

Fareast Finance & Investment Limited
Balance Sheet (Un-audited) as at 30 September 2024

Particulars	Note	Amounts in Taka	
		30.09.2024	31.12.2023
PROPERTY AND ASSETS			
Cash	3	23,259,946	23,210,616
In Hand (including Foreign Currencies)		50,000	-
Balance with Bangladesh Bank and its Agent Banks (including Foreign Currencies)		23,209,946	23,210,616
Balance with Other Banks and Financial Institutions	4	858,326,718	872,671,646
In Bangladesh		858,326,718	872,671,646
Outside Bangladesh		-	-
Money at Call and Short Notice	5	-	-
Investments	6	71,485,572	71,485,572
Government		-	-
Others		71,485,572	71,485,572
Loans, Advances and Leases		8,901,406,777	8,998,413,791
Loans, Cash Credits, Overdrafts, Leases, etc.	7	8,901,406,777	8,998,413,791
Bills Purchased and Discounted	8	-	-
Fixed Assets including Premises, Furniture and Fixtures	9	2,849,137	1,296,747
Other Assets	10	937,862,042	934,881,352
Non-Business Assets	11	8,433,997	8,433,997
Total Assets		10,803,624,189	10,910,393,721
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from Other Banks, Financial Institutions and Agents	12	3,486,736,210	3,503,302,765
Deposits and Other Accounts	13	4,508,044,789	4,560,765,879
Current Deposits		-	-
Bills Payable		-	-
Savings Deposits		-	-
Term Deposits		4,508,044,789	4,560,765,879
Bearer Certificate of Deposit		-	-
Other Deposits		-	-
Other Liabilities	14	10,799,893,579	10,285,867,538
Total Liabilities		18,794,674,578	18,349,936,182
Capital/Shareholders' Equity		(7,991,050,389)	(7,439,542,461)
Paid up Capital	15	1,640,633,300	1,640,633,300
Statutory Reserve	16	268,954,085	268,954,085
Revaluation Reserve	17	79,495,313	79,495,313
Retained Earnings	18	(9,980,133,087)	(9,428,625,159)
Total Liabilities and Shareholders' Equity		10,803,624,189	10,910,393,721




Particulars	Note	Amounts in Taka	
		30.09.2024	31.12.2023
OFF-BALANCE SHEET ITEMS			
Contingent Liabilities	19.1	-	-
Acceptances and Endorsements		-	-
Letter of Guarantee		-	-
Irrevocable Letter of Credit		-	-
Bills for Collection		-	-
Other Contingent Liabilities		-	-
Other Commitments	19.2	-	-
Documentary Credits and Short Term Trade related Transactions		-	-
Forward Assets Purchased and Forward Deposits Placed		-	-
Undrawn Note Issuance and Revolving Underwriting Facilities		-	-
Spot and Foreign Exchange Rate Contract		-	-
Undrawn Formal Standby Facilities, Credit Lines and Other Commitments		-	-
Total Off-Balance Sheet Items including Contingent Liabilities		-	-
Net Asset Value Per Share	41	(48.71)	(45.35)


The annexed notes 1 to 44 form an integral part of these Financial Statements.


Md. Ashraful Moqbul
Chairman & Independent Director


Insanul Aziz
Independent Director


Professor Dr. Md. Mosharraf Hossain
Independent Director


Muhammad Ali Zaryab
Managing Director


Md. Anwar Hussain
Head of Finance & HR


Md. Mehedi Hasan Khan
Company Secretary (CC)

This is the Balance Sheet referred to in our separate report of even date.

Dhaka, 27 October 2024



Fareast Finance & Investment Limited
Profit and Loss Account (Un-audited) for the period ended 30 September 2024

Particulars	Note	Amounts in Taka			
		Jan. to Sep. 2024	Jan. to Sep. 2023	Jul. to Sep. 2024	Jul. to Sep. 2023
Interest Income	21	49,052,970	109,785,222	16,153,623	36,511,215
Interest Expenses on Borrowings, Deposits, etc.	22	(597,310,140)	(559,364,580)	(209,619,990)	(192,818,775)
Net Interest Income		(548,257,170)	(449,579,358)	(193,466,367)	(156,307,560)
Investment Income	23	2,225,311	2,099,026	23,540	382,144
Commission, Exchange and Brokerage	24	-	-	-	-
Other Operating Income	25	9,368,052	1,314,374	10,708,182	920,829
Total Operating Income		(536,663,807)	(446,165,958)	(182,734,645)	(155,004,587)
Salary and Allowances	26	16,546,585	15,424,352	4,923,145	4,656,391
Rent, Taxes, Insurance, Electricity, etc.	27	1,169,356	787,983	295,510	306,560
Legal Expenses	28	3,250,086	3,883,762	1,256,681	791,950
Postage, Stamp, Telecommunication, etc.	29	434,839	470,858	158,049	174,189
Stationery, Printing, Advertisements, etc.	30	1,517,893	1,026,232	241,871	107,661
Managing Director's Salary and Allowances	31	5,090,000	5,090,000	1,530,000	1,530,000
Directors' Fees	32	1,359,400	369,600	1,058,000	123,200
Auditors' Fees	33	979,075	631,700	614,525	(211,100)
Charges on Losses regarding Loans, Advances and Leases		-	-	-	-
Depreciation and Repairs of Company's Assets	34	782,864	405,661	216,705	89,113
Other Operating Expenses	35	3,343,921	3,074,958	653,398	632,630
Total Operating Expenses		34,474,019	31,165,106	10,947,884	8,200,594
Profit/(Loss) before Provisions		(571,137,826)	(477,331,064)	(193,682,529)	(163,205,181)
Provisions for Loans, Advances and Leases:	36	(18,612,109)	21,369,439	(6,503,722)	(13,428,327)
Provision for the Diminution in the Value of Investments	37	(1,329,431)	237,538	(8,856,177)	277,438
Other Provisions	38	-	189,130,314	-	189,130,314
Total Provisions		(19,941,540)	210,737,291	(15,359,899)	175,979,425
Profit/(Loss) before Income Tax		(551,196,286)	(688,068,355)	(178,322,630)	(339,184,606)
Provision for Income Tax					
Current Tax Expense	39	307,670	419,805	97,063	76,429
Deferred Tax Expense/(Income)	39	3,972	390,840	1,324	265,938
		311,642	810,645	98,387	342,367
Net Profit/(Loss) after Income Tax		(551,507,928)	(688,879,000)	(178,421,017)	(339,526,973)
Appropriations					
Statutory Reserve	17	-	-	-	-
General Reserve		-	-	-	-
Retained Surplus	18	(551,507,928)	(688,879,000)	(178,421,017)	(339,526,973)
Earnings Per Share (EPS)	40	(3.36)	(4.20)	(1.09)	(2.07)

The annexed notes 1 to 44 form an integral part of these Financial Statements.

Md. Ashraful Moqbul
Chairman & Independent Director

Muhammad Ali Zaryab
Managing Director

Ihsanul Aziz
Independent Director

Md. Anwar Hussain
Head of Finance & HR

Professor Dr. Md. Mosharraf Hossain
Independent Director

Md. Mehedi Hasan Khan
Company Secretary (CC)

This is the Profit and Loss Account referred to in our separate report of even date.

