



**UNITED LEASING**

**NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE HALF YEAR ENDED JUNE 30, 2010**

**1.01 Basis of accounting**

The financial statements have been prepared in accordance with the Companies Act 1994, Bangladesh Accounting Standards (BAS), the Financial Institutions Act 1993 and the Securities and Exchange Commission Rules 1987 as followed in preparation of financial statements for the year ended December 31, 2009.

**1.02 Earning per share**

Basic earning per share has been calculated dividing the net profit by the average number of ordinary shares. Retrospective recognition has been given in previous year's figure for issuance of bonus shares.

**1.03 Non-operating income**

Non-operating income represents capital gain against divestment of shares of Duncan Properties (Pvt.) Limited held by United Leasing.

**1.04 Comparative information**

Figures of the previous year have been rearranged, wherever considered necessary, to conform with current year's presentation.

**1.05 Reporting currency and level of exactitude**

Figures appearing in these financial statements have been rounded off to the nearest thousand Taka.

**1.06 Off-Balance Sheet items**

Off-Balance Sheet items represent guarantees issued to banks for opening letter of credit (L/C) for equipment and machinery.

**If undelivered please return to:**

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**HALF YEARLY REPORT 2010  
(UN-AUDITED)**

**BALANCE SHEET (UN-AUDITED)  
AS AT JUNE 30, 2010**

	30-Jun-10 (Taka '000)	31-Dec-09 (Taka '000)
<b>PROPERTY AND ASSETS</b>		
Cash including balance with Bangladesh bank and its agent	80,567	82,307
Balance with banks and other financial institutions	1,574,799	773,982
Money at call and short notice		
Investments	74,300	75,146
Lease, loans and advances	7,269,837	7,212,453
Fixed assets including premises, furniture and fixtures	44,977	36,689
Other assets	485,185	538,074
Non-financial institutional assets	-	-
<b>Total assets</b>	<b>9,529,665</b>	<b>8,718,651</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>Liabilities</b>		
Borrowing from banks, other financial institutions and agents	1,719,939	1,642,953
Deposits and other accounts	4,418,294	4,313,287
Other liabilities	1,896,965	1,499,950
<b>Total liabilities</b>	<b>8,035,198</b>	<b>7,456,190</b>
<b>Capital / Shareholders' equity</b>		
Paid-up capital	528,000	264,000
Statutory reserve	300,000	300,000
Share premium	3,750	3,750
General reserve	406,000	406,000
Retained surplus	256,717	288,711
<b>Total shareholders' equity</b>	<b>1,494,467</b>	<b>1,262,461</b>
<b>Total liabilities and shareholders' equity</b>	<b>9,529,665</b>	<b>8,718,651</b>
<b>Net asset value per share</b>	<b>283.04</b>	<b>478.20</b>
<b>Net asset value per share (restated)</b>	<b>-</b>	<b>239.10</b>
<b>Off Balance Sheet items</b>		
Contingent liabilities	19,072	2,400

**CASH FLOW STATEMENT (UN-AUDITED)  
FOR THE HALF YEAR ENDED JUNE 30, 2010**

	30-Jun-10 (Taka '000)	30-Jun-09 (Taka '000)
<b>CASH FROM OPERATING ACTIVITIES</b>		
Revenue receipts	581,038	585,534
Interest payments	(333,224)	(364,673)
Payments to employees and suppliers	(81,673)	(63,484)
Changes in operating assets and liabilities	359,115	776,371
Income tax paid	(55,020)	(82,564)
	<b>470,236</b>	<b>851,184</b>
<b>CASH FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets	(14,326)	(5,688)
Divestment of shares	281,260	-
	<b>266,934</b>	<b>(5,688)</b>
<b>CASH FROM FINANCING ACTIVITIES</b>		
Receipts of loans	257,305	355,371
Repayment of loans	(180,320)	(782,484)
Cash dividend paid	(15,078)	(44,383)
	<b>61,907</b>	<b>(471,496)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>799,077</b>	<b>374,000</b>
Opening cash and cash equivalents	856,289	849,361
<b>Closing cash and cash equivalents</b>	<b>1,655,366</b>	<b>1,223,361</b>
<b>Net operating cash flow per share</b>	<b>89.06</b>	<b>322.42</b>
<b>Net operating cash flow per share (restated)</b>	<b>-</b>	<b>161.21</b>

