Capital Ltd.	14,245,032	15,130,254
UniCap Securities Ltd.	20,827,994	21,377,713
UniCap Investments Ltd.	2,856,087	3,708,440
<b>Balance as at 30 June</b>	<b>37,929,113</b>	<b>40,216,407</b>
<b>9 OTHER ASSETS</b>		
Investment in subsidiary	997,498,641	997,498,641
Accrued interest	68,650,567	94,635,807
Others	21,273,181	19,365,476
<b>Income generating other assets</b>	<b>1,087,422,389</b>	<b>1,111,499,924</b>
Advance office rent	3,765,155	3,896,155
Advance to employees	713,647	856,270
Deposits with T & T, water etc.	87,500	87,500
Advance corporate tax	1,425,524,244	1,415,256,186
Receivable from brokerage house against sale of shares	1,207,365	71,260,830
Transfer price receivable	1,287,376	1,287,376
Deferred tax assets	14,993,242	13,260,586
Advance to purchase of office space	336,903,614	304,220,694
Process Sharing receivable	738,730,245	492,137,302
Others	2,805,613	6,735,992
<b>Non income generating other assets</b>	<b>2,526,018,001</b>	<b>2,308,998,891</b>
<b>Balance as at 30 June</b>	<b>3,613,440,390</b>	<b>3,420,498,815</b>
Management considers all the other assets as good.		
<b>9.a OTHER ASSETS (consolidated)</b>		
Union Capital Ltd.	3,613,440,390	3,420,498,815
UniCap Securities Ltd.	411,364,119	509,506,365
UniCap Investments Ltd.	1,378,293,778	1,100,962,774
	5,403,098,287	5,030,967,954
Less: Inter-company transactions	2,994,055,053	2,572,478,298
<b>Balance as at 30 June</b>	<b>2,409,043,235</b>	<b>2,458,489,656</b>
<b>10 NON-BANKING ASSETS</b>		

**Union Capital Limited**  
**Notes to the financial statements**  
**As at and for the period ended 30 June 2019**

Figures in BDT

As at	30-Jun-19	31-Dec-18
Non-banking assets	472,119,675	311,626,044
<b>Total</b>	<b>472,119,675</b>	<b>311,626,044</b>

This represents assets owned under the 'Certificate of Ownership' given by the competent court under section 33(7) of Artha Rin Adalat Ain 2003.

**11 BORROWINGS FROM OTHER BANKS, FINANCIAL INSTITUTIONS AND AGENTS**

**Borrowings from other banks**

**In Bangladesh**

Secured long term loans		
Bank loan	2,200,879,514	2,513,942,663
Preference share	100,000,000	200,000,000
	2,300,879,514	2,713,942,663
Unsecured		
Bangladesh Bank (Small Enterprise refinancing scheme-JICA)	197,072,871	236,989,956
Bangladesh Bank (Women entrepreneur refinance scheme)	37,292,263	50,813,691
Bangladesh Bank (Agriculture refinance scheme)	11,937,500	17,562,500
Bangladesh Bank (Small Enterprise refinancing scheme-DP2)	41,281,667	82,000,000
Short term borrowing and call loan	1,078,800,000	662,000,000
	1,366,384,301	1,049,366,147
	<b>3,667,263,815</b>	<b>3,763,308,810</b>
<b>Outside Bangladesh</b>	-	-
<b>Borrowings from banks</b>	<b>3,667,263,815</b>	<b>3,763,308,810</b>

**11.a Borrowings from other banks, financial institutions and agents (consolidated)**

Union Capital Limited	3,667,263,815	3,763,308,810
UniCap Securities Limited	905,022,047	1,063,900,871
UniCap Investments Limited	3,798,345,198	3,823,529,648
	8,370,631,060	8,650,739,329
Less: Inter-company transactions	3,909,784,097	3,949,784,097
<b>Balance as at 30 June</b>	<b>4,460,846,963</b>	<b>4,700,955,232</b>

**12 Term Deposits**

This comprises interest bearing deposits from individuals and organizations for period ranging from 3 months to 10 years.

