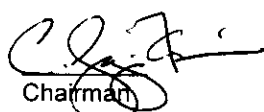


Union Capital Limited
Consolidated Financial Statements (Un-Audited)
As at and for the First Quarter ended 31 March 2020

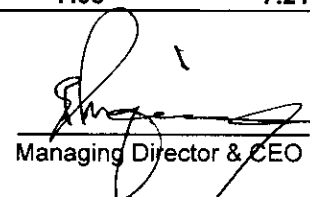
Union Capital Limited
Consolidated Balance Sheet (Un-Audited) as at March 2020

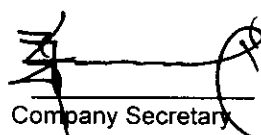
Figures in BDT

Particulars	Notes	31-Mar-20	31-Dec-19
PROPERTY AND ASSETS			
Cash			
In hand (including foreign currencies)		73,026	73,026
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	4.a	168,669,548	163,584,144
		168,742,574	163,657,170
Balance with other banks and financial institutions			
In Bangladesh		1,382,702,987	1,460,590,556
Outside Bangladesh	5.a	-	-
		1,382,702,987	1,460,590,556
Money at call and short notice			
Investments			
Government		-	-
Others	6.a	953,263,330	949,196,023
		953,263,330	949,196,023
Loans, advances and leases			
Loans, advances and leases		13,487,826,498	13,983,689,513
Bills purchased and discounted	7.a	-	-
		13,487,826,498	13,983,689,513
Fixed assets including land, building, furniture and fixtures	8.a	450,977,720	457,784,670
Other assets	9.a	2,016,685,468	2,153,636,141
Non-banking assets	10	469,521,891	469,521,891
TOTAL ASSETS		18,929,720,467	19,638,075,965
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11.a	3,737,998,515	4,133,717,142
Deposits and other accounts			
Term deposits	12.a	9,045,727,708	9,699,968,128
Other deposits	13	207,012,408	214,129,016
		9,252,740,116	9,914,097,144
Other liabilities	14.a	4,716,601,111	4,346,324,644
Total liabilities		17,707,339,742	18,394,138,929
Shareholders' equity			
Paid up capital	15	1,725,738,430	1,725,738,430
Statutory reserve	16	451,897,399	451,897,399
Retained earnings	17.a	(955,255,319)	(933,699,011)
Total equity attributable to equity holders of the Company		1,222,380,509	1,243,936,818
Non-controlling interest		216	218
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		18,929,720,467	19,638,075,965
OFF-BALANCE SHEET ITEMS			
Contingent liabilities			
Letters of guarantee		-	-
Irrevocable letters of credit		-	-
Other contingent liabilities		-	-
Other commitments			
Undisbursed contracted loans, advances and leases		948,100,000	948,100,000
TOTAL OFF BALANCE SHEET ITEMS		948,100,000	948,100,000
Net assets value per share (NAV) (2019: Restated)	37.a	7.08	7.21


Chairman


Director


Managing Director & CEO


Company Secretary




Chief Financial Officer (CC)

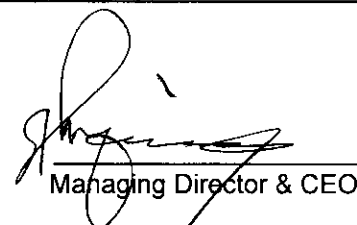
Union Capital Limited
Consolidated Profit and Loss Account (Un-Audited)
For the first quarter (Q1) ended 31 March 2020

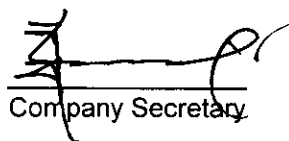
Figures in BDT

Particulars	Notes	31-Mar-20	31-Mar-19
Interest income	18.a	273,760,185	481,182,500
Interest paid on deposits and borrowings etc.	19.a	(348,162,593)	(390,116,746)
Net interest income		(74,402,407)	91,065,754
Investment income	20.a	1,006,023	(37,400,865)
Fees, commissions, exchange and brokerage	21.a	31,412,813	57,097,848
Other operating income	22.a	69,511,353	1,860,480
Total operating income		27,527,781	112,623,218
Salaries and other employee benefits	23.a	46,803,020	56,429,160
Rent, taxes, insurance, electricity etc.	24.a	5,344,180	11,378,012
Legal expenses	25.a	444,667	1,881,374
Postage, stamp, telecommunication etc.	26.a	1,366,973	1,534,187
Stationery, printing, advertisements etc.	27.a	670,677	2,360,946
Managing Director's salary and fees	28	1,830,000	-
Directors' fees	29.a	30,000	366,500
Depreciation and repair of assets	30.a	8,525,929	5,493,118
Other expenses	31.a	10,204,340	19,352,563
Total operating expenses		75,219,784	98,795,860
Profit/(loss) before provision		(47,692,003)	13,827,358
Provision for loans, advances, leases and investments			
Provision for loans, advances and leases		(51,463,268)	31,646,900
Provision for diminution in value of investments		321,660	(35,070,244)
Total provision (release)		(51,141,608)	(3,423,344)
Total profit/(loss) before tax		3,449,605	17,250,702
Provision for taxation			
Current tax		25,005,915	9,947,575
Deferred tax		-	(1,732,656)
		25,005,915	8,214,919
Net profit/(loss) after tax		(21,556,310)	9,035,783
Retained surplus		(21,556,310)	9,035,783
Attributable to			
Shareholders of the Company		(21,556,308)	9,035,781
Non-controlling interest		(2.1)	1.37
Weighted average no. of outstanding share		172,573,842	172,573,842
Earnings per share (2019: Restated)	34.a	(0.12)	0.05


Chairman


Director


Managing Director & CEO


Company Secretary

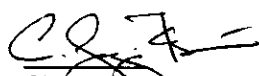

Chief Financial Officer (CC)



Union Capital Limited
Consolidated Cash Flow Statement (Un-audited)


