

# RIGHTS SHARE OFFER DOCUMENT

July 02, 2014

Rights Offer of 6,01,34,338 Ordinary Shares of Tk.10.00 each to be issued at par, totaling Tk. 60,13,43,380.00 offered on the basis of 1 (one) Rights share for 1 (one) existing share held on the record date.

## Record Date for Entitlement of Rights Offer

August 03, 2014

Subscription	Opening Date : September 01, 2014 Closing Date: September 30, 2014
Within Banking Hours Both Days Inclusive	

## MANAGERS TO THE ISSUE



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Gulshan-1, Dhaka-1212

Pubali Bank Limited  
26 Dikusha Commercial Area, Dhaka-1000



## MIDAS FINANCING LIMITED

"MIDAS Centre", 10<sup>th</sup> & 11<sup>th</sup> Floor  
House No.05, Road No.16 (New), Dhanmondi,  
Dhaka-1209, Bangladesh  
Phone: +88 02 811 6094-5; Fax: +88 02 811 3108  
Website: www.mfl.com.bd

As per provision of the Depository Act, 1999 and regulation made there under, Rights Share shall only be issued in dematerialized condition. An applicant must apply for allotment of rights share mentioning his/her Beneficiary Owner (BO) Account number in the application form.



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## Definition and Elaboration of the abbreviated words and Technical Terms used in the Rights Share Offer Document

<b>A</b>	
AGM	Annual General Meeting
Allotment	Allotment of Shares
<b>B</b>	
BAS	Bangladesh Accounting Standards
BDT	Bangladeshi Taka
BO Account	Beneficiary Owners Account
<b>C</b>	
CDBL	Central Depository Bangladesh Limited
CIB	Credit Information Bureau
CEO	Chief Executive Officer
Commission	Securities and Exchange Commission
Company / Issuer	MIDAS Financing limited
Companies Act	Companies Act, 1994 (Act. No. XVIII of 1994)
Corporate Office	Head office of the Company
CSE	Chittagong Stock Exchange
<b>D</b>	
DSE	Dhaka Stock Exchange
<b>E</b>	
EGM	Extra Ordinary General Meeting
EPS	Earnings Per Share
<b>F</b>	
FC Account	Foreign Currency Account
<b>G</b>	
GBP	Great Britain Pound
<b>I</b>	
IPO	Initial Public Offering
<b>L</b>	
LC	Letter of Credit
<b>M</b>	
MFL	MIDAS Financing Limited
<b>N</b>	
NAV	Net Asset Value
NRB	Non-Resident Bangladeshi
<b>P</b>	
PER	Price-Earnings Ratio
<b>R</b>	
RJSC	Registrar of Joint Stock Companies and Firms
Rules	Securities and Exchange Commission (Rights Issue) Rules, 2006
<b>S</b>	
SEC	Securities and Exchange Commission
STD Account	Short Term Deposit Account
Subscription	Application Money
<b>T</b>	
Tk.	Taka
<b>U</b>	
USD	United States Dollar



## MIDAS Financing Limited

### ISSUE OF RIGHTS SHARES

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October 08, 2013

Dear Shareholder(s),

We are pleased to offer you an opportunity in the Rights issue of Shares MIDAS Financing Limited. The honorable shareholders of MIDAS Financing Limited in the 18<sup>th</sup> Annual General Meeting (AGM) of the Company held on 7<sup>th</sup> October 2013 in a special resolution decided to issue Rights Shares of **6,01,34,338** Ordinary Shares of Tk.10 each at par amounting to **Tk. 60,13,43,380.00** offered on the basis of 1(One) [R]:1(One) i.e. 1 (One) rights share for 1(One) existing share held on the Record Date for entitlement. The purpose of issuance is to fulfill the regulatory requirements of Bangladesh Bank DFIM Circular No.-05, dated 24<sup>th</sup> July, 2011, which will enable the Company to reach sustainable growth in business. MIDAS Financing Limited has been able to continue its growth in term of business activities and services through efficient conducting of investible funds by the management under the direction of the Board of Directors as well as patronization and active participation of all our valued shareholders and customers. The Board of Directors of your company consider that MIDAS Financing Limited is prospects for upcoming years are good and the funds raised by the Rights Issue will enable the Company to grow in terms of all round growth and maximize the wealth of shareholders.

To maintain and revive the growth and increase the capital base of your Company, we hope you would come forward with your full support and assistance to make the offer a success.

A self-explanatory Rights Share Offer Document prepared in the light of the Securities and Exchange Commission (Rights Issue) Rules, 2006 of the Bangladesh Securities and Exchange Commission is enclosed herewith for your kind information and evaluation.

On behalf of the Board of Directors,

Sd/-  
**Shafique-ul-Azam**  
Managing Director



## The Rights Offer

### The Company

MFL is a public company limited by shares duly incorporated vide registration no.C-28404(2250)/95 dated 16 May 1995 under section 150 of the companies Act 1994 and under Financial Institution Act 1993 with share contribution from MIDAS, the members of the general body of MIDAS and other interested organizations and persons acceptable to MIDAS Board. The Company obtained license from Bangladesh Bank vide license no. FID(L)/22 dated 11 October 1999 to operate as a non-banking financial institution.

The company floated its shares in 2002 to the general public and was subsequently listed with the Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd.

MIDAS Investment Limited is a subsidiary company of MIDAS Financing Ltd Company, incorporated under the Companies Act 1994 dated 09 April, 2012 bearing Registration No C-100772/12 with the registrar of Joint Stock Companies & Firms. The registered office of the company is at MIDAS Centre (8<sup>th</sup> Floor), House-05, Road-16(new), Dhanmondi, Dhaka-1209. The company has been formed with a view to operating Merchant Banking activities. The company has applied to BSEC for Merchant Bank Registration Certificate is yet to obtain.

### Nature of Business

MIDAS Financing Limited is operating business areas are Micro Industries Development Initiatives (MIDI) and Small Enterprise Development (SED), Lease Financing, Housing Loan Scheme, Loan against Lien of Securities (LLS) and Consumer's Credit Scheme.

### The Rights Issue

The Board of Directors of the Company in its 217<sup>th</sup> Board Meeting held on 18<sup>th</sup> August 2013 recommended offer of Rights Share at 1[R]:1 ratio at par @ Tk.10/- each [1 (One) rights share for 1 (One) existing shares held on the record date for entitlement of Rights Share]. The honorable shareholders of the Company approved for issuance of Rights Share of **6,01,34,338** Ordinary Shares of Tk.10 each at par at a ratio of 1[R]:1 [1 (One) rights share for 1 (One) existing share held on the record date] on the basis of paid-up capital of Tk. **60,13,43,380.00** as approved in the 18<sup>th</sup> Annual General Meeting (AGM) held on 7<sup>th</sup> October 2013 as special resolution.

### Issue Price

In the Annual General Meeting (AGM) held on 7<sup>th</sup> October 2013, the honorable shareholders of the Company approved rights offer of **6,01,34,338** Ordinary Shares of Tk.10 each at par totaling Tk. **60,13,43,380.00** offered on the basis of 1 (One) rights share for 1 (One) existing shares held on the record date for entitlement.



## **Risk Factors and Management's Perception for Reduction of Such Risk**

Risk is always associated with investments and investing in the company involves inherent risk factors.

There are a number of factors, both specific to MIDAS Financing Limited and of a general nature, which may affect the future operating and financial performance of the MIDAS Financing Limited and the value of an investment in MIDAS Financing Limited. Some of these factors can be mitigated by the use of safeguards and appropriate managerial action. However, many are outside the control of MIDAS Financing Limited and cannot be mitigated. The objective of risk management system of MIDAS Financing Limited is to identify measure and manage risks in order to ensure the company's asset quality and protect our stakeholders.

The information given below does not assert to be exhaustive. Additional risks or uncertainties are presently not known to the company or that are currently deemed immaterial may also have a material adverse effect on MFL's business, financial condition and operating results. The order in which the risks are presented below is not intended to provide an indication of the likelihood of their occurrence nor of their severity or significance.

Prior to accepting their Entitlements, Applicants should carefully consider the following risk factors, as well as the other information contained in this Rights Offer Documents.

### **Interest Rate Risk**

Interest rate risk is the risk to which a financial institution is exposed because of future uncertainty of Interest rate. Change in the interest rate may adversely affect the profitability of the company by narrowing the interest spread. Interest rates are typically determined by the supply of and demand for money in the economy. If at any given interest rate, the demand for funds is higher than supply of funds, interest rates tend to rise and vice versa.

#### ***Management Perception***

Though MIDAS Financing limited cannot avoid all adverse impacts of change in interest rate arises due to change in economic conditions or government regulations, MIDAS Financing limited takes all available measures to insulate it's profitability. Asset Liability Committee (ALCO) of MIDAS Financing limited regularly analyzes interest rate sensitivity and maintains interest rate risk at a minimum level with minimum fluctuation by carrying out asset liability gap analysis. ALCO sits periodically to assess the changes in the market and along with other strategies, recommends re-pricing of interest rate of existing products to minimize and control the interest rate risk.

### **Foreign Exchange Rate Risk**

Foreign Exchange Rate Risk is a form of financial risk that arises from the potential change in the exchange rate of one currency in relation to another. Foreign Exchange Rate Risk may occur at the time of translation as well as transaction. The market directly affects each country's bond, equities, private property, manufacturing and all assets that are available to foreign investors. Foreign exchange rates also play a major role in determining who finances government deficits, who buys equities in companies and literally affects and influences the economic scenario.

#### ***Management Perception***

Foreign Exchange Rate Risk of MIDAS Financing Limited is minimal as all of the transactions are carried on local currency. But MIDAS Financing limited is confident to significantly cushion the overall impact of foreign currency risk through hedging by forward booking.



## Industry Risk

Industry risk refers to the risk of increased competition from foreign and domestic sources leading to prices, revenues, profit margins, market share etc. which could have an adverse impact on the business, financial condition and results of operation. Financial industry of our country is facing tremendous competition and challenges. 29 NBFIs are operating business in our country and a number of organizations have applied for licenses to Bangladesh Bank.

### *Management Perception*

To cope up with industry risk, Management of MIDAS Financing limited is paying attention to increase its market shares. By the identification of customers' need and developing new products and services, MFL is emphasizing on penetrating new market shares. Furthermore MIDAS Financing Limited always believe that diversification of products & services and revenue streams are the best way to march forward. MIDAS Financing limited is also concentrating on capacity building by enhancing professional capabilities of the employees, upholding professional ethics and modern infrastructural facility to compete with peer companies.

## Market Risk

Market risk is the risk of loss arising from changes or adverse movements in the level of market prices or rates of financial instruments. Market risk comprises of interest rate risk, exchange rate risk and equity risk.

### *Management Perception*

MIDAS Financing Limited's key objective of market risk management is managing the effects of adverse market movements on the company's earnings and capital effectively. MIDAS Financing Limited's trading market risk rises mainly from the market making, arbitraging and proprietary trading activities to earn benefits from market opportunities.

## Technology Risk

In the global market of 21<sup>st</sup> century, developed technology obsoletes the old services/product strategy. So the existing technology is not sufficient enough to cope up with future trends and needs.

### *Management Perception*

The management of MIDAS Financing limited puts strong importance on upgrading its ICT continuously. Integrated leasing and accounting in house developed customized software for the operation of different schemes, branches linking with accounts leasing and term finance, credit card software is also in place in MIDAS Financing limited. The company has already established Disaster Recovery System (DRS) to recover database of the company if any natural disaster happens. Remote surveillance system is working and all branches are under the system.

## Potential or Existing Government Regulations

The business activities of MFL is fully controlled by policies, rules and regulations framed by government, that is, policies related to monetary and fiscal policy electricity price fixation, demand & supply and distribution are fully under the control of Government. So, government policies in this regard may impact business operation of MFL.

### *Management Perception*

The Company operates under Company's Act-1994, Financial Institution Act, 1993, Taxation Policy adopted by NBR, Security and Exchange Commission (SEC)'s Rule and Rules adopted by other regulatory organizations. Any abrupt changes of the policies formed by those bodies will impact the business of the Company adversely. Unless adverse policies are taken, which may materially affect the industry as a whole; the business of the Company will not be affected.



## Potential Changes in the Global or National Policies

The performance of the company may be affected due to unavoidable circumstances in Bangladesh, such as political turmoil, war, terrorism, political unrest in the country may adversely affect the economy in general. Moreover, Natural disasters like Cyclone, Tide, and Earthquake may hamper normal performance of power generation and business operation. The changes of global economic policy also cause of hampering normal performance.

### *Management Perception*

The risk due to changes in global or national policies is beyond control for any company. Yet the company is well prepared for adoption of policies and preventive measures as and when required to reduce the risk. But severe natural calamities, which sometimes are unpredictable and unforeseen, have the potential to disrupt normal operations of MFL. Political unrest leading to strikes, hortalas etc. certainly plays negative impact in any business. But electricity service being considered a daily necessity & in consideration of its use by all irrespective of their political thoughts is always kept out of obstructions.

## History of Non-Operation, if any

Is there any history for the Company to become non-operative from its commercial operation?

### *Management Perception*

Midas Financing limited commenced its business in 2001 and it has no history of non-operation till now. The Company has an independent body that is operated by its Memorandum & Articles of Association and other applicable laws Implemented by the Government. Besides, the company's financial strength is satisfactory. It has very experienced Board of Directors and Management team to make the company more efficient and stronger for commercial operations. So, the chance of becoming non-operative for MFL is minimum.

## Operational Risk

Operational risk is the potential of loss resulting from failed or inadequate internal processes, people, systems and management, or from external events.

### *Management Perception*

MFL's operational risk management aims to minimize unexpected and catastrophic losses and to manage expected losses. This enables new business opportunities to be pursued in a risk-conscious and controlled manner. MFL manages operational risks through a framework that ensures that operational risks are properly identified, managed, monitored and reported in a structured and consistent manner. The framework is underpinned by an internal control system that reinforces the control culture by establishing clear roles and responsibilities for staff and preserving their rights in executing their control functions without fear of intimidation. MFL recognizes the importance of establishing a risk awareness culture in managing operational risk through embedding risk management in the core processes.

## Credit Risk

Credit risk is the risk arising from the uncertainty of an obligor's ability to perform its contractual obligations. Credit risk could stem from both on- and off-balance sheet transactions. An institution is also exposed to credit risk from diverse financial instruments such as trade finance products and acceptances, foreign exchange, financial futures, swaps, bonds, options, commitments and guarantees.