Dhaka, 27 October 2024



Fareast Finance & Investment Limited
Cash Flow Statement (Un-audited) for the period ended 30 September 2024

Particulars	Amounts in Taka	
	30.09.2024	30.09.2023
Cash Flows from Operating Activities		
Interest Received	34,987,902	96,652,045
Interest Paid	(84,415,459)	(291,133,769)
Dividend Received	2,225,311	2,099,026
Fees and Commission Received	-	-
Recoveries of Loan Previously Written-off	7,202,707	8,112,768
Income Taxes Paid	(3,227,324)	(1,327,053)
Received from Other Operating Activities	11,296,525	1,037,615
Payments for Other Operating Activities	(33,656,736)	(11,877,530)
Cash Generated from Operating Activities before Changes in Operating Assets and Liabilities	(65,587,074)	(196,436,898)
Increase/Decrease in Operating Assets and Liabilities		
Statutory Deposit	-	-
Trading Securities	-	-
Loans, Advances and Leases	97,007,014	130,716,856
Other Assets	5,176,550	317,499
Deposit and Other Accounts	(52,721,090)	71,175,547
Net Drawdown of Short Term Loans	-	(279,860,516)
Other Liabilities on Account of Customers	42,139,422	30,642,349
Trading Liabilities	-	-
Other Liabilities	(21,644,366)	(9,782,129)
	69,957,530	(56,790,394)
Net Cash from Operating Activities	4,370,456	(253,227,292)
Cash Flows from Investing Activities		
Proceeds from Sale of Securities	-	-
Payments for Purchase of Securities	-	-
Purchase of Fixed Assets including Premises, Furniture and Fixtures	(2,099,500)	(539,800)
Proceeds from Sale of Fixed Assets including Premises, Furniture and Fixtures	-	276,786
(Increase)/Decrease regarding Purchase and Sale of Subsidiary	-	-
Net Cash Used in Investing Activities	(2,099,500)	(263,014)
Cash Flows from Financing Activities		
Receipt of Borrowings from Other Banks, Financial Institutions and Agents	-	300,346,619
Repayment of Borrowings from Other Banks, Financial Institutions and Agents	(16,566,554)	(34,406,701)
Receipt against Issue of Share Capital	-	-
Increase/(Decrease) in Revaluation Reserve	-	-
Dividend Paid in Cash	-	-
Net Cash from Financing Activities	(16,566,554)	265,939,918
Net Increase/(Decrease) in Cash and Cash Equivalents	(14,295,598)	12,449,612
Effects of Exchange Rate Changes on Cash and Equivalents	-	-
Cash and Cash Equivalents at Beginning of the year	895,882,262	792,656,607
Cash and Cash Equivalents at the End of the year	881,586,664	805,106,219
Cash and Cash Equivalents at the End of the year		
Cash in Hand (including Foreign Currencies)	50,000	50,000
Balance with Bangladesh Bank and its Agent Banks (including Foreign Currencies)	23,209,946	23,210,656
Balance with Other Banks and Financial Institutions	858,326,718	781,845,563
Money at Call and Short Notice	-	-
	881,586,664	805,106,219
Net Operating Cash Flows Per Share (NOCFPS) (Note-42)	0.03	(1.54)



Fareast Finance & Investment Limited
Statement of Changes in Equity (Un-audited) for the period ended 30 September 2024

Particulars	Paid up Capital	Statutory Reserve	Revaluation Reserve	Retained Earnings	Total
	Taka	Taka	Taka	Taka	Taka
Balance at 01 January 2024	1,640,633,300	268,954,085	79,495,313	(9,428,625,159)	(7,439,542,461)
Changes in Accounting Policy(s)	-	-	-	-	-
Restated Balance	1,640,633,300	268,954,085	79,495,313	(9,428,625,159)	(7,439,542,461)
Surplus/Deficit on Account of Revaluation of Properties	-	-	-	-	-
Surplus/Deficit on Account of Revaluation of Investments	-	-	-	-	-
Currency Translation Differences	-	-	-	-	-
Net Gains and Losses not Recognized in the Profit and Loss Account	-	-	-	-	-
Net profit for the period ended 30 September 2024	-	-	-	(551,507,928)	(551,507,928)
Cash Dividend	-	-	-	-	-
Dividend (Bonus Shares)	-	-	-	-	-
Issue of Share Capital	-	-	-	-	-
Appropriations during the period	-	-	-	-	-
Balance as at 30 September 2024	1,640,633,300	268,954,085	79,495,313	(9,980,133,087)	(7,991,050,389)
Balance as at 30 September 2023	1,640,633,300	268,954,085	79,495,313	(8,994,279,787)	(7,005,197,089)



Fareast Finance & Investment Limited
Notes to the Financial Statements and Significant Accounting Policies (Un-audited)
As at and for the period ended 30 September 2024
(Forming an Integral Part of the Financial Statements)

1. Legal Status and Nature of the Company

1.1 Domicile, Legal Form, Country of Incorporation and Status of the Company

Fareast Finance & Investment Limited ("the Company") was incorporated in Bangladesh as a public limited company with limited liability on 21 June 2001 under the Companies Act, 1994. The company was authorized to commence business in Bangladesh as per Certificate of Commencement dated 21 June 2001. The company obtained license from Bangladesh Bank as a Financial Institution to operate as a Leasing and Financing Company on 03 July 2001.

1.2 Address of Registered Office and Place of Business of the Company

The Registered Office of the Company is at Simpletree Lighthouse (10th Floor), Plot-53, Road No. 21, Block-B, Kemal Ataturk Avenue, Dhaka-1213, Bangladesh. Company's Principal Office is also situated at the same address and at present, the company has one branch office at Chattogram in Bangladesh.

1.3 Principal Activities of the Company

The company concentrates its activities for full payout leases and term finances extended on the basis of recovering the full capital cost of the asset/finance, plus imputed interest charges. The company eventually will seek to broaden its leasing and financing services by entering into vendor programs with asset suppliers, underwriters, brokers, leveraged leases, lease syndications, sale and lease back finances, financing for business expansions and temporarily financed assets. The company may extend guarantees for lease/finance obligations to other institutions/companies subject to the Laws and Rules of the Government of the Peoples' Republic of Bangladesh.

1.4 Nature of Operation of the Company

The company extends lease finance for all types of machinery, equipment, household durables including vehicles for the purpose of industrial, commercial, agricultural and personal use in Bangladesh and also term finance to its clients within the purview of law.

1.5 Information regarding Associate Company

The company has 1 (one) associate company namely Fareast Stocks & Bonds Limited (holding fifty percent shares), was incorporated on 03 September 2009 as a private limited company under The Companies Act, 1994 with authorized share capital of Taka 150,00,00,000 only. The company had started its operation from 27 April 2010. The main business of the company is to carry on the business as a stock broker, stock dealer in stocks and dealing in securities, commercial papers, bonds, debentures, foreign currencies, treasury bills/bonds and/or any financial instruments. Subsequently it has been converted into public limited company on 17 October 2012.

1.6 Number of Employees of the Company

The number of employees of the company was twenty seven as at 30 September 2024 and thirty at the end of the year 2023.

2. Basis of Preparation and Significant Accounting Policies

2.1 Basis of Preparation

The Financial Statements have been prepared on the basis of going concern concept under historical cost conventions in accordance with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB).



2.2 *Basis of Measurement*

The Financial Statements have been prepared using the accrual basis of accounting except for the cash flow information where the material class of similar item has been presented separately. The accounting policies have been consistently applied by the company and are consistent with those of the previous year.

2.3 *Statement of Compliance*

The Financial Statements have been prepared in compliance with the requirements of the Finance Company Act, 2023, the rules and regulations issued by Bangladesh Bank, the Companies Act 1994, the Securities and Exchange Ordinance 1969, the Securities and Exchange Rules 2020, the Listing Regulations of Dhaka and Chittagong Stock Exchanges and other applicable laws and regulations.