Figures in BDT

For the first quarter (Q1) ended	Notes	31-Mar-20	31-Mar-19 Restated
Cash flows from operating activities			
Interest receipts		148,297,946	622,736,644
Interest payments		(185,343,926)	(676,269,982)
Fee and commission receipts		30,830,303	56,736,809
Recoveries of loans previously written off		68,920,580	1,471,295
Dividend receipts		6,778,331	5,371,912
Cash payments to employees		(51,162,638)	(41,784,668)
Cash payments to suppliers and management expenses		(10,606,075)	5,677,968
Income taxes paid		(7,782,957)	(16,012,070)
Receipts from other operating activities		1,173,283	750,224
Payments for other operating activities		(10,204,340)	(21,600,437)
Cash generated before changes in operating assets and liabilities		(9,099,493)	(62,922,304)
Increase/decrease in operating assets and liabilities			
Purchase of trading securities (treasury bills)		-	-
Loans, advances and leases to banks and financial institutions		-	-
Loans, advances and leases to customers		470,371,878	222,136,488
Other assets		138,349,281	64,817,346
Deposits from banks and other financial institutions		29,711,432	(866,825,000)
Deposits from customers		(691,068,460)	241,921,499
Net draw down/(payment) of short term loan		(107,722,101)	(110,000,000)
Other liabilities		396,412,160	(59,105,428)
Cash generated from operating assets and liabilities		236,054,190	(507,055,095)
Net cash generated from/(used in) operating activities		226,954,697	(569,977,399)
Cash flows from investing activities			
Proceeds from sale of securities		135,597,147	348,607,583
Payments for purchases of securities		(142,568,460)	(116,039,973)
Purchase of property, plant and equipment		(4,789,024)	(3,254,711)
Proceeds from sale of property, plant and equipment		-	13,330
Net cash generated from/(used in) investing activities		(11,760,337)	229,326,228
Cash flows from financing activities			
Receipts of long term loan		8,704,918	240,107,724
Repayment of long term loan		(296,701,444)	(504,446,192)
Net cash generated from/(used in) financing activities		(287,996,526)	(264,338,469)
Net (decrease)/increase in cash and cash equivalents		(72,802,165)	(604,989,640)
Effects of exchange rate changes on cash and cash equivalents		-	-
Cash and cash equivalents at beginning of the first quarter		1,624,247,726	3,377,758,866
Cash and cash equivalents at end of the first quarter		1,551,445,561	2,772,769,225
Cash and cash equivalents at end of the first quarter represents			
Cash in hand		73,026	73,026
Balance with Bangladesh Bank and its agent bank		168,669,548	180,478,628
Balance with other banks and financial institutions		1,382,702,987	2,592,217,571
		1,551,445,561	2,772,769,225
Net operating cash flows per share (2019: Restated)	36.a	1.32	(3.30)


Chairman


Director


Managing Director & CEO


Company Secretary


Chief Financial Officer (CC)



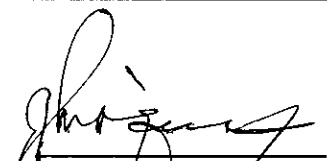
Union Capital Limited
Consolidated statement of changes in shareholders' equity (Un-audited)
For the first quarter (Q1) ended 31 March 2020


Figures in BDT

Particulars	Paid-up capital	Statutory reserve	Retained earnings	Non-controlling interest	Total
Balance as at 1 January 2020	1,725,738,430	451,897,399	(933,699,011)	218	1,243,937,036
Net profit/(loss) for the 1st quarter ended 2020	-	-	(21,556,308)	(2.1)	(21,556,310)
Balance as at 31 March 2020	1,725,738,430	451,897,399	(955,255,319)	216	1,222,380,726
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 1st quarter ended 2020	-	-	9,035,781	1	9,035,783
Balance as at 31 March 2019	1,643,560,419	451,897,399	214,900,717	233	2,310,358,768


Chairman


Director


Managing Director & CEO



Company Secretary


Chief Financial Officer (CS)

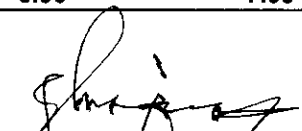


Union Capital Limited
Balance Sheet (Un-Audited) as at March 2020

Particulars	Notes	Figures in BDT	
		31-Mar-20	31-Dec-19
PROPERTY AND ASSETS			
Cash			
In hand (including foreign currencies)		39,000	39,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	4	168,669,548	163,584,144
		168,708,548	163,623,144
Balance with other banks and financial institutions			
In Bangladesh		1,116,204,991	1,202,115,765
Outside Bangladesh	5	-	-
		1,116,204,991	1,202,115,765
Money at call and short notice			
Investments			
Government		-	-
Others	6	26,290,405	26,669,695
		26,290,405	26,669,695
Loans, advances and leases			
Loans, advances and leases		12,198,498,697	12,838,063,023
Bills purchased and discounted	7	-	-
		12,198,498,697	12,838,063,023
Fixed assets including land, building, furniture and fixtures			
	8	437,478,099	442,292,055
Other assets			
	9	2,894,048,837	2,909,244,820
Non-banking assets			
	10	469,521,891	469,521,891
TOTAL ASSETS		17,310,751,468	18,051,530,393
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11	3,320,432,047	3,462,391,448
Deposits and other accounts			
Term deposits	12	9,045,727,708	9,761,509,145
Other deposits	13	207,012,408	214,129,016
		9,252,740,116	9,975,638,161
Other liabilities	14	3,535,735,566	3,401,076,126
Total liabilities		16,108,907,729	16,839,105,735
Shareholders' equity			
Paid up capital	15	1,725,738,430	1,725,738,430
Statutory reserve	16	451,897,399	451,897,399
Retained earnings	17	(975,792,090)	(965,211,171)
Total shareholders' equity		1,201,843,739	1,212,424,658
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		17,310,751,468	18,051,530,393
OFF-BALANCE SHEET ITEMS			
Contingent liabilities			
Letters of guarantee		-	-
Irrevocable letters of credit		-	-
Other contingent liabilities		-	-
Other commitments			
Undisbursed contracted loans, advances and leases		948,100,000	948,100,000
TOTAL OFF BALANCE SHEET ITEMS		948,100,000	948,100,000
Net assets value per share (NAV) (2019: Restated)	37	6.96	7.03


 Chakman


 Director


 Managing Director & CEO


 Company Secretary

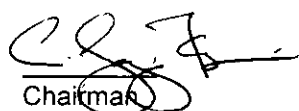

 Chief Financial Officer (CC)

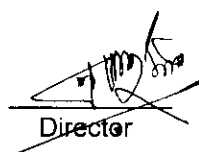


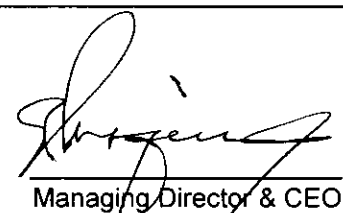
Union Capital Limited
Profit and Loss Account (Un-audited)
For the first quarter (Q1) ended 31 March 2020