### *Management Perception*

MIDAS Financing limited as a financial institution cannot fully eliminate credit risk but risk can be managed to optimize the risk adjusted return. MFL manages the credit risk both at individual account





level as well as at portfolio level. MFL established multi-tier approval process, independent Credit Risk Management (CRM) Unit. CRM Unit ensures in depth analysis of the borrower in view of managerial capacity, financial strength, industry prospect and macroeconomic scenario. The credit committee regularly meets to review new credit proposals as well as performance of existing portfolio.

### Liquidity Risk

Liquidity risk is the risk that the organization may not be able to meet cash flow obligation within a stipulated time. MIDAS Financing limited may lose liquidity if its credit rating falls, it experiences sudden unexpected cash outflows, or some other event causes counterparties to avoid trading with or lending to the institution.

### Management Perception

MFL has a liquidity risk management system, dedicated to maintain suitable and sufficient funds to meet present and future liquidity obligations whilst utilizing the funds appropriately to take advantage of market opportunities as they arise. MFL manages its liquidity mainly through domestic money and capital markets including repurchase markets. MFL seeks to minimize its liquidity costs in line with the market situation by closely managing the liquidity position on a daily basis and restricting the holding of cash held above an appropriate level at any given time. As part of liquidity management, MFL adheres to its funding plan, and exercises due care in using medium-term borrowings.

### Date of Opening and Closing of Subscription Lists

Subscription opens for the Rights Share Offer on September 01, 2014 (during banking hours) and subscription closes for the rights share offer on September 30, 2014 (during banking hours).

### Utilization of Initial Public Offering Fund

The Company went for Public Offering in the year 2002 to raise additional paid up capital for Tk. 44.6 million to comply with the regulatory requirement of a non-banking financial Institutions Act 1993. The fund raised through the IPO was fully utilized to meet the fund requirement of increasing business volume of the Company.

Sd/-

**Shafique-ul-Azam**  
Managing Director

Sd/-

**Ms. Nasreen Ahmed**  
Chief Financial Officer

### Utilization of Previous Rights Issue Fund

The Company raised its additional paid up capital in the year 2005 by issuing Rights share for the First time of Ordinary shares 11,75,812 of Tk. 100 each at par totaling 11,75,81,200 to meet capital requirement of the company as well as to keep pace with its future growth. The fund was utilized to invest in the following programs of MFL:

Particulars	Utilization	Amount (Tk)
Lease financing	60% of raised fund	70,548,720
Housing loan scheme	20% of raised fund	23,516,240
Consumer credit scheme	8% of raised fund	9,406,496
Micro and small enterprise financing	12% of raised fund	14,109,744

Sd/-

**Shafique-ul-Azam**  
Managing Director



## Purpose of Raising Fund through Rights Issue

The objective behind issuance of Rights Shares is to further strengthen the capital base of MIDAS Financing Limited that will also the Company to comply with the capital adequacy requirements of Bangladesh Bank DFIM Circular No.- 5, dated 24<sup>th</sup> July, 2011. Besides, the funds raised from this rights issue will enable the Company to further expand its lending and investment activities such as lease finance, term finance, SME finance, housing loan and refund against bank borrowing. Thus, the proceeds from the Rights Issue will help the Company to attain further expansion of its business through expansion of its investment portfolio.

Sd/-  
**Shafique-ul-Azam**  
Managing Director

Sd/-  
**Ms.Nasreen Ahmed**  
Chief Financial Officer

## Implementation Schedule [Rule-8(K)]

The additional paid up capital will be invested in the following manner:

Purpose	Amount in Tk.	Implementation Period
Lease Finance	6,01,34,338	Three Months after receiving the Fund
Term Finance	12,02,68,676	
SME Finance	6,01,34,338	
Housing Loan	6,01,34,338	
Refund against Bank Borrowing	30,06,71,690	
<b>Total</b>	<b>60,13,43,380</b>	

Sd/-  
**Shafique-ul-Azam**  
Managing Director

Sd/-  
**Nasreen Ahmed**  
Chief Financial Officer

## AGM Held and Dividend Declared in Last Five Years

Accounting year	Date of AGM/EGM held & Dividend declared	Declared Dividend		
		Rate (%)		Total Amount Taka
		Cash	Stock	
2008-2009	December 29, 2009	2.50%	15.00%	6,16,22,055
2009-2010	November 04, 2010	N/A	35.00%	14,17,30,700
2010-2011	December 08, 2011	N/A	10%	5,46,67,580
2011-2012	November 06, 2012	N/A	N/A	N/A
2012-2013	October 07, 2013	N/A	N/A	N/A

Sd/-  
**Shafique-ul-Azam**  
Managing Director



## Milestones of the Company

<b>Date of Incorporation</b>	: May 16, 1995 as a Public Limited Company
<b>License from Bangladesh Bank</b>	: October 11, 1999
<b>Commencement of Commercial Operation</b>	: January 01, 2000
<b>Commencement of Leasing Business</b>	: July 01, 2001
<b>Commencement of Consumers' Credit Operation</b>	: October 01, 2001
<b>First Deposit received from individual investor</b>	: June 08, 2002
<b>Initial Public Offering of Shares (Date of Allotment)</b>	: August 12, 2002
<b>Listing with Dhaka Stock Exchange Limited</b>	: October 26, 2002
<b>Listing with Chittagong Stock Exchange Limited</b>	: July 27, 2004
<b>Entry in CDBL</b>	: March 23, 2005
<b>Opening of 1<sup>st</sup> Branch (Chittagong Branch)</b>	: October 11, 1999

## Total equity structure of the company as on June 30, 2013:

<b>Capital/ Shareholders' Equity</b>	<b>Figures in BDT as on June 30, 2013</b>
Paid-up Capital	601,343,380
Statutory Reserve	118,739,104
Retained Earnings	(106,443,302)
<b>Total Shareholders' Equity</b>	<b>613,639,182</b>

## Financial Highlights of the previous years

<b>Particulars</b>	<b>2012-2013</b>	<b>2011-2012</b>	<b>2010-2011</b>	<b>2009-20010</b>	<b>2008-2009</b>
Paid up Capital	601,343,380	601,343,380	546,675,800	404,945,100	352,126,200
Total Equity	613,639,182	604,265,901	723,676,399	657,297,053	494,633,876
Net Profit After Tax	9,373,281	(119,410,497)	66,379,346	171,466,400	70,478,126
Net Cash from Operating Activities	1,153,486,253	344,173,952	(1,886,833,683)	(801,489,128)	(326,871,897)
Number of Shares	60,134,338	60,134,338	54,667,580	40,494,510	35,212,620
Earnings Per Share	0.16	(1.99)	1.21	4.23	2.00
Net Asset Value Per Share	10.20	10.05	13.24	16.23	14.05



## Existing Services Rendered by the Company

MIDAS Financing Limited (MFL) has already launched various products and services since inception. The principal products and services of the Company are mentioned below:

### Lease Financing

MIDAS Financing Ltd. (MFL) extends lease finance facility to SME and Corporate Business Units in the manufacturing and service industries sectors and also to individuals and institutions.

### Micro Enterprise Development Initiative (MIDI) Program

MIDI is one of the major sectors of financing by the Company. Under this program MFL provides financing facilities in the form of project loan and working capital loan for expansion of existing ones.

### Small Enterprise Development (SED) Program

SED is a congenial term loan window for SME as well as Corporate clients. Under this program MFL provides financing facilities in the form of project loan and working capital loan for expansion of existing ones. Special benefits are offered for the Women Entrepreneurs under the program.

### Housing Loan

MFL Housing Loan Scheme has been launched to fulfill the dream of the limited income people by extending financial support in the form of term loan for constructing a house and/or purchasing an apartment/readymade house/commercial space.

### LLS

MIDAS Financing Limited (MFL) extends Loan facility against Lien of Securities in the form of one year term loan (renewable each year) for capital market operation.

### Consumers Credit Scheme (CCS)

MIDAS Financing Ltd. (MFL) extends **Consumers Credit Scheme (CCS)** Loan facility to service holder only.

### Deposit Schemes

MIDAS Financing Limited (MFL) providing opportunities to the investors to make their money double/triple within a stipulated period of time.

MFL offers a wide variety of deposit products to meet your financial needs. From Term Deposit Scheme to Triple Money Deposit Scheme and Double Money Deposit Scheme each account is designed to give you the best value for your money.

- Term Deposit Scheme
- Monthly Deposit Scheme
- Monthly/Quarterly Income Deposit Scheme
- Double Money Deposit Scheme
- Triple Money Deposit Scheme

### Call Money

Operation in Call money market is a new product of MIDAS Financing Limited. MIDAS Financing Limited started operation in Call Money Market from April, 2005 with a small amount of fund. Now it is gradually increasing day by day and still dominating in the lending side. Interested Bank and Non-Bank Financial Institutions are cordially invited for making call money transaction with us.



## Board of Directors

SL	Name	Designation	Address	
			Present (Business)	Permanent
1.	Ms. Rokia A. Rahman	Chairman (Nominated Director by MIDAS)	R.R. Cold Storage Limited, Red Crescent, Concord Tower, Suite B-17(11 <sup>th</sup> Floor), Crescent Road, Mohakhali, Dhaka	Mariam House, NE(N) 12, North Avenue, Gulshan, Dhaka-1212
2.	Mr. Md. Ikramullah	Director (Nominated Director by MIDAS)	House No. 19, Central Road, Dhanmondi, Dhaka	House No. 19, Central Road, Dhanmondi, Dhaka
3.	Mr. S. M. Al-Husainy	Director (Nominated Director by MIDAS)	Chairman, Executive Committee, Swanirvar Bangladesh, 5/5 Block-C, Lalmatia, Dhaka-1209	770, Satmasjid Road, Dhanmondi R.A Dhaka-1209
4.	Mr. Mirza Ali Behrouze Ispahani	Director (Nominated Director by MIDAS)	Ispahani Building, 14-15, Motijheel C/A Dhaka-1000	Ispahani Monzil, Surson Road, Chittagong
5.	Mr. M. Hafizuddin Khan	Independent Director	Progress Tower, House #01, Road #13 Gulshan-1, Dhaka-1212	Sonartori, House #2/C, Road #08, Sector-7, Uttara, Dhaka
6.	Mr. Ali Imam Majumder	Independent Director	Apartment-B2, House- 39,Road-04,Sector-10, Uttara, Dhaka-1230.	Apartment-B2, House- 39,Road-04,Sector-10, Uttara, Dhaka-1230.
7.	Mr. Siddiqur Rahman Choudhury	Independent Director	Flat No. 6/C, The Daisy, House # 7, Road No. 1/C, Banani, Dhaka.	Flat No. 6/C, The Daisy, House # 7, Road No. 1/C, Banani, Dhaka.
8.	Mr. Md. Shamsul Alam	Director (Representative of General Shareholder Group)	Karamot Monzil, House- 40/A (1st Floor), Dilu Road, New Eskaton, Dhaka-1000.	Karamot Monzil, House-40/A (1st Floor), Dilu Road, New Eskaton, Dhaka-1000.
9.	Mr. S. M. Azad Hossain	Director (Representative of General Shareholder Group)	House # 12, Aptt. # 5/B, Road # 07, Block # H, Banani, Dhaka-1213	House # 12, Aptt. # 5/B, Road # 07, Block # H, Banani, Dhaka- 1213
10.	Mr. Khondkar Anisur Rahman	Director (Representative of General Shareholder Group)	Apt.-A5,House-29,Road- 121,Gulshan-1,Dhaka	Apt.-A5,House- 29,Road-121,Gulshan- 1,Dhaka
11.	Mr. Mohammad Khairul Anam Chowdhury	Director (Nominated by LankaBangla Finance Ltd.)	LankaBangla Securities Ltd., A.A Bhaban (Level-5) Motijheel, C/A, Dhaka	Apt.-2/1501, Eastern peace, 30, Shantinagar, P.O. Shantinagar, P.S. Paltan, Dhaka-1217



## Management Executives

Name	Address	Educational Qualification	Designation	Occupation	Place of posting
Mr. Shafique-ul-Azam	"MIDAS Centre" House No.05, Road No.16(New) Dhanmondi, Dhaka- 1209,Bangladesh	BSS(Hons) in Economics, MBA from Institute of Business Administration(IBA), University of Dhaka	Managing Director	Service	Head Office
Mr. Md. Atiar Rahman Ansary	"MIDAS Centre" House No.05, Road No.16(New) Dhanmondi, Dhaka- 1209,Bangladesh	B.Sc. (Hons), M.Sc. from University of Dhaka	General Manager (M & R)	Service	Head Office
Mr. Aslam Ahmed Khan, FCA	"MIDAS Centre" House No.05, Road No.16(New) Dhanmondi, Dhaka- 1209,Bangladesh	Chartered Accountant	General Manager (F & A) & Company secretary	Service	Head Office
Ms. Nasreen Ahmed	"MIDAS Centre" House No.05, Road No.16(New) Dhanmondi, Dhaka- 1209,Bangladesh	B.Com. (Hons), M.Com. from University of Dhaka	Deputy General Manager & CFO	Service	Head Office
Mr. Md. Fazlul Azim	Excel SM Tower (1 <sup>st</sup> Floor), 62, Zakir Hossain Road, East Nasirabad, Khulshi, Chittagong	B. Com (Pass), M. Com from Chittagong University	Assistant General Manager (Chittagong Branch)	Service	Chittagong Branch
Ms. Morsheda Hasin	"MIDAS Centre" House No.05, Road No.16(New) Dhanmondi, Dhaka- 1209,Bangladesh	B.Com. (Hons), M.Com. in Marketing from University of Dhaka	Assistant General Manager (Housing Loan Scheme)	Service	Head Office
Mr. Shameen Ahmed	"MIDAS Centre" House No.05, Road No.16(New) Dhanmondi, Dhaka- 1209,Bangladesh	MBA	Assistant General Manager (Admin & HR)	Service	Head Office
Mr. Ahmed Ibne Mazid Khan	"MIDAS Centre" House No.05, Road No.16(New) Dhanmondi, Dhaka- 1209,Bangladesh	B.Com. (Hons), M.Com. in Accounting from Chittagong University	Assistant General Manager (Internal Audit)	Service	Head Office