Banks and financial institutions	5,315,636,250	6,336,825,000
Other institutions	4,868,934,117	4,633,952,136
<b>Total institutional deposits</b>	<b>10,184,570,367</b>	<b>10,970,777,136</b>
Term deposit	1,151,444,542	1,151,384,984
Income deposit	247,044,350	235,436,000
Monthly savings scheme	20,468,120	17,512,150
<b>Total individual deposits</b>	<b>1,418,957,012</b>	<b>1,404,333,134</b>
<b>Balance as at 30 June</b>	<b>11,603,527,379</b>	<b>12,375,110,270</b>

**12.a Term deposits (consolidated)**

Union Capital Limited	11,603,527,379	12,375,110,270
UniCap Securities Limited	-	-
UniCap Investments Limited	-	-
	11,603,527,379	12,375,110,270
Less: Inter-company transactions	30,000,000	30,000,000
<b>Balance as at 30 June</b>	<b>11,573,527,379</b>	<b>12,345,110,270</b>

**13 Other deposits**

**Union Capital Limited**  
**Notes to the financial statements**  
**As at and for the period ended 30 June 2019**

Figures in BDT

As at	30-Jun-19	31-Dec-18
The amount received from clients as advance against finance and cash security deposit on the stipulation that the amount will be either adjusted with the outstanding rentals/installments or repaid at the end of		
Lease advance	25,179,980	28,220,730
Term finance advance	77,318,301	170,335,556
Cash security	153,090,574	185,541,881
<b>Balance as at 30 June</b>	<b>255,588,855</b>	<b>384,098,167</b>

Advance and security deposit reduce the exposure with the clients and thereby reduce the risks. No interest is payable on advances while cash security deposits are interest bearing.

**14 OTHER LIABILITIES**

Provision for loans, advances and leases	429,337,070	405,433,321
Provision for diminution in value of investments	312,714	84,235,145
Provision for other assets	8,930,000	8,930,000
Interest suspense	237,475,873	194,108,840
Provision for tax	1,452,679,979	1,452,243,074
Financial expenses payable	301,517,051	423,346,608
Deferred liability-employee gratuity	9,016,655	4,016,655
Dividend on preference shares	3,116,445	18,835,623
Excise duty	4,049,019	6,702,354
Withholding tax payable	141,996	14,281,813
VAT payable	426,016	3,016,484
Accrued expenses and other payable	35,748,851	19,740,887
<b>Balance as at 30 June</b>	<b>2,482,751,669</b>	<b>2,634,890,804</b>

**14.a OTHER LIABILITIES (consolidated)**

Union Capital Limited	2,482,751,669	2,634,890,804
UniCap Securities Limited	594,142,537	679,490,819
UniCap Investments Limited	3,004,725,484	2,764,154,558
	6,081,619,690	6,078,536,180
Less: Inter-company transactions	3,085,517,743	2,686,340,989
<b>Balance as at 30 June</b>	<b>2,996,101,947</b>	<b>3,392,195,191</b>

**15 Share capital**

As at 30 June 2019, a total number of 172,573,843 (2018: 164,356,041) ordinary shares of Tk.10 each were issued, subscribed and fully paid up. Details are as follows:

**Authorized capital**

200,000,000 ordinary shares of Tk. 10 each	2,000,000,000	2,000,000,000
--	---------------	---------------

**Issued, subscribed and paid up capital:**

164,356,041 ordinary shares of Tk.10 each	1,643,560,419	1,565,295,637
8,217,802 bonus shares	82,178,011	78,264,782
<b>Total 172,573,843</b>	<b>1,725,738,430</b>	<b>1,643,560,419</b>

**16 STATUTORY RESERVE**

Balance as on 1 January	451,897,399	436,278,055
Add: Transferred from profit during the year	-	15,619,344
<b>Balance as at 30 June</b>	<b>451,897,399</b>	<b>451,897,399</b>

**Union Capital Limited**  
**Notes to the financial statements**  
**As at and for the period ended 30 June 2019**

Figures in BDT

As at	<b>30-Jun-19</b>	<b>31-Dec-18</b>
<b>17 Retained earnings</b>		
Balance as on 1 January	105,393,785	121,181,192
Less: Issuance of bonus shares (2018)	(82,178,011)	(78,264,782)
Add: Profit after tax during the year	8,336,095	78,096,719
Less: Transferred to statutory reserve	-	(15,619,344)
<b>Balance as at 30 June</b>	<b>31,551,869</b>	<b>105,393,785</b>
<b>17.a RETAINED EARNINGS (consolidated)</b>		
Balance as on 1 January	205,864,936	207,356,862
Less: Issuance of bonus shares (2018)	(82,178,011)	(78,264,782)
Add: Profit after tax during the year	9,608,415	92,392,200
Less: Transferred to statutory reserve	-	(15,619,344)
<b>Balance as at 30 June</b>	<b>133,295,340</b>	<b>205,864,936</b>