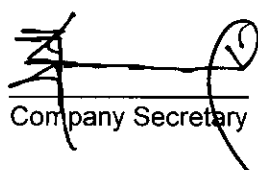
Figures in BDT

Particulars	Notes	31-Mar-20	31-Mar-19
Interest income	18	265,598,349	326,594,789
Interest paid on deposits and borrowings etc.	19	(333,463,200)	(362,113,409)
Net interest income		(67,864,851)	(35,518,620)
Investment income	20	743,539	(35,099,017)
Fees, commissions, exchange and brokerage	21	608,160	901,314
Other operating income	22	68,920,580	124,210,047
Total operating income		2,407,428	54,493,724
Salaries and other employee benefits	23	28,779,016	35,945,670
Rent, taxes, insurance, electricity etc.	24	871,203	3,567,690
Legal expenses	25	444,667	1,836,374
Postage, stamp, telecommunication etc.	26	454,276	472,824
Stationery, printing, advertisements etc.	27	396,878	2,032,417
Managing Director's salary and fees	28	1,830,000	-
Directors' fees	29	30,000	184,000
Depreciation and repair of assets	30	5,652,211	1,676,879
Other expenses	31	4,985,834	8,104,850
Total operating expenses		43,444,085	53,820,704
Profit /(loss) before provision		(41,036,657)	673,020
Provision for loans, advances, leases and investments			
Provision for loans, advances and leases		(51,463,268)	31,646,900
Provision for diminution in value of investments		321,660	(35,070,244)
Total provision (release)		(51,141,608)	(3,423,344)
Total profit/(loss) before tax		10,104,951	4,096,364
Provision for taxation			
Current tax		20,685,870	436,905
Deferred tax		-	(1,732,656)
		20,685,870	(1,295,751)
Net profit/(loss) after tax		(10,580,919)	5,392,115
Retained surplus		(10,580,919)	5,392,115
Weighted average no. of outstanding share		172,573,842	172,573,842
Earnings per share (2019: Restated)	34	(0.06)	0.03

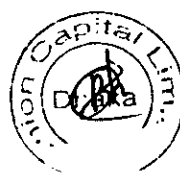

Chairman


Director


Managing Director & CEO


Company Secretary


Chief Financial Officer (CC)



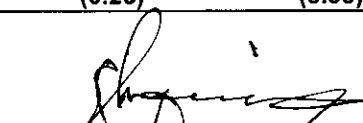
Union Capital Limited
Cash Flow Statement (Un-audited)


Figures in BDT

For the first quarter (Q1) ended	Notes	31-Mar-20	31-Mar-19 Restated
Cash flows from operating activities			
Interest receipts		140,136,103	352,019,429
Interest payments		(200,141,299)	(431,990,430)
Fee and commission receipts		25,650	540,275
Recoveries of loans previously written off		68,920,580	1,471,295
Dividend receipts		586,175	2,489,841
Cash payments to employees		(32,550,484)	(30,975,670)
Cash payments to suppliers and management expenses		(4,914,022)	5,831,825
Income taxes paid		(1,290,253)	(5,648,048)
Receipts from other operating activities	32	582,510	361,039
Payments for other operating activities	33	(4,985,834)	(8,104,850)
Cash generated before changes in operating assets and liabilities		(33,630,874)	(114,005,294)
Increase/decrease in operating assets and liabilities			
Purchase of trading securities (treasury bills)		-	-
Loans, advances and leases to banks and financial institutions		-	-
Loans, advances and leases to customers		639,564,326	316,392,390
Other assets	38	16,486,236	9,744,717
Deposits from banks and other financial institutions		29,711,432	(866,825,000)
Deposits from customers		(752,609,477)	241,921,499
Net draw down/(payment) of short term loan		(107,722,101)	(110,000,000)
Other liabilities account of customers		-	-
Other liabilities	39	165,115,177	(60,949,592)
Cash generated from operating assets and liabilities		(9,454,407)	(469,715,986)
Net cash generated from/(used in) operating activities		(43,085,281)	(583,721,280)
Cash flows from investing activities			
Proceeds from sale of securities		536,654	269,021,772
Payments for purchases of securities		-	(47,066,128)
Purchase of property, plant and equipment		(4,039,443)	(2,807,752)
Proceeds from sale of property, plant and equipment		-	13,330
Investment in UniCap Investments Limited		-	-
Net cash used in investing activities		(3,502,789)	219,161,222
Cash flows from financing activities			
Receipts of long term loan		8,704,918	240,107,724
Repayment of long term loan		(42,942,218)	(413,718,707)
Net cash generated from/(used in) financing activities		(34,237,300)	(173,610,984)
Net (decrease)/increase in cash and cash equivalents		(80,825,370)	(538,171,042)
Effects of exchange rate changes on cash and cash equivalents		-	-
Cash and cash equivalents at beginning of the first quarter		1,365,738,909	3,228,085,934
Cash and cash equivalents at end of the first quarter		1,284,913,539	2,689,914,892
Cash and cash equivalents at end of the first quarter represents			
Cash in hand		39,000	39,000
Balance with Bangladesh Bank and its agent bank		168,669,548	180,478,628
Balance with other banks and financial institutions		1,116,204,991	2,509,397,264
		1,284,913,539	2,689,914,892
Net operating cash flows per share (2019: Restated)	36	(0.25)	(3.38)


Chairman


Director


Managing Director & CEO


Company Secretary


Chief Financial Officer (CC)



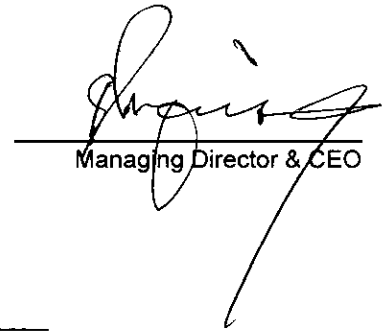
Union Capital Limited
Statement of Changes in shareholders' equity (Un-audited)
For the first quarter (Q1) ended 31 March 2020

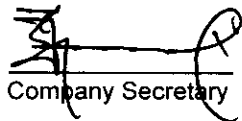
Figures in BDT

Particulars	Paid-up capital	Statutory reserve	Retained earnings	Total
Balance as at 1 January 2020	1,725,738,430	451,897,399	(965,211,171)	1,212,424,658
Net profit/(loss) for the 1st quarter ended 2020	-	-	(10,580,919)	(10,580,919)
Balance as at 31 March 2020	1,725,738,430	451,897,399	(975,792,090)	1,201,843,739
Balance as at 1 January 2019	1,643,560,419	451,897,399	105,393,785	2,200,851,603
Net profit/(loss) for the 1st quarter ended 2019	-	-	5,392,115	5,392,115
Balance as at 31 March 2019	1,643,560,419	451,897,399	110,785,900	2,206,243,718


 Chairman


 Director


 Managing Director & CEO


 Company Secretary


 Chief Financial Officer (CC)



Union capital Limited

Selected explanatory notes to the Consolidated Financial Statements (Un-audited) as at and for the first quarter ended 31 March 2020

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 bti Landmark, Level 8, Plot-16, Gulshan Avenue, Gulshan-1, Dhaka 1212. The operations of the Company is being carried out through its 7 (seven) offices located in Dhaka, Gazipur, Narshingdi, Chattogram, Sylhet and Bogura.