## Corporate Information as of June 30, 2013



### Registered Office: MIDAS FINANCING LIMITED

“MIDAS Centre”  
House No.05, Road No.16 (New), Dhanmondi,  
Dhaka-1209, Bangladesh  
Phone: +88 02 811 6094-5; Fax: +88 02 811 3108  
Website: www.mfl.com.bd

<b>Date of Incorporation</b>	May 16, 1995
<b>Bangladesh Bank Permission</b>	October 11, 1999
<b>Date of Commencement</b>	January 01, 2000
<b>Listing with DSE &amp; CSE</b>	October 26, 2002 & July 27, 2004
<b>Authorized Capital</b>	2,000,000,000
<b>Paid-up-Capital as on 30 June, 2013</b>	601,343,380
<b>Shareholders' Equity as on 30 June, 2013</b>	613,639,182
<b>Total Assets as on 30 June, 2013</b>	6,985,937,537
<b>Total Portfolio as on 30 June, 2013</b>	5,408,012,890
<b>Net Profit After Tax year ended on 30 June, 2013</b>	9,373,346
<b>Number of Employees as on 30 June, 2013</b>	184
<b>Number of Shares as on 30 June, 2013</b>	60,134,338
<b>Number of Branches</b>	15 Branches

<b>Managing Director</b>	<b>Mr. Shafique-ul-Azam, MBA</b>
<b>Deputy General Manager &amp; Chief Financial Officer</b>	<b>Nasreen Ahmed</b>
<b>General Manager (F &amp; A) &amp; Company Secretary</b>	<b>Mr. Aslam Ahmed khan, FCA</b>
<b>Auditor</b>	<b>Zoha Zaman Kabir Rashid &amp; Co. Chartered Accounts Rupayan Karim Tower, Level-7, Suite #7A, 80, Kakrail, Dhaka</b>
<b>Legal Adviser</b>	<b>Ruhul Ameen &amp; Associates Nurjahan Sharif plaza,34, Purana Paltan, Dhaka-1000</b>
<b>Tax Consultant</b>	<b>ADN Associates Kaizuddin Tower (8<sup>th</sup> Floor), 176(new), 47(old) Shahid Syed Nazrul Islam Sarani, Bijoy Nagar, Dhaka-1000</b>



## Bankers to the Issue of Rights Issue of MIDAS Financing Limited

<b>MUTUAL TRUST BANK LIMITED</b>			
<b>SL</b>	<b>Branch Name</b>	<b>SL</b>	<b>Branch Name</b>
1	Agrabad Branch, Chittagong	29	Jubilee Road Branch, Chittagong
2	Alankar Mour Branch, Chittagong	30	Khatungonj Branch, Chittagong
3	Aman Bazar Branch, Chittagong	31	Kushtia Branch, Kushtia
4	Babu Bazar Branch, Dhaka	32	Mohammadpur Branch, Dhaka
5	Banani Branch, Dhaka	33	Moulvi Bazar Branch, Sylhet
6	Baridhara Branch, Dhaka	34	MTB Corporate Center Branch, Dhaka
7	Bashundhara Branch, Dhaka	35	Mymensingh Branch, Mymensingh
8	Bogra Branch, Bogra	36	Narayangonj Branch, Narayangonj
9	Brahmanbaria Branch, Brahmanbaria	37	Nazirhat Branch, Chittagong
10	C D A Avenue Branch, Chittagong	38	Noria Branch, Shariyatpur
11	Chandra Branch, Dhaka	39	Oxygen Mor Branch, Chittagong
12	Chawk Moghaltuli Branch, Dhaka	40	Pabna Branch, Pabna
13	Chokoria Branch, Chittagong	41	Pallabi Branch, Dhaka
14	Comilla Branch, Comilla	42	Panthapath Branch, Dhaka
15	Cox's Bazar Branch, Cox's Bazar	43	Principal Branch, Dhaka
16	Dagonbhuiyan Branch, Feni	44	Progati Sarani Branch, Dhaka
17	Dhanmondi Branch, Dhaka	45	Raipur Branch, Laxmipur
18	Dholaikhal Branch, Dhaka	46	Rajshahi Branch, Rajshahi
19	Dilkusha Branch, Dhaka	47	Rangpur Branch, Rangpur
20	Elephant Road Branch, Dhaka	48	Savar Branch, Dhaka
21	Feni Branch, Feni	49	Shanir Akhra Branch, Dhaka
22	Fulbaria Branch, Dhaka	50	Sonargaon Branch, Dhaka
23	Gournadi Branch, Barisal	51	Sreenagar Branch, Dhaka
24	Gulshan Branch, Dhaka	52	Syedpur Branch, Sunamganj
25	Habigonj Branch, Habigonj	53	Sylhet Branch, Sylhet
26	Ishwardi Branch, Ishwardi	54	Thakurgaon Branch, Thakurgaon
27	Jessore Branch, Jessore	55	Tongi Branch, Dhaka
28	joypurhat Branch, Joypurhat	56	Uttara Model Town Branch, Dhaka

<b>PUBALI BANK LIMITED</b>			
<b>SL</b>	<b>Branch Name</b>	<b>SL</b>	<b>Branch Name</b>
1	Principal Branch, Dhaka	14	Sylhet Main Branch, Sylhet
2	Motijheel Corporate Branch, Dhaka	15	Dargahgate Branch, Sylhet
3	Foreign Exchange Corporate Branch, Dhaka	16	Khulna Branch, Khulna
4	Dhaka Stadium Corporate Branch, Dhaka	17	Rajshahi Branch, Rajshahi
5	Mohakhali Corporate Branch, Dhaka	18	Barisal Branch, Barisal
6	C.D.A Corporate Branch, Chittagong	19	Comilla Branch, Comilla
7	Agrabad Corporate Branch, Chittagong	20	Uttara Model Town Branch, Dhaka
8	Gulshan Model Town Branch	21	Tangail Main Branch, Tangail
9	Sadarghat Branch, Dhaka	22	Jessore Branch, Jessore
10	Panthapath Branch, Dhaka	23	Gopalganj Branch, Gopalganj
11	Laldighi East Branch, Chittagong	24	Feni Branch, Feni
12	Khatunganj Branch, Chittagong	25	Sreemangal Branch, Moulvibazar
13	Narayanganj Branch, Narayanganj	26	Sunamgonj Branch, Sunamgonj





## Justification for the Issue Price of Rights Shares

The rights issue price of Tk.10 each at par is justified as per the guidelines of the Bangladesh Securities and Exchange Commission (BSEC) as detailed below:

### Net Asset Value per Share

As on June 30, 2013 the Net Assets Value (NAV) per Share of the MIDAS Financing Limited stands at Tk. 10.20. Thus the offer price of Tk. 10.00 each at par turns out to be equal to the existing Net Assets Value per share. The calculation of net assets value per share is given below:

Capital/ Shareholders' Equity	Amount in Taka
Paid-up Capital	60,13,43,380
Statutory Reserve	11,87,39,104
Retained Earnings	(10,64,43,302)
<b>Total Shareholders' Equity as on June 30, 2013</b>	<b>61,36,39,182</b>
Number of Shares of Tk.10 each outstanding as of June, 2013	6,01,34,338
<b>Net Asset Value per Share as on June 30, 2013</b>	<b>10.20</b>

Place: Dhaka

Date: October 09, 2013

Sd/-  
**Zoha Zaman Kabir Rashid & Co.**  
 Chartered Accounts

### Market Price per Share of the Company for Last 6 (six) Months:

Date	Face Value (BDT)	Closing Price (BDT)
Market Price at December 30, 2013	10.00	38.80
Market Price at January 30, 2014	10.00	33.00
Market Price at February 27, 2014	10.00	19.10
Market Price at March 31, 2014	10.00	28.90
Market Price at April 30, 2014	10.00	21.00
Market Price at May 29, 2014	10.00	19.10
<b>Average Market Price per Share</b>	<b>10.00</b>	<b>26.65</b>

Source: DSE Monthly Review

From the above analysis, it appears that the offer price of Tk.10.00 each at par fixed by the Company is quite justified and reasonable and also attractive to the shareholders.



## Length of Time during Which the Issuer Has Carried on Business [Rule-8(J)]

MIDAS Financing Limited (MFL) is a Non-Banking Financial Institution incorporated in Bangladesh on May 16, 1995 as a public limited company under the Companies Act 1994. The Company obtained license from Bangladesh Bank on October 11, 1999 under Financial Institutions Act 1993 and commenced its operations on January 01, 2000. The company went for public issue in 2002 and its shares got listed on both Dhaka Stock Exchange and Chittagong Stock Exchange on October 26, 2002 & July 27, 2004. The registered office of the company is located at “MIDAS Centre”, House- 05, Road - 16 (New), Dhanmondi, Dhaka-1209, Bangladesh. The company already completed 13 successful years of commercial operation. Now, MIDAS Financing Limited (MFL) is one of the established Non-Banking Financial Institutions of Bangladesh.

## Quantity of Shares Held by Each Director and Beneficiary Owners Holding Shares 5% or Above as on 31.05.2014

SI	Name of Directors	Status	No. of shares held	Percent age (%)
	MIDAS	Sponsor & Director	2,92,19,883	48.5910
1	a. Ms. Rokia A. Rahman	Chairman ,Nominated by MIDAS	5,96,277	0.9916
	b. Mr. Md. Ikramullah	Director, Nominated by MIDAS	4,35,754	0.7246
	c. Mr. Mirza Ali Behrouze Ispahani	Director, Nominated by MIDAS	-	-
	d. Mr. S. M. Al-Husainy	Director , Nominated by MIDAS	-	-
2	Mr. M. Hafizuddin Khan	Independent Director	-	-
3	Mr. Ali Imam Majumder	Independent Director	-	-
4.	Mr. Siddiqur Rahman Choudhury	Independent Director	-	-
5.	Mr. Khondkar Anisur Rahman	Director, Elected by General Shareholders Group	66,385	0.1104
6.	Mr. Md. Shamsul Alam	Director, Elected by General Shareholders Group	5,148	0.0086
7.	Mr. S.M. Azad Hossain	Director, Elected by General Shareholders Group	1,00,000	0.1663
8.	LankaBangla Finance Limited Represented by Mr. Mohammad Khairul Anam Chowdhury	Director, Institutional Investors Group	34,15,500	5.6798
9	LankaBangla Securities Limited	Beneficiary Owners	55,83,647	9.2853
<b>Total</b>			<b>3,94,22,594</b>	<b>65.5576</b>

Sd/-  
**Shafique-ul-Azam**  
 Managing Director



### Composition of Share Holding Position of the Company as on 31.05.2014

SI No.	Particulars	No. of Shares	Amount in BDT	% of Total Shares
1	Directors	33,838,947	338,389,470	56.272%
2	Sponsors	655,446	6,554,460	1.090%
3	Non Residents	1346746	13,467,460	2.240%
4	Companies & Institutions	7,556,764	75,567,640	12.566%
5	General Public	16736435	167,364,350	27.832%
<b>Total</b>		<b>60,134,338</b>	<b>601,343,380</b>	<b>100%</b>

As per [Rule-8(l)] of the Bangladesh Securities and Exchange Commission (Rights Issue) Rules, 2006; there are 3 (three) beneficial owners holding shares 5% or above of the Company, details of which are tabulated below:

SI No.	Name	No. of Share	Amount in BDT	% of Total Shares
1.	MIDAS	29,219,883	292,198,830	48.59 %
2.	LankaBangla Finance Ltd.	3,415,500	34,155,000	5.68 %
3.	LankaBangla Securities Ltd.	5,583,647	55,836,470	9.29 %

### Public Listed Company under Common Management

As per the Bangladesh Securities and Exchange Commission (Rights Issue) Rules, 2006; there is no Public Listed Company under the common Management of MIDAS Financing Limited.

### Classified Information & Underwriters [Rule-8(O)]

Issue Managers	<b>LankaBangla Investments Limited</b> Eunoos Trade Center, Level-21,52-53, Dilkusha C/A, Dhaka-1000 & <b>CAPM ADVISORY LIMITED</b> Tower Hamlet (9 <sup>th</sup> floor), 16 Kemal Ataturk Avenue, Banani C/A Dhaka-1213
Auditors	<b>Zoha Zaman Kabir Rashid &amp; Co.</b> Chartered Accounts Rupayan Karim Tower, Level-7, Suite #7A, 80, Kakrail, Dhaka
Legal Advisor	<b>Ruhul Ameen &amp; Associates</b> Nurjahan Sharif plaza,34, Purana Paltan, Dhaka-1000
Tax Consultant	<b>AND Associates</b> Kaizuddin Tower(8 <sup>th</sup> Floor) , 176(new), 47(old), Shahid Syed Nazrul Islam Sarani, Bijoy Nagar, Dhaka-1000
Underwriter	<b>LankaBangla Investments Limited</b> Eunoos Trade Center, Level-21,52-53, Dilkusha C/A, Dhaka-1000
Bankers to the Issue	<b>Mutual Trust Bank Limited</b> MTB Centre, 26 Gulshan Avenue, Plot 5, Block SE(D), Gulshan-1, Dhaka 1212 & <b>Pubali Bank Limited</b> 26 Dilkusha Commercial Area, Dhaka – 1000

MIDAS Financing Limited is going to offer rights share of 6,01,34,338 Ordinary Shares at Tk.10 each, totaling Tk. 60,13,43,380.00 offered on the basis of 1 (one) rights share for 1 (one) existing share held. As per Bangladesh Securities and Exchange Commission's guideline, the issuer of a listed security making rights issue shall appoint one or more underwriters licensed under Bangladesh Securities and Exchange Commission (Merchant Bankers & Portfolio manager) Acts, 1996 to fully underwrite the rights issue on a firm commitment basis. Underwriting commission will be @ 0.075% on the underwritten amount and there will be no additional commission to take up unsubscribe portion of shares if any.



Name of Underwriter	Number of Shares	Offer Price	Total Underwritten Amount
LankaBangla Investments Limited	6,01,34,338	Tk. 10	Tk. 60,13,43,380.00

### Underwriters' Obligation

If and to the extent that the shares offered to the existing shareholders by the Rights Share Offer documents authorized hereunder shall not have been subscribed and paid for in cash in full by the closing date, the Company shall within **10 (ten)** days of the closure of subscription call upon the underwriter (**for full unsubscribed amount**) in writing with a copy of said writing to the Bangladesh Securities and Exchange Commission, to subscribe for shares not subscribed by the closing date and to pay for in cash in full, inclusive of any premium if applicable, for such unsubscribed shares within **15 (Fifteen)** days after being called upon to do so. If payment is made by cheque/bank draft by the underwriter, it will be deemed that the underwriter has not fulfilled his obligation towards his commitments under this agreement, until such time as the cheque/bank draft has been encashed and the company's account has been credited. In any case within **7 (Seven)** days after the expiry of the aforesaid **15 (Fifteen)** days, the company shall send proof of subscription and payment by the underwriter to the commission.

