

Union Capital Limited
Consolidated Financial Statements (Un-Audited)
As at and for the third quarter ended 30 September 2024

Union Capital Limited
Consolidated Balance Sheet (Un-audited) as at 30 September 2024

Figures in BDT

Particulars	Notes	30-Sep-24	31-Dec-23
PROPERTY AND ASSETS			
Cash			
In hand (including foreign currencies)		126,068	83,026
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		81,273,116	83,451,285
	4.a	81,399,184	83,534,311
Balance with other banks and financial institutions			
In Bangladesh		1,477,794,586	1,380,366,230
Outside Bangladesh		-	-
	5.a	1,477,794,586	1,380,366,230
Money at call and short notice			
Investments			
Government		-	-
Others		551,451,869	531,987,488
	6.a	551,451,869	531,987,488
Loans, advances and leases			
Loans, advances and leases		11,929,446,306	12,354,242,267
Bills purchased and discounted		-	-
	7.a	11,929,446,306	12,354,242,267
Fixed assets including land, building, furniture and fixtures	8.a	392,613,545	412,705,252
Other assets	9.a	722,066,781	772,211,127
Non-banking assets	10	435,539,159	435,539,159
TOTAL ASSETS		15,590,311,429	15,970,585,834
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11.a	2,684,650,595	2,915,681,769
Deposits and other accounts			
Term deposits	12.a	7,952,912,037	8,136,764,424
Other deposits	13	44,165,605	19,737,010
		7,997,077,642	8,156,501,434
Other liabilities	14.a	14,363,009,192	13,704,473,659
Total liabilities		25,044,737,429	24,776,656,862
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/(loss)	17.a	(11,632,061,518)	(10,983,706,549)
Total equity attributable to equity holders of the Company		(9,454,425,689)	(8,806,070,720)
Non-controlling interest		(312)	(308)
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		15,590,311,429	15,970,585,834
OFF-BALANCE SHEET ITEMS			
Contingent liabilities			
Letters of guarantee		-	-
Irrevocable letters of credit		-	-
Other contingent liabilities		-	-
Other commitments			
Undisbursed contracted loans, advances and leases		-	-
TOTAL OFF BALANCE SHEET ITEMS		-	-
Net assets value per share (NAV)	37.a	(54.78)	(51.03)

Chairman

Director

Managing Director & CEO (CC)

Company Secretary (CC)

Chief Financial Officer



Union Capital Limited
Consolidated Profit and Loss Account (Un-Audited)
For the third quarter ended 30 September 2024

Figures in BDT

Particulars	Notes	30-Sep-24	30-Sep-23	Jul,24- Sep,24	Jul,23- Sep,23
Interest income	18.a	197,474,133	250,010,196	64,252,765	83,959,140
Interest paid on deposits and borrowings etc.	19.a	(632,133,143)	(557,709,368)	(430,396,813)	(186,996,515)
Net interest income		(434,659,011)	(307,699,172)	(366,144,048)	(103,037,375)
Investment income	20.a	3,401,524	7,911,080	(2,978,568)	2,554,924
Fees, commissions, exchange and brokerage	21.a	56,895,093	63,240,385	32,604,270	18,868,491
Other operating income	22.a	14,206,262	15,352,619	12,310,885	5,842,078
		74,502,879	86,504,084	41,936,587	27,265,493
Total operating income		(360,156,132)	(221,195,088)	(324,207,461)	(75,771,882)
Salaries and other employee benefits	23.a	120,119,605	127,151,995	81,557,115	42,364,156
Rent, taxes, insurance, electricity etc.	24.a	4,059,262	3,231,322	2,791,963	1,159,376
Legal expenses	25.a	918,704	1,218,837	751,662	334,717
Postage, stamp, telecommunication etc.	26.a	3,134,034	3,449,372	2,202,423	1,139,293
Stationery, printing, advertisements etc.	27.a	1,538,843	2,218,987	1,083,973	809,794
Managing Director's salary and fees	28	-	-	-	-
Directors' fees	29.a	918,400	316,500	762,400	199,000
Depreciation and repair of assets	30.a	25,361,223	24,720,888	17,619,681	7,488,533
Other expenses	31.a	24,311,625	22,911,117	15,585,818	7,911,326
Total operating expenses		180,361,693	185,219,019	122,355,033	61,406,194
Profit/(loss) before provision		(540,517,825)	(406,414,106)	(446,562,494)	(137,178,076)
Provision for loans, advances, leases and investments					
Provision for loans, advances, leases and other assets		84,101,550	853,155,183	61,166,501	110,913,015
Provision for diminution in value of investments		1,381,962	(301,147)	548,305	(172,132)
Total provision		85,483,512	852,854,036	61,714,806	110,740,883
Total profit/(loss) before tax		(626,001,337)	(1,259,268,142)	(508,277,300)	(247,918,959)
Provision for taxation					
Current tax		17,667,179	11,091,654	10,385,558	(4,294,594)
Deferred tax		4,686,456	4,887,700	2,594,491	1,621,587
		22,353,635	15,979,354	12,980,049	(2,673,007)
Net profit/(loss) after tax		(648,354,973)	(1,275,247,496)	(521,257,349)	(245,245,952)
Retained surplus/(loss)		(648,354,973)	(1,275,247,496)	(521,257,349)	(245,245,952)
Attributable to					
Shareholders of the Company		(648,354,969)	(1,275,247,427)	(441,753,947)	(245,245,886)
Non-controlling interest		(4.0)	(69.0)	(3.88)	(65.70)
Weighted average no. of outstanding share		172,573,843	172,573,843	172,573,843	172,573,843
Earnings per share	34.a	(3.76)	(7.39)	(2.56)	(1.42)



Chairman



Director



Managing Director & CEO (CC)



Company Secretary (CC)



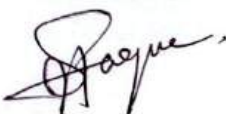
Chief Financial Officer



Union Capital Limited
Consolidated Cash Flow Statement (Un-audited) for the third quarter ended 30 September 2024

Figures in BDT

Particulars	30-Sep-24	30-Sep-23	
Cash flows from operating activities			
Interest receipts	197,624,395	251,468,157	
Interest payments	(273,190,805)	(267,665,542)	
Fee and commission receipts	56,820,178	63,194,816	
Recoveries of loans previously written off	9,597,323	14,261,907	
Dividend receipts	20,270,846	16,544,841	
Cash payments to employees	(126,882,187)	(132,078,911)	
Cash payments to suppliers and management expenses	(16,649,662)	(12,100,580)	
Income taxes paid	(17,791,600)	(15,900,512)	
Receipts from other operating activities	1,661,536	1,136,281	
Payments for other operating activities	(24,311,625)	(22,911,117)	
Cash generated before changes in operating assets and liabilities	(172,851,602)	(104,050,662)	
Increase/decrease in operating assets and liabilities			
Loans, advances and leases to customers	417,426,565	664,761,902	
Other assets	49,819,155	6,384,700	
Deposits from banks and other financial institutions	(1,091,385)	(7,600,000)	
Deposits from customers	(158,332,407)	(175,820,332)	
Net draw down/(payment) of short term loan	(100,000)	(7,650,000)	
Other liabilities	214,506,668	(376,655)	
Cash generated from operating assets and liabilities	522,228,596	479,699,615	
Net cash generated from/(used in) operating activities	349,376,994	375,648,953	
Cash flows from investing activities			
Proceeds from sale of securities	70,892,837	83,060,987	
Payments for purchases of securities	(91,400,280)	(59,428,433)	
Purchase of property, plant and equipment	(5,808,590)	(12,779,853)	
Repayment of long term loan	(285,931,174)	(234,174,376)	
Net cash generated from/(used in) financing activities	(230,931,174)	(176,574,376)	
Net (decrease)/increase in cash and cash equivalents	95,293,229	209,927,277	
Effects of exchange rate changes on cash and cash equivalents	-	-	
Cash and cash equivalents at beginning of the third quarter	1,463,900,541	1,342,792,161	
Cash and cash equivalents at end of the third quarter	1,559,193,770	1,552,719,438	
Cash and cash equivalents at end of the third quarter			
Cash in hand	126,068	83,026	
Balance with Bangladesh Bank and its agent bank	81,273,116	88,870,435	
Balance with other banks and financial institutions	1,477,794,586	1,463,765,977	
	1,559,193,770	1,552,719,438	
Net operating cash flows per share	36.a	2.02	2.18