2.4 *Basis of Presentation*

The presentation of Financial Statements has been made in accordance with the DFIM Circular No. 11 dated 23 December 2009 issued by the Department of Financial Institutions and Markets of Bangladesh Bank. All financial information presented in Bangladesh Taka (BDT) which has been rounded off to the nearest Taka.

2.5 *Reporting*

These half yearly financial statements for the period ended 30 June 2024 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.

2.6 *Disclosure of Deviations from few Requirements Of IAS/IFRS due to Mandatory Compliance of Bangladesh Bank's Requirements*

Bangladesh Bank is the prime regulatory body for all Non-Banking Financial Institutions in Bangladesh. Some of the requirements of Bangladesh Bank's rules and regulations contradict with those of financial instruments and general provision standards of IAS/IFRS. To comply with Bangladesh Bank's rules and regulations, the company has departed from those contradictory requirements of IAS/IFRS.

2.7 *Accounting policies and methods of computations*

Accounting policies and methods 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.

2.8 *Approval of Third Quarterly Financial Statements*

The third quarterly financial statements for the period ended 30 September 2024 were approved by the Board of Directors in its 256th meeting held on 27 October 2024.

2.9 *General*

- a) These third quarterly financial statements for the period ended 30 September 2024 are unaudited.
- b) These third quarterly financial statements for the period ended 30 September 2024 are prepared without considering share of profit/(loss) of the associate company namely Fareast Stocks & Bonds Limited (50% shareholding) for the second and third quarter ended 30 June 2024 and 30 September 2024 respectively.
- c) To facilitate comparison, certain relevant balances pertaining to the previous period have been rearranged/restated/reclassified, whenever considered necessary, to conform to current period's presentation.



		Amounts in Taka	
		30.09.2024	31.12.2023
3.	Cash		
3.1	<i>Cash in Hand (including Foreign Currencies)</i>		
	In local currency	50,000	-
	In foreign currency	-	-
		50,000	-
3.2	<i>Balance with Bangladesh Bank and its Agent Banks (including Foreign Currencies)</i>		
	In local currency	23,209,946	23,210,616
	In foreign currency	-	-
		23,209,946	23,210,616
4.	Balance with Other Banks and Financial Institutions		
	(a) In Bangladesh		
	<i>Current Accounts</i>		
	Bank Asia Limited Savar Branch	347	347
	BRAC Bank Limited Graphics Building Branch	1,002,503	1,002,503
	Jamuna Bank Limited Moulovi Bazar Branch	28,960	28,960
	National Bank Limited Gulshan Branch	2,773	3,118
	Southeast Bank Limited R. K. Mission Road Branch	208,473	62,818
	Southeast Bank Limited Motijheel Branch (Islamic Banking)	2,105	2,105
	Uttara Bank Limited Local Office	337	969
		1,245,498	1,100,820
	<i>Short Term Deposit Accounts</i>		
	Bangladesh Commerce Bank Limited Dilkusha Branch	35,702	36,062
	Bank Asia Limited Principal Office Branch	1	1
	BASIC Bank Limited Dilkusha Branch	78,820	78,820
	BASIC Bank Limited Bashundhara Branch	52,001	52,001
	Dutch-Bangla Bank Limited Bashundhara Branch	1,406	1,406
	Islami Bank Bangladesh Limited Foreign Exchange Branch	31,647	31,647
	Jamuna Bank Limited Elephant Road Branch	841	841
	Mercantile Bank Limited Main Branch	36,688	37,563
	Midland Bank Limited Dilkusha Corporate Branch	26,214	26,214
	Mutual Trust Bank Limited Dilkusha Branch	583,128	581,161
	Mutual Trust Bank Limited Dilkusha Branch	110,377	110,469
	Mutual Trust Bank Limited Dilkusha Branch	139,956	139,919
	Mutual Trust Bank Limited Dilkusha Branch	-	102
	NCC Bank Ltd. Motijheel Main Branch	896	1,307,695
	NRB Commercial Bank Ltd. Principal Branch	(38,309)	(37,734)
	One Bank Limited Principal Branch	369,471,976	382,652,023
	Social Islami Bank Limited Principal Branch	7,945	7,945
	Social Islami Bank Limited Babu Bazar Branch	1	1
	Southeast Bank Limited Corporate Branch	265,612	267,628
	Southeast Bank Limited Principal Branch	53,265	53,265
	Standard Bank Limited Principal Branch	3	3
	The City Bank Limited Principal Office	4,501,957	4,501,957
	United Commercial Bank Limited Tejgaon Branch	1	745
		375,360,128	389,849,734
	<i>Fixed Deposit Accounts</i>		
	Bangladesh Industrial Finance Co. Ltd. Head Office	100,000,000	100,000,000
	FAS Finance & Investment Limited Head Office	36,116,092	36,116,092
	People's Leasing and Fin. Services Ltd. Head Office	345,605,000	345,605,000
		481,721,092	481,721,092
		858,326,718	872,671,646
	(b) Outside Bangladesh		
	Total balance	858,326,718	872,671,646
5.	Money at Call and Short Notice		
6.	Investments		
	Government securities	-	-
	Others investments (Annexure-A)	71,485,572	71,485,572
		71,485,572	71,485,572



		Amounts in Taka	
		30.09.2024	31.12.2023
7. Loans, Advances and Leases			
7.1 a) Inside Bangladesh			
Investment in Leases (Note-7.1.1)		231,013,299	234,805,465
Term Finances (Note-7.1.2)		8,670,393,478	8,763,608,326
		8,901,406,777	8,998,413,791
b) Outside Bangladesh			
Total		8,901,406,777	8,998,413,791
7.1.1 Investment in Leases			
Principal outstanding		136,126,028	137,211,096
Accounts receivable		94,887,271	97,594,369
Total		231,013,299	234,805,465
7.1.2 Term Finances			
Principal outstanding		5,608,309,100	5,668,094,397
Accounts receivable		3,062,084,378	3,095,513,929
Total		8,670,393,478	8,763,608,326
7.2 Classification of Loans, Advances and Leases			
Unclassified			
Standard		172,594,388	150,807,656
Special mention account		-	80,395,376
		172,594,388	231,203,032
Classified			
Sub-standard		-	-
Doubtful		1,715,190	43,312,205
Bad/Loss		8,727,097,199	8,723,898,554
		8,728,812,389	8,767,210,759
Total		8,901,406,777	8,998,413,791
7.3 Provision for Loans, Advances and Leases			
Status	Base for Provision	Rate (%)	
<i>Provision for unclassified loans, advances and leases-General provision</i>			
Standard	172,594,388	0.25/1	1,410,960
Special mention account	-	5	-
			1,410,960
Special provision			9,658,187
<i>Provision for classified loans, advances and leases-Specific provision</i>			
Sub-standard	-	20	-
Doubtful	257,278	50	128,639
Bad/Loss	6,562,767,096	100	6,562,767,096
			6,562,895,735
Required provision for loans, advances and leases			6,573,964,882
Total provision maintained (Note-15.2)			6,592,576,991
Excess/(short) provision			-

According to Bangladesh Bank's DFIM Circular Letter No.-33 dated 19 December 2021 and DFIM Letter having reference No.-DFIM(P)1052/27/2022-12 dated 2 January 2022, 2% special provision amounting Taka 10,085,305 was maintained against loans, advances and leases.

According to Bangladesh Bank's DFIM Circular No.-04 dated 26 July 2021, rate of general provision for standard facilities under CMSMEF sector loans, advances and leases is 0.25%, financing to the Subsidiaries and/or Sister Concerns/Brokerage House/Merchant Banks/Stock Dealers is 2% and all other loans/leases/housing finances/staff loans is 1%.