**Union Capital Limited**  
**Notes to the financial statements**  
**As at and for the period ended 30 June 2019**

Figures in BDT

For the half year ended 30 June	2019	2018
<b>18 INTEREST INCOME</b>		
Income from lease finance	113,727,989	89,528,196
Income from term finance	427,960,008	515,531,332
Income from home finance	-	20,896
Interest on loan to subsidiaries	32,877,290	20,061,581
Interest on bank deposits	86,864,733	106,416,090
Income form other finance	694,739	814,000
<b>Total</b>	<b>662,124,759</b>	<b>732,372,095</b>
<b>18.a INTEREST INCOME (consolidated)</b>		
Union Capital Limited	662,124,759	732,372,095
UniCap Securities Limited	57,403,492	56,902,823
UniCap Investments Limited	282,888,537	278,713,302
	1,002,416,788	1,067,988,220
Less: Inter-company transactions	32,877,290	20,061,581
	<b>969,539,498</b>	<b>1,047,926,639</b>
<b>19 INTEREST PAID ON DEPOSITS, BORROWINGS, etc.</b>		
Interest on bank loan	144,619,925	131,818,234
Interest on JICA fund	5,472,788	9,212,122
Interest on Agriculture refinance fund	362,508	655,590
Interest on women entrepreneur fund	878,516	1,954,050
Interest on SMEDP2 fund	1,178,815	624,167
Interest on term deposits	541,275,190	505,201,606
Interest on money at call & short notice	37,309,554	27,382,283
Interest on cash security deposit	5,887,262	12,094,540
Interest on preference share	9,280,822	15,479,454
Bank charges	1,872,654	1,125,467
<b>Total</b>	<b>748,138,034</b>	<b>705,547,513</b>
<b>19.a INTEREST PAID ON DEPOSITS, BORROWINGS etc. (consolidated)</b>		
Union Capital Limited	748,138,034	705,547,513
UniCap Securities Limited	56,651,151	82,892,503
UniCap Investments Limited	13,529,558	47,897,421
	818,318,743	836,337,437
Less: Inter-company transactions	32,877,290	20,061,581
	<b>785,441,453</b>	<b>816,275,856</b>
<b>20 INVESTMENT INCOME</b>		
Capital gain/(loss) on sale of securities	(93,588,542)	1,509,769
Dividend income	5,473,296	6,688,230
<b>Total</b>	<b>(88,115,246)</b>	<b>8,197,999</b>
<b>20.a INVESTMENT INCOME (consolidated)</b>		
Union Capital Limited	(88,115,246)	8,197,999
UniCap Securities Limited	(1,714,341)	8,170,702
UniCap Investments Limited	1,848,899	5,133,724
	(87,980,688)	21,502,425
Less: Inter-company transactions	-	-
	<b>(87,980,688)</b>	<b>21,502,425</b>