Chairman



Director



Managing Director & CEO (CC)



Company Secretary (CC)



Chief Financial Officer



Union Capital Limited
Consolidated Statement of Changes in shareholders' equity (Un-audited)
For the third quarter ended 30 September 2024

Figures in BDT

Particulars	Paid-up capital	Statutory reserve	Retained earnings/(loss)	Non-controlling interest	Total
Balance as at 1 January 2024	1,725,738,430	451,897,399	(10,983,706,549)	(308)	(8,806,071,027)
Net profit/(loss) for the third quarter 2024	-	-	(648,354,969)	(4)	(648,354,973)
Balance as at 30 September 2024	1,725,738,430	451,897,399	(11,632,061,518)	(312)	(9,454,426,000)

For the third quarter ended 30 September 2023

Figures in BDT

Balance as at 1 January 2023	1,725,738,430	451,897,399	(4,914,005,454)	(210)	(2,736,369,835)
Net profit/(loss) for the third quarter 2023	-	-	(1,275,247,427)	(69)	(1,275,247,496)
Balance as at 30 September 2023	1,725,738,430	451,897,399	(6,189,252,882)	(279)	(4,011,617,332)



Chairman



Director



Managing Director & CEO (CC)



Company Secretary (CC)



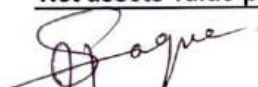
Chief Financial Officer




Union Capital Limited
Balance Sheet (Un-audited) as at 30 September 2024

Figures in BDT

Particulars	Notes	30-Sep-24	31-Dec-23
PROPERTY AND ASSETS			
Cash			
In hand (including foreign currencies)		34,000	34,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		81,273,116	83,451,285
	4	81,307,116	83,485,285
Balance with other banks and financial institutions			
In Bangladesh		1,324,477,150	1,179,997,820
Outside Bangladesh		-	-
	5	1,324,477,150	1,179,997,820
Money at call and short notice			
Investments			
Government		-	-
Others		38,123,732	38,884,385
	6	38,123,732	38,884,385
Loans, advances and leases			
Loans, advances and leases		11,971,994,841	12,500,573,206
Bills purchased and discounted		-	-
	7	11,971,994,841	12,500,573,206
Fixed assets including land, building, furniture and fixtures	8	378,104,429	390,134,588
Other assets	9	1,239,842,328	1,234,421,951
Non-banking assets	10	435,539,159	435,539,159
TOTAL ASSETS		15,469,388,755	15,863,036,394
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11	2,569,243,337	2,776,812,520
Deposits and other accounts			
Term deposits	12	7,952,912,037	8,136,764,424
Other deposits	13	44,165,605	19,737,010
		7,997,077,642	8,156,501,434
Other liabilities	14	14,214,227,470	13,616,843,249
Total liabilities		24,780,548,449	24,550,157,203
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/(loss)	17	(11,488,795,523)	(10,864,756,638)
Total shareholders' equity		(9,311,159,694)	(8,687,120,809)
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		15,469,388,755	15,863,036,394
OFF-BALANCE SHEET ITEMS			
Contingent liabilities			
Letters of guarantee		-	-
Irrevocable letters of credit		-	-
Other contingent liabilities		-	-
Other commitments			
Undisbursed contracted loans, advances and leases		-	-
TOTAL OFF BALANCE SHEET ITEMS		-	-
Net assets value per share (NAV)	37	(53.95)	(50.34)


Chairman


Director


Managing Director & CEO (CC)


Company Secretary (CC)


Chief Financial Officer




Union Capital Limited
Profit and Loss Account (Un-Audited)
For the third quarter ended 30 September 2024

Figures in BDT

Particulars	Notes	30-Sep-24	30-Sep-23	Jul,24- Sep,24	Jul,23- Sep,23
Interest income	18	164,892,517	211,243,454	55,009,613	73,228,531
Interest paid on deposits and borrowings etc.	19	(621,362,819)	(536,470,497)	(231,379,741)	(182,969,625)
Net interest income		(456,470,302)	(325,227,043)	(176,370,128)	(109,741,094)
Investment income	20	918,136	1,358,934	17,500	204,468
Fees, commissions, exchange and brokerage	21	221,921	270,776	22,000	110,507
Other operating income	22	12,760,691	14,261,907	4,930,411	5,128,382
		13,900,748	15,891,617	4,969,911	5,443,357
Total operating income		(442,569,554)	(309,335,426)	(171,400,217)	(104,297,737)
Salaries and other employee benefits	23	64,153,608	66,145,003	22,686,761	24,656,418
Rent, taxes, insurance, electricity etc.	24	2,313,340	1,672,992	850,342	554,851
Legal expenses	25	337,659	1,129,964	47,801	291,842
Postage, stamp, telecommunication etc.	26	1,140,233	1,052,866	367,494	334,430
Stationery, printing, advertisements etc.	27	822,311	1,251,994	322,140	514,810
Managing Director's salary and fees	28	-	-	-	-
Directors' fees	29	535,200	220,000	239,200	135,000
Depreciation and repair of assets	30	12,078,958	12,032,773	3,991,868	3,911,208
Other expenses	31	10,250,756	9,404,469	3,466,309	3,511,388
Total operating expenses		91,632,065	92,910,061	31,971,915	33,909,947
Profit/(loss) before provision		(534,201,619)	(402,245,487)	(203,372,132)	(138,207,684)
Provision for loans, advances, leases and investments					
Provision for loans, advances, leases and other assets		84,101,550	853,155,183	110,228,943	110,913,015
Provision for diminution in value of investments		1,381,962	(301,147)	(342,435)	(172,132)
Total provision		85,483,512	852,854,036	109,886,508	110,740,883
Total profit/(loss) before tax		(619,685,131)	(1,255,099,523)	(313,258,640)	(248,948,567)
Provision for taxation					
Current tax		-	-	-	-
Deferred tax		4,353,754	4,572,908	1,258,492	1,567,936
		4,353,754	4,572,908	1,258,492	1,567,936
Net profit/(loss) after tax		(624,038,885)	(1,259,672,431)	(314,517,132)	(250,516,503)
Retained surplus/(loss)		(624,038,885)	(1,259,672,431)	(314,517,132)	(250,516,503)
Weighted average no. of outstanding share		172,573,843	172,573,843	172,573,843	172,573,843
Earnings per share	34	(3.62)	(7.30)	(1.82)	(1.45)


Chairman


Director


Managing Director & CEO (CC)