8. Bills Purchased and Discounted

Payable in Bangladesh	-	-
Payable outside Bangladesh	-	-
	-	-



		Amounts in Taka	
		30.09.2024	31.12.2023
9. Fixed Assets including Premises, Furniture and Fixtures			
Cost			
Balance as at 01 January		30,433,829	36,831,934
Add: Additions during the period		2,099,500	620,980
Less: Disposals/adjustments during the period		-	7,019,085
Balance at the period/year end		32,533,329	30,433,829
Accumulated Depreciation			
Balance as at 01 January		29,137,082	35,912,787
Add: Charge for the period		547,110	243,353
Less: Disposals/adjustments during the period		-	7,019,058
Balance at the period/year end		29,684,192	29,137,082
Net Book Value of the Assets (Annexure-B)		2,849,137	1,296,747
10. Other Assets			
Advances, Deposits and Prepayments (Note-10.1)		238,789,758	240,587,684
Interest and Commission Receivable (Note-10.2)		8,188,286	1,325,925
Investment in associate		595,153,546	597,082,019
Amount receivable against shares sold		90,631,990	90,631,990
Deferred tax assets (Note-10.3)		1,496,787	1,500,759
Miscellaneous		3,601,675	3,752,975
Total		937,862,042	934,881,352
10.1 Advances, Deposits and Prepayments			
Advance corporate income tax		90,131,408	86,904,084
Advance to Spacezero Ltd.-Floor purchase for Head Office		148,041,000	151,600,000
Advance to CDBL-Refundable security deposit		500,000	500,000
Advance to Charu Kaj-Interior works of Company's Head Office		-	1,500,000
Miscellaneous		117,350	83,600
		238,789,758	240,587,684
10.2 Interest and Commission Receivable			
Guarantee commission receivable		-	-
Interest accrued on short notice deposit account		6,751,299	-
Interest accrued on loans, advances and leases		1,436,987	1,325,925
		8,188,286	1,325,925
10.3 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 BAS 12: "Income Taxes". Deferred tax asset is arrived at as follows:			
Particulars	Carrying Amount at Balance Sheet	Tax Base	(Taxable)/Deductible Temporary Difference
Assets			
Fixed assets net of depreciation excluding land	2,849,137	6,840,568	3,991,431
Liabilities			
Total	2,849,137	6,840,568	3,991,431
Applicable tax rate			37.50%
Deferred Tax Asset as on 30 September 2024			1,496,787
11. Non-Business Assets			
Name of the Clients	Possession Date		
Pick & Drop Cargo Services	29-Sep-2011	5,485,000	5,485,000
Patriot Fashion Limited	8-Aug-2018	2,948,997	2,948,997
Total		8,433,997	8,433,997
12. Borrowings from Other Banks, Financial Institutions and Agents			
In Bangladesh (Note-12.1)		3,486,736,210	3,503,302,765
Outside Bangladesh (Note-12.2)		-	-
Total		3,486,736,210	3,503,302,765



12.1 In Bangladesh

Long Term Loans:

	Amounts in Taka	
	30.09.2024	31.12.2023
Bank Asia Limited	123,874,478	123,874,478
BASIC Bank Limited	162,831,503	162,831,503
Dutch-Bangla Bank Limited	189,077,735	189,077,735
Dhaka Bank Limited	25,497,092	27,467,533
Jamuna Bank Limited	36,141,360	36,795,407
Midland Bank Limited	170,408,544	170,408,544
Modhumoti Bank Limited	236,920,389	236,920,389
Mutual Trust Bank Limited	309,937,716	309,937,716
NCC Bank Limited	111,056,312	112,361,507
NRB Commercial Bank Limited	188,503,327	188,503,327
Shahjalal Islami Bank Limited	398,420,991	405,920,991
Social Islami Bank Limited	236,170,698	236,170,698
Southeast Bank Limited	122,571,848	122,571,848
Standard Bank Limited	37,673,053	37,673,053
The Premier Bank Limited	361,431,644	361,431,644
United Commercial Bank Limited	141,770,242	145,762,222
Uttara Bank Limited	88,180,874	89,325,766
Total Long Term Loans	2,940,467,806	2,957,034,361

Short Term and Call Loans:

Short Term Loans:

National Housing Finance and Investment Limited	12,000,000	12,000,000
NRB Bank Limited	122,100,000	122,100,000
NRB Commercial Bank Limited	45,900,000	45,900,000
Pubali Bank Limited	100,907,542	100,907,542
South Bangla Agriculture & Commerce Bank Limited	37,500,000	37,500,000
United Commercial Bank Limited	(39,138)	(39,138)
Total	318,368,404	318,368,404

Call Loans:

NRB Bank Limited	81,100,000	81,100,000
Sonali Bank Limited	146,800,000	146,800,000
Total	227,900,000	227,900,000

Total Short Term and Call Loans

	546,268,404	546,268,404
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Total Borrowings

	3,486,736,210	3,503,302,765
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12.2 Outside Bangladesh

13. Deposits and Other Accounts

Current deposits	-	-
Bills payable	-	-
Savings deposits	-	-
Term deposits (Note-13.1)	4,508,044,789	4,560,765,879
Bearer certificate of deposits	-	-
Other deposits	-	-
Total	4,508,044,789	4,560,765,879

13.1 Term Deposits

Deposits from other banks and financial institutions (Note-13.1.1)	3,395,605,242	3,385,354,061
Deposits from customers (Note-13.1.2)	1,112,439,547	1,175,411,818
	4,508,044,789	4,560,765,879

13.1.1 Deposits from Other Banks and Financial Institutions

Agrani Bank Limited	600,000,000	600,000,000
Bangladesh Infrastructure Finance Fund Limited	434,818,937	424,567,756
Investment Corporation of Bangladesh	742,286,305	742,286,305
Janata Bank Limited	400,000,000	400,000,000
Midland Bank Limited	288,500,000	288,500,000
NRB Commercial Bank Limited	50,000,000	50,000,000
Rupali Bank Limited	400,000,000	400,000,000
Sonali Bank Limited	150,000,000	150,000,000
South Bangla Agriculture & Commerce Bank Limited	220,000,000	220,000,000
United Finance Limited	110,000,000	110,000,000
	3,395,605,242	3,385,354,061