**Union Capital Limited**  
**Notes to the financial statements**  
**As at and for the period ended 30 June 2019**

Figures in BDT

For the half year ended 30 June	2019	2018
<b>21 FEES, COMMISSIONS, EXCHANGE AND BROKERAGE</b>		
Processing and documentation fees	379,979	1,787,010
Renewals and proceeds	1,992,275	114,232
<b>Total</b>	<b>2,372,254</b>	<b>1,901,242</b>
<b>21.a FEES, COMMISSIONS, EXCHANGE AND BROKERAGE (consolidated)</b>		
Union Capital Limited	2,372,254	1,901,242
UniCap Securities Limited	72,378,739	72,458,575
UniCap Investments Limited	7,031,535	5,343,663
	<b>81,782,528</b>	<b>79,703,480</b>
<b>22 OTHER OPERATING INCOME</b>		
Gain/(loss) on sale of fixed assets	(20,412)	-
Portfolio management income	246,882,318	200,657,890
Recoveries of loans written off	12,361,045	4,484,487
<b>Total</b>	<b>259,222,951</b>	<b>205,142,377</b>
<b>22.a OTHER OPERATING INCOME (consolidated)</b>		
Union Capital Limited	259,222,951	205,142,377
UniCap Securities Limited	548,160	1,583,779
UniCap Investments Limited	319,024	177,724
	<b>260,090,135</b>	<b>206,903,880</b>
Less: Inter-company transactions	246,882,318	200,657,890
	<b>13,207,817</b>	<b>6,245,990</b>
<b>23 SALARIES AND OTHER EMPLOYEE BENEFITS</b>		
Salaries & allowances (a)	77,791,526	62,556,218
Festival bonus	-	-
<b>Total</b>	<b>77,791,526</b>	<b>62,556,218</b>
<b>23.a SALARIES AND OTHER EMPLOYEE BENEFITS (consolidated)</b>		
Union Capital Limited	77,791,526	62,556,218
UniCap Securities Limited	37,827,916	45,769,240
UniCap Investments Limited	7,054,344	6,250,323
<b>Total</b>	<b>122,673,786</b>	<b>114,575,781</b>
<b>24 RENT, TAXES, INSURANCE, ELECTRICITY etc.</b>		
Office rent, rates and taxes	6,643,272	6,661,610
Insurance	234,873	121,571
Power and electricity	822,254	910,974
<b>Total</b>	<b>7,700,399</b>	<b>7,694,155</b>
<b>24.a RENT, TAXES, INSURANCE, ELECTRICITY etc. (consolidated)</b>		
Union Capital Limited	7,700,399	7,694,155
UniCap Securities Limited	13,147,077	12,678,001
UniCap Investments Limited	2,434,861	2,400,438
<b>Total</b>	<b>23,282,337</b>	<b>22,772,593</b>

**Union Capital Limited**  
**Notes to the financial statements**  
**As at and for the period ended 30 June 2019**

Figures in BDT

For the half year ended 30 June	2019	2018
<b>25 LEGAL EXPENSES</b>		
Court fees	374,938	674,422
Professional Fees	3,650,090	1,293,152
<b>Total</b>	<b>4,025,028</b>	<b>1,967,574</b>
<b>25.a LEGAL EXPENSES (consolidated)</b>		
Union Capital Limited	4,025,028	1,967,574
UniCap Securities Limited	-	-
UniCap Investments Limited	55,000	25,300
<b>Total</b>	<b>4,080,028</b>	<b>1,992,874</b>
<b>26 POSTAGE, STAMP, TELECOMMUNICATION etc.</b>		
Postage	82,640	127,820
Telegram, telex, fax and e-mail	459,776	365,712
Telephone - office	552,956	581,056
<b>Total</b>	<b>1,095,372</b>	<b>1,074,588</b>
<b>26.a POSTAGE, STAMP, TELECOMMUNICATION etc. (consolidated)</b>		
Union Capital Limited	1,095,372	1,074,588
UniCap Securities Limited	1,825,800	1,690,556
UniCap Investments Limited	262,575	268,107
<b>Total</b>	<b>3,183,746</b>	<b>3,033,251</b>
<b>27 STATIONERY, PRINTING, ADVERTISEMENTS etc.</b>		
Printing and stationery	1,008,899	1,478,046
Advertisement	2,514,811	672,732
Publicity	780,703	350,380
<b>Total</b>	<b>4,304,413</b>	<b>2,501,158</b>
<b>27.a STATIONERY, PRINTING, ADVERTISEMENTS etc.(consolidated)</b>		
Union Capital Limited	4,304,413	2,501,158
UniCap Securities Limited	447,546	710,962
UniCap Investments Limited	143,658	168,517
<b>Total</b>	<b>4,895,617</b>	<b>3,380,637</b>
<b>28 MANAGING DIRECTOR'S SALARY AND FEES</b>	-	<b>3,295,000</b>
In addition to remuneration, the Managing Director & CEO is also provided with Company's car and cell phone.		
<b>29 DIRECTORS' FEES</b>		
Total fees paid	576,000	520,000
<b>Total</b>	<b>576,000</b>	<b>520,000</b>
<b>29.a DIRECTORS' FEES (consolidated)</b>		
Union Capital Limited	576,000	520,000
UniCap Securities Limited	182,500	137,500
UniCap Investments Limited	125,000	103,500
<b>Total</b>	<b>883,500</b>	<b>761,000</b>