Company Secretary (CC)

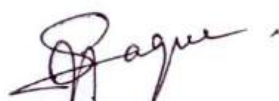

Chief Financial Officer




Union Capital Limited
Cash Flow Statement (Un-audited) for the third quarter ended 30 September 2024

Figures in BDT

Particulars	30-Sep-24	30-Sep-23
Cash flows from operating activities		
Interest receipts	172,261,914	207,985,327
Interest payments	(262,371,382)	(240,231,514)
Fee and commission receipts	147,006	225,207
Recoveries of loans previously written off	9,597,323	14,261,907
Dividend receipts	854,500	1,318,784
Cash payments to employees	(66,073,462)	(70,152,317)
Cash payments to suppliers and management expenses	(9,763,025)	(6,221,548)
Income taxes paid	(1,997,235)	(1,921,657)
Receipts from other operating activities	215,965	45,569
Payments for other operating activities	(10,250,756)	(9,404,469)
Cash generated before changes in operating assets and liabilities	(167,379,152)	(104,094,711)
Increase/decrease in operating assets and liabilities		
Loans, advances and leases to customers	521,208,968	449,647,979
Other assets	(5,561,427)	2,662,183
Deposits from banks and other financial institutions	(1,091,385)	(7,600,000)
Deposits from customers	(158,332,407)	(175,820,332)
Net draw down/(payment) of short term loan	(100,000)	(7,650,000)
Other liabilities	159,031,318	223,859,578
Cash generated from operating assets and liabilities	515,155,067	485,099,408
Net cash generated from/(used in) operating activities	347,775,915	381,004,697
Cash flows from investing activities		
Proceeds from sale of securities	1,350,756	4,423,636
Payments for purchases of securities	(526,467)	(6,806,854)
Receipts of long term loan	55,000,000	-
Repayment of long term loan	(262,469,183)	(200,908,727)
Net cash generated from/(used in) financing activities	(207,469,183)	(200,908,727)
Net (decrease)/increase in cash and cash equivalents	142,301,161	176,432,342
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the third quarter	1,263,483,105	1,103,813,389
Cash and cash equivalents at end of the third quarter	1,405,784,266	1,280,245,731
Cash and cash equivalents at end of the third quarter		
Cash in hand	34,000	34,000
Balance with Bangladesh Bank and its agent bank	81,273,116	88,870,435
Balance with other banks and financial institutions	1,324,477,150	1,191,341,296
	1,405,784,266	1,280,245,731
Net operating cash flows per share	36	2.02
		2.21


Chairman


Director


Managing Director & CEO (CC)


Company Secretary (CC)


Chief Financial Officer



Union Capital Limited
Statement of Changes in shareholders' equity (Un-audited)
For the third quarter ended 30 September 2024

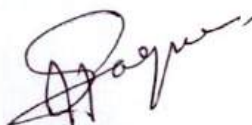
Figures in BDT

Particulars	Paid-up capital	Statutory reserve	Retained earnings/(loss)	Total
Balance as at 1 January 2024	1,725,738,430	451,897,399	(10,864,756,638)	(8,687,120,809)
Net profit/(loss) for the third quarter 2024	-	-	(624,038,885)	(624,038,885)
Balance as at 30 September 2024	1,725,738,430	451,897,399	(11,488,795,523)	(9,311,159,694)

For the third quarter ended 30 September 2023

Figures in BDT

Balance as at 1 January 2023	1,725,738,430	451,897,399	(4,836,454,525)	(2,658,818,696)
Net profit/(loss) for the third quarter 2023	-	-	(1,259,672,431)	(1,259,672,431)
Balance as at 30 September 2023	1,725,738,430	451,897,399	(6,096,126,956)	(3,918,491,127)



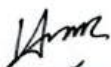
Chairman



Director



Managing Director & CEO (CC)



Company Secretary (CC)



Chief Financial Officer



Union Capital Limited

Selected explanatory notes to the Consolidated Financial Statements (Un-audited) as at and for the third quarter ended 30 September 2024

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 5 (five) offices located in Dhaka, Chattogram, Sylhet and Bogura.

2.0 Reporting

This third quarter 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 2023 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 2023.

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, Finance Company Act 2023, the Securities and Exchange Rules 2020, 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/(loss) 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 third quarter ended 30 September 2024 and profit for the same period. The number of shares outstanding for the period was 172.57 million. Earnings per share for the third quarter ended 30 September 2023 has also been calculated based on 172.57 million shares.

Consolidated EPS for the period ended 30 September 2024 has been increased from the same period of previous year which is mainly due to i) reduce of operating expenses, ii) release of provision against loans, advances and leases and iii) reduce of required provision against loans, advances and leases compare to previous year.

3.4 Net assets value per share (NAV)

During the third quarter ended 30 September 2024, the Consolidated NAV stands at BDT (54.78) per share which was BDT (51.03) as on 31 December 2023. NAV as of 30 September 2024 has been decreased from the 31 December 2023 due to incurring net loss after tax of about BDT 64.84 crore and the main reasons for this loss are i) decrease of net interest income; ii) reduce of income against Fees, commissions, exchange and brokerage and iii) decrease of other operating income.

3.5 Date of authorization

The Board of Directors has authorized these financial statements for public issue on 24 October 2024.

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.



Union Capital Limited

Notes to the financial statements

As at and for the period ended 30 September 2024

Figures in BDT

	30-Sep-24	31-Dec-23
As at		
4 CASH		
In hand		
Local currency	34,000	34,000
Foreign currencies	-	-
	34,000	34,000
Balance with Bangladesh Bank		
Local currency	81,273,116	83,451,285
Foreign currencies	-	-
	81,273,116	83,451,285
Balance as at 30 September	81,307,116	83,485,285
4.a CASH (Consolidated)		
In hand		
Union Capital Ltd.	34,000	34,000
UniCap Securities Ltd.	40,000	40,000
UniCap Investments Ltd.	52,068	9,026
	126,068	83,026
Balance with Bangladesh Bank		
Union Capital Ltd.	81,273,116	83,451,285
UniCap Securities Ltd.	-	-
UniCap Investments Ltd.	-	-
	81,273,116	83,451,285
Balance as at 30 September	81,399,184	83,534,311
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	287,278,390	255,065,928
International Leasing and Financial Services Ltd.	1,008,762,194	901,924,387
IFIC Bank Limited, Gulshan Branch	2,700,728	13,460,818
United Commercial Bank Limited, New Eskaton Branch	7,500,000	-
	1,306,241,312	1,170,451,133
Current account		
Agrani Bank Limited, Panthpath Branch	213,260	213,605
Bank Asia Limited, Corporate Branch	11,100	1,100
Dhaka Bank Limited, Kakrail Branch	65,926	96,607
Midland Bank Ltd, Gulshan Branch	11,354	51,227
Modhumoti Bank Limited, Dhanmondi Branch	76,217	77,129
NRB Bank Limited, Corporate Branch	24,648	24,993
Shahjalal Islami Bank Limited, Elephant Road Branch	-	202
Shahjalal Islami Bank Limited, Gulshan Branch	168	685
Social Islami Bank Limited, Eskaton Branch	70,962	71,929
United Commercial Bank Limited, New Eskaton Branch	1,314,821	1,665,999
WooriBank-Dhaka Branch	6,667	7,208
	1,795,222	2,210,684