		Amounts in Taka	
		30.09.2024	31.12.2023
13.1.2	<i>Deposits from Customers</i>		
	Deposits from General Public	357,402,331	368,242,618
	Deposits from Companies	755,037,216	807,169,200
		1,112,439,547	1,175,411,818
14.	Other Liabilities		
	Expenditure and other payables (Note-14.1)	1,922,935,655	1,409,770,800
	Provision for loans, advances and leases (Note-14.2)	6,573,964,882	6,592,576,991
	Provision for the diminution in the value of investments (Note-14.3)	17,652,805	18,982,236
	Provision for other assets (Note-14.4)	572,387,440	572,387,440
	Provision for income tax (Note-14.5)	113,060,761	112,753,091
	Interest suspense account (Note-14.6)	1,310,312,912	1,318,436,337
	Advance rental/installment against loans, advances and leases	23,599,354	24,740,885
	Received from clients against partial rental/installment	264,080,211	220,799,258
	Income Tax, VAT and Excise Duty deducted at source	1,899,559	15,420,500
	Total	10,799,893,579	10,285,867,538
14.1	<i>Expenditure and Other Payables</i>		
	Accrual of leave encashment	1,530,313	1,530,313
	Accrued interest on borrowings from other banks, financial institutions and agents	564,190,887	278,828,357
	Accrued interest on deposits and other accounts	1,347,463,902	1,119,931,751
	Salary and allowances	1,383,749	1,408,730
	Auditors' fee	2,476,375	2,562,200
	Office utilities	4,841,659	4,123,413
	Office rent	-	701,250
	Telephone and mobile bill	29,934	24,934
	Subscription	800,000	600,000
	Others	218,836	59,852
		1,922,935,655	1,409,770,800
14.2	<i>Provision for Loans, Advances and Leases</i>		
	This represents the amount arrived at after calculation as per circulars issued by the Bangladesh Bank in this context in order to cover all the required provisions of the company as at 30 September 2024. Total provision is made up as follows:		
	General provision on unclassified loans, advances and leases	5,166,740	10,371,012
	Specific provision on classified loans, advances and leases	6,568,798,142	6,582,205,979
	Balance at the period/year end	6,573,964,882	6,592,576,991
	Movements in General Provision on Unclassified Loans, Advances and Leases		
	Balance at 01 January	10,371,012	36,313,456
	Add: Provision made during the year	(5,204,272)	(25,942,444)
	Balance at the period/year end	5,166,740	10,371,012
	Movements in Specific Provision on Classified Loans, Advances and Leases		
	Balance at 01 January	6,582,205,979	6,477,644,810
	Less: Fully provided debts written-off during the year	-	-
	Add: Recoveries of amount previously written-off	-	-
	Add: Provision made during the year	(13,407,837)	104,561,169
	Less: Provision no longer required	-	-
	Add: Net charge to profit and loss account	(13,407,837)	104,561,169
	Balance at the period/year end	6,568,798,142	6,582,205,979
	Total	6,573,964,882	6,592,576,991
14.3	<i>Provision for the Diminution in the Value of Investments</i>		
	Balance at 01 January	18,982,236	18,821,986
	Add: Provision made during the year	(1,329,431)	160,250
	Balance at the period/year end (Annexure-A for detail)	17,652,805	18,982,236
14.4	<i>Provision for Other Assets</i>		
	Balance at 01 January	572,387,440	247,141,034
	Add: Provision made during the year	-	325,246,406
	Balance at the period/year end	572,387,440	572,387,440



Amounts in Taka	
30.09.2024	31.12.2023

14.5 *Provision for Income Tax*

The company calculated its tax liability considering the BAS 12: "Income Taxes". Details calculation of tax liability as at 30 September 2024 is as follows:

Balance at 01 January	112,753,091	63,344,682
Add: Provision made during the year (Note-39)	307,670	147,433,338
Less: Settlement of previous years' tax liability	-	98,024,929
Balance at the period/year end	113,060,761	112,753,091

Current tax liability represents tax calculated @ 37.50% on profit before tax less advance tax paid.

14.6 *Interest Suspense Account*

This represents interest on loans and lease income not recognized as income according to Bangladesh Bank's FID Circular No. 03 of 2006. Details are as follows:

Balance at 01 January	1,318,436,337	1,338,162,534
Add: Amount transferred to interest suspense account during the year	-	17,153,514
Less: Amount recovered from interest suspense account during the year	8,123,425	36,879,711
Less: Amount written-off during the year	-	-
Balance at the period/year end	1,310,312,912	1,318,436,337

Amount recovered from interest suspense account during the year is also included in interest income (Note-21).

14.6.1 *Details of Interest Suspense Account*

Interest Suspense for Unclassified Loans, Advances and Leases

Standard	-	1,362,324
Special mention account	-	3,362,286
	-	4,724,610

Interest Suspense for Classified Loans, Advances and Leases

Sub-standard	-	-
Doubtful	23,969	3,487,937
Bad/Loss	1,310,288,943	1,310,223,790
	1,310,312,912	1,313,711,727
Total Balance at the period/year end	1,310,312,912	1,318,436,337

15. **Share Capital**

15.1 *Authorized Capital*

200,000,000 ordinary shares of Tk.10 each	2,000,000,000	2,000,000,000
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15.2 *Issued, Subscribed and Fully Paid up Capital*

Ordinary shares: 164,063,330 ordinary shares of Tk.10 each	1,640,633,300	1,640,633,300
Share premium	-	-
Preference shares	-	-
Total	1,640,633,300	1,640,633,300

The company did not issue any share other than cash on the basis of any agreement.

15.3 *Raising of Share Capital*

Fareast Finance & Investment Limited raised its share capital as follows:

Date of Issue	Type of Issue of Paid up Capital	Number of Share	Face Value per Share	Value of Share	Cumulative Paid up Capital
21-Jun-2001	Opening capital	500,000	100	50,000,000	50,000,000
25-May-2004	Bonus share	75,000	100	7,500,000	57,500,000
12-Aug-2004	Right share	875,001	100	87,500,100	145,000,100
23-Apr-2006	Bonus share	290,000	100	29,000,000	174,000,100
24-Jul-2007	Bonus share	217,500	100	21,750,000	195,750,100
23-Sep-2010	Bonus share	1,174,500	100	117,450,000	313,200,100
23-Nov-2010	Right share	5,000,000	10	50,000,000	363,200,100
23-Dec-2010	Right share	50,848,010	10	508,480,100	871,680,200
29-Mar-2011	Bonus share	17,433,604	10	174,336,040	1,046,016,240
16-May-2012	Bonus share	10,460,162	10	104,601,620	1,150,617,860
14-Aug-2013	IPO share	45,000,000	10	450,000,000	1,600,617,860
25-Mar-2015	Bonus share	4,001,544	10	40,015,440	1,640,633,300
Total		164,063,330		1,640,633,300	



Amounts in Taka	
30.09.2024	31.12.2023

Face value of the share has been denominated to Tk.10 from Tk.100 per share by the shareholders in their third Extra Ordinary General Meeting held on 20 October 2010.

The shares were listed with Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. on 15 September 2013 and quoted at Taka 4.00 and Taka 3.70 at Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. respectively at 30 September 2024.

16. Statutory Reserve

According to the Rule 6 of The Financial Institutions Regulation, 1994, the company transfers 20% of its net profit for the respective year to statutory reserve. Detailed movement of the reserve is as follows:

Balance at 01 January	268,954,085	268,954,085
Add: Transferred during the year	-	-
Total Balance at the period/year end	268,954,085	268,954,085

17. Revaluation Reserve

Revaluation reserve includes proportionate revaluation reserve of Fareast Stocks & Bonds Limited (FSBL). In the year 2010, FSBL revalued its membership of Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) based on the prevailing market price. In the year 2012, FSBL again reassessed its membership of DSE and CSE. In the year 2018, FSBL further adjusted the revaluation reserve and hence, proportionate revaluation decrease is reduced from investment in associate. Details are as follows:

Balance as at 01 January	79,495,313	79,495,313
Increase/(decrease) in revaluation reserve	-	-
Total Balance at the period/year end	79,495,313	79,495,313

18. Retained Earnings

Balance at 01 January	(9,428,625,159)	(8,305,400,787)
Less: Cash dividend paid	-	-
Less: Issue of bonus shares	-	-
Add: Net profit for the year	(551,507,928)	(1,123,224,372)
Less: Transfer to statutory reserve	-	-
Total Balance at the period/year end	(9,980,133,087)	(9,428,625,159)

19. Contingent Liabilities and Commitments

19.1 Contingent Liabilities

Acceptances and endorsements	-	-
Letter of guarantee	-	-
Irrevocable letter of credit	-	-
Bills for collection	-	-
Other contingent liabilities	-	-
Total Balance at the period/year end	-	-