**Union Capital Limited**  
**Notes to the financial statements**  
**As at and for the period ended 30 June 2019**

Figures in BDT

For the half year ended 30 June	2019	2018
<b>30 AUDITORS' FEE</b>		
Auditors' fee	-	-
VAT on audit fee	-	-
<b>Total</b>	<b>-</b>	<b>-</b>
<b>30.a AUDITORS' FEE (consolidated)</b>		
Union Capital Limited	-	-
UniCap Securities Limited	-	-
UniCap Investments Limited	-	25,300
<b>Total</b>	<b>-</b>	<b>25,300</b>
<b>31 DEPRECIATION AND REPAIR OF ASSETS</b>		
Depreciation of fixed assets-freehold	3,142,349	3,459,710
Amortization of intangible assets	63,306	99,355
Repairs and maintenance of assets	18,764	51,067
<b>Total</b>	<b>3,224,419</b>	<b>3,610,132</b>
<b>31.a DEPRECIATION AND REPAIR OF ASSETS (consolidated)</b>		
Union Capital Limited	3,224,419	3,610,132
UniCap Securities Limited	6,716,558	6,117,108
UniCap Investments Limited	1,117,787	1,152,178
<b>Total</b>	<b>11,058,764</b>	<b>10,879,418</b>
<b>32 OTHER EXPENSES</b>		
HR development	225,573	147,424
Travelling and conveyance	4,943,885	3,929,744
Office expenses	764,478	783,657
Motor vehicle fuel expenses	392,617	496,090
Motor vehicle spare part expenses	169,411	303,747
Subscription and fees	1,698,942	1,654,458
Books, magazines, newspapers, etc	25,421	18,934
AGM expenses	12,321	59,880
Entertainment and public relation & others	909,699	1,203,117
Staff Welfare	4,407,585	4,135,850
Donation	-	758,100
<b>Total</b>	<b>13,549,932</b>	<b>13,491,001</b>
<b>32.a OTHER EXPENSES (consolidated)</b>		
Union Capital Limited	13,549,932	13,491,001
UniCap Securities Limited	16,525,829	16,505,743
UniCap Investments Limited	247,599,704	201,300,208
	277,675,466	231,296,952
Less: Inter-company transactions	246,882,318	200,657,890
<b>Total</b>	<b>30,793,148</b>	<b>30,639,062</b>
<b>33 RECEIPTS FROM OTHER OPERATING ACTIVITIES</b>		
Renewals and proceeds	1,992,275	114,232
<b>Total</b>	<b>1,992,275</b>	<b>114,232</b>

**Union Capital Limited**  
**Notes to the financial statements**  
**As at and for the period ended 30 June 2019**

Figures in BDT

For the half year ended 30 June	2019	2018
<b>34 PAYMENTS FOR OTHER OPERATING ACTIVITIES</b>		
HR development	225,573	147,424
Travelling and conveyance	4,943,885	3,929,744
Office expenses	764,478	783,657
Motor vehicle expenses	562,028	799,837
Subscription and fees	1,698,942	1,654,458
Books, magazines, newspapers, etc	25,421	18,934
AGM expenses	12,321	59,880
Entertainment and public relation & staff welfare	5,317,284	5,338,967
Donation	-	758,100
<b>Total</b>	<b>13,549,932</b>	<b>13,491,001</b>

**35 EARNINGS PER SHARE**

Earnings Per Share (EPS) is calculated in accordance with International Accounting Standard 33: *Earnings Per Share* which has been shown on the face of Profit and Loss account.

**35.1 Basic earnings per share**

The calculation of basic earnings per share at 30 June 2019 was based on the profit attributable to ordinary shareholders of Tk. 8,336,095 (30 June 2018: Tk. 5,899,152) and a weighted average number of ordinary shares outstanding for the year ended 30 June 2019 was 172,573,843 (30 June 2018: 164,356,041).