2.0 Reporting

This first quarterly 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 2019 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 2019.

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 quarter ended 31 March 2020 and profit for the same period. The number of shares outstanding for the period was 172.57 million. Earnings per share for the first quarter ended 31 March 2019 has also been calculated based on 172.57 million shares.

EPS for the quarter ended 31 March 2020 has been decreased compared to the same period of 2019 due to declined of interest income. This declined interest income has been created due to not account for interest income of loan exposure of UniCap Investments Limited.

3.4 Net assets value per share (NAV)

During the quarter ended 31 March 2020, NAV has been arrived at BDT 7.08 per share which is BDT 7.21 in 2019. Not charging interest on loan exposure of UniCap Investments Limited has induced NAV lower than previous period.

3.5 Date of authorization

The Board of Directors has authorized these financial statements for public issue on 30 July 2020.


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.

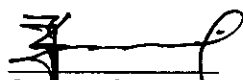
3.7 Reclassification

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.


Chairman


Director


Managing Director & CEO


Company Secretary

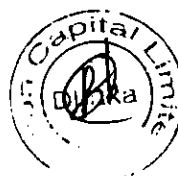

Chief Financial Officer (CC)



Union Capital Limited
Notes to the financial statements
As at and for the period ended 31 March 2020

Figures in BDT

As at	31-Mar-20	31-Dec-19
4 CASH		
In hand		
Local currency	39,000	39,000
Foreign currencies	-	-
	39,000	39,000
Balance with Bangladesh Bank		
Local currency	168,669,548	163,584,144
Foreign currencies	-	-
	168,669,548	163,584,144
Balance as at 31 March	168,708,548	163,623,144
4.a CASH (Consolidated)		
In hand		
Union Capital Ltd.	39,000	39,000
UniCap Securities Ltd.	25,000	25,000
UniCap Investments Ltd.	9,026	9,026
	73,026	73,026
Balance with Bangladesh Bank		
Union Capital Ltd.	168,669,548	163,584,144
UniCap Securities Ltd.	-	-
UniCap Investments Ltd.	-	-
	168,669,548	163,584,144
Balance as at 31 March	168,742,574	163,657,170
5 BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS		
This represents balance with various banks and financial institutions in Bangladesh.		
Fixed deposit account		
Bangladesh Industrial Finance Company Limited	139,497,789	134,101,679
International Leasing and Financial Services Ltd.	514,171,767	499,732,468
Modhumoti Bank Limited, Dhanmondi Branch	350,000,000	350,000,000
Woori Bank	-	200,000,000
	1,003,669,556	1,183,834,147
Current account		
Bank Alfalah Limited, Gulshan Branch	2,096	2,096
Agrani Bank Limited, Panthpath Branch	25,475	25,475
Bank Asia Limited, Bashundhara Branch	8,672	8,672
BASIC Bank Limited, Shantinagar Branch	1	1
Dhaka Bank Limited, Kakrail Branch	142,025	142,025
Midland Bank Ltd, Gulshan Branch	29,455	29,429
Modhumoti Bank Limited, Dhanmondi Branch	347,174	383,402
National Credit and Commerce Bank Ltd., Banani Branch	36,917	36,917
NRB Bank Limited, Corporate Branch	917,480	917,824
Shahjalal Islami Bank Limited, Elephant Road Branch	1,053,324	12,949
Social Islami Bank Limited, Eskaton Branch	20,771	20,771
Southeast Bank Limited, Mirpur Branch	10,791	10,791
Southeast Bank Limited, Satmosjid Road Branch	1,665	1,665
Sonali Bank Limited Sonargaon Road Branch	195,565	195,565
United Commercial Bank Limited, New Eskaton Branch	1,445,170	70,025
WooriBank-Dhaka Branch	112,520	2,056,404
Uttara Bank Limited, Local Office	15,338	15,338
	4,364,439	3,929,375



Union Capital Limited
Notes to the financial statements
As at and for the period ended 31 March 2020

Figures in BDT

As at	31-Mar-20	31-Dec-19
Short term deposit		
Bank Asia Limited, Corporate Branch	30,953,032	478,532
Bank Asia Limited, Corporate Branch	10,552,821	5,788,251
Bank Asia Limited, Gulshan Branch	53,676,926	419,263
Dhaka Bank Limited, Local Office	38,845	38,845
Dutch Bangla Bank Limited, Karwan Bazar Branch	35,742	35,742
Dutch Bangla Bank Limited, Karwan Bazar Branch	4,547,145	3,701,506
Jamuna Bank Limited, Sonargaon Road Branch	2,838,387	37,946
Modhumoti Bank Limited, Banglamotor-Branch	49,286	49,286
AB Bank Limited, Kakrail Branch	8,161	8,161
AB Bank Limited, Gulshan Branch	172,737	172,737
Mutual Trust Bank Limited, Principal Branch	61,253	61,253
Southeast Bank Limited, Islamic Banking Branch	2,692,881	2,692,881
Southeast Bank Limited, R k Mission Road Branch	2,543,780	867,840
	108,170,996	14,352,243
Balance as at 31 March	1,116,204,991	1,202,115,765

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

Union Capital Ltd.	1,116,204,991	1,202,115,765
UniCap Securities Ltd.	75,309,362	102,370,672
UniCap Investments Ltd.	191,188,634	217,645,136
	1,382,702,987	1,522,131,573
Less: Inter-company transactions	-	61,541,017
Balance as at 31 March	1,382,702,987	1,460,590,556

6 INVESTMENTS

The investment is made up as under:

Government securities	-	-
Other investments	26,290,405	26,669,695
Balance as at 31 March	26,290,405	26,669,695

This represents investment made by the Company in listed securities.