**PROFIT AND LOSS ACCOUNT (UN-AUDITED)  
FOR THE HALF YEAR ENDED JUNE 30, 2010**

	JAN-JUN'10 (Taka '000)	JAN-JUN'09 (Taka '000)	APR-JUN'10 (Taka '000)	APR-JUN'09 (Taka '000)
<b>OPERATING INCOME</b>				
Interest income	545,043	554,596	273,611	283,534
Interest paid on deposits, borrowings, etc.	(304,514)	(367,580)	(152,525)	(180,646)
Net interest income	<b>240,529</b>	<b>187,016</b>	<b>121,086</b>	<b>102,888</b>
Investment income	5,651	5,081	3,921	3,352
Commission, exchange and brokerage	-	-	-	-
Other operating income	27,141	18,766	17,782	9,218
<b>Total operating income (A)</b>	<b>273,321</b>	<b>210,863</b>	<b>142,789</b>	<b>115,458</b>
<b>OPERATING EXPENSES</b>				
Salaries and allowances	31,188	25,576	19,195	16,644
Rent, taxes, insurance, electricity, etc.	15,755	15,683	8,318	9,500
Legal expenses	1,922	1,550	906	1,010
Postage, stamp, telecommunication, etc.	1,309	916	813	226
Stationery, printing, advertisements, etc.	1,445	841	810	444
Managing Director's salary and benefits	2,410	2,354	1,205	1,199
Directors' fees	141	108	60	40
Auditors' fees	63	60	31	29
Charges on loan losses	-	-	-	-
Depreciation and repair of assets	10,673	9,128	6,195	4,070
Other expenses	15,269	9,176	7,941	4,896
<b>Total operating expenses (B)</b>	<b>80,175</b>	<b>65,392</b>	<b>45,474</b>	<b>38,058</b>
<b>Profit before provision against lease, loans and advances (C=A-B)</b>	<b>193,146</b>	<b>145,471</b>	<b>97,315</b>	<b>77,400</b>
Provision against lease, loans and investments	30,000	48,000	15,000	25,000
Provision for diminution in value of investments	-	-	-	-
Other provisions	-	-	-	-
<b>Total provision (D)</b>	<b>30,000</b>	<b>48,000</b>	<b>15,000</b>	<b>25,000</b>
<b>Operating profit before tax (C-D)</b>	<b>163,146</b>	<b>97,471</b>	<b>82,315</b>	<b>52,400</b>
Non-operating income	212,660	-	212,660	-
<b>Total profit before tax</b>	<b>375,806</b>	<b>97,471</b>	<b>294,975</b>	<b>52,400</b>
Provision for taxation	124,000	31,730	80,876	17,980
<b>Net profit after tax</b>	<b>251,806</b>	<b>65,741</b>	<b>214,099</b>	<b>34,420</b>
<b>Appropriations</b>				
Statutory reserve	-	-	-	-
General reserve	-	-	-	-
<b>Retained surplus</b>	<b>251,806</b>	<b>65,741</b>	<b>214,099</b>	<b>34,420</b>
<b>Earnings per share (EPS)</b>	<b>47.69</b>	<b>24.90</b>		
<b>Earnings per share (EPS) - Restated</b>	<b>-</b>	<b>12.45</b>		

**STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE HALF YEAR ENDED JUNE 30, 2010**

	(Taka '000)				
	Share Capital & Premium	Statutory Reserve	General Reserve	Retained Earnings	Total
Balance as at December 31, 2009	267,750	300,000	406,000	288,711	1,262,461
Cash dividend paid for the year 2009	-	-	-	(19,800)	(19,800)
Stock dividend for the year 2009	264,000	-	-	(264,000)	-
Net profit for half-year ended June 30	-	-	-	251,806	251,806
<b>Balance as at June 30, 2010</b>	<b>531,750</b>	<b>300,000</b>	<b>406,000</b>	<b>256,717</b>	<b>1,494,467</b>
<b>Balance as at June 30, 2009</b>	<b>267,750</b>	<b>250,000</b>	<b>580,000</b>	<b>68,156</b>	<b>1,165,906</b>

Sd/-  
**Syed Ehsan Quadir**  
Managing Director

Sd/-  
**Md. Din Islam Miah**  
Chief Financial Officer