19.2 Other Commitments

Documentary credits and short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Spot and foreign exchange rate contract	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Total Balance at the period/year end	-	-



		Amounts in Taka	
		30.09.2024	30.09.2023
20.	Income Statement		
	Income		
	Interest, discount and similar income (Note-20.1)	49,052,970	109,785,222
	Dividend income (Note-23)	2,225,311	2,099,026
	Commission, exchange and brokerage (Note-24)	-	-
	Gains less losses arising from dealing in securities	-	-
	Gains less losses arising from investment in securities	-	-
	Gains less losses arising from dealing in foreign currencies	-	-
	Income from non-business assets	-	-
	Other operating income (Note-25)	9,368,052	1,314,374
	Profit less losses on interest rate changes	-	-
		60,646,333	113,198,622
	Expenses		
	Interest expenses on deposits, borrowings, etc. (Note-22)	597,310,140	559,364,580
	Charges on losses regarding loans, advances and leases	-	-
	Administrative expenses (Note-20.2)	30,582,988	27,913,986
	Other operating expenses (Note-35)	3,343,921	3,074,958
	Depreciation on company's fixed assets (Note-34)	547,110	176,162
		631,784,159	590,529,686
		(571,137,826)	(477,331,064)
20.1	Interest, Discount and Similar Income		
	Interest income (Note-21)	49,052,970	109,785,222
	Capital gain on sale of shares (Note-23)	-	-
		49,052,970	109,785,222
20.2	Administrative Expenses		
	Salary and allowances (Note-26)	16,546,585	15,424,352
	Rent, taxes, insurance, electricity, etc. (Note-27)	1,169,356	787,983
	Legal expenses (Note-28)	3,250,086	3,883,762
	Postage, stamp, telecommunication, etc. (Note-29)	434,839	470,858
	Stationery, printing, advertisement, etc. (Note-30)	1,517,893	1,026,232
	Managing Director's salary and allowances (Note-31)	5,090,000	5,090,000
	Directors' fees (Note-32)	1,359,400	369,600
	Auditors' fees (Note-33)	979,075	631,700
	Repairs of company's fixed assets (Note-34)	235,754	229,499
		30,582,988	27,913,986
21.	Interest Income		
	Interest on term finances	24,020,549	88,906,776
	Lease income	10,551,021	12,066,174
	Total interest income on loans, advances and leases	34,571,570	100,972,950
	Interest on balance with banks and other financial institutions	14,481,400	8,812,272
		49,052,970	109,785,222

To reduce single borrower exposure limit with subsidiary and associate company, as was prescribed by Bangladesh Bank vide the DFIM circular letter no. 14 dated 31st December, 2013, the Board of Directors of the company in their 161st meeting held on August 10, 2015 considered the financial position of Fareast Stocks & Bonds Limited and approved not to charge any interest on outstanding loan of Taka 2,895.21 million from July 25, 2015 and decided for abandonment of interest income against this loan facility extended to Fareast Stocks & Bonds Limited. Subsequently company's Board of Directors in their 208th meeting held on 08 March 2020 decided to impose interest rate on the outstanding amount @ 13.90% per annum from 20 March 2020.

As per Bangladesh Bank's Instruction through Letter # FIID/I-08(02)/2019/2020-324 dated 23 June 2020, interest receivable on fixed deposit accounts with other financial institutions amounting Taka 360,752,879 was reversed from interest income.

Interest income includes amount recovered from interest suspense account during the year (Note-14.6).



		Amounts in Taka	
		30.09.2024	30.09.2023
22.	Interest Expenses on Borrowings, Deposits, etc.		
a)	Interest Expenses on Borrowings		
	Interest on term loans	284,561,621	213,653,263
	Interest on call loans	15,407,025	11,577,184
	Interest on secured overdrafts	6,833,184	30,551,979
	Interest charge on lease obligation	-	-
	Bank charges	29,324	38,611
		306,831,154	255,821,037
b)	Interest Expenses on Deposits	290,478,986	303,543,543
	Total	597,310,140	559,364,580
23.	Investment Income		
	Capital gain/(loss) on sale of shares	-	-
	Dividend income	2,225,311	2,099,026
		2,225,311	2,099,026
24.	Commission, Exchange and Brokerage		
	Guarantee commission	-	-
	Realization of L/C commission	-	-
		-	-
25.	Other Operating Income		
	Income from associate	(1,928,473)	-
	Documentation fees	-	1,000
	Early settlement fees	281,043	15,170
	Profit/(loss) on disposal of fixed assets	-	276,759
	Profit/(loss) on disposal of leased assets	-	52,000
	Miscellaneous earnings	11,015,482	969,445
		9,368,052	1,314,374
26.	Salary and Allowances	16,546,585	15,424,352
27.	Rent, Taxes, Insurance, Electricity, etc.		
	Rent, rate and taxes	869,551	443,421
	Insurance	-	-
	Power and electricity	299,805	344,562
		1,169,356	787,983
28.	Legal Expenses		
	Professional fees	2,373,505	2,307,016
	Other charges	876,581	1,576,746
		3,250,086	3,883,762
29.	Postage, Stamp, Telecommunication, etc.		
	Postage	9,289	10,596
	Data communication	237,856	296,340
	Telephone-office	187,694	163,922
		434,839	470,858
30.	Stationery, Printing, Advertisement, etc.		
	Office stationery	258,030	251,251
	Computer consumable stationery	53,989	44,915
	Publicity and advertisement	1,205,874	730,066
		1,517,893	1,026,232
31.	Managing Director's Salary and Allowances		
	Basic pay	2,250,000	2,250,000
	Allowances	2,340,000	2,340,000
	Bonus	500,000	500,000
		5,090,000	5,090,000



		Amounts in Taka	
		30.09.2024	30.09.2023
32. Directors' Fees			
Fees			
Board of Directors		451,000	264,000
Board Audit Committee		114,400	105,600
Executive Committee		44,000	-
		609,400	369,600
Other Benefits			
Honorarium of Independent Directors		750,000	-
		1,359,400	369,600
33. Auditors' Fees			
Auditors' fees including VAT @ 15.00%		979,075	631,700
Auditors' certificate fees		-	-
		979,075	631,700
34. Depreciation and Repairs of Company's Assets			
Depreciation on company's fixed assets (Annexure-B)		547,110	176,162
Repairs of company's fixed assets		235,754	229,499
		782,864	405,661
35. Other Operating Expenses			
Office maintenance		1,072,327	1,153,926
Travel and conveyance		219,915	159,994
Motor vehicle expenses		458,991	289,981
Meeting expenses		38,179	29,884
Books and periodicals		5,084	4,556
Share business expense		-	6,999
Subscription		1,475,000	1,275,000
Entertainment and public relation		44,437	45,938
Annual General Meeting		29,988	108,680
		3,343,921	3,074,958
36. Provision for Loans, Advances and Leases			
General provision on unclassified loans, advances and leases (Note-14.2)		(3,419,886)	(11,719,362)
Special provision		(1,784,386)	(595,546)
Specific provision on classified loans, advances and leases (Note-14.2)		(13,407,837)	33,684,347
		(18,612,109)	21,369,439
Special provision maintained as per Bangladesh Bank's DFIM Circular Letter No.-33 dated 19 December 2021 and DFIM Letter having reference No.-DFIM(P)1052/27/2022-12 dated 2 January 2022.			
37. Provision for Investment in Shares			
Balance at 01 January		18,982,236	18,821,986
Add: Provision made during the year (Note-14.3)		(1,329,431)	237,538
		17,652,805	19,059,524
38. Provision for Other Assets			
Balance at 01 January		572,387,440	247,141,034
Add: Provision made during the year (Note-14.4)		-	189,130,314
		572,387,440	436,271,348
39. Provision for Income Tax			
This represents amount provided for income tax on profit before tax for the year ended 30 September 2024. The amount has arrived as follows:			
Amount provided on current period's income		307,670	419,805
Add: Shortfall of provision for income tax		-	-
Amount Provided for Current Tax		307,670	419,805
Amount provided for deferred tax		3,972	390,840
Total		311,642	810,645



Amounts in Taka	
30.09.2024	30.09.2023

40. Earning Per Share (EPS)

Earnings Per Share as shown in the face of the Profit and Loss Account is calculated in accordance with International Accounting Standard (IAS) -33: "Earnings Per Share (EPS)".