### Directors' Take-Up in the Rights Offer [Rule-8(Q)]

Sl. No.	Name of Directors	Status	No. of Shares Held	No. of Rights Shares Offered	No. of Rights Share to be Renounced
1	MIDAS	Sponsor & Director	2,92,19,883	2,92,19,883	Nil
	a. Ms. Rokia A. Rahman	Chairman & Director Nominated by MIDAS	5,96,277	5,96,277	Nil
	b. Mr. Md. Ikramullah	Director, Nominated by MIDAS	4,35,754	4,35,754	Nil
	c. Mr. S. M. Al-Husainy	Director Nominated by MIDAS	Nil	Nil	Nil
	d. Mr. Mirza Ali Behrouze Ispahani	Director Nominated by MIDAS	Nil	Nil	Nil
2	Mr. M. Hafizuddin Khan	Independent Director	Nil	Nil	Nil
3	Mr. Ali Imam Majumder	Independent Director	Nil	Nil	Nil
4.	Mr. Siddiqur Rahman Choudhury	Independent Director	Nil	Nil	Nil
5.	Md. Shamsul Alam	Director, Elected by General Shareholders Group	5,148	5,148	Nil
6.	Mr. Khondkar Anisur Rahman	Director, Elected by General Shareholders Group	66,385	66,385	Nil
7.	Mr. S. M. Azad Hossain	Director, Elected by General Shareholders Group	1,00,000	1,00,000	Nil
8.	Mr. Mohammad Khairul Anam Chowdhury	Institutional Director, Nominated by LankaBangla Finance Limited	34,15,500	34,15,500	Nil
<b>Total</b>			<b>3,38,38,947</b>	<b>3,38,38,947</b>	-



## Terms and Conditions of the Rights Issue

### Basis of the Offer

The Company records its share register of members on August 03, 2014 for determining the shareholders who are eligible to receive this offer of shares on rights basis. The ordinary shares are now being offered on a rights basis to the shareholders holding shares on the record date at Tk.10.00 each at par in the ratio of 01(R):01, i.e., 01(one) rights share for 01(one) existing share held on the record date.

### Entitlement

As a shareholder of the Company on the record date on August 03, 2014 the shareholders are entitled to this Rights Offer. Only the holder(s) of a minimum of one fully paid ordinary share is entitled to receive the Rights Offer.

### Acceptance of the Offer

A shareholder may accept and apply for the shares hereby offered, wholly or in part by filing in Application – Form A and submitting the same along with the application money to the Bankers to the Issue on or before the Closing Date of subscription of September 30, 2014 (during banking hours).

### Renunciation

A shareholder may renounce all or part of the shares he/she is entitled to in favor of any other person(s) other than an infant or person of unsound mind. He/she can renounce his/her rights/entitlement of shares by signing Renunciation Form–B. Renouncee(s) shall fill in Form–C appropriately.

### General

All applications should be made on the printed form provided by the Company in this Rights Share Offer Documents only and should be completed in all respects. Applications which are not completed in all respects or are made otherwise than as herein provided or are not accompanied by the proper application amount of deposit are liable to be rejected and the application money in respect thereof shall be refunded.

All communications in connection with the application for the Rights Share should be addressed to the Company quoting the registered folio number/BO ID number in the form.

### Condition of Subscription

1 (One) Rights Share of Tk.10.00 each per share is offered against 1 (one) existing share held by existing shareholder(s) whose name(s) appeared in the Company's register at the record date as on August 03, 2014.

### Payment of Share Price

Payments for the full value of shares applied for shall be made with designated branches of Bankers to the Issue by Cash/Pay Order/Demand Draft payable to "Mutual Trust Bank Limited" and crossed. The Pay Order/Demand Draft for payment of share price must be drawn on a Bank in the same town to which the application form has been submitted.

### Subscription

Opening Date : September 01, 2014.  
Closing Date : September 30, 2014.  
(Within banking hours)

Any change or extension regarding subscription period will be notified through national dailies.



### Lock-In on Rights Shares

The Rights Shares of Directors and other shareholders holding 5% or more shares shall be subject to lock-in for a period of three years from the date of closure of the rights share subscription. In the event of renunciation of rights shares by aforesaid persons, the renounced shares shall also be subject to lock-in for the same period shall be operative.

SI	Name of Directors	Status	No. of shares held	Percentage (%)	Date of Subscription Close	Expiry Date of Lock-In
1	MIDAS	Sponsor & Director	2,92,19,883	48.5910		
	a. Ms. Rokia A. Rahman	Chairman, Nominated by MIDAS	5,96,277	0.9916		
	b. Mr. Md. Ikramullah	Director, Nominated by MIDAS	4,35,754	0.7246		
	c. Mr. Mirza Ali Behrouze Ispahani	Director, Nominated by MIDAS	-	-		
	d. Mr. S. M. Al-Husainy	Director, Nominated by MIDAS	-	-		
2	Mr. M. Hafizuddin Khan	Independent Director	-	-		
3	Mr. Ali Imam Majumder	Independent Director	-	-		
4	Mr. Siddiqur Rahman Choudhury	Independent Director	-	-		
5	Mr. Khondkar Anisur Rahman	Director, Elected by General Shareholders Group	66,385	0.1104		
6	Md. Shamsul Alam	Director, Elected by General Shareholders Group	5,148	0.0086		
7	Mr. S. M. Azad Hossain	Director, Elected by General Shareholders Group	1,00,000	0.1663		
8	LankaBangla Finance Limited Represented by Mr. Mohammad Khairul Anam Chowdhury	Director, Institutional Investors Group	34,15,500	5.6798		
9	LankaBangla Securities Ltd.	Shareholder	55,83,647	9.2853		
<b>Total</b>			<b>3,94,22,594</b>	<b>65.5576</b>		

Sd/-  
Shafique-ul-Azam  
Managing Director

**Others**

The application not properly filled in shall be treated as cancelled and deposited money will be refunded. For any reason, no profit/compensation will be paid on the refunded amount.

The offer will be deemed to have been declined if completed Application Form-A with necessary payments have not been received by September 30, 2014 or by such later date as may be notified through national dailies to that effect.

**Material Contracts****Bankers to the Issue**

Mutual Trust Bank Limited and Pubali Bank Limited are the Bankers to the Issue who will collect the subscription money of the Rights Offer. Commission @ of 0.10 % of the amount collected will be paid to the Bankers to the Issue for the services to be rendered by them. The Rights Issue subscription money collected from the shareholders by the Bankers to the Issue will be remitted to the Company's SND Account No.0014-0320001407 with Mutual Trust Bank Limited, Dhanmondi Branch, Dhaka.

**Underwriter**

Full amount of Rights Offer of MFL has been underwritten by LankaBangla Investments Limited as shown in the classified information part of the ROD. The underwriter will be paid underwriting commission @ 0.075% of the nominal value of shares underwritten by the Underwriter out of the Rights Issue. Simultaneously, with the calling upon the underwriter to subscribe and pay for any number of shares, the Company will pay no additional commission to that underwriter on the nominal value of shares required to be subscribed by them.

**Managers to the Issue**

LankaBangla Investments Limited and CAPM advisory limited have been appointed as Managers to the Issue of Rights Issue of the Company. Accordingly, an agreement was made among the Issue Managers and the Company. The Company will pay Issue Management fee @ 0.075% of the Total Rights Offer to the Managers to the Issue.

**Vendors' Agreement**

MFL has not entered into any vendors' Agreement.

**Acquisition of Property**

The Company acquired no property or made any agreement with any party for acquisition of property after the Balance Sheet Date 30.06.2013.



## Form – A

[rule 5 and rule 8(t)]

### DECLARATION (DUE DILIGENCE CERTIFICATE) ABOUT RESPONSIBILITY OF THE ISSUE MANAGER IN RESPECT OF THE RIGHTS SHARE OFFER DOCUMENT OF MIDAS FINANCING LIMITED

This rights share offer document has been reviewed by us; and we confirm after due examination that the rights share offer document constitutes full and fair disclosures about the rights issue and issuer, and complies with the requirements of the Securities and Exchange Commission (Rights Issue) Rules, 2006; and that the issue price is justified under the provisions of the Securities and Exchange Commission (Rights Issue) Rules, 2006.

For Managers to the Issue,

Sd/-  
M Shakil Islam Bhuiyan  
Chief Executive Officer  
LankaBangla Investments Limited

Sd/-  
Adel Ahmed  
Managing Director & CEO  
CAPM Advisory Limited

Place: Dhaka

**Dated:** October 22, 2013

## Form – B

[rule 6 and rule 8(t)]

### DECLARATION (DUE DILIGENCE CERTIFICATE) ABOUT RESPONSIBILITY OF THE UNDERWRITER(S) IN RESPECT OF THE RIGHTS SHARE OFFER DOCUMENT OF MIDAS FINANCING LIMITED

This rights shares offer document has been reviewed by us; and we confirm after due examination that the issue price is justified under the provisions of the Securities and Exchange Commission (Rights Issue) Rules, 2006, and also that we shall subscribe for or procure subscription for any under-subscribed rights shares within fifteen days of calling thereof by the issuer. The issuer shall call upon us for such subscription within ten days of closure of the subscription lists for the rights issue.

For LankaBangla Investments Limited

Sd/-

Place: Dhaka

**Dated:** October 22, 2013

M Shakil Islam Bhuiyan  
Chief Executive Officer





## FORM - C

[As per Rule 8(h), 8 (i) and 8 (t) of SEC Rights Issue) Rules 2006]

**Auditors' Report to the shareholders of MIDAS FINANCING LIMITED**

We have audited the accompanying financial statements for the year ended on June 30, 2013 of MIDAS FINANCING LIMITED in accordance with the International Standards of Auditing as applicable in Bangladesh, and we state that we have obtained all the information and explanations which we have required, and after due verification thereof, we report that, in our opinion:

- a) These financial statements have been drawn up in accordance with the requirements of the Securities and Exchange Rules, 1987, as amended the Companies Act, 1994 and other relevant laws where applicable; and the International Accounting Standards as applicable in Bangladesh;
- (b) These financial statements which are in agreement with the books of account of the issuer Company give a true and fair view of the state of its affairs as at June 30, 2013 and of the result of its operations and cash flows for the period then ended;
- (c) Proper Books of Account have been kept by the issuer Company as required by the relevant laws; and
- (d) The expenditure incurred was for the purposed of the Issuer Company's business.

We also certify that the above company has declared the following dividend for each of the following five yards immediately preceding the issue of rights share offer document under the Securities and Exchange Commission (Rights Issue) Rules, 2006, and that the company has duly paid off the following amounts of the declared dividend mentioned against respective year-

Financial Year	Date of Dividend Declaration	Declared Dividend		
		Rate		Total Amount Paid Tk.
		Cash	Stock	
2008-2009	Oct 25, 2009	2.5%	15%	61,622,055
2009-2010	Sep 5, 2010	nil	35%	141,730,700
2010-2011	Oct 19, 2011	nil	10%	54,667,580
2011-2012	-	nil	nil	-
2012-2013	-	nil	nil	-

Place: Dhaka  
Date: October 09, 2013

Sd/-  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accounts

**Form –D**

[rule 8 (t)]

**Due diligence certificate by the directors about their personal responsibility in respect of the rights share offer document**

This rights share offer document has been prepared, seen, reviewed and approved by us; and we collectively and individually accept full responsibility for the accuracy of the information given in the rights share offer document; relevant documents and financial statements submitted to the Commission and others concerned under the Securities and Exchange Commission (Rights Issue) Rules, 2006.

We confirm, after making all reasonable enquiries that all conditions concerning this rights issue and rights share offer document have been met. We further confirm that we have not concealed any information or statement which might have any bearing on the information already made.

In case of any default or failure on our part, civil, criminal or administrative action may be taken against us.

Sd/-  
Rokia A. Rahman  
Chairman

Sd/-  
Siddiqur Rahman Choudhury  
Independent Director

Sd/-  
Md. Ikramullah  
Director

Sd/-  
Mohammad Khairul Anam Chowdhury  
Director

Sd/-  
S. M. Al-Husainy  
Director

Sd/-  
Khondkar Anisur Rahman  
Director

Sd/-  
Mirza Ali Behrouze Ispahani  
Director

Sd/-  
Md. Shamsul Alam  
Director

Sd/-  
M. Hafizuddin Khan  
Independent Director

Sd/-  
S.M. Azad Hossain  
Director

Sd/-  
Ali Imam Majumder  
Independent Director

Sd/-  
Shafique-ul-Azam  
Managing Director

Place: Dhaka  
Dated: June 16, 2014



## **Certificate on compliance of conditions of Corporate Governance guidelines to the shareholders of Midas Financing Limited.**

We have checked the relevant documents, information and explanation given to us regarding the compliance of the provisions of Corporate Governance Guidelines issued by the Bangladesh Securities Exchange Commission (BSEC) under Notification No-SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 for the year ended 30 June 2013.

Management is responsible to ensure the compliances of conditions of the Corporate Governance guidelines as stated in the aforesaid notification and reporting the status of compliances. Our responsibility was limited to checking of relevant documents, verifying procedures and implementation therefore, adopted by the company for ensuring the compliances of the said conditions.

In our opinion except for matters reported on the attached compliance report the Company has complied with the condition of corporate governance guidelines of Bangladesh Securities & Exchange Commission.