6.a INVESTMENTS (consolidated)

Union Capital Ltd.	26,290,405	26,669,695
UniCap Securities Ltd.	581,212,537	575,147,948
UniCap Investments Ltd.	345,760,387	347,378,380
Balance as at 31 March	953,263,330	949,196,023

7 LOANS, ADVANCES AND LEASES

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

Lease finance	1,512,698,776	1,489,818,193
Advance against lease finance	-	-
Term finance	5,368,682,509	6,008,375,422
Loan to subsidiaries	5,283,514,890	5,303,514,890
Loan against deposits	17,196,531	18,482,233
Staff loan	16,405,991	17,872,285
Balance as at 31 March	12,198,498,697	12,838,063,023



Union Capital Limited
Notes to the financial statements
As at and for the period ended 31 March 2020

Figures in BDT

As at	31-Mar-20	31-Dec-19
7.a LOANS, ADVANCES AND LEASES (consolidated)		
Union Capital Ltd.	12,198,498,697	12,838,063,023
UniCap Securities Ltd.	684,313,181	660,847,820
UniCap Investments Ltd.	5,888,529,510	5,788,293,561
	18,771,341,388	19,287,204,403
Less: Inter-company transactions	5,283,514,890	5,303,514,890
Balance as at 31 March	13,487,826,498	13,983,689,513

8 FIXED ASSETS INCLUDING LAND, BUILDING, FURNITURE AND FIXTURES

Furniture and fixtures	13,269,974	13,216,972
Floor Space	415,891,104	415,891,104
Office decoration	27,577,287	27,577,287
Electric equipment	36,684,987	36,062,367
Owned vehicles	10,825,597	10,825,597
Leased vehicles	2,230,000	2,230,000
Intangible assets (software)	1,754,807	1,754,807
Mobile phones	452,600	452,600
Total cost	508,686,356	508,010,734
Less: Accumulated depreciation and amortization	71,208,257	65,718,679
Written down value as at 31 March	437,478,099	442,292,055

Details are shown in **Annexure - A**

8.a FIXED ASSETS INCLUDING LAND, BUILDING, FURNITURE AND FIXTURES (consolidated)

Union Capital Ltd.	437,478,099	442,292,055
UniCap Securities Ltd.	10,429,012	12,599,860
UniCap Investments Ltd.	3,070,609	2,892,755
Balance as at 31 March	450,977,720	457,784,670

9 OTHER ASSETS

Investment in subsidiary	997,498,641	997,498,641
Accrued interest	39,745,600	57,366,782
Others	26,174,961	26,049,765
Income generating other assets	1,063,419,202	1,080,915,188
Advance office rent	3,643,655	3,684,155
Advance to employees	1,732,421	722,501
Deposits with T & T, water etc.	87,500	87,500
Advance corporate tax	1,428,876,319	1,427,586,066
Receivable from brokerage house against sale of shares	542,845	6,191
Transfer price receivable	1,287,376	1,287,376
Deferred tax assets (note 9.1)	809,949	809,949
Process Sharing receivable	391,931,941	391,931,941
Others	1,717,629	2,213,953
Non income generating other assets	1,830,629,635	1,828,329,632
Balance as at 31 March	2,894,048,837	2,909,244,820

Management considers all the other assets as good.



Union Capital Limited
Notes to the financial statements
As at and for the period ended 31 March 2020

Figures in BDT

As at	31-Mar-20	31-Dec-19
9.1 Deferred tax asset		
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: <i>Income Taxes</i> and under the guidelines of Bangladesh Bank DFIM circular no.07 dated 31 July 2011.		
Deferred tax asset is arrived at as follows:		
	Carrying amount at balance sheet date	(Taxable)/ deductible temporary difference
Assets		
Fixed assets net of depreciation	437,478,099	(27,783,365)
Liabilities		
Employee gratuity fund	29,943,229	29,943,229
	467,421,328	2,159,864
Applicable tax rate		37.50%
Deferred tax assets as on March 31,2020		809,949
Deferred tax assets as on December 31,2019		809,949
Deferred tax expense/(income) during the period ended 31 March 2020		-

9.1.a Deferred tax asset (consolidated)

Union Capital Limited	809,949	809,949
UniCap Securities Limited	-	-
UniCap Investments Limited	-	-
Balance as at 31 March	809,949	809,949

9.a OTHER ASSETS (consolidated)

Union Capital Ltd.	2,894,048,837	2,909,244,820
UniCap Securities Ltd.	387,702,688	511,834,657
UniCap Investments Ltd.	878,442,680	1,130,052,673
	4,160,194,205	4,551,132,149
Less: Inter-company transactions	2,143,508,738	2,397,496,008
Balance as at 31 March	2,016,685,468	2,153,636,141

10 NON-BANKING ASSETS

Non-banking assets	469,521,891	469,521,891
Total	469,521,891	469,521,891

11 BORROWINGS FROM OTHER BANKS, FINANCIAL INSTITUTIONS AND AGENTS

Borrowings from other banks

In Bangladesh

Bank loan	2,102,801,772	2,104,372,649
Preference share	100,000,000	100,000,000
	2,202,801,772	2,204,372,649

Bangladesh Bank (Small Enterprise refinancing scheme-JICA)	114,560,858	138,929,365
Bangladesh Bank (Women entrepreneur refinance scheme)	18,043,750	24,154,167
Bangladesh Bank (Agriculture refinance scheme)	4,750,000	6,937,500
Bangladesh Bank (Small Enterprise refinancing scheme-DP2)	25,146,667	25,146,666
Bangladesh Bank (Renewable energy and environment friendly sector)	77,716,345	77,716,345
Short term borrowing and call loan	877,412,655	985,134,756
	1,117,630,275	1,258,018,799
	3,320,432,047	3,462,391,448

Outside Bangladesh

Borrowings from banks	3,320,432,047	3,462,391,448
Balance as at 31 March	3,320,432,047	3,462,391,448



Union Capital Limited
Notes to the financial statements
As at and for the period ended 31 March 2020

Figures in BDT

As at	31-Mar-20	31-Dec-19
11.a Borrowings from other banks, financial institutions and agents (consolidated)		
Union Capital Limited	3,320,432,047	3,462,391,448
UniCap Securities Limited	670,810,635	752,499,291
UniCap Investments Limited	3,596,539,930	3,788,610,500
	<u>7,587,782,612</u>	<u>8,003,501,239</u>
Less: Inter-company transactions	3,849,784,097	3,869,784,097
Balance as at 31 March	3,737,998,515	4,133,717,142
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	3,655,823,350	3,626,111,918
Other institutions	4,402,396,257	4,899,750,328
Total institutional deposits	8,058,219,607	8,525,862,246
Term deposit	712,840,462	915,645,497
Income deposit	257,781,489	299,428,752
Monthly savings scheme	16,886,150	20,572,650
Total individual deposits	987,508,101	1,235,646,899
Balance as at 31 March	9,045,727,708	9,761,509,145
12.a Term deposits (consolidated)		
Union Capital Limited	9,045,727,708	9,761,509,145
UniCap Securities Limited	-	-
UniCap Investments Limited	-	-
	<u>9,045,727,708</u>	<u>9,761,509,145</u>
Less: Inter-company transactions	-	61,541,017
Balance as at 31 March	9,045,727,708	9,699,968,128
13 Other deposits		
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 term. This is		
Balance at 1 January	214,129,016	763,587,589
Received during the period	1,081,557,566	2,488,307,423
Repayment during the period	(1,088,674,174)	(2,867,796,845)
Balance as at 31 March	207,012,408	214,129,016
Breakup of other deposits on the basis of category of finance is as under		
Lease advance	58,172,016	27,192,484
Term finance advance	62,295,653	85,075,708
Cash security	86,544,739	101,860,824
Balance as at 31 March	207,012,408	214,129,016

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.