**Profits attributable to ordinary shareholders**

Net profit for the period	8,336,095	5,899,152
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**Weighted average number of ordinary shares**

Ordinary shares at 1 January	164,356,041	156,529,563
Bonus shares issued	8,217,801	7,826,479
Weighted average number of ordinary shares at reporting date	172,573,842	164,356,041
Restated weighted average number of ordinary shares	172,573,842	172,573,842
<b>Earnings per share</b>	<b>0.05</b>	<b>0.04</b>
<b>Earnings per share (restated)</b>	<b>0.05</b>	<b>0.03</b>

**35.2 Diluted earnings per share**

The dilutive effect relates to the average number of potential ordinary share held under option of convertibility. There was no such dilutive potential ordinary share during period ended 30 June 2019 and hence no diluted earnings per share is required to be calculated.

**35.a EARNINGS PER SHARE (consolidated)**

**Profits attributable to ordinary shareholders**

Net profit for the period (consolidated)	9,608,415	7,698,151
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**Weighted average number of ordinary shares**

Ordinary shares at 1 January	164,356,041	156,529,563
Bonus shares issued	8,217,801	7,826,479
Weighted average number of ordinary shares at reporting date	172,573,842	164,356,041
Restated weighted average number of ordinary shares	172,573,842	172,573,842
<b>Earnings per share- consolidated</b>	<b>0.06</b>	<b>0.05</b>
<b>Earnings per share- consolidated (restated)</b>	<b>0.06</b>	<b>0.04</b>

**Union Capital Limited**  
**Notes to the financial statements**  
**As at and for the period ended 30 June 2019**

Figures in BDT

For the half year ended 30 June	2019	2018
<b>36 NET OPERATING CASH FLOWS PER SHARE</b>		
Net cash flows from operating activities	(469,221,712)	(878,501,468)
Total number of ordinary shares outstanding	172,573,842	172,573,842
<b>Net operating cash flows per share (restated)</b>	<b>(2.72)</b>	<b>(5.09)</b>
<b>36.a NET OPERATING CASH FLOWS PER SHARE (consolidated)</b>		
Net cash flows from operating activities	(326,359,878)	(919,342,619)
Total number of ordinary shares outstanding	172,573,842	172,573,842
<b>Net operating cash flows per share (restated)</b>	<b>(1.89)</b>	<b>(5.33)</b>
<b>37 NET ASSET VALUE PER SHARE (NAV)</b>		
Net asset (total assets less total liabilities)	2,209,187,698	2,200,851,603
Total number of ordinary shares outstanding	172,573,842	172,573,842
<b>Net asset value per share (NAV)</b>	<b>12.80</b>	<b>12.75</b>
<b>37.a NET ASSET VALUE PER SHARE (NAV) (consolidated)</b>		
Net asset (total assets less total liabilities)	2,310,931,401	2,301,322,986
Total number of ordinary shares outstanding	172,573,842	172,573,842
<b>Net asset value per share (NAV)</b>	<b>13.39</b>	<b>13.34</b>
<b>38 (INCREASE)/DECREASE IN OTHER ASSETS</b>		
Accrued interest	25,985,239	(12,108,227)
Advance office rent	131,000	420,885
Advance to employees	142,623	(99,049)
Receivable from brokerage houses against sale of shares	70,053,465	(10,296,474)
Others	(162,828,771)	(265,653,948)
	<b>(66,516,444)</b>	<b>(287,736,813)</b>
<b>39 INCREASE/(DECREASE) IN OTHER LIABILITIES</b>		
Interest suspense	43,367,033	50,110,287
Financial expenses payable	(121,829,557)	(71,083,005)
Excise duty	(2,653,335)	(5,146,955)
Withholding tax payable	(14,139,817)	(11,721,203)
VAT payable	(2,590,468)	(435,121)
Accrued expenses and other payable	5,288,786	(22,055,752)
	<b>(92,557,358)</b>	<b>(60,331,749)</b>