Dated: 05.09.2013

Sd/-  
**Snehasish Mahmud & Co.**  
Chartered Accountants



## Compliance Report on BSEC Notification

**Status of compliance of corporate Governance**

(Report under Condition No. 7.00)

Status of compliance with the conditions imposed by the Commission's Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
1.1	Board's size	✓		
1.2 (i)	Number of independent directors	✓		
1.2 (ii) a)	The independent director does not hold any share in the company' or holds less than one percent (1%) shares of the total paid-up shares of the company;	✓		
1.2 (ii) b)	The independent director is not a sponsor of the company and is not connected with the company's any sponsor or director or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship. His/her family members also should not hold above mentioned shares in the company :	✓		
1.2 (ii) c)	The independent director does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/ associated companies;	✓		
1.2 (ii) d)	The independent director is not a member, director. or officer of any stock exchange;	✓		
1.2 (ii) e)	The independent director is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market;	✓		
1.2 (ii) f)	The independent director is not a partner or an executive or was not a Partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm;	✓		
1.2 (ii) g)	The independent director shall not be an	✓		



	independent director in more than 3 (three) listed companies;			
1.2 (ii) h)	The independent director has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a Non-Bank Financial Institution (NBFi);	✓		
1.2 (ii) i)	The independent director has not been convicted for a criminal offence involving moral turpitude.	✓		
1.2 (iii)	The independent director(s) shall be appointed by the board of directors and approved by the shareholders in the Annual General Meeting (AGM).	✓		
1.2 (iv)	The post of independent director(s) can not remain vacant for more than 90(ninety) days.	✓		
1.2 (v)	The Board shall lay down, a code of conduct of all Board members and annual compliance of the code to be recorded.	✓		
1.2 (vi)	The tenure of office of an independent director shall be for a period of 3(three) years, which may be extended for 1(one) term only.	✓		
1.3 (i)	Independent director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business.	✓		
1.3 (ii)	The person should be a Business Leader/ Corporate Leader/ Bureaucrat/University Teacher with Economics or Business Studies or Law background/Professionals like Chartered Accountants, Cost & Management Accountants, Chartered Secretaries. The independent director must have a least 2(twelve) years of corporate management /professional experiences.	✓		



Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
1.3 (iii)	In special cases the above qualifications may be relaxed subject to prior approval of the Commission.	N/A		
1.4	Chairman of the Board and Chief Executive Officer	✓		
1.5 (i)	Industry outlook and possible future developments in the industry.	✓		
1.5 (ii)	Segment-wise or product-wise performance.	✓		
1.5 (iii)	Risks and concerns.	✓		
1.5 (iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin.	✓		
1.5 (v)	Discussion on continuity of any Extra-Ordinary gain or loss.	N/A		
1.5 (vi)	Basis for related party transactions-a statement of all related party transactions should be disclosed in the annual report.	✓		
1.5 (vii)	Utilization of proceeds from public issues, rights issues and/or through any others instruments.	N/A		
1.5 (viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO). Rights Offer, Direct Listing, etc.	N/A		
1.5 (ix)	If significant variance occurs between Quarterly Financial Performance and Annual Financial Statements the management shall explain about the variance on their Annual Report.			No Such case
1.5 (x)	Remuneration to directors including independent directors.	✓		
1.5 (xi)	The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity.	✓		
1.5 (xii)	Proper books of account of the issuer company have been maintained.	✓		
1.5 (xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.	✓		
1.5 (xiv)	International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standard (IFRS)/Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh,	✓		



	have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed.			
1.5 (xv)	The system of internal control is sound in design and has been effectively implemented and monitored.	✓		
1.5 (xvi)	There are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed.	✓		
1.5 (xvii)	Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained.	✓		
1.5 (xviii)	Key operating and financial data of at least preceding 5 (five) years shall be summarized.	✓		
1.5 (xix)	If the issuer company has not declared dividend (cash or stock) for the year, the reasons thereof shall be given.	✓		
1.5 (xx)	The number of Board meetings held during the year and attendance by each director shall be disclosed.	✓		
1.5 (xxi) a)	Parent/Subsidiary/Associated Companies and other related parties (name wise details);	✓		
1.5 (xxi) b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details);	✓		
1.5 (xxi) c)	Executives;	✓		
1.5 (xxi) d)	Shareholders holding ten percent (10%) or more voting interest in the company (name wise details).	✓		



Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
1.5 (xxii) a)	a brief resume of the director;	✓		
1.5 (xxii) b)	nature of his/her expertise in specific functional areas;	✓		
1.5 (xxii) c)	Names of companies in which the person also holds the directorship and the membership of committees of the board.	✓		
2.1	Appointment of CFO, Head of Internal audit & company secretary.	✓		
2.2	Requirement to attend Board meeting	✓		
3 (i)	The company shall have an Audit Committee as a sub-committee of the Board of Directors.	✓		
3 (ii)	The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business.	✓		
3 (iii)	The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing	✓		
3.1 (i)	Number of member of Audit committee	✓		
3.1 (ii)	Inclusion of independent director in the audit committee	✓		
3.1 (iii)	All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management experience,	✓		
3.1 (iv)	When the term of service of the Committee members expires or there is any circumstance causing any Committee member to be unable to hold office until expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board of Directors shall appoint the new Committee member(s) to fill up the vacancy(ies) immediately or not later than 1 (one) month from the date of vacancy(ies) in the Committee to ensure continuity of the performance of work of the Audit Committee.	✓		
3.1 (v)	The company secretary shall act as the secretary of the Committee.	✓		
3.1 (vi)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent	✓		





	director.			
3.2 (i)	Selection of the Chairman of audit committee	✓		
3.2 (ii)	Chairman of the Audit Committee shall remain present in the Annual General Meeting (AGM).	✓		
3.3 (i)	Oversee the financial reporting process.	✓		
3.3 (ii)	Monitor choice of accounting policies and principles.	✓		
3.3 (iii)	Monitor Internal Control Risk management process.	✓		
3.3 (iv)	Oversee hiring and performance of external auditors.	✓		
3.3 (v)	Review along with the management, the annual financial, statements before submission to the board for approval.	✓		
3.3 (vi)	Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval.	✓		
3.3 (vii)	Review the adequacy of internal audit function.	✓		
3.3 (viii)	Review statement of significant 'related party transactions submitted by the management.	✓		
3.3 (ix)	Review Management Letters/ Letter of Internal Control weakness issued by statutory auditors.	✓		



Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
3.3 (x)	When money is raised through Initial Public Offering. (IPO)/Repeat Public Offering (RPO)/Rights Issue the company shall disclose to the Audit Committee about the uses/applications of funds by major, category (capital expenditure, sales and marketing expenses, working capital, etc), on a quarterly basis, as a part of their quarterly declaration of financial results. Further, on an annual basis, the company shall prepare a statement of funds utilized for the purposes other than those stated in the offer document/prospectus.	N/A		
3.4.1 (i)	The Audit Committee shall report on its activities to the Board of Directors.	✓		
3.4.1 (ii) a)	report on conflicts of interests;	N/A		
3.4.1 (ii) b)	suspected or presumed fraud or irregularity or material defect in the internal control system;	N/A		
3.4.1 (ii) c)	suspected infringement of laws, including securities related laws, rules and regulations;:	N/A		
3.4.1 (ii) d)	any other matter which shall be disclosed to the Board of Directors immediately.	N/A		
3.4.2	Reporting to the Authorities	N/A		
3.5	Reporting to the Shareholders and General Investors	N/A		
4 (i)	Appraisal or valuation services or fairness opinions.	✓		
4 (ii)	Financial information system design and implementation	✓		
4 (iii)	Book-keeping or other services related to the accounting records or financial statement	✓		
4 (iv)	Broker -dealer services	✓		
4 (v)	Actuarial services	✓		
4 (vi)	Internal audit services	✓		
4 (vii)	Any other services that the audit committee determines.	✓		
4 (viii)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company.	✓		
5 (i)	Provisions relating to the composition of the Board of Directors of the holding company shall be made applicable to the composition of the Board of Directors of the subsidiary company.	✓		MIDAS Investment Limited is a Private



				Limited Company. It has Sponsors only. There is no General Shareholders. So, Composition of the Board of Directors of subsidiary company, MIDAS Investment Limited can not be similar to the composition of the Board of Directors of the holding company.
5 (ii)	At least 1 (one) independent director of the Board of Directors of the holding company shall be a director on the Board of Directors of the subsidiary company.	✓		Independent director of holding company, MIDAS Financing Limited, was appointed as Board of Director of Subsidiary Company on 29 August 2013.



Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
5 (iii)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company.	✓		
5 (iv)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also.	✓		
5 (v)	The. Audit Committee of the holding company shall also review the financial statements, in particular, the investments made by the subsidiary company.	✓		
6 (i) a)	These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;	✓		
6 (i) b)	These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.	✓		
6 (ii)	There are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent illegal or violation of the company's code of conduct.	✓		
7 (i)	The company shall obtain a certificate from a practicing Professional Accountant/Secretary (Chartered Accountant/Cost and Management Accountant/Chartered Secretary) regarding compliance of conditions of Corporate Governance Guidelines of the Commission and shall send the same to the shareholders along with the Annual Report on a yearly basis.	✓		
7 (ii)	The directors of the company shall state, in accordance with the Annexure attached, in the directors' report whether the company has complied with these conditions.	✓		



**Auditors' Report to the Shareholders  
of  
MIDAS FINANCING LIMITED**

We have audited the accompanying financial statements of MIDAS FINANCING LIMITED which comprise the Statement of Financial Position (Balance Sheet) as at 30<sup>th</sup> June 2013, and the Statement of Comprehensive Income (Profit And Loss Statements), Statement of Changes in Shareholders' Equity, Statement of Cash Flows and Statement of Liquidity for the year then ended and a summary of significant accounting policies and other explanatory notes and all related consolidated financial statements of MIDAS FINANCING LTD and its subsidiary.

The financial statements of the company's subsidiary MIDAS INVESTMENT LIMITED for the year ended 30<sup>th</sup> June 2013, as incorporated in the consolidated financial statements, have been audited by another firm of chartered accountants whose report has been furnished to us. The assets, liabilities, revenue and expenses of the subsidiary included in the consolidated financial statements of MIDAS FINANCING LIMITED are not material in the context of consolidated figures given in the consolidated financial statements.

**Management's responsibility for the financial statements**

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with International Financial Reporting Standards (IFRSs) and Bangladesh Financial Reporting Standard (BFRSs), the Companies Act 1994, the Securities and Exchange Rules 1987, rules, regulations issued by Bangladesh Bank and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditors' responsibility**

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with International Standard on Auditing (ISA) and Bangladesh Standards on Auditing (BSA). Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain a reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the financial statements including consolidated financial statements prepared in accordance with International Financial Reporting Standards (IFRSs) and Bangladesh Financial Reporting Standards (BFRSs) give a true and fair view of the state of the Company's affairs as at 30<sup>th</sup> June 2013 and of the results of its operations and its cash flows for the year ended and comply with the Companies Act 1994, Securities and Exchange Rules 1987, regulations issued by Bangladesh Bank and other applicable laws and regulations.

**We also report that:**

- i. we have obtained all information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit, and made due verification thereof and found them satisfactory;
- ii. in our opinion, proper books of account as required by law were kept by the Company so far as it appeared from our examination of those books and proper returns adequate for the purposes of our audit have been received from branches not visited by us;
- iii. the records and statements submitted by the branches have been properly maintained and consolidated in the Financial Statements;
- iv. the Statement of Financial Position (Balance Sheet), Statement of Comprehensive Income (Profit and Loss Statement) dealt with by this report are in agreement with the books of account and returns;
- v. the financial statements have been drawn up in conformity with Financial Institution Act 1993 and in accordance with the accounting rules and regulations issued by Bangladesh bank and the Financial Statements conform to the prescribed standards set in the accounting regulations issued by Bangladesh Bank after consultation with professional accounting bodies in Bangladesh,
- vi. the financial position of MIDAS FINANCING LIMITED as on June 30, 2013 and comprehensive Income ( profit/loss) for the year then ended have been properly reflected in the financial statements and the Financial Statements were prepared in accordance with Generally Accepted Accounting Principles (GAAP) as applicable in Bangladesh;
- vii. adequate provisions have been made for leases and other assets which are, in our opinion, doubtful of recovery;
- viii. the expenditures incurred during the year were for the purposes of the business of the Company.
- ix. Cash Reserve Requirement (CRR) and Statutory Liquidity Reserve (SLR) with Bangladesh Bank have been maintained as per rule;
- x. as far as it was revealed from our test checks, the existing rules and regulation for loan sanctioning and disbursements have been followed properly;
- xi. it appeared from our test checks that the internal control system was satisfactory and adequate to prevent frauds and forgeries;
- xii. adequate capital of the Financial Institution, as required by law has been maintained during the year under audit;
- xiii. as disclosed in note # 7, the company has acquired immovable Property exceeding twenty five percent of Paid up Capital & Reserve Fund contravening Section 17 of Financial Institutions Act 1993;
- xiv. we were not aware of any other matters; which are required to be brought to the notice of the shareholders of the company;

Sd/-

**September 12, 2013**  
Rupayan karim Tower,  
Level - 7, Suite # 7/A  
80, Kakrail, Dhaka – 1000  
Phone : 9339725, 9339732

**ZOHA ZAMAN KABIR RASHID & CO.**  
Chartered Accountants



**MIDAS FINANCING LIMITED**  
**Consolidated Statement of Financial Position (Balance Sheet)**  
 AS AT 30TH JUNE 2013

	<u>Note</u>	<u>30-Jun-13</u> <u>Taka</u>	<u>30-Jun-12</u> <u>Taka</u>
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>			
Cash in hand	3(a)	22,861,027	25,590,425
Balance with Bangladesh Bank	3(b)	62,565,147	42,165,686
		<b>85,426,174</b>	<b>67,756,111</b>
<b>Balance with other Banks and Financial Institutions</b>			
Inside Bangladesh	4(a)	338,315,076	306,636,270
Outside Bangladesh		-	-
		<b>338,315,076</b>	<b>306,636,270</b>
<b>Money at call and short notice</b>			
		-	<b>80,000,000</b>
<b>Investments in Securities</b>			
Government		-	-
Others	5(a)	282,080,774	494,203,539
		<b>282,080,774</b>	<b>494,203,539</b>
<b>Lease, Loans and Advances</b>			
In Bangladesh	6(a)	5,408,012,890	6,205,586,402
Outside Bangladesh		-	-
		<b>5,408,012,890</b>	<b>6,205,586,402</b>
<b>Fixed Assets including Premises, Furniture and Fixtures</b>			
Other Assets	7(a)	519,085,924	541,573,592
Non Banking Assets	8(a)	353,016,699	226,575,846
		-	-
<b>Total Assets</b>		<b>6,985,937,537</b>	<b>7,922,331,760</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
<b>Borrowings from other Banks, Financial Institutions and Agents</b>			
	9(a)	<b>3,018,774,943</b>	<b>4,437,186,950</b>
<b>Deposits and Other Accounts</b>			
Term Deposits	10(a)	2,204,900,951	1,841,661,643
Other Deposits	10(b)	27,021,911	36,645,596
Bills Payable		-	-
		<b>2,231,922,861</b>	<b>1,878,307,239</b>
<b>Other Liabilities</b>			
	11(a)	<b>1,121,598,486</b>	<b>1,002,571,670</b>
<b>Total Liabilities</b>		<b>6,372,296,290</b>	<b>7,318,065,859</b>
<b>Capital/Shareholders' Equity</b>			
Paid-up Capital	12.2	601,343,380	601,343,380
Statutory Reserve	13	118,739,104	118,490,854
Retained Earnings	14(a)	(106,443,302)	(115,568,333)
<b>Total Shareholders' Equity</b>		<b>613,639,182</b>	<b>604,265,901</b>
<b>Minority Interest</b>			
		<b>2,065</b>	<b>-</b>
<b>Total Liabilities &amp; Shareholders' Equity</b>		<b>6,985,937,537</b>	<b>7,922,331,760</b>

Accompanying notes form an integral part of these financial statements.