Union Capital Limited
Notes to the financial statements
As at and for the period ended 31 March 2020

Figures in BDT

As at	31-Mar-20	31-Dec-19
14 OTHER LIABILITIES		
Provision for loans, advances and leases	412,733,792	464,197,059
Provision for diminution in value of investments	512,935	191,275
Provision for other assets	118,187,000	118,187,000
Interest suspense	694,133,615	661,006,393
Provision for tax	1,473,365,849	1,452,679,979
Financial expenses payable	649,723,369	516,401,468
Deferred liability-employee gratuity	9,245,839	9,245,839
Dividend on preference shares	12,500,007	9,417,815
Excise duty	2,250,130	6,804,889
Withholding tax payable	12,336,356	8,156,227
VAT payable	1,623,941	2,138,056
Accrued expenses and other payable	149,122,733	152,650,126
Balance as at 31 March	3,535,735,566	3,401,076,126
14.a OTHER LIABILITIES (consolidated)		
Union Capital Limited	3,535,735,566	3,401,076,126
UniCap Securities Limited	611,360,085	640,245,548
UniCap Investments Limited	3,149,246,349	3,138,731,130
	7,296,342,000	7,180,052,803
Less: Inter-company transactions	2,579,740,890	2,833,728,160
Balance as at 31 March	4,716,601,111	4,346,324,643
15 Share capital		
As at 31 March 2020, a total number of 172,573,843 (2019: 172,573,843) 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	1,725,738,430	1,643,560,419
8,217,811 bonus shares	-	82,178,011
Total 172,573,843	1,725,738,430	1,725,738,430
16 STATUTORY RESERVE		
Balance as on 1 January	451,897,399	451,897,399
Add: Transferred from profit during the period	-	-
Balance as at 31 March	451,897,399	451,897,399
17 Retained earnings		
Balance as on 1 January	(965,211,171)	105,393,785
Less: Issuance of bonus shares (2018)	-	(82,178,011)
Add: Profit/(loss) after tax during the period	(10,580,919)	(988,426,945)
Balance as at 31 March	(975,792,090)	(965,211,171)
17.a RETAINED EARNINGS (consolidated)		
Balance as on 1 January	(933,699,011)	205,864,936
Less: Issuance of bonus shares (2018)	-	(82,178,011)
Add: Profit/(loss) after tax during the period	(21,556,308)	(1,057,385,936)
Balance as at 31 March	(955,255,319)	(933,699,011)



Union Capital Limited
Notes to the financial statements

Figures in BDT

For the first quarter ended 31 March 31-Mar-20 31-Mar-19

18 INTEREST INCOME

Income from lease finance	45,994,019	70,988,556
Income from term finance	174,821,126	198,430,076
Interest on loan to subsidiaries	14,656,234	15,483,279
Interest on bank deposits	29,876,486	41,339,789
Income from other finance	250,484	353,089
Total	265,598,349	326,594,789

18.a INTEREST INCOME (consolidated)

Union Capital Limited	265,598,349	326,594,789
UniCap Securities Limited	15,791,760	33,242,457
UniCap Investments Limited	7,026,311	136,828,533
	288,416,419	496,665,779
Less: Inter-company transactions	14,656,234	15,483,279
	273,760,185	481,182,500

19 INTEREST PAID ON DEPOSITS, BORROWINGS, etc.

Interest on bank loan	70,437,021	75,087,916
Interest on JICA fund	1,514,717	2,830,289
Interest on Agriculture refinance fund	54,890	182,022
Interest on women entrepreneur fund	170,150	391,770
Interest on SMEDP2 fund	254,260	820,000
Interest on financing brick kiln efficiency project	982,249	-
Interest on term deposits	230,421,862	261,796,493
Interest on money at call & short notice	23,129,174	10,815,292
Interest on cash security deposit	1,598,055	3,195,961
Interest on preference share	3,082,192	6,164,384
Bank charges	1,818,630	829,282
Total	333,463,200	362,113,409

19.a INTEREST PAID ON DEPOSITS, BORROWINGS etc. (consolidated)

Union Capital Limited	333,463,200	362,113,409
UniCap Securities Limited	26,594,261	36,791,915
UniCap Investments Limited	2,761,366	6,694,701
	362,818,827	405,600,025
Less: Inter-company transactions	14,656,234	15,483,279
	348,162,593	390,116,746

20 INVESTMENT INCOME

Capital gain/(loss) on sale of securities	157,364	(37,283,540)
Dividend income	586,175	2,184,523
Total	743,539	(35,099,017)

20.a INVESTMENT INCOME (consolidated)

Union Capital Limited	743,539	(35,099,017)
UniCap Securities Limited	961,224	(886,685)
UniCap Investments Limited	(698,741)	(1,415,163)
	1,006,023	(37,400,865)
Less: Inter-company transactions	-	-
	1,006,023	(37,400,865)



Union Capital Limited
Notes to the financial statements

Figures in BDT

For the first quarter ended 31 March 31-Mar-20 31-Mar-19

21 FEES, COMMISSIONS, EXCHANGE AND BROKERAGE

Processing and documentation fees	25,650	540,275
Renewals and proceeds	582,510	361,039
Total	608,160	901,314

21.a FEES, COMMISSIONS, EXCHANGE AND BROKERAGE (consolidated)

Union Capital Limited	608,160	901,314
UniCap Securities Limited	27,812,982	52,143,833
UniCap Investments Limited	2,991,670	4,052,702
Total	31,412,813	57,097,848

22 OTHER OPERATING INCOME

Gain/(loss) on sale of fixed assets	-	(20,412)
Portfolio management income	-	122,759,164
Recoveries of loans written off	68,920,580	1,471,295
Total	68,920,580	124,210,047