Union Capital Limited
Notes to the financial statements
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As at	30-Sep-24	31-Dec-23
Short term deposit		
Community Bank BD Limited, Gulshan Branch	814	1,379
Bank Asia Limited, Corporate Branch	11,203	11,307
Bank Asia Limited, Corporate Branch	52,185	56,840
Bank Asia Limited, Gulshan Branch	75,701	75,755
Dhaka Bank Limited, Local Office	84,423	2,031,398
Dhaka Bank Limited, Kakrail Branch	68,782	30,945
Dutch Bangla Bank Limited, Karwan Bazar Branch	26,184	26,856
Dutch Bangla Bank Limited, Karwan Bazar Branch	113,423	2,298,176
Dutch Bangla Bank Limited, Gulshan Branch	15,655,453	-
IFIC Bank Limited, Gulshan Branch	178,509	2,653,037
Jamuna Bank Limited, Sonargaon Road Branch	3,419	3,954
Modhumoti Bank Limited, Banglamotor-Branch	47,989	48,223
Mutual Trust Bank Limited, Principal Branch	21,898	-
Southeast Bank Limited, Islamic Banking Branch	806	1,373
Southeast Bank Limited, R K Mission Road Branch	99,827	96,760
	16,440,616	7,336,003
Balance as at 30 September	1,324,477,150	1,179,997,820

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

Union Capital Ltd.	1,324,477,150	1,179,997,820
UniCap Securities Ltd.	78,911,859	105,124,845
UniCap Investments Ltd.	74,405,578	95,243,565
	1,477,794,586	1,380,366,230
Less: Inter-company transactions	-	-
Balance as at 30 September	1,477,794,586	1,380,366,230

6 INVESTMENTS

The investment is made up as under:

Government securities	-	-
Other investments	38,123,732	38,884,385
Balance as at 30 September	38,123,732	38,884,385

This represents investment made by the Company in listed securities and unlisted securities.

6.a INVESTMENTS (consolidated)

Union Capital Ltd.	38,123,732	38,884,385
UniCap Securities Ltd.	211,641,978	211,678,918
UniCap Investments Ltd.	301,686,159	281,424,185
Balance as at 30 September	551,451,869	531,987,488

7 LOANS, ADVANCES AND LEASES

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

Lease finance	1,243,990,817	1,280,920,499
Term finance	5,062,318,942	5,265,763,300
Home loan	202,736,267	272,736,267
Loan to subsidiaries	5,461,365,890	5,655,626,868
Loan against deposits	253,850	23,701,391
Staff loan	1,329,076	1,824,882
Balance as at 30 September	11,971,994,841	12,500,573,206



Union Capital Limited

Notes to the financial statements

As at and for the period ended 30 September 2024

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As at	30-Sep-24	31-Dec-23
7.a LOANS, ADVANCES AND LEASES (consolidated)		
Union Capital Ltd.	11,971,994,841	12,500,573,206
UniCap Securities Ltd.	552,070,578	499,598,495
UniCap Investments Ltd.	4,866,746,776	5,009,697,433
	17,390,812,196	18,009,869,135
Less: Inter-company transactions	5,461,365,890	5,655,626,868
Balance as at 30 September	11,929,446,306	12,354,242,267

8 FIXED ASSETS INCLUDING LAND, BUILDING, FURNITURE AND FIXTURES

Furniture and fixtures	6,017,003	8,160,576
Floor Space	415,891,104	415,891,104
Office decoration	10,767,459	16,829,015
Electric equipment	28,800,911	36,664,258
Owned vehicles	10,825,597	10,825,597
Leased vehicles	2,230,000	2,230,000
Right-of-use assets	8,329,838	11,931,531
Intangible assets (software)	2,722,128	2,810,528
Mobile phones	452,600	452,600
Total cost	486,036,640	505,795,209
Less: Accumulated depreciation and amortization	107,932,211	115,660,621
Written down value as at 30 September	378,104,429	390,134,588

Details are shown in **Annexure - A**

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

Union Capital Ltd.	378,104,429	390,134,588
UniCap Securities Ltd.	10,035,944	15,683,838
UniCap Investments Ltd.	4,473,172	6,886,826
Balance as at 30 September	392,613,545	412,705,252

9 OTHER ASSETS

Investment in subsidiary	997,498,641	997,498,641
Accrued interest	9,220,113	6,289,141
Others	44,627,799	43,300,213
Income generating other assets	1,051,346,553	1,047,087,995
Advance office rent	2,214,854	2,214,854
Advance to employees	665,907	665,907
Deposits with T & T, water etc.	134,000	134,000
Receivable from brokerage house against sale of shares	1,336,898	105,409
Transfer price receivable	1,287,376	1,287,376
Process Sharing receivable	178,631,941	178,631,941
Others	4,224,799	4,294,469
Non income generating other assets	188,495,775	187,333,956
Balance as at 30 September	1,239,842,328	1,234,421,951

9.1.a Deferred tax asset (consolidated)

Union Capital Limited	-	-
UniCap Securities Limited	8,863,280	9,015,528
UniCap Investments Limited	234,257	414,712
Balance as at 30 September	9,097,538	9,430,240



Union Capital Limited
Notes to the financial statements
As at and for the period ended 30 September 2024

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As at

30-Sep-24
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9.1.b Deferred tax asset/(liabilities) (consolidated)

Deferred tax has been calculated based on deductible/taxable temporary difference arising due to difference in the carrying amount of the assets and its tax base in accordance with the provision of International Accounting Standard (IAS) 12: *Income Taxes* and under the guidelines of Bangladesh Bank DFIM circular no.07 dated 31 July 2011.

Deferred tax asset is arrived at as follows:

			Union Capital Limited	UniCap Securities Limited	UniCap Investments Ltd.
Assets	Fixed assets net of depreciation	Carrying amount	372,681,614	2,181,455	282,320
		Tax base	246,958,711	14,826,609	400,698
	ROU	Carrying amount	5,422,814	7,854,487	4,190,852
Liabilities	Employee gratuity fund	Carrying amount	-	17,709,714	-
		Tax base	-	-	-
	Lease obligation	Carrying amount	5,440,935	9,729,729	4,697,160
			(125,704,782)	32,230,110	624,686
	Applicable tax rate		37.50%	27.50%	37.50%
	Deferred tax assets/(Liabilities) as on September 30, 2024		(47,139,293)	8,863,280	234,257
	Deferred tax assets/(Liabilities) as on December 31, 2023		(42,785,539)	9,015,528	414,712
	Deferred tax expense/(income) during the period		4,353,754	152,247	180,455

9.a OTHER ASSETS (consolidated)

Union Capital Ltd.	1,239,842,328	1,234,421,951
UniCap Securities Ltd.	497,128,272	535,344,414
UniCap Investments Ltd.	178,615,878	182,802,021
	1,915,586,478	1,952,568,386
Less: Inter-company transactions	1,193,519,697	1,180,357,258
Balance as at 30 September	722,066,781	772,211,127

10 NON-BANKING ASSETS

Non-banking assets	435,539,159	435,539,159
Total	435,539,159	435,539,159

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

Bank loan	1,744,433,993	1,993,402,460
Preference share	2,600,000	7,900,000
	1,747,033,993	2,001,302,460

Bangladesh Bank (Small Enterprise refinancing scheme-JICA)	-	2,199,550
Bangladesh Bank (Women entrepreneur refinance scheme)	-	450,000
Bangladesh Bank (Renewable energy and environment friendly sector)	44,409,344	49,960,510
Short term borrowing and call loan	722,800,000	722,900,000
	767,209,344	775,510,060
	2,514,243,337	2,776,812,520