Sd/-  
Company Secretary

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Chairman

Signed as per our annexed report of even date.  
 Dated: Dhaka  
 September 12, 2013

Sd/-  
**Zoha Zaman Kabir Rashid & Co.**  
 Chartered Accountants



**MIDAS FINANCING LIMITED**  
**Consolidated Statement of Comprehensive Income (Profit and Loss Statement)**  
**FOR THE PERIOD ENDED ON 30, JUNE 2013**

	<u>Note</u>	<u>2012-2013</u> <u>Taka</u>	<u>2011-2012</u> <u>Taka</u>
Interest Income	16(a)	942,567,739	991,194,657
Less: Interest paid on Deposits & Borrowings etc.	17(a)	793,748,771	838,095,658
<b>Net Interest Income</b>		<b>148,818,968</b>	<b>153,099,000</b>
Income from Investment in Securities	18(a)	(83,451,681)	6,327,052
Commission, Exchange and Brokerage		2,064,375	1,500,000
Other Operating Income	19(a)	172,279,830	24,293,866
		<b>90,892,524</b>	<b>32,120,918</b>
<b>Total Operating Income</b>		<b>239,711,493</b>	<b>185,219,918</b>
Salaries and Allowances	20(a)	79,657,748	70,593,630
Rent, Taxes, Insurances, Electricity etc.	21(a)	16,340,230	10,539,036
Legal Expenses	22(a)	3,718,673	1,081,874
Postage, Stamps, Telecommunication etc.	23(a)	3,708,601	3,847,420
Stationery, Printings, Advertisements etc.	24(a)	3,570,296	6,781,759
Managing Director's Salary and Allowances	25	5,710,000	4,105,000
Directors' Fees	26(a)	1,170,750	1,224,750
Auditors' Fees		342,961	81,871
Depreciation & Repairs of NBFIs' Assets	27(a)	14,679,927	10,471,231
Other Expenses	28(a)	8,986,631	11,583,962
<b>Total Operating Expenses</b>		<b>137,885,817</b>	<b>120,310,533</b>
<b>Profit before Provision</b>		<b>101,825,676</b>	<b>64,909,385</b>
General Provisions for Unclassified Investment	29(a)	(13,317,017)	4,794,784
Specific provisions for Classified Investment	29(b)	136,025,269	111,898,381
Provisions for Investment in Securities	29(c)	(100,588,117)	39,313,267
<b>Total Provision</b>	29	<b>22,120,135</b>	<b>156,006,432</b>
<b>Total Profit before Provisions for Taxation</b>		<b>79,705,541</b>	<b>(91,097,047)</b>
Current Tax Expenses	29 (d)	53,935,345	26,461,271
Deferred Tax Expenses	29 (e)	16,396,850	1,852,180
		<b>70,332,195</b>	<b>28,313,451</b>
<b>Net Profit after Taxation</b>		<b>9,373,346</b>	<b>(119,410,497)</b>
<b>Minority Interest</b>		<b>65</b>	<b>-</b>
Net Profit/(Loss) attributable to the shareholders of the Company		<b>9,373,281</b>	<b>(119,410,497)</b>
<b>Appropriations</b>			
Statutory Reserve		248,250	(23,882,099)
Retained Earnings		9,125,031	(95,528,398)
		<b>9,373,281</b>	<b>(119,410,497)</b>
<b>Earning Per Share (Re-stated)</b>	30(a)	<b>0.16</b>	<b>(1.99)</b>

Accompanying notes form an integral part of these financial statements.

Sd/-  
Company Secretary

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Chairman

Signed as per our annexed report of even date.

Dated: Dhaka  
September 12, 2013

Sd/-  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants





**MIDAS FINANCING LIMITED**  
**CONSOLIDATED STATEMENT OF CASH FLOW**  
**FOR THE YEAR ENDED ON JUNE 30, 2013**

	2012-2013 <u>Taka</u>	2011-2012 <u>Taka</u>
<b>Cash Flow from Operating Activities</b>		
Interest received	939,855,312	987,327,330
Interest paid	(776,759,189)	(774,291,573)
Dividend received	4,696,261	1,396,229
Fees & Commission received	2,064,375	1,500,000
Cash Payments to Employees	(85,367,748)	(74,698,630)
Cash Payments to Suppliers	(3,570,296)	(6,781,759)
Income Tax Paid	(60,464,647)	(27,859,681)
Received from other Operating activities	(38,803,001)	29,203,205
Payments for other Operating activities	(37,482,145)	(31,163,933)
<b>Operating Profit before changes in Operating Assets &amp; Liabilities</b>	<b>(55,831,078)</b>	<b>104,631,188</b>
<b>Changes in Operating Assets and Liabilities</b>		
Purchases/Sale of Trading Securities	173,122,765	3,136,626
Loans and Lease Finance to Customers	797,573,512	(528,996,412)
Other Assets	(118,279,538)	73,674,332
Deposits from Banks & Individuals	212,299,929	648,645,645
Placement of Fund	80,000,000	(80,000,000)
Other Liabilities	64,600,664	123,082,573
<b>Sub Total</b>	<b>1,209,317,331</b>	<b>239,542,764</b>
<b>A) Net Cash from Operating Activities</b>	<b>1,153,486,253</b>	<b>344,173,952</b>
<b>Cash flow from Investing Activities</b>		
Purchase/sale of non trading securities	39,000,000	-
Net Cash flow from Purchases/sale of Property, Plant & Equipments	133,956,928	(395,940,115)
<b>B) Net Cash from Investing Activities</b>	<b>172,956,928</b>	<b>(395,940,115)</b>
<b>Cash flow from Financing Activities</b>		
Increase/(decrease) of borrowings	(1,277,096,313)	182,255,252
Share Capital of Minority	2,000	-
Dividend Paid	-	-
<b>C) Net Cash from Financing Activities</b>	<b>(1,277,094,313)</b>	<b>182,255,252</b>
<b>D) Net Increase/(Decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>	<b>49,348,869</b>	<b>130,489,090</b>
<b>E) Cash and cash equivalents at the beginning of the year</b>	<b>374,392,381</b>	<b>243,903,291</b>
<b>F) Cash and cash equivalents at the end of the year (D+E)</b>	<b>423,741,250</b>	<b>374,392,381</b>

Accompanying notes form an integral part of these financial statements

Sd/-  
Company Secretary

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Chairman

Signed as per our annexed report of even date.

Dated: Dhaka  
September 12, 2013

Sd/-  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants



**MIDAS FINANCING LIMITED**  
**CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE YEAR ENDED ON 30, JUNE 2013**

Particulars	Paid-up Capital Taka	Statutory Reserve Taka	Retained Earnings Taka	Total Taka
<b>Balance as at 01 July 2012</b>	<b>601,343,380</b>	<b>118,490,854</b>	<b>(115,568,333)</b>	<b>604,265,901</b>
<b>Changes During the Year</b>				
Profit/(Loss) for the year	-	-	9,373,281	9,373,281
Bonus Shares	-	-	-	-
Transfer to Statutory Reserve	-	248,250	(248,250)	-
	-	248,250	9,125,031	9,373,281
<b>Balance as at 30 June 2013</b>	<b>601,343,380</b>	<b>118,739,104</b>	<b>(106,443,302)</b>	<b>613,639,182</b>
<b>Balance as at 01 July 2011</b>	<b>546,675,800</b>	<b>118,490,854</b>	<b>58,509,745</b>	<b>723,676,399</b>
<b>Changes During the Year</b>				
Profit for the year	-	-	(119,410,498)	(119,410,498)
Bonus Share	54,667,580	-	(54,667,580)	-
Transfer to Statutory Reserve	-	-	-	-
	54,667,580	-	(174,078,078)	(119,410,498)
<b>Balance as at 30 June 2012</b>	<b>601,343,380</b>	<b>118,490,854</b>	<b>(115,568,333)</b>	<b>604,265,901</b>

Accompanying notes form an integral part of these financial statements.

Sd/-  
Company Secretary

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Chairman

Dated: Dhaka  
September 12, 2013

Sd/-  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants



**MIDAS FINANCING LIMITED**  
**Statement of Financial Position (Balance Sheet)**  
**AS AT 30TH JUNE 2013**

	<u>Note</u>	<u>30-Jun-13</u> <u>Taka</u>	<u>30-Jun-12</u> <u>Taka</u>
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>			
Cash in hand	3.1	22,858,839	25,590,425
Balance with Bangladesh Bank	3.2	62,565,147	42,165,686
		<b>85,423,986</b>	<b>67,756,111</b>
<b>Balance with other Banks and Financial Institutions</b>			
Inside Bangladesh	4.1	337,562,116	306,636,270
Outside Bangladesh		-	-
		<b>337,562,116</b>	<b>306,636,270</b>
<b>Money at call and short notice</b>			
		-	<b>80,000,000</b>
<b>Investments in Securities</b>			
Government		-	-
Others	5	265,414,376	494,203,539
		<b>265,414,376</b>	<b>494,203,539</b>
<b>Lease, Loans and Advances</b>			
In Bangladesh	6	5,557,224,916	6,205,586,402
Outside Bangladesh		-	-
		<b>5,557,224,916</b>	<b>6,205,586,402</b>
<b>Fixed Assets including Premises, Furniture and Fixtures</b>			
Other Assets	7	518,750,633	541,573,592
Non Banking Assets	8	599,774,626	226,575,846
		-	-
<b>Total Assets</b>		<b><u>7,364,150,653</u></b>	<b><u>7,922,331,760</u></b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
<b>Borrowings from other Banks, Financial Institutions and Agents</b>			
<b>Deposits and Other Accounts</b>			
Term Deposits	10.1	2,442,407,951	1,841,661,643
Other Deposits	10.2	27,021,911	36,645,596
Bills Payable		-	-
		<b>2,469,429,861</b>	<b>1,878,307,239</b>
<b>Other Liabilities</b>			
	11	<b>1,270,438,698</b>	<b>1,002,571,670</b>
<b>Total Liabilities</b>		<b><u>6,758,643,502</u></b>	<b><u>7,318,065,859</u></b>
<b>Capital/Shareholders' Equity</b>			
Paid-up Capital	12.2	601,343,380	601,343,380
Statutory Reserve	13	118,739,104	118,490,854
Retained Earnings	14	(114,575,333)	(115,568,333)
<b>Total Shareholders' Equity</b>		<b><u>605,507,151</u></b>	<b><u>604,265,901</u></b>
<b>Total Liabilities &amp; Shareholders' Equity</b>		<b><u>7,364,150,653</u></b>	<b><u>7,922,331,760</u></b>

Accompanying notes form an integral part of these financial statements.

Sd/-  
Company Secretary

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Chairman

Signed as per our annexed report of even date.

Dated: Dhaka  
September 12, 2013

Sd/-  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants



**MIDAS FINANCING LIMITED**  
**OFF- BALANCE SHEET ITEMS**  
 AS AT JUNE 30, 2013

	30-Jun-13 <u>Taka</u>	30-Jun-12 <u>Taka</u>
<b>OFF BALANCE SHEET EXPOSURES</b>		
<b>CONTINGENT LIABILITIES</b>		
Acceptances and Endorsements	-	-
Letters of Guarantee	220,000,000	200,000,000
Irrevocable Letters of Credit	-	-
Bills for Collection	-	-
<b>Total</b>	<b>220,000,000</b>	<b>200,000,000</b>
<b>OTHER COMMITMENTS</b>		
Documentary credits and short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Claims against the Bank not acknowledged as debts	-	-
<b>Total</b>	-	-
<b>TOTAL OFF BALANCE SHEET EXPOSURES INCLUDING CONTINGENT LIABILITIES</b>	<b>220,000,000</b>	<b>200,000,000</b>

Accompanying notes form an integral part of these financial statements

Sd/-  
Company Secretary

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Chairman

Dated: Dhaka  
September 12, 2013

Sd/-  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants



**MIDAS FINANCING LIMITED**  
**Statement of Comprehensive Income (Profit and Loss Statement)**  
**FOR THE PERIOD ENDED ON 30, JUNE 2013**

		2012-2013	2011-2012
	<u>Note</u>	<u>Taka</u>	<u>Taka</u>
Interest Income	16	952,175,331	991,194,657
Less: Interest paid on Deposits & Borrowings etc.	17	818,995,771	838,095,658
<b>Net Interest Income</b>		<b>133,179,560</b>	<b>153,099,000</b>
Income from Investment in Securities	18	(83,673,555)	6,327,052
Commission, Exchange and Brokerage		2,064,375	1,500,000
Other Operating Income	19	169,276,260	24,293,866
<b>Total Operating Income</b>		<b>220,846,641</b>	<b>185,219,918</b>
Salaries and Allowances	20	78,199,247	70,593,630
Rent, Taxes, Insurances, Electricity etc.	21	13,822,330	10,539,036
Legal Expenses	22	3,718,673	1,081,874
Postage, Stamps, Telecommunication etc.	23	3,706,171	3,847,420
Stationery, Printings, Advertisements etc.	24	3,558,296	6,781,759
Managing Director's Salary and Allowances	25	5,710,000	4,105,000
Directors' Fees	26	1,155,750	1,224,750
Auditors' Fees		311,461	81,871
Depreciation & Repairs of NBFI's Assets	27	14,562,228	10,471,231
Other Expenses	28	8,272,341	11,583,962
<b>Total Operating Expenses</b>		<b>133,016,497</b>	<b>120,310,533</b>
<b>Profit before Provision</b>		<b>87,830,144</b>	<b>64,909,385</b>
General Provisions for Unclassified Investment		(13,317,017)	4,794,784
Specific provisions for Classified Investment		136,025,269	111,898,381
Provisions for Investment in Securities		(100,651,592)	39,313,267
<b>Total Provision</b>	29	<b>22,056,660</b>	<b>156,006,432</b>
<b>Total Profit before Provisions for Taxation</b>		<b>65,773,484</b>	<b>(91,097,047)</b>
Deferred Tax Expenses	11.4	16,396,850	1,852,180
Current Tax Expenses		48,135,384	26,461,271
<b>Net Profit after Taxation</b>		<b>1,241,250</b>	<b>(119,410,497)</b>
Net Profit/(Loss) attributable to the shareholders of the Company			
<b>Appropriations</b>			
Statutory Reserve		248,250	-
Retained Earnings		993,000	(119,410,497)
		<b>1,241,250</b>	<b>(119,410,497)</b>
<b>Earning Per Share (Re-stated)</b>	30	<b>0.02</b>	<b>(1.99)</b>

Accompanying notes form an integral part of these financial statements.