22.a OTHER OPERATING INCOME (consolidated)

Union Capital Limited	68,920,580	124,210,047
UniCap Securities Limited	410,571	229,354
UniCap Investments Limited	180,202	180,244
	69,511,353	124,619,644
Less: Inter-company transactions	-	122,759,164
	69,511,353	1,860,480

23 SALARIES AND OTHER EMPLOYEE BENEFITS

Salaries & allowances (a)	28,779,016	35,945,670
Festival bonus	-	-
Total	28,779,016	35,945,670

23.a SALARIES AND OTHER EMPLOYEE BENEFITS (consolidated)

Union Capital Limited	28,779,016	35,945,670
UniCap Securities Limited	15,252,596	17,268,829
UniCap Investments Limited	2,771,408	3,214,661
Total	46,803,020	56,429,160

24 RENT, TAXES, INSURANCE, ELECTRICITY etc.

Office rent, rates and taxes	774,229	3,221,286
Insurance	49,430	143,673
Power and electricity	47,544	202,731
Total	871,203	3,567,690

24.a RENT, TAXES, INSURANCE, ELECTRICITY etc. (consolidated)

Union Capital Limited	871,203	3,567,690
UniCap Securities Limited	4,117,176	6,603,297
UniCap Investments Limited	355,800	1,207,025
Total	5,344,180	11,378,012

25 LEGAL EXPENSES

Court fees	-	374,938
Professional Fees	444,667	1,461,436
Total	444,667	1,836,374



Union Capital Limited
Notes to the financial statements

Figures in BDT

For the first quarter ended 31 March	31-Mar-20	31-Mar-19
25.a LEGAL EXPENSES (consolidated)		
Union Capital Limited	444,667	1,836,374
UniCap Securities Limited	-	-
UniCap Investments Limited	-	45,000
Total	444,667	1,881,374
26 POSTAGE, STAMP, TELECOMMUNICATION etc.		
Postage	34,807	38,234
Telegram, telex, fax and e-mail	151,182	234,044
Telephone - office	268,287	200,546
Total	454,276	472,824
26.a POSTAGE, STAMP, TELECOMMUNICATION etc. (consolidated)		
Union Capital Limited	454,276	472,824
UniCap Securities Limited	774,845	936,148
UniCap Investments Limited	137,852	125,215
Total	1,366,973	1,534,187
27 STATIONERY, PRINTING, ADVERTISEMENTS etc.		
Printing and stationery	239,850	700,819
Advertisement	157,028	899,186
Publicity	-	432,412
Total	396,878	2,032,417
27.a STATIONERY, PRINTING, ADVERTISEMENTS etc.(consolidated)		
Union Capital Limited	396,878	2,032,417
UniCap Securities Limited	210,477	268,222
UniCap Investments Limited	63,322	60,307
Total	670,677	2,360,946
28 MANAGING DIRECTOR'S SALARY AND FEES	1,830,000	-
In addition to remuneration, the Managing Director & CEO is also provided with Company's car and cell phone.		
29 DIRECTORS' FEES		
Total fees paid	30,000	184,000
Total	30,000	184,000
29.a DIRECTORS' FEES (consolidated)		
Union Capital Limited	30,000	184,000
UniCap Securities Limited	-	182,500
UniCap Investments Limited	-	-
Total	30,000	366,500
30 DEPRECIATION AND REPAIR OF ASSETS		
Depreciation of fixed assets-freehold	5,449,033	1,633,609
Depreciation of fixed assets-leasehold vehicle	-	-
Amortization of intangible assets	40,545	29,875
Repairs and maintenance of assets	162,633	13,395
Total	5,652,211	1,676,879



Union Capital Limited
Notes to the financial statements

Figures in BDT

For the first quarter ended 31 March 31-Mar-20 31-Mar-19

30.a DEPRECIATION AND REPAIR OF ASSETS (consolidated)

Union Capital Limited	5,652,211	1,676,879
UniCap Securities Limited	2,288,461	3,268,968
UniCap Investments Limited	585,257	547,271
Total	8,525,929	5,493,118

31 OTHER EXPENSES

HR development	-	133,636
Travelling and conveyance	1,342,914	2,412,932
Office expenses	618,402	361,065
Motor vehicle fuel expenses	156,958	151,323
Motor vehicle spare part expenses	50,896	100,829
Subscription and fees	1,637,478	1,656,251
Books, magazines, newspapers, etc	5,305	12,521
Entertainment and public relation & others	84,372	443,723
Staff Welfare	1,089,509	2,832,570
Total	4,985,834	8,104,850

31.a OTHER EXPENSES (consolidated)

Union Capital Limited	4,985,834	8,104,850
UniCap Securities Limited	4,868,779	10,942,415
UniCap Investments Limited	349,727	123,064,462
	10,204,340	142,111,727
Less: Inter-company transactions	-	122,759,164
Total	10,204,340	19,352,563

32 RECEIPTS FROM OTHER OPERATING ACTIVITIES

Renewals and proceeds	582,510	361,039
Interest on deposits	-	-
Others	-	-
Total	582,510	361,039

33 PAYMENTS FOR OTHER OPERATING ACTIVITIES

HR development	-	133,636
Travelling and conveyance	1,342,914	2,412,932
Motor vehicle expenses	207,854	252,152
Subscription and fees	1,637,478	1,656,251
Office expenses	618,402	361,065
Books, magazines, newspapers, etc	5,305	12,521
Entertainment and public relation & staff welfare	1,173,881	3,276,293
Total	4,985,834	8,104,850



For the first quarter ended 31 March 31-Mar-20 31-Mar-19

34 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 31 March 2020 was based on the profit attributable to ordinary shareholders of Tk. (2.15) crore (31 March 2019: Tk. 0.9 crore) and a weighted average number of ordinary shares outstanding for quarter ended 31 March 2020 was 172.57 crore.

EPS for the quarter ended 31 March 2020 has been decreased compared to the same period of 2019 due to declined of interest income. This declined interest income has been created due to not account for interest income of loan exposure of UniCap Investments Limited.

Profits attributable to ordinary shareholders

Net profit for the period	(10,580,919)	5,392,115
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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
Earnings per share	(0.06)	0.03
Earnings per share (restated)	(0.06)	0.03

34.a EARNINGS PER SHARE (consolidated)

Profits attributable to ordinary shareholders

Net profit for the period (consolidated)	(21,556,308)	9,035,781
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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
Earnings per share- consolidated	(0.12)	0.05
Earnings per share- consolidated (restated)	(0.12)	0.05

35 AVERAGE EFFECTIVE TAX RATE

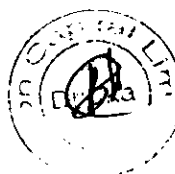
The average effective tax rate is calculated below as per International Accounting Standard (IAS) 12: *Income Taxes*.

	2020	2019
Tax expenses	20,685,870	(1,295,751)
Accounting profit before tax	10,104,951	4,096,364
Average effective tax rate	204.71%	-31.63%

35.a AVERAGE EFFECTIVE TAX RATE (consolidated)

The consolidated average effective tax rate is calculated below as per International Accounting Standard (IAS) 12: *Income Taxes*.

Tax expenses	25,005,915	8,214,919
Accounting profit before tax	3,449,605	17,250,702
Average effective tax rate	724.89%	47.62%



Union Capital Limited
Notes to the financial statements

Figures in BDT

For the first quarter ended 31 March **31-Mar-20** **31-Mar-19**

36 NET OPERATING CASH FLOWS PER SHARE

Net cash flows from operating activities	(43,085,281)	(583,721,280)
Total number of ordinary shares outstanding	172,573,842	172,573,842
Net operating cash flows per share (restated)	(0.25)	(3.38)

36.a NET OPERATING CASH FLOWS PER SHARE (consolidated)

Net cash flows from operating activities	226,954,697	(569,977,399)
Total number of ordinary shares outstanding	172,573,842	172,573,842
Net operating cash flows per share (restated)	1.32	(3.30)

During the quarter ended 31 March 2020, the Company has paid interest expenses of Tk. 18.38 crore compared to Tk. 67.62 crore in previous period. Received from Bank & other financial institutions for the period was Tk. 2.97 crore whereas Tk.86.68 crore was paid in same period of 2019. These two heads have affected mostly to increase NOCFPS in first quarter of 2020 compared to same period of 2019.

37 NET ASSET VALUE PER SHARE (NAV)

Net asset (total assets less total liabilities)	1,201,843,739	1,212,424,658
Total number of ordinary shares outstanding	172,573,842	172,573,842
Net asset value per share (NAV)	6.96	7.03

37.a NET ASSET VALUE PER SHARE (NAV) (consolidated)

Net asset (total assets less total liabilities)	1,222,380,726	1,243,937,036
Total number of ordinary shares outstanding	172,573,842	172,573,842
Net asset value per share (NAV)	7.08	7.21

38 (INCREASE)/DECREASE IN OTHER ASSETS

Accrued interest	17,621,182	39,527,421
Advance office rent	40,500	90,500
Advance to employees	(1,009,920)	128,200
Receivable from brokerage houses against sale of shares	(536,654)	70,929,796
Others	371,128	(100,931,200)
	16,486,236	9,744,717

39 INCREASE/(DECREASE) IN OTHER LIABILITIES

Interest suspense	33,127,222	5,734,338
Financial expenses payable	133,321,901	(69,877,021)
Excise duty	(4,554,759)	(4,439,935)
Withholding tax payable	4,180,129	(2,222,907)
VAT payable	(514,115)	32,825
Accrued expenses and other payable	(445,201)	9,823,108
	165,115,177	(60,949,592)

40 RECONCILIATION OF NET PROFIT WITH CASH FLOW FROM OPERATING ACTIVITIES

Net profit after tax	(10,580,919)	5,392,115
Items not involved in cash movement:		
Add: Depreciation	5,489,578	1,663,484
Add: Provision for loans and investments	(51,141,608)	(3,423,344)
Add: Provision for taxation	20,685,870	436,905
Add/ (Less): Accrued expenses	128,826,068	(62,735,337)



Union Capital Limited
Notes to the financial statements

Figures in BDT

For the first quarter ended 31 March	31-Mar-20	31-Mar-19
Add/ (Less): Accrued Income	36,526,991	(79,765,721)
Less: Gain on disposal of fixed assets	-	(20,412)
Add/(Less): Loss/(gain) on sale of share	(157,364)	37,283,540
Increase/(Decrease) in employee gratuity	-	5,000,000
Increase/(Decrease) in Deferred tax	-	(1,732,656)
Adjustments to reconcile net profit after tax to net cash provided by operating activities	129,648,616	(97,901,426)
Increase/decrease in operating assets and liabilities		
(Increase)/decrease in loans, advances	614,073,190	229,717,670
(Increase)/decrease in other assets	5,450,382	128,602,453
(Increase)/decrease in non-banking assets	-	(101,082,000)
Increase/(decrease) in term & other deposits	(856,219,946)	(555,026,480)
Increase/(decrease) in short term borrowing	(107,722,101)	(110,000,000)
Increase/(decrease) in payable and accrued expenses	139,847,609	(78,117,787)
Increase/(decrease) in income tax	(1,290,253)	(5,648,048)
Increase/(decrease) in interest suspenses	33,127,222	5,734,338
	(172,733,897)	(485,819,854)
Net cash flows from/(used in) operating activities	(43,085,281)	(583,721,280)

40.a RECONCILIATION OF NET PROFIT WITH CASH FLOW FROM OPERATING ACTIVITIES (consolidated)

Net profit after tax	(21,556,310)	9,035,783
Items not involved in cash movement:		
Add: Depreciation	8,221,152	5,357,929
Add: Provision for loans and investments	(51,141,608)	(3,423,344)
Add: Provision for taxation	25,005,915	9,947,575
Add/ (Less): Accrued expenses	116,838,270	136,759,759
Add/ (Less): Accrued Income	(15,396,173)	(31,531,796)
Less: Gain on disposal of fixed assets	-	20,412
Add/(Less): Loss/(gain) on sale of share	2,904,007	42,562,066
Increase/(Decrease) in employee gratuity	(588,151)	6,703,773
Increase/(Decrease) in Deferred tax	-	(1,732,656)
Adjustments to reconcile net profit after tax to net cash provided by operating activities	64,287,102	173,699,501
Increase/decrease in operating assets and liabilities		
(Increase)/decrease in loans, advances	495,863,015	222,136,488
(Increase)/decrease in other assets	160,129,804	94,616,485
(Increase)/decrease in non-banking assets	-	(101,082,000)
Increase/(decrease) in term & other deposits	(661,357,028)	(633,166,501)
Increase/(decrease) in short term borrowing	(107,722,101)	(110,000,000)
Increase/(decrease) in payable and accrued expenses	250,409,640	(185,650,288)
Increase/(decrease) in income tax	(7,782,957)	(16,012,070)
Increase/(decrease) in interest suspenses	33,127,222	(14,519,014)
	162,667,594	(743,676,900)
Net cash flows from/(used in) operating activities	226,954,697	(569,977,399)