Union Capital Limited  
Schedule of fixed assets as at 30 June 2019

Annexure-A

Figures in BDT

Particulars	Cost				Rate of depreciation	Depreciation				Written down Value
	As at 1 Jan 2019	Addition during the year	Disposal/ adjustment during the year	As at 30 Jun 2019		As at 1 Jan 2019	Charged during the year	Disposal/ adjustment during the year	As at 30 Jun 2019	
<b>Freehold assets</b>										
Furniture and fixtures	7,754,224	978,592	202,469	8,530,347	20%	6,271,677	408,211	168,727	6,511,161	2,019,186
Office decoration	20,173,149	385,884	503,279	20,055,754	33%	17,619,081	833,371	503,280	17,949,171	2,106,583
Electrical equipment	30,900,740	776,275	-	31,677,015	20%	26,043,801	907,215	-	26,951,016	4,725,999
Owned vehicles	11,392,534	-	-	11,392,534	20%	5,572,418	985,002	-	6,557,420	4,835,114
Software	1,541,381	213,426	-	1,754,807	20%	1,181,828	63,308	-	1,245,136	509,671
Mobile Phone	452,600	-	-	452,600	20%	395,570	8,552	-	404,122	48,478
Staff appliance	-	-	-	-	20%	-	-	-	-	-
	<b>72,214,628</b>	<b>2,354,177</b>	<b>705,748</b>	<b>73,863,057</b>		<b>57,084,375</b>	<b>3,205,659</b>	<b>672,007</b>	<b>59,618,026</b>	<b>14,245,031</b>
<b>Leasehold assets</b>										
Leased vehicles	3,760,000	-	-	3,760,000	20%	3,759,999	-	-	3,759,999	1
<b>As at 30 June 2019</b>	<b>75,974,628</b>	<b>2,354,177</b>	<b>705,748</b>	<b>77,623,057</b>		<b>60,844,374</b>	<b>3,205,659</b>	<b>672,007</b>	<b>63,378,025</b>	<b>14,245,032</b>
<b>As at 31 December 2018</b>	<b>75,582,860</b>	<b>6,491,768</b>	<b>6,100,000</b>	<b>75,974,628</b>		<b>57,139,457</b>	<b>6,958,250</b>	<b>3,253,333</b>	<b>60,844,374</b>	<b>15,130,254</b>

Consolidated schedule of fixed assets as at 30 June 2019

Particulars	Cost				Rate of depreciation	Depreciation				Written down Value
	As at 1 Jan 2019	Addition during the year	Disposal/ adjustment during the year	As at 30 Jun 2019		As at 1 Jan 2019	Charged during the year	Disposal/ adjustment during the year	As at 30 Jun 2019	
<b>Freehold assets</b>										
Furniture and fixtures	11,433,680	1,352,928	202,469	12,584,139	20%	8,991,217	780,280	168,727	9,602,770	2,981,369
Office decoration	41,147,632	4,350,752	503,279	44,995,105	33%	33,444,663	4,157,028	503,280	37,098,411	7,896,695
Electrical equipment	47,926,522	2,603,908	-	50,530,430	20%	36,612,162	2,646,390	-	39,258,552	11,271,878
Owned vehicles	31,242,971	-	-	31,242,971	20%	13,646,625	2,745,048	-	16,391,673	14,851,298
Software	5,115,892	213,426	-	5,329,318	20%	4,023,652	431,282	-	4,454,934	874,384
Mobile Phone	512,500	-	-	512,500	20%	444,472	14,540	-	459,012	53,488
Staff appliance	-	-	-	-	20%	-	-	-	-	-
	<b>137,379,197</b>	<b>8,521,014</b>	<b>705,748</b>	<b>145,194,463</b>		<b>97,162,791</b>	<b>10,774,568</b>	<b>672,007</b>	<b>107,265,351</b>	<b>37,929,112</b>
<b>Leasehold assets</b>										
Leased vehicles	3,760,000	-	-	3,760,000	20%	3,759,999	-	-	3,759,999	1
<b>As at 30 June 2019</b>	<b>141,139,197</b>	<b>8,521,014</b>	<b>705,748</b>	<b>148,954,463</b>		<b>100,922,790</b>	<b>10,774,568</b>	<b>672,007</b>	<b>111,025,350</b>	<b>37,929,113</b>
<b>As at 31 December 2018</b>	<b>133,630,056</b>	<b>13,609,141</b>	<b>6,100,000</b>	<b>141,139,197</b>		<b>82,455,814</b>	<b>21,720,309</b>	<b>3,253,333</b>	<b>100,922,790</b>	<b>40,216,407</b>