Outside Bangladesh

Borrowings from banks	2,514,243,337	2,776,812,520
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Borrowings from financial institutions

Borrowings from financial institutions

Borrowings from Directors/ Sponsors

Borrowings from Directors/ Sponsors

	55,000,000	-
Balance as at 30 September	2,569,243,337	2,776,812,520



Union Capital Limited
Notes to the financial statements
As at and for the period ended 30 September 2024

Figures in BDT

As at	30-Sep-24	31-Dec-23
11.a Borrowings from other banks, financial institutions and agents (consolidated)		
Union Capital Limited	2,569,243,337	2,776,812,520
UniCap Securities Limited	207,950,176	228,801,652
UniCap Investments Limited	2,793,816,849	2,983,469,207
	5,571,010,362	5,989,083,379
Less: Inter-company transactions	2,886,359,767	3,073,401,610
Balance as at 30 September	2,684,650,595	2,915,681,769
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	3,276,606,045	3,277,697,430
Other institutions	3,979,787,737	4,143,811,813
Total institutional deposits	7,256,393,782	7,421,509,243
Term deposit	487,831,456	508,411,306
Income deposit	203,136,469	200,774,135
Monthly savings scheme	5,550,330	6,069,740
Total individual deposits	696,518,255	715,255,181
Balance as at 30 September	7,952,912,037	8,136,764,424
12.a Term deposits (consolidated)		
Union Capital Limited	7,952,912,037	8,136,764,424
UniCap Securities Limited	-	-
UniCap Investments Limited	-	-
	7,952,912,037	8,136,764,424
Less: Inter-company transactions	-	-
Balance as at 30 September	7,952,912,037	8,136,764,424
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 made up as under:		
Breakup of other deposits on the basis of category of finance is as under		
Lease advance	15,330,885	11,156,331
Term finance advance	28,020,162	7,766,121
Cash security	814,558	814,558
Balance as at 30 September	44,165,605	19,737,010
14 OTHER LIABILITIES		
Provision for loans, advances and leases	7,194,517,265	7,114,491,204
Provision for diminution in value of investments	4,457,088	3,075,126
Provision for other assets and accrued interest	435,000,415	430,038,414
Special provision	6,577,894	7,464,405
Other provision	548,953,166	548,953,166
Interest suspense	2,820,838,793	2,801,270,847
Interest suspense others	749,924,143	608,037,148
Provision for tax	89,226,664	91,223,899
Deferred tax liabilities (note 9.1.b)	47,139,293	42,785,539
Financial expenses payable	2,244,466,307	1,877,366,141
Lease liability	5,440,935	6,281,260
Deferred liability-employee gratuity	2,011,039	3,959,751
Dividend on preference shares	10,580,866	18,689,595
Excise duty	38,650	662,650
Withholding tax payable	761,622	798,500
VAT payable	99,776	957,220
Accrued expenses and other payable (note 14.1)	54,193,554	60,788,384
Balance as at 30 September	14,214,227,470	13,616,843,249



Union Capital Limited
Notes to the financial statements
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As at

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	30-Sep-24	31-Dec-23
14.1 Accrued expenses and other payable		
Management expenses	635,587	5,172,139
Unclaim dividend account (note 14.1.1)	-	-
Payable for purchase of assets	52,364,716	54,358,018
Others payables	1,193,251	1,258,227
Balance as at 30 September	54,193,554	60,788,384

14.1.1 Unclaim dividend account

Year	Stock dividend in number	Fractional Dividend
Balance as at 30 September	-	-

In accordance to comply with the BSEC's Directive No. BSEC/CMRRCD/2021/03 dated 14 January 2021 and BSEC's letter having reference no. SEC/SRMIC/165-2020/pat-1/182 dated 19 July 2021, we have already deposited Tk. 1,399,558 against unclaimed or undistributed or unsettled Cash & Fractional Dividend for the year 2008 to 2018 to Capital Market Stabilization Fund (CMSF) SND A/C No: 00310311521301 of Community Bank Bangladesh Limited, Corporate Branch, Gulshan.

14.a OTHER LIABILITIES (consolidated)

Union Capital Limited	14,214,227,470	13,616,843,249
UniCap Securities Limited	741,017,532	698,881,629
UniCap Investments Limited	4,057,622,754	4,032,664,040
	19,012,867,756	18,348,388,918
Less: Inter-company transactions	4,649,858,563	4,643,915,259
Balance as at 30 September	14,363,009,192	13,704,473,659

15 Share capital

As at 30 September 2024, a total number of 172,573,843 (2023: 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:		
172,573,843 ordinary shares of Tk.10 each	1,725,738,430	1,725,738,430
bonus shares	-	-
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 year	-	-
Balance as at 30 September	451,897,399	451,897,399

17 Retained earnings/(loss)

Balance as on 1 January	(10,864,756,638)	(4,836,454,525)
Add: Profit/(loss) after tax during the period	(624,038,885)	(6,028,302,113)
Balance as at 30 September	(11,488,795,523)	(10,864,756,638)

17.a RETAINED EARNINGS/(loss) (consolidated)

Balance as on 1 January	(10,983,706,549)	(4,914,005,454)
Add: Profit/(loss) after tax during the period	(648,354,969)	(6,069,701,095)
Balance as at 30 September	(11,632,061,518)	(10,983,706,549)



Union Capital Limited
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For the period ended

18 INTEREST INCOME

	30-Sep-24	30-Sep-23
Income from lease finance	47,781,280	43,342,638
Income from term finance	101,334,526	155,469,560
Income from home finance	4,392	-
Interest on loan to subsidiaries	13,324,066	11,538,562
Interest on bank deposits	2,404,824	815,572
Income from other finance	43,429	77,122
Total	164,892,517	211,243,454

18.a INTEREST INCOME (consolidated)

Union Capital Limited	164,892,517	211,243,454
UniCap Securities Limited	12,528,432	12,686,757
UniCap Investments Limited	33,377,250	37,618,546
	210,798,199	261,548,758
Less: Inter-company transactions	13,324,066	11,538,562
	197,474,133	250,010,196

19 INTEREST PAID ON DEPOSITS, BORROWINGS, etc.

Interest on bank loan	175,549,310	154,517,590
Interest on JICA fund	(707,899)	212,531
Interest on women entrepreneur fund	240,799	28,594
Interest on financing brick kiln efficiency project	(1,520,194)	2,228,327
Interest on term deposits	400,137,947	343,031,392
Interest on money at call & short notice	47,818,586	40,838,478
Interest on cash security deposit	24,803	791,893
Interest on preference share	(2,491,629)	(5,818,210)
Bank charges	137,086	193,356
Interest on borrowing from directors, sponsors	1,854,167	-
Interest on lease rent	319,843	446,546
Total	621,362,819	536,470,497

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

Union Capital Limited	621,362,819	536,470,497
UniCap Securities Limited	22,413,343	31,791,830
UniCap Investments Limited	1,681,047	261,197,544
	645,457,209	829,459,871
Less: Inter-company transactions	13,324,066	271,750,503
	632,133,143	557,709,368

20 INVESTMENT INCOME

Capital gain/(loss) on sale of securities	63,636	312,434
Dividend income	854,500	1,046,500
Total	918,136	1,358,934

20.a INVESTMENT INCOME (consolidated)

Union Capital Limited	918,136	1,358,934
UniCap Securities Limited	917,170	3,584,281
UniCap Investments Limited	1,566,218	2,967,865
	3,401,524	7,911,080
Less: Inter-company transactions	-	-
	3,401,524	7,911,080



Union Capital Limited
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For the period ended	30-Sep-24	30-Sep-23
21 FEES, COMMISSIONS, EXCHANGE AND BROKERAGE		
Processing and documentation fees	147,006	225,207
Renewals and proceeds	74,915	45,569
Total	221,921	270,776
21.a FEES, COMMISSIONS, EXCHANGE AND BROKERAGE (consolidated)		
Union Capital Limited	221,921	270,776
UniCap Securities Limited	49,161,567	54,913,480
UniCap Investments Limited	7,511,604	8,056,129
	56,895,093	63,240,385
22 OTHER OPERATING INCOME		
Recoveries of loans written off	9,597,323	14,261,907
Total	12,760,691	14,261,907
22.a OTHER OPERATING INCOME (consolidated)		
Union Capital Limited	12,760,691	14,261,907
UniCap Securities Limited	477,116	869,442
UniCap Investments Limited	968,454	221,270
	14,206,262	15,352,619
Less: Inter-company transactions	-	-
	14,206,262	15,352,619
23 SALARIES AND OTHER EMPLOYEE BENEFITS		
Salaries & allowances	64,153,608	66,145,003
Total	64,153,608	66,145,003
23.a SALARIES AND OTHER EMPLOYEE BENEFITS (consolidated)		
Union Capital Limited	64,153,608	66,145,003
UniCap Securities Limited	44,752,033	49,778,387
UniCap Investments Limited	11,213,964	11,228,605
Total	120,119,605	127,151,995
24 RENT, TAXES, INSURANCE, ELECTRICITY etc.		
Office rent, rates and taxes	69,000	-
Insurance	879,992	704,596
Power and electricity	1,364,348	968,396
Total	2,313,340	1,672,992
24.1 DISCLOSURE RELATED TO RENT, RATE AND TAXES:		
Actual rent expenses	1,229,168	1,726,950
Less: Reclassification of rent expenses (as per IFRS 16:)	1,160,168	1,726,950
Total	69,000	-
In addition to the above mentioned change in rent expense, implementation of IFRS 16 has resulted in charging of depreciation against Right-of-use asset as disclosed in Annexure A and of Interest expense on lease rent, as disclosed in Note 19.		
24.a RENT, TAXES, INSURANCE, ELECTRICITY etc. (consolidated)		
Union Capital Limited	2,313,340	1,672,992
UniCap Securities Limited	1,222,723	1,122,051
UniCap Investments Limited	523,199	436,280
Total	4,059,262	3,231,322



Union Capital Limited
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For the period ended	30-Sep-24	30-Sep-23
24.a.1 DISCLOSURE RELATED TO RENT, RATE AND TAXES:		
Actual rent , taxes, insurance, electricity		
Union Capital Limited		
UniCap Securities Limited	3,473,508	3,399,942
UniCap Investments Limited	6,862,388	11,274,309
Less: Reclassification of rent expenses (as per IFRS 16)	2,729,013	2,301,188
Union Capital Limited		
UniCap Securities Limited	1,160,168	1,726,950
UniCap Investments Limited	5,639,665	10,152,258
Total	2,205,814	1,864,908
	4,059,262	3,231,322
25 LEGAL EXPENSES		
Legal Expenses		
Professional Fees	-	64,111
Total	337,659	1,065,853
	337,659	1,129,964
25.a LEGAL EXPENSES (consolidated)		
Union Capital Limited		
UniCap Securities Limited	337,659	1,129,964
UniCap Investments Limited	-	-
Total	581,045	88,873
	918,704	1,218,837
26 POSTAGE, STAMP, TELECOMMUNICATION etc.		
Postage		
Telegram, telex, fax and e-mail	55,144	37,076
Telephone - office	713,184	674,754
Total	371,905	341,036
	1,140,233	1,052,866
26.a POSTAGE, STAMP, TELECOMMUNICATION etc. (consolidated)		
Union Capital Limited		
UniCap Securities Limited	1,140,233	1,052,866
UniCap Investments Limited	1,682,070	1,938,755
Total	311,731	457,751
	3,134,034	3,449,372
27 STATIONERY, PRINTING, ADVERTISEMENTS etc.		
Printing and stationery		
Advertisement	604,041	674,837
Total	218,270.00	577,157
	822,311	1,251,994
27.a STATIONERY, PRINTING, ADVERTISEMENTS etc.(consolidated)		
Union Capital Limited		
UniCap Securities Limited	822,311	1,251,994
UniCap Investments Limited	628,873	786,717
Total	87,659	180,275
	1,538,843	2,218,987



Union Capital Limited
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28	MANAGING DIRECTOR'S SALARY AND FEES	30-Sep-24	30-Sep-23
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In addition to remuneration, the Managing Director & CEO is also provided with Company's car and cell phone. As per the paragraph 17 of IAS 24: "Related party Disclosures" regarding key management personnel, Managing Director is the key management personnel. His benefit is given below:

(a) Short term employee benefits:			
(b) Post-employment benefits;	-	-	-
(c) Other long-term benefits	-	-	-
(d) Termination benefits; and	-	-	-
(e) Share-based payment	-	-	-
Total	-	-	-

Managing Director & CEO is the key management personnel of Union Capital Limited which was vacant since 01 January 2022. Therefore, the amount of compensation paid to key management personnel was nil during the period from January 2024 to September 2024.

29 DIRECTORS' FEES

Total fees paid		
Directors Remuneration	375,200	220,000
Total	535,200	220,000

29.a DIRECTORS' FEES (consolidated)

Union Capital Limited	535,200	220,000
UniCap Securities Limited	183,200	12,500
UniCap Investments Limited	200,000	84,000
Total	918,400	316,500

30 DEPRECIATION AND REPAIR OF ASSETS

Depreciation of fixed assets-freehold	10,874,685	10,541,010
Depreciation of right-of-use assets	927,125	1,263,091
Amortization of intangible assets	228,276	181,782
Repairs and maintenance of assets	48,872	46,890
Total	12,078,958	12,032,773

30.a DEPRECIATION AND REPAIR OF ASSETS (consolidated)

Union Capital Limited	12,078,958	12,032,773
UniCap Securities Limited	9,463,183	9,307,954
UniCap Investments Limited	3,819,082	3,380,161
Total	25,361,223	24,720,888

31 OTHER EXPENSES

Travelling and conveyance	1,855,549	2,245,830
Office expenses	1,469,349	1,382,004
Motor vehicle fuel expenses	492,894	602,743
Motor vehicle spare part expenses	243,328	197,791
Subscription and fees	1,759,133	1,854,158
Books, magazines, newspapers, etc	9,493	11,172
Entertainment and public relation & others	285,878	111,734
Staff Welfare	3,496,049	2,987,537
Total	10,250,756	9,404,469



Union Capital Limited
Notes to the financial statements
As at and for the period ended 30 September 2024

Figures in BDT

For the period ended	30-Sep-24	30-Sep-23
31.a OTHER EXPENSES (consolidated)		
Union Capital Limited	10,250,756	9,404,469
UniCap Securities Limited	11,812,921	11,607,974
UniCap Investments Limited	2,247,948	1,898,674
	24,311,625	22,911,117
Less: Inter-company transactions	-	-
Total	24,311,625	22,911,117

32 RECEIPTS FROM OTHER OPERATING ACTIVITIES

Renewals and proceeds	74,915	45,569
Total	74,915	45,569

33 PAYMENTS FOR OTHER OPERATING ACTIVITIES

Travelling and conveyance	1,855,549	2,245,830
Motor vehicle expenses	736,222	800,534
Subscription and fees	1,759,133	1,854,158
Office expenses	1,469,349	1,382,004
Books, magazines, newspapers, etc	9,493	11,172
Entertainment and public relation & staff welfare	3,781,927	3,099,271
Total	10,250,756	9,404,469

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.