Sd/-  
Company Secretary

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Chairman

Signed as per our annexed report of even date.

Dated: Dhaka  
September 12, 2013

Sd/-  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants



**MIDAS FINANCING LIMITED**  
**STATEMENT OF CASH FLOW**  
**FOR THE YEAR ENDED ON JUNE 30, 2013**

	<u>Note</u>	<u>2012-2013</u> <u>Taka</u>	<u>2011-2012</u> <u>Taka</u>
<b>Cash Flow from Operating Activities</b>			
Interest received	31	932,081,670	987,327,330
Interest paid	32	(806,242,153)	(774,291,573)
Dividend received		4,696,261	1,396,229
Fees & Commission received		2,064,375	1,500,000
Cash Payments to Employees		(83,909,247)	(74,698,630)
Cash Payments to Suppliers		(3,558,296)	(6,781,759)
Income Tax Paid		(57,939,947)	(27,859,681)
Received from other Operating activities	33	(42,028,445)	29,203,205
Payments for other Operating activities	34	(34,201,025)	(31,163,933)
<b>Operating Profit before changes in Operating Assets &amp; Liabilities</b>		<b>(89,036,807)</b>	<b>104,631,188</b>
<b>Changes in Operating Assets and Liabilities</b>			
Purchases/Sale of Trading Securities		199,789,163	(4,332,589)
Loans and Lease Finance to Customers		648,361,486	(528,996,412)
Other Assets	35	(350,180,933)	73,674,332
Deposits from Banks & Individuals		449,806,929	648,645,645
Placement of Fund		80,000,000	(80,000,000)
Other Liabilities	36	223,540,276	123,082,573
<b>Sub Total</b>		<b>1,251,316,920</b>	<b>232,073,549</b>
<b>A) Net Cash from Operating Activities</b>		<b>1,162,280,112</b>	<b>336,704,737</b>
<b>Cash flow from Investing Activities</b>			
Purchase/sale of non trading securities		29,000,000	7,469,215
Proceeds from Sale of fixed assets		160,892,487	22,550
Purchases/sale of Property, Plant & Equipments		(26,482,565)	(395,962,665)
<b>B) Net Cash from Investing Activities</b>		<b>163,409,922</b>	<b>(388,470,900)</b>
<b>Cash flow from Financing Activities</b>			
Increase/(decrease) of borrowings		(1,277,096,313)	182,255,252
Dividend Paid		-	-
<b>C) Net Cash from Financing Activities</b>		<b>(1,277,096,313)</b>	<b>182,255,252</b>
<b>D) Net Increase/(Decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>		<b>48,593,721</b>	<b>130,489,090</b>
<b>E) Cash and cash equivalents at the beginning of the year</b>		<b>374,392,381</b>	<b>243,903,291</b>
<b>F) Cash and cash equivalents at the end of the year (D+E)</b>	37	<b>422,986,102</b>	<b>374,392,381</b>

Accompanying notes form an integral part of these financial statements

Sd/-  
Company Secretary

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Chairman

Signed as per our annexed report of even date.

Dated: Dhaka  
September 12, 2013

Sd/-  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants



**MIDAS FINANCING LIMITED**  
**STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE YEAR ENDED ON 30, JUNE 2013**

Particulars	Paid-up Capital Taka	Statutory Reserve Taka	Retained Earnings Taka	Total Taka
<b>Balance as at 01 July 2012</b>	<b>601,343,380</b>	<b>118,490,854</b>	<b>(115,568,333)</b>	<b>604,265,901</b>
<b>Changes During the Year</b>				
Profit/(Loss) for the year	-	-	1,241,250	1,241,250
Bonus Shares	-	-	-	-
Transfer to Statutory Reserve	-	248,250	(248,250)	-
	-	248,250	993,000	1,241,250
<b>Balance as at 30 June 2013</b>	<b>601,343,380</b>	<b>118,739,104</b>	<b>(114,575,333)</b>	<b>605,507,151</b>
<b>Balance as at 01 July 2011</b>	<b>546,675,800</b>	<b>118,490,854</b>	<b>58,509,745</b>	<b>723,676,399</b>
<b>Changes During the Year</b>				
Profit for the year	-	-	(119,410,498)	(119,410,498)
Bonus Share	54,667,580	-	(54,667,580)	-
Transfer to Statutory Reserve	-	-	-	-
	54,667,580	-	(174,078,078)	(119,410,498)
<b>Balance as at 30 June 2012</b>	<b>601,343,380</b>	<b>118,490,854</b>	<b>(115,568,333)</b>	<b>604,265,901</b>

Accompanying notes form an integral part of these financial statements.

Sd/-  
Company Secretary

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Chairman

Dated: Dhaka  
September 12, 2013

Sd/-  
Zoha Zaman Kabir Rashid & Co.  
Chartered Accountants



**MIDAS FINANCING LIMITED**  
**LIQUIDITY STATEMENT**  
**ASSETS AND LIABILITIES MATURITY ANALYSIS**  
 AS AT JUNE 30, 2013

Particulars	Up to 01 Month	01-03 Months	03-12 Months	01-05 Years	More than 05 years	Total
	Taka	Taka	Taka	Taka	Taka	Taka
<b>Assets</b>						
Cash in hand	22,858,839	-	-	-	-	22,858,839
Balance with Bangladesh Bank	62,565,147	-	-	-	-	62,565,147
Balance with other banks and financial institutions	39,033,366	178,528,750	120,000,000	-	-	337,562,116
Money at Call and Short Notice	25,434,493	149,889,709	76,303,478	12,717,246	1,069,450	265,414,376
Investment (Loans and Advances)	166,716,747	1,889,155,987	1,222,589,483	1,713,037,204	565,725,496	5,557,224,916
Fixed Assets including premises, furniture and fixtures etc.	945,661	1,891,322	8,510,947	34,043,790	473,358,913	518,750,633
Other Assets	17,058,001	21,613,204	114,352,496	238,346,829	208,404,096	599,774,626
Non-banking Assets	-	-	-	-	-	-
<b>Total Assets (i)</b>	<b>334,612,254</b>	<b>2,241,078,971</b>	<b>1,541,756,403</b>	<b>1,998,145,069</b>	<b>1,248,557,955</b>	<b>7,364,150,654</b>
<b>Liabilities</b>						
Financing (Borrowing) from other banks, financial institutions and agents	80,500,000	694,730,000	336,544,944	1,207,000,000	700,000,000	3,018,774,943
Deposits and other accounts	45,200,000	1,187,500,000	815,500,000	355,507,950	65,721,911	2,469,429,861
Provision and other liabilities	186,046,344	139,878,411	282,612,902	237,314,307	258,905,380	1,270,438,698
<b>Total Liabilities (ii)</b>	<b>311,746,344</b>	<b>2,022,108,411</b>	<b>1,434,657,846</b>	<b>1,799,822,257</b>	<b>1,024,627,291</b>	<b>6,758,643,502</b>
<b>Net Liquidity Gap (i-ii)</b>	<b>22,865,910</b>	<b>218,970,560</b>	<b>107,098,557</b>	<b>198,322,812</b>	<b>223,930,664</b>	<b>605,507,151</b>

Accompanying notes form an integral part of these financial statements.

Sd/-  
Company Secretary

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Chairman

Signed as per our annexed report of even date.

Dated: Dhaka  
September 12, 2013

Sd/-  
Zoha Zaman Kabir Rashid & Co.  
Chartered Accountants





**MIDAS FINANCING LIMITED**  
**NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS**  
**AS AT AND FOR THE YEAR ENDED JUNE 30, 2013**

**1. Legal status and nature of the company**

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

MIDAS Financing Limited (MFL) is a Public Company Limited by share, incorporated on May 16, 1995 under the Companies Act 1994 and authorized to commence its business operation in Bangladesh as per certificate of commencement of business. The Company obtained license from Bangladesh Bank on October 11, 1999 to operate as a Non Bank Financial Institution under the Financial Institutions Act 1993. The Company is a listed Company with Dhaka Stock Exchange Ltd. since October 26, 2002, with Chittagong Stock Exchanges Ltd. since July 27, 2004 and its shares have been quoted and transacted in stock exchanges in dematerialized form through Central Depository Bangladesh Limited (CDBL) from March 23, 2005. On June 24, 2012 the registered office of the Company has been shifted from Nahar Green Summit (2nd Floor), House No. 43, Road - 16 (New)/ Old - 27, Dhanmondi R/A, Dhaka to its own premises at MIDAS CENTRE, House # 05. Road # 16(New)/ Old 27, Dhanmondi R/A, Dhaka-1209. MIDAS Investment Ltd. (MIL), a subsidiary Company of MIDAS Financing Ltd. holding 99.99% shares was incorporated on 9th April, 2012 under the companies Act XVIII of 1994 bearing registration number C-100772/12 with a view to operating Merchant Banking Business. The Merchant Banker Registration Certificate is yet to be received from Bangladesh Securities and Exchange Commission.

**1.2 Principal activities and nature of operation**

The main activities of the Company include the followings:

- Small and Medium Enterprise Development (SME)
- Lease Finance
- Micro Industries Development Initiative (MIDI)
- Consumers' Credit Scheme (CCS)
- Housing Loan
- Capital Market Operation
- Loan Against Lien of Securities
- Term Deposit Scheme

The Company extends lease finance for all types of Machinery, Equipment, Vehicle, Household durables for the purpose of Industrial, Commercial and Personal use in Bangladesh and also allow temporary finance to its clients within purview of the law.

**1.3 Subsidiary Company**

**MIDAS Investment Limited**

MIDAS Financing Limited is the owner of 99.9992% os shares (2,49,99,800 nos. of shares of Tk. 10 each) of MIDAS Investment Limited (MIL). MIDAS Investment Limited is a private Limited Company and incorporated under the Companies Act 1994 on 09 April, 2012 bearing Registration No C-100772/12 with the Registrar of Joint Stock Companies and Firms. The registered office of the Company is MIDAS Centre (8th floor), House - 5, Road -16, Dhanmondi, Dhaka-1209. The Company has been formed with a view to operating Merchant Banking activities. The Company has enhanced its paid up Capital to Tk. 25 crore as per requirement for obtaining Merchant Banker Registration Certificate and as per consent of Bangladesh Securities and Exchange Commission vide letter no.SEC/CI/CPLC(Pvt.)-425/2012/1558, dated September 19, 2012. After fulfilling all regulatory compliance MIL has submitted application to BSEC for Merchant Banker Registration Certificate, but registration is yet to be obtained.



## 2. Significant accounting policies

### 2.1 Basis of preparation of the financial statements

The financial statements of company are made up to 30 June each year and are prepared under the historical cost convention and in accordance with the Financial Institution Act 1993 and Bangladesh Bank Circular DFIM circular No. 11 dated 23 December, 2009. Bangladesh Accounting Standard (BAS) and International Financial Reporting Standards (IFRS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Companies Act. 1994, the Securities & Exchange Rules 1987 and other laws & regulations applicable in Bangladesh.

### 2.2 Use of estimates and judgments

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

### 2.3 Consolidation of operation of subsidiary

The financial statements of the company and its subsidiary, as mentioned in note. 1.3 have been consolidated in accordance with Bangladesh Accounting Standard no. 27 "Consolidated and Separate Financial Statements. "The Consolidation of the financial statements has been made after elimination all material inter-company transactions.

The total profits of the company and its subsidiary are shown in the consolidated profit and loss account with the proportion of profit after tax pertaining to minority shareholders being deducted as "Minority Interest".

All assets and liabilities of the Company and its subsidiary are shown in the consolidated balance sheet. The interest of minority shareholders of the subsidiary are shown in the consolidated balance sheet under the heading "Minority Interest."

### 2.4 Comparative Information

As guided in paragraph 36 and 38 of BAS 1 Presentation of Financial Statements, comparative information in respect of the previous year have been presented in all numerical information in the financial statements and the narrative and descriptive information where, it is relevant for understanding of the current year's financial statements.

### 2.5 Reporting period

These financial statements cover one year form 1 July 2012 to 30 June 2013.

### 2.6 Functional and presentation currency

These financial statements are presented in company's functional currency i.e. in Bangladeshi Taka

### 2.7 Cash flow statement

Paragraph 102 of BAS 1 presentation of financial statements requires that a cash flow statement is to be prepared as it provides information about cash flows of the enterprise which is useful in providing users of financial statements with a basis to asses the ability of the enterprise to generate cash and cash equivalents and the needs of the enterprise to utilize those cash flows

Cash flow statement has been prepared under the Direct method, classified by Operating, Investing and Financing activities as prescribed in paragraph 10 and 18 (a) of BAS 7 Cash Flow Statements and in accordance with the instraction of Bangladesh Bank.

### 2.8 Statement of Changes in Shareholders' Equity

The Statement of changes in Equity reflects information about the increase or decrease in net assets or wealth.



## 2.9 Accounting for leases

Lease transactions are accounted for under finance method as per BAS 17 since assets leased to customer under agreements transfer substantially all the risk and rewards associated with ownership, other than legal title, to the customer.