Net profit/(loss) after income tax (A)	(551,507,928)	(688,879,000)
Weighted average number of outstanding shares (B)	164,063,330	164,063,330
Earnings Per Share (Basic) (A/B)	(3.36)	(4.20)

Reason for changes in Earning Per Share (EPS)

Earning Per Share (EPS) of the Company for the period ended 30 September 2024 is Taka (3.36), which was Taka (4.20) in the same period of previous year. The primary reason behind this deviation is the proportionate decrease in interest income (decreased by Taka 60,732,252). On the other hand, increase in interest expenses on borrowings, deposits, etc. (increased by Taka 37,945,560) and decrease in provisions for loans, advances and leases (decreased by Taka 230,678,831).

Amounts in Taka	
30.09.2024	31.12.2023

41. Net Asset Value (NAV) Per Share

Net asset (total assets less total liabilities) (A)	(7,991,050,389)	(7,439,542,461)
Total number of ordinary shares outstanding (B)	164,063,330	164,063,330
Net Asset Value (NAV) Per Share (A/B)	(48.71)	(45.35)

Amounts in Taka	
30.09.2024	30.09.2023

42. Net Operating Cash Flows Per Share (NOCFPS)

Net cash flows from operating activities (A)	4,370,456	(253,227,292)
Total number of ordinary shares outstanding (B)	164,063,330	164,063,330
Net Operating Cash Flows Per Share (NOCFPS) (A/B)	0.03	(1.54)

Reason for changes in Net Operating Cash Flows Per Share (NOCFPS)

Net Operating Cash Flows Per Share (NOCFPS) of the Company for the period ended 30 September 2024 is Taka 0.03, which was Taka (1.54) in the same period of previous year. The primary reasons behind this deviation are the decrease in interest received by Taka 61,664,143 and net decrease in cash generation from loans, advances and leases and deposit and other accounts by Taka 33,709,842 and Taka 123,896,637 respectively. On the other hand, decrease in interest payment by Taka 206,718,310 and also increase in net drawdown of short term loans by Taka 279,860,516.

43. Reconciliation of Profit/(Loss) before Income Tax with Cash Flows from Operating Activities

Profit/(loss) before income tax	(551,196,286)	(688,068,355)
Less: Profit from sale of shares of securities	-	-
Less: Income taxes paid	(3,227,324)	(1,327,053)
Add: Adjustments for non-cash items:		
Depreciation of company's assets	547,110	176,162
Provisions for loans, advances and leases	(18,612,109)	21,369,439
Provision for the diminution in the value of investments	(1,329,431)	237,538
Provision for other assets	-	189,130,314
(Increase)/decrease in loans, advances and leases	97,007,014	130,716,856
(Increase)/decrease in other assets	5,176,550	317,499
Increase/(decrease) in deposit and other accounts	(52,721,090)	71,175,547
Increase/(decrease) in net drawdown of short term loans	-	(279,860,516)
Increase/(decrease) in other liabilities on account of customers	42,139,422	30,642,349
Increase/(decrease) in other liabilities	(21,644,366)	(9,782,129)
Increase/(decrease) in accruals	508,230,966	282,045,057
Net cash flows from operating activities	4,370,456	(253,227,292)

44. Related Party Disclosures

44.1 Name of Directors and Their Interest in Different Organizations

According to the International Accounting Standard-24 "Related Party Disclosures" and DEIM Circular No. 11 dated 23 December 2009, directors' name and their interest in different organizations are presented in Annexure-C.



Amounts in Taka	
30.09.2024	30.09.2023

44.2 Significant Contracts where Company is a Party and wherein Directors have Interest

The company has 1 (one) associate company namely Fareast Stocks & Bonds Limited (fifty percent shareholding), was incorporated on 03 September 2009 as a private limited company under The Companies Act, 1994 with authorized share capital of Tk.1,500,000,000.

44.3 Shares Issued to Directors and Executives without Consideration or at a Discount

Till 30 September 2024, no shares were issued to the directors and executives of the company without having any consideration or at a discount.

44.4 Related Party Transactions

As per International Accounting Standard-24 "Related Party Disclosures" and DFIM Circular No. 11 dated 23 December 2009, no transaction was made with the related parties and on balance sheet date there is no balance outstanding excluding the following transactions in the ordinary course of business at normal commercial interest rate:

		Amounts in Taka	
		30.09.2024	31.12.2023
Name of Related Party Fareast Stocks & Bonds Limited	Nature of Transactions		
	Investments	595,153,546	597,082,019
	Term loan given ¹	3,024,788,933	3,024,788,933
	Receivable against shares sold ²	90,613,589	90,613,589
		3,710,556,068	3,712,484,541
PFI Properties Limited	Housing finance given	135,809,086	135,809,086
Prime Insurance Company Limited	Term deposit received	6,508,910	5,596,342
Fareast Islami Properties Limited	Term deposit received	42,651,536	42,651,536
Shahriar Khaled Rousseau	Term deposit received	6,244,480	6,244,480
Rubaiyat Khaled Tashfin	Term deposit received	3,084,922	3,084,922
Sarwat Khaled Simin	Term deposit received	5,000,000	5,000,000
Sabiha Khaleque	Term deposit received	1,250,000	1,250,000
Bangladesh Institute for Prof. Dev. Ltd.	Term deposit received	6,185,852	14,197,040

¹Fareast Stocks & Bonds Limited (FSBL) reported less (by Taka 1,546,259,997) Term Loan amount taken from Fareast Finance & Investment Limited (FFIL) in the Financial Statements for the year ended on 31 December 2022 despite the fact that the Managing Director of FFIL, as a representative Director in the Board of Directors of FSBL, repeatedly raised the issue in the Board Meetings since appointed by BSEC on 30/05/2021.

Besides, as advised by Bangladesh Bank, the Board of Directors of Fareast Finance & Investment Limited in its 208th meeting approved charging interest on outstanding Term Loan Balance of Taka 2,754,580,768 (as on 31/12/2019) @ 13.90% p.a. (cost of fund plus 1%) with effect from 20/03/2020 which had been duly informed to the Chief Executive Officer of FSBL vide Letter No. FFIL/F-10(A)/2020/657 dated 11/03/2020 (duly received).

Despite furnishing up-to-date loan balance by FFIL to Fareast Stocks & Bonds Limited, they have been knowingly reporting less amount of Term Loan Outstanding in their Financial Statements and recording more profit or less loss in their books for last couple of years. As a result of such misreporting, FFIL's accounts [as holding 50 percent shares and booking profit/loss on equity method] have been impacted significantly.