34.1 Basic 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. EPS for the third quarter ended 30 September 2024 has been improved to BDT (3.62) compare to previous year of BDT (7.30) which is mainly due to recovery from loan account that resulted release of provision during the period as well as we need to maintained lower provision against loans, advances and leases compare to previous quarter

Profits attributable to ordinary shareholders

Net profit for the period	(624,038,885)	(1,259,672,431)
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Weighted average number of ordinary shares

Ordinary shares at 1 January	172,573,843	172,573,843
Bonus shares issued	-	-
Weighted average number of ordinary shares at reporting date	172,573,843	172,573,843
Earnings per share	(3.62)	(7.30)

34.2 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 the quarter ended 30 September 2024 and hence no diluted earnings per share is required to be calculated.



Union Capital Limited
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As at and for the period ended 30 September 2024

Figures in BDT

For the period ended	30-Sep-24	30-Sep-23
34.a EARNINGS PER SHARE (consolidated)		
Profits attributable to ordinary shareholders		
Net profit for the period (consolidated)	(648,354,969)	(1,275,247,427)
Consolidated EPS for the period ended 30 September 2024 has been increased from the same period of previous year which is mainly due to i) reduce of operating expenses, ii) release of provision against loans, advances and leases and iii) reduce of required provision against loans, advances and leases compare to previous year.		
Weighted average number of ordinary shares		
Ordinary shares at 1 January	172,573,843	172,573,843
Bonus shares issued	-	-
Weighted average number of ordinary shares at reporting date	172,573,843	172,573,843
Earnings per share- consolidated	(3.76)	(7.39)

35 AVERAGE EFFECTIVE TAX RATE

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

	2024	2023
Tax expenses	4,353,754	4,572,908
Accounting profit before tax	(619,685,131)	(1,255,099,523)
Average effective tax rate	-0.70%	-0.36%

35.1 RECONCILIATION OF EFFECTIVE TAX RATE

		2024	2023
Profit/(loss) before income tax as per profit & loss account		(619,685,131)	(1,255,099,523)
Income tax as per applicable tax rate	37.50%	-	-
Net inadmissible expenses (including prior years' adjustments)	0.00%	-	-
Effect of deferred tax	-0.70%	4,353,754	4,572,908
Reported average effective tax rate & total tax expenses	-0.70%	4,353,754	4,572,908

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*.

	2024	2023
Tax expenses	22,353,635	15,979,354
Accounting profit before tax	(626,001,337)	(1,259,268,142)
Average effective tax rate	-3.57%	-1.27%

35.a.1 RECONCILIATION OF EFFECTIVE TAX RATE

		2024	2023
Profit/(loss) before income tax as per profit & loss account		(626,001,337)	(1,259,268,142)
Income tax as per applicable tax rate	35.83%	-	-
Net inadmissible expenses (including prior years' adjustments)	-2.28%	14,265,655	3,180,574
Tax saving from reduced tax rates (from 0% to 20% for exempted investments income, dividend income, capital	-0.54%	3,401,524	7,911,080
Effect of deferred tax	-0.75%	4,686,456	4,887,700
Reported average effective tax rate & total tax expenses	-3.57%	22,353,635	15,979,354

36 NET OPERATING CASH FLOWS PER SHARE

	2024	2023
Net cash flows from operating activities	347,775,915	381,004,697
Total number of ordinary shares outstanding	172,573,843	172,573,843
Net operating cash flows per share	2.02	2.21



Union Capital Limited
Notes to the financial statements
As at and for the period ended 30 September 2024

Figures in BDT

For the period ended	30-Sep-24	30-Sep-23
36.a NET OPERATING CASH FLOWS PER SHARE (consolidated)		
Net cash flows from operating activities	349,376,994	375,648,953
Total number of ordinary shares outstanding	172,573,843	172,573,843
Net operating cash flows per share	2.02	2.18

Net Operating Cash Flow Per Share (NOCFPS) has slightly been decreased to BDT 2.02 for the period ended 30 September 2024 in compare to previous period of BDT 2.18 which is mainly due to payment of higher interest against deposits and borrowings as well as lower recovery from investment client's.

37 NET ASSET VALUE PER SHARE (NAV)	2024	2023
Net asset (total assets less total liabilities)	(9,311,159,694)	(8,687,120,809)
Total number of ordinary shares outstanding	172,573,843	172,573,843
Net asset value per share (NAV)	(53.95)	(50.34)

During the period ended 30 September 2024, NAV has been decreased to BDT (53.95) from BDT (50.34) of previous year due to incurring net loss after tax of about BDT 62.40 crore and the main reasons for this loss are decrease of net interest income, investment income and other operation income.

37.a NET ASSET VALUE PER SHARE (NAV) (consolidated)		
Net asset (total assets less total liabilities)	(9,454,426,000)	(8,806,071,028)
Total number of ordinary shares outstanding	172,573,843	172,573,843
Net asset value per share (NAV)	(54.78)	(51.03)

38 (INCREASE)/DECREASE IN OTHER ASSETS		
Accrued interest	(2,930,972)	7,539,417
Receivable from brokerage houses against sale of shares	(1,231,489)	1,859,111
Others	(1,398,966)	(6,736,345)
	(5,561,427)	2,662,183

39 INCREASE/(DECREASE) IN OTHER LIABILITIES	159,031,318	223,859,578
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40 RECONCILIATION OF NET PROFIT WITH CASH FLOW FROM OPERATING ACTIVITIES		
Net profit after tax	(624,038,885)	(1,259,672,431)
Items not involved in cash movement:		
Add: Depreciation	12,030,085	11,985,883
Add: Provision for loans and investments	85,483,512	852,854,036
Add/ (Less): Accrued expenses	354,454,885	295,441,081
Add/ (Less): Accrued Income	7,510,447	(2,985,843)
Add/(Less): Loss/(gain) on sale of share	(63,636)	(312,434)
Increase/(Decrease) in employee gratuity	(1,948,712)	(4,056,254)
Increase/(Decrease) in Deferred tax	4,353,754	4,572,908
Adjustments to reconcile net profit after tax to net cash provided by operating activities	(165,381,918)	(102,173,054)
Increase/decrease in operating assets and liabilities		
(Increase)/decrease in loans, advances	521,208,968	449,647,979
(Increase)/decrease in other assets	(5,561,427)	2,662,183
Increase/(decrease) in term & other deposits	(159,423,792)	(183,420,332)
Increase/(decrease) in short term borrowing	(100,000)	(7,650,000)
Increase/(decrease) in payable and accrued expenses	(2,423,622)	(258,993,334)
Increase/(decrease) in income tax	(1,997,235)	(1,921,657)
Increase/(decrease) in interest suspenses	161,454,941	482,852,912
	513,157,833	483,177,751
Net cash flows from/(used in) operating activities	347,775,915	381,004,697



Union Capital Limited
Notes to the financial statements
As at and for the period ended 30 September 2024