As per BAS 17, in case of finance lease, the aggregate lease rental receivables including unguaranteed residual value throughout the lease term are recorded as gross rental receivables while the excess of gross rental receivables over the total acquisition cost including interest during the period of acquiring the lease equipment constitutes the unearned interest income. The unearned interest income is amortized to revenue on a monthly basis over the lease term yielding a constant rate of return over the period.

Unrealized income is suspended where necessary in accordance with the requirements of relevant circular issued by the Department of Financial Institutions & Market (DFIM) of Bangladesh Bank.

## 2.10 Recognition of property, plant and equipment and depreciation

**2.10.1** Property, plant and equipments are stated at cost less accumulated depreciation. The cost of the assets is the cost of acquisition or construction together with purchase price and other directly attributable costs for bringing the assets to working conditions for their intended use inclusive of inward freight, duties and non refundable taxes as per Bangladesh Accounting Standard (BAS) 16: Property, Plant and Equipment.

**2.10.2** Fixed Assets other than building are depreciated based on Reducing Balancing Method and rate of depreciation are charged from 7% to 30% but depreciation on building are charged on stright line method @ 7%. Addition to Fixed Assets are depreciated from the month of acquisition for full month irrespective of the date of acquisition of the month of the assets at the applicable rate while no depreciation is charged on any item in the month of disposal. Depreciation on MIDAS Centre is not charged during the year as Occupancy Certificate from RAJUK is not received yet besides most of the Building is not started use till to reporting date.

Building	7%
Office Equipment	18%
Electric Equipment	18%
Office Furniture	10%
Motor Vehicle	20%
Other Assets	30%
Interior Decoration	7%

**2.10.3** On disposal of fixed assets, the cost and accumulated depreciation are eliminated and gain or loss on such disposal is reflected in the income statement, which is determined with reference to the net book value of the assets and net sales proceeds.

## 2.11 Cash & Cash equivalents

Cash and cash equivalents consist of cash in hand, bank balances, deposit held at call with banks and other financial institutions and short term liquid investments that are readily convertible to known amount of cash which are unlikely to be affected by any insignificant risk of changes in value.

## 2.12 Investments in securities

Investment in marketable securities has been shown at cost or market price, whichever is lower, on an aggregate portfolio basis under Bangladesh Accounting Standard BAS: 25; Accounting for investments. Investment in non-marketable shares has been valued at cost. Full provision for diminution in value of shares as on closing of the year on an individual investment basis has been made in the account.

## 2.13 Statutory reserve

NBFIs are required to transfer 20% of the profit to statutory reserve before declaration of dividend as per Financial Institutions Regulations, 1994. MIDAS Financing Limited (MFL) transfers 20% on post tax profit in compliance with the regulation.



## 2.14 Employees benefit obligation

### (a) Defined contribution plan

The Company operates a contributory provident fund scheme for its permanent employees. Provident fund is administered by a Board of Trustees and is funded by equal contributions both by the employees and the Company at a predetermined rate. The contributions are invested separately from the Company's assets.

### (b) Gratuity

The Company operates a gratuity scheme to retain and motivates its employees for long term retention. Employees are entitled to gratuity is calculated on the last basic pay and is payable at the rate of one months basic pay for each completed year of service after completion of five years of service. 50% of one month basic pay for each completed years for three years service with MFL and 75% of one month basic pay for each completed for four years service. The gratuity scheme is made yearly on payment basis.

## 2.15 Provision for investments and advances

Provision for investments and advances is an estimate of the losses that may be sustained in the investment portfolio. The provision is based on two principles (1) Bangladesh Accounting Standards (BAS) 37; Provisions, contingent liabilities and contingent assets, and (2) Bangladesh Bank guidelines.

MFL's methodology for measuring the appropriate level of the provision relies on several key elements, which include both quantitative and qualitative factors as set forth in the Bangladesh Bank guidelines. Provision for loans and advances is made on the basis of periodical review by the management and of instructions contained in Bangladesh Bank FID Circular no. 06 dated 20 August 2006 as well as DFID circular no. 03 dated The classification rates are given below:

Particulars	Rate
<b>General provision on:</b>	
Unclassified loans and advances (SME)	0.25%
Unclassified loans and advances	1%
Special mention account	5%
<b>Specific provision on:</b>	
Substandard loans and advances	20%
Doubtful loans and advances	50%
Bad/loss loans and advances	100%

## 2.16 Income Tax

### 2.16.1 Current tax

Provision for current income tax has been made in accordance with the Income Tax ordinance 1984 and amendment made there to from time to time. On the accounting Profit made after considering some of the taxable add back income and disallowance of expenditure in compliance with BAS-12.

### 2.16.2 Deferred tax

Pursuant to Bangladesh Accounting Standard (BAS) 12: Income Taxes, deferred tax is provided for all temporary timing differences arising between the tax base of assets and liabilities and their carrying value for financial reporting purposes. Adequate provision has been made in calculating temporary timing differences.

## 2.17 Accrued expenses and other payables

Liabilities are recognized for the goods and services received, whether paid or not for those goods and services. Payables are not interest bearing and are stated at their nominal value.

**2.18 Revenue recognition**

Interest income from loans and other sources is recognized on an accrual basis of accounting. Moment of recognition, amount to be recognized and disclosure requirements of revenue has been made as per BAS-18.

**2.18.1 Lease income**

The excess of aggregate rental receivable over the cost of lease constitutes the total unearned interest income at the commencement of the contract. This income is allocated over the period of lease that reflect a constant periodic return on net investment.

**2.18.2 Income from term finance**

Interest income on term finance is recognized on accrual basis. Interest portion of the installments that become receivable is credited to the profit and loss account.

**2.18.3 Fees base income, penal interest etc.**

Fees base income, penal interest etc. are taken to income on cash basis.

**2.18.4 Dividend income**

Dividend income from shares is recognized when the shareholders' legal rights to receive payments have been established i.e. during the period in which dividend is declared in the Annual General Meeting. Dividend declared but not received is recognized as deemed dividend.

**2.18.5 Gain/(Loss) on sale of securities**

Capital gain/(loss) on sale of securities listed in the stock exchanges is recognized only when the securities are sold in the market.

**2.19 Borrowing Costs**

Borrowing costs are recognized as expenses in the period in which they incur in accordance with BAS 23 "Borrowing Cost".

**2.20 Interest suspense account**

Accrued interest on lease, term finance, real estate finance, hire purchase agreement classified as Special Mentioned Account, Sub-Standard, Doubtful and Bad loan are not recognized as income rather transferred to interest suspense accounts as complied with Bangladesh Bank guidelines. Recovery of overdue credited to interest suspense account is recognized as income on cash basis.

**2.21 Litigation**

The Company has no party to any lawsuits except those arising in the normal course of business, which were filed against the default clients for non-performance in loan/lease repayment. The Company, however, provides adequate provision against such doubtful finance.

**2.22 Proposed dividend**

BAS 1: Presentation of Financial Statements, also requires the dividend proposed after the balance sheet date but before the financial statements are authorized for issue, be disclosed in the notes to the financial statement. Accordingly, the Company has disclosed the proposed dividend in note # 41.

**2.23 Earnings per share (EPS)**

The Company calculates Earnings Per Share (EPS) in accordance with BAS 33: Earnings Per Share, which has been shown on the face of profit and loss account, and the computation of EPS is stated in Note 30.

**2.24 Related party disclosure**

As per Bangladesh Accounting Standards (BAS) 24 "Related Party Disclosures", parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with related parties. Related party disclosures have been given in **Note 40**.

**2.25 Events after the balance sheet date**

All material events occurring after the balance sheet date has been considered and where necessary, adjusted for or disclosed in **Note-41**.

**2.26 Liquidity statement**

The liquidity statement has been prepared in accordance with remaining maturity grouping of assets and liabilities as of the close of the year as per following bases:

- a) Balance with other banks and financial institutions are on the basis of their maturity term.
- b) Investment are on the basis of their residual maturity term.
- c) Loans, advances and leases are on the basis of their repayment/maturity schedule.
- d) Fixed assets are on the basis of their useful lives.
- e) Other assets are on the basis of their adjustment terms.
- f) Borrowings from other banks and financial institutions as per their maturity/repayment terms.
- g) Investment are on the basis of their residual maturity term.
- h) Other long term liabilities on the basis of their maturity terms
- i) Other liabilities are on the basis of their settlement of terms.

**2.27 BASEL II and its implementation**

To cope with the international best practice and to make the capital more risk sensitive as well as shock resilient, guidelines on "BASEL Accord for Financial Institutions (BAFI)" have been introduced from January 01, 2011 on test basis by Bangladesh Bank. At the end of the test run period, BASEL Accord regime has started and the guidelines namely "Prudential Guidelines on Capital Adequacy and Market Discipline for Financial Institutions (CAMD)" have come fully into force from January 01, 2012 with its subsequent supplements/revisions. Instructions regarding Minimum Capital Requirement (MCR), Adequate Capital and disclosure requirement as stated in these guidelines have to be followed by all Financial Institutions for the purpose statutory compliance.

As per CAMD guidelines, Financial Institutions should maintain a Capital Adequacy Ratio (CAR) of minimum 10% which is complied by the company.

**2.28 Risk and uncertainty for use of estimates (Provisions)**

The preparation of financial statements in conformity with Bangladesh Accounting Standards requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities, and disclosure requirements for contingent assets and liabilities during the reporting period and on the dates of the financial statements. Due to inherent uncertainty involved in making estimates, actual results reported could differ from those estimates.

In accordance with the guidelines as prescribed by Bangladesh Accounting Standards (BAS) 37: Provisions, contingent liabilities and contingent assets, provisions are recognized in the following situations:

- a. When the Company has an obligation as a result of past events;
- b. When it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- c. Reliable estimate can be made of the amount of the obligation.


**2.29 Status of Compliance of Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs) vis-à-vis IASs/IFRSs**

<b>BAS Title</b>	<b>BAS No.</b>	<b>Status</b>
Presentation of Financial Statements	1	Applied*
Inventories	2	N/A
Statements of Cash Flows	7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	8	Applied
Events after the Balance Sheet Date	10	Applied
Construction Contracts	11	N/A
Income Taxes	12	Applied
Property, Plant & Equipments	16	Applied
Leases	17	Applied
Revenue	18	Applied
Employees Benefits	19	Applied
Accounting of Government Grants and Disclosure of Government Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	N/A
Borrowing Costs	23	Applied
Related Party Disclosures	24	Applied
Accounting and Reporting by Retirement Benefit plans	26	N/A
Consolidated and Separate Financial Statements	27	Applied
Investment in Associates	28	N/A
Interest in Joint Ventures	31	N/A
Financial Instruments: Presentation	32	Applied*
Earnings per Share	33	Applied
Interim Financial Reporting	34	Applied
Impairment of Assets	36	Applied
Provisions, Contingent Liabilities and Contingent Assets	37	Applied
Intangible Assets	38	Applied
Financial Instruments: Recognition and Measurement	39	Applied*
Investment Property	40	N/A
Agriculture	41	N/A
<b>BFRS Title</b>	<b>BFRS No.</b>	<b>Status</b>
Share Based Payment	2	N/A
Business Combination	3	N/A
Insurance Contract	4	N/A
Non-Current held for sale and discontinued operation	5	N/A
Exploration for and evaluation of Mineral Resources	6	N/A
Financial Instruments: Disclosure	7	Applied*
Operating Segments	8	N/A

N/A=Not Applicable

\*As the regulatory requirement differ with the standards, relevant disclosure and presentations are made in accordance with Bangladesh Bank's requirements

Figures in the financial statements and notes have been rounded off to the nearest taka.



	2012-2013 Taka	2011-2012 Taka
<b>3 Cash</b>		
Cash in hand	22,858,839	25,590,425
Balance with Bangladesh Bank	62,565,147	42,165,686
	<b>85,423,986</b>	<b>67,756,111</b>
<b>3.1 Cash in hand (Including foreign currencies)</b>		
In local currency	22,858,839	25,590,425
In foreign currencies	-	-
	<b>22,858,839</b>	<b>25,590,425</b>
<b>3.2 Balance with Bangladesh Bank (Including foreign currencies)</b>		
In local currency	62,565,147	42,165,686
In foreign currencies	-	-
	<b>62,565,147</b>	<b>42,165,686</b>
<b>3.3 Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR)</b>		
Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the 5 <sup>th</sup> schedule of the Financial Institutions Act, 1993 and subsequent FID Circular # 06, dated November 06, 2003, FID Circular # 02 dated November 10, 2004 respectively.		
The minimum Cash Reserve Requirement on the Company's total term deposits and other deposits (except banks & financial institutions) at the rate of 2.50% has been calculated and maintained with Bangladesh Bank in current account and 5% Statutory Liquidity Ratio, including CRR, on the same deposits has also maintained in the form of Cash in hand, balance with Bangladesh Bank and other banks and financial institutions, treasury bills, bonds and debentures etc. Both the reserves maintained by the Bank are in excess of the statutory requirements as shown below:		
<b>3.4 Cash Reserve Ratio (CRR): 2.5% of Average Demand and Time Liabilities</b>		
Required Reserve	59,838,765	38,063,000
Actual Reserve held with Bangladesh Bank (In local currency)	62,565,147	42,165,686
<b>Surplus</b>	<b>2,726,382</b>	<b>4,102,686</b>
<b>3.5 Statutory Liquidity Ratio (SLR): 5% (including 2.5% CRR) of Average Demand and Time Liabilities</b>		
Required Reserve	127,910,939	81,836,000
Actual Reserve held (Note- 3.6)	422,986,102	374,392,381
<b>Surplus</b>	<b>295,075,163</b>	<b>292,556,381</b>
<b>3.6 Held for Statutory Liquidity Ratio</b>		
Cash in hand	22,858,839	25,590,425
Balance with Bangladesh Bank	62,565,147	42,165,686
Balance with other bank and financial institutions (Note-4)	337,562,116	306,636,270
	<b>422,986,102</b>	<b>374,392,381</b>
<b>3(a) Consolidated Cash</b>		
<b>Cash in hand</b>		
MIDAS Financing Limited	22,858,839	25,590,425
MIDAS Investment Limited	2,188	-
	<b>22,861,027</b>	<b>25,590,425</b>
<b>3(b) Balance with Bangladesh Bank</b>		
MIDAS Financing Limited	62,565,147	42,165,686
MIDAS Investment Limited	-	-
	<b>62,565,147</b>	<b>42,165,686</b>
	<b>85,426,174</b>	<b>67,756,111</b>





	2012-2013 Taka	2011-2012 Taka
<b>4 Balance with Other