²Despite repeated requests of Fareast Finance & Investment Limited (FFIL) for withdrawal of the available ledger balance of Taka 90,613,589 in the BO Account No. 1204690000134328 maintained with Fareast Stocks & Bonds Limited (FSBL), FSBL is yet to honor the claim for withdrawal. Moreover, on 29 December 2022 FSBL unauthorizedly and fraudulently debited by Taka 42,000,000 and Taka 48,624,892.91 from the available ledger balance of the BO Account of FFIL without making any payment to FFIL. Hence, there is reasonable apprehension that FSBL will not be able to return the amount.

44.5 Status of Transactions done with Related Parties

As at 30 September 2024, there is no balance outstanding to the related parties other than disclosed in Note-44.4.



Amounts in Taka	
30.09.2024	30.09.2023

44.6 Business with Related Parties

As at 30 September 2024, the company does not have any business with related parties under section 18(2) of the Bank Companies Act 1991.

44.7 Transactions with the Securities of Related Parties

As at 30 September 2024, the company holds the shares of the following related parties:

Name of Related Party	Number of Shares
Fareast Stocks & Bonds Limited	45,479,437

44.8 Transaction with Key Management Personnel

As per paragraph 16 and 17 of IAS-24 "Related Party Disclosures", the compensation of key management personnel are given below:

44.8.1 Compensation of Key Management Personnel

a) Short Term Employee Benefits		
Basic pay and allowances	10,305,720	10,668,348
Bonus	1,187,266	1,242,909
Annual leave encashment	451,744	413,151
Motor vehicle expenses	196,315	212,521
Telephone, mobile and other allowances	55,386	52,987
	12,196,431	12,589,916
b) Post-Employment Benefits		
Company's contribution to provident fund	285,789	303,921
Retirement benefit and gratuity	263,985	50,239
	549,774	354,160
c) Other Long Term Benefits	-	-
d) Termination Benefits	-	-
e) Share-based Payments	-	-
Total	12,746,205	12,944,076

Amounts in Taka	
30.09.2024	31.12.2023

44.8.2 Other Transactions with Key Management Personnel

Home loan given under "Home loan policy for the employees of FFIL"

3,131,093	3,406,279
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Fareast Finance & Investment Limited
Investment in Shares
As at 30 September 2024

Sl. No.	Name of the Company	Type of Shares	Face Value	Number of Shares	Cost/ Present Value of Holdings		Average Cost	Quoted Rate Per Share as at 30 Sept. 2024		Total Market Value as at 30 Sept. 2024		Estimated Commission on Sale of Shares		Fair Value as at 30 Sept. 2024		Provision Required as at 30 Sept. 2024	
					Taka	Taka		Taka	Taka	Taka	Taka	Shares	Taka	Taka	Taka	Taka	Taka
1	Golden Harvest Agro Ind. Ltd.	A	10	112,320	2,729,197	24.30	11.60	1,302,912	3,282	1,299,630	1,429,567			830,972	805,643		
2	IDLC Finance Ltd.	A	10	23,152	1,636,615	70.69	36.00	833,472	2,500	258,404	1,051,172			258,404	1,051,172		
3	IFAD Autos Ltd.	A	10	11,781	1,309,576	111.16	22.00	259,182	778	264,404	28,206			264,404	28,206		
4	LR Global BD Mutual Fund One	A	10	68,000	552,452	8.12	3.90	265,200	796	789,255	170,385			789,255	170,385		
5	MBL 1st Mutual Fund	A	10	184,100	1,605,352	8.72	4.30	791,630	2,375	18,022,688	1,920,235			18,022,688	1,920,235		
6	MIL Bangladesh Ltd.	A	10	182,227	19,942,923	109.44	24.00	181,584	545	181,039	359,400			181,039	359,400		
7	Runner Automobiles Ltd.	A	10	7,566	540,439	71.43	85.30	18,334,809	54,531	18,280,277	5,010,903			18,280,277	5,010,903		
8	The ACME Laboratories Ltd.	A	10	214,945	23,291,180	108.36	22.60	8,493,329	25,480	8,467,849	1,658,568			8,467,849	1,658,568		
9	The City Bank Ltd.	A	10	375,811	10,126,417	26.95	3.80	380,000	760	379,240	214,600			379,240	214,600		
10	Green Delta Mutual Fund	A	10	100,000	1,000,000	10.00	3.30	986,984	1,974	985,010	0			985,010	0		
11	Popular Life 1st Mutual Fund	A	10	299,086	1,999,958	6.69	8.80	207,152	311	206,841	298,092			206,841	298,092		
12	EXIM Bank Ltd.	A	10	23,540	504,933	21.45	19.80	679,239	1,019	678,220	1,734,794			678,220	1,734,794		
13	Summit Alliance Port Ltd.	A	10	34,305	2,413,014	70.34	1.90	233,808	351	233,458	1,742,838			233,458	1,742,838		
14	United Airways Limited	Z	10	123,057	1,976,295	16.06	15.50	206,305	619	205,686	955,314			205,686	955,314		
15	FAR Chemical Ind. Ltd.	A	10	13,310	1,161,000	87.23	9.70	424,404	1,273	423,131	273,089			423,131	273,089		
16	Southeast Bank Ltd.	A	10	43,753	696,219	15.91											
16	Total as at 30 September 2024			1,816,953	71,485,572			51,656,928	150,824	51,506,104	17,652,805			51,506,104	17,652,805		
	Total as at 31 December 2023			1,781,107	71,485,572			51,539,171	148,868	51,390,304	18,982,236			51,390,304	18,982,236		



Annexure-B

Fareast Finance & Investment Limited
Schedule of Fixed Assets
As at 30 September 2024

Particulars	Cost				Depreciation				Net Book Value as at 30 September 2024
	Opening Balance as at 01 January 2024	Additions during the period	Disposals/ Adjustments during the period	Total Balance as at 30 Sept. 2024	Opening Balance as at 01 January 2024	Charge for the period	Disposals/ Adjustments during the period	Total Balance as at 30 Sept. 2024	
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	
Land	-	-	-	-	-	-	-	-	-
Furniture and fixture	5,422,180	2,099,500	-	7,521,680	5,011,089	360,477	-	5,371,566	2,150,114
Office equipment	8,052,514	-	-	8,052,514	7,825,044	76,383	-	7,901,427	151,087
Office software	1,936,725	-	-	1,936,725	1,889,197	17,100	-	1,906,297	30,428
Crockeries	61,430	-	-	61,430	61,405	-	-	61,405	25
Motor vehicle	14,960,980	-	-	14,960,980	14,350,347	93,150	-	14,443,497	517,483
Total as at 30 September 2024	30,433,829	2,099,500	-	32,533,329	29,137,082	547,110	-	29,684,192	2,849,137
Total as at 31 December 2023	36,831,934	620,980	7,019,085	30,433,829	35,912,787	243,353	7,019,058	29,137,082	1,296,747



Fareast Finance & Investment Limited
Name of Directors and their Interest in Different Organizations

Sl. No.	Name of Directors	Status in FFIL	Entities where They have Interest	Status in Interested Entities	% of Holding/Interest in the Concern as 30 Sept. 2024
1	Mr. Md. Ashraful Moqbul [Nominated by BSEC]	Chairman & Independent Director	Nil.		
2	Mr. Ihsanul Aziz [Nominated by BSEC]	Independent Director	Nil.		
3	Professor Dr. Md. Mosharraf Hossain [Nominated by BSEC]	Independent Director	Nil.		
4	Mr. Sheikh Nazmul Hoque Saikot [Nominated by BSEC]	Independent Director	Nil.		
5	Mr. AKM Shahiduzzaman MBA (IBA, DU) [Nominated by BSEC]	Independent Director	Nil.		