Figures in BDT

For the period ended	30-Sep-24	30-Sep-23
40.a RECONCILIATION OF NET PROFIT WITH CASH FLOW FROM OPERATING ACTIVITIES (consolidated)		
Net profit after tax	(648,354,973)	(1,275,247,496)
Items not involved in cash movement:		
Add: Depreciation	23,906,921	23,768,656
Add: Provision for loans and investments	85,483,512	852,854,036
Add: Provision for taxation	17,667,179	11,091,654
Add/ (Less): Accrued expenses	354,371,093	289,262,939
Add/ (Less): Accrued Income	16,117,571	12,722,477
Add/(Less): Loss/(gain) on sale of share	1,043,063	(2,630,755)
Increase/(Decrease) in employee gratuity	(6,817,456)	(4,859,359)
Increase/(Decrease) in Deferred tax	4,686,456	4,887,700
Adjustments to reconcile net profit after tax to net cash provided by operating activities	(155,060,002)	(88,150,150)
Increase/decrease in operating assets and liabilities		
(Increase)/decrease in loans, advances	417,426,565	664,761,902
(Increase)/decrease in other assets	49,819,154	6,384,700
(Increase)/decrease in non-banking assets	-	-
Increase/(decrease) in term & other deposits	(159,423,792)	(183,420,332)
Increase/(decrease) in short term borrowing	(100,000)	(7,650,000)
Increase/(decrease) in payable and accrued expenses	53,051,728	(483,229,567)
Increase/(decrease) in income tax	(17,791,600)	(15,900,512)
Increase/(decrease) in interest suspenses	161,454,941	482,852,912
	504,436,997	463,799,103
Net cash flows from/(used in) operating activities	349,376,994	375,648,953

41 RELATED PARTY TRANSACTIONS

Union Capital in normal course of business carried out a number of transactions with other entities that fall within the definition of related party contained in International Accounting Standard 24: Related Party Disclosures. The Company extends loans/leases to related parties including its directors and related companies. These related party loans/leases were made at the competitive terms including interest rates and collateral requirements, as those offered to other customers of similar credentials.

Union Capital also takes term deposits from its related parties. The rates on the term deposits offered to them are also similar to those offered to other depositors. Total exposure with the related parties as at 30 September 2024 was as under:

Name of the related party	Relationship	Nature of transaction	30-Sep-24	31-Dec-23
Progressive Life Insurance Co. Ltd.	Father of Waqar A. Choudhury, Director, is a Director of Progressive Life Insurance	Term deposit	125,007,962	115,478,386
Vanguard AML BD Finance Mutual	Common Directors	Term deposit	15,095,625	15,038,953
Vanguard AML Rupali Bank Balanc	Common Directors	Term deposit	6,146,792	19,651,153
UniCap Securities Limited	Subsidiary Company	Inter-company	121,244,491	135,505,468
UniCap Investments Limited	Subsidiary Company	Inter-company	5,518,753,340	5,698,753,341
EC Securities Ltd.	Sponsor	Term loan	20,083,333	-
Palmal Garments Hosiery Ltd.	Sponsor and Director	Term loan	20,083,333	-
Mr. Waqar A. Choudhury	Director	Term loan	10,041,667	-
Mr. Kazi Golam Samiur Rahman	Sponsor	Term loan	5,020,833	-



Chairman



Director



Managing Director & CEO (CC)



Company Secretary (CC)



Chief Financial Officer



UNION CAPITAL LIMITED
Schedule of Fixed assets including land, building, furniture and fixtures
As at 30 September 2024

Particulars	Cost			Rate of depreciation	Depreciation			Written down Value
	As at 1 st January 2024	Addition during the period/ year	Disposal/ adjustment during the period/ year		As at 30 th September 2024	Charged during the period/ year	Disposal/ adjustment during the period/ year	
Freehold assets								
Office space	415,891,104	-	-	2.50%	415,891,104	7,797,960	-	51,119,958
Furniture and fixtures	8,160,576	-	2,143,573	20%	6,017,003	714,653	2,143,572	364,771,146
Office decoration	16,829,015	-	6,061,556	33%	10,767,459	5,709	6,061,548	86,183
Electrical equipment	36,664,259	-	7,863,348	20%	28,800,911	2,210,032	7,863,283	10,767,433
Owned vehicles	13,055,597	-	-	20%	13,055,597	146,331	-	21,660,513
Software	2,810,528	-	88,400	20%	2,722,128	228,276	88,399	7,140,398
Mobile Phone	452,600	-	-	20%	452,600	-	-	13,023,058
Staff appliance	-	-	-	20%	-	-	-	2,070,830
	-	-	-	20%	-	-	-	651,298
	-	-	-	20%	-	-	-	452,576
	-	-	-	20%	-	-	-	24
Leasehold assets								
Right-of-use assets	493,863,679	-	16,156,877		477,706,802	11,102,961	16,156,802	51,119,958
Leased vehicles	8,357,936	-	28,098	lease term	8,329,838	927,124	28,098	5,930,820
	-	-	-		-	-	-	86,183
	-	-	-		-	-	-	10,767,433
	-	-	-		-	-	-	21,660,513
	-	-	-		-	-	-	7,140,398
	-	-	-		-	-	-	32,539
	-	-	-		-	-	-	651,298
	-	-	-		-	-	-	452,576
	-	-	-		-	-	-	24
As at 30 September 2024	502,221,615	-	16,184,975		486,036,640	12,030,085	16,184,900	378,104,429
As at 31 December 2023	504,616,217	10,866,672	13,261,274		502,221,615	15,834,497	9,486,207	390,134,588

Consolidated Schedule of Fixed assets including land, building, furniture and fixtures
As at 30 September 2024

Particulars	Cost			Rate of depreciation	Depreciation			Written down Value
	As at 1 st January 2024	Addition during the period/ year	Disposal/ adjustment during the period/ year		As at 30 th September 2024	Charged during the period/ year	Disposal/ adjustment during the period/ year	
Freehold assets								
Office space	415,891,104	-	-	2.50%	415,891,104	7,797,960	-	51,119,960
Furniture and fixtures	11,633,403	52,211	2,143,573	20%	9,542,041	795,202	2,143,572	9,366,262
Office decoration	38,223,271	104,520	6,061,556	33%	32,266,235	758,270	6,061,548	31,288,855
Electrical equipment	54,347,704	3,658,557	11,264,051	20%	46,742,210	6,052,833	11,263,986	38,020,060
Owned vehicles	21,221,034	-	-	20%	21,221,034	146,331	-	21,188,495
Software	7,704,558	-	88,400	20%	7,616,158	402,618	88,399	7,149,804
Mobile Phone	512,500	-	-	20%	512,500	-	-	512,456
Staff appliance	-	-	-	20%	-	-	-	-
	-	-	-	20%	-	-	-	-
	-	-	-	20%	-	-	-	-
Leasehold assets								
Right-of-use assets	549,533,574	3,815,288	19,557,580		533,791,282	15,953,213	19,557,505	158,645,891
Leased vehicles	77,875,593	-	28,098	lease term	77,847,495	7,953,708	28,098	60,379,341
	-	-	-		-	-	-	-
	-	-	-		-	-	-	-
As at 30 September 2024	627,409,167	3,815,288	19,585,678		611,638,777	23,906,921	19,585,603	219,025,232
As at 31 December 2023	644,667,878	22,447,652	39,706,363		627,409,167	33,838,655	26,466,237	214,703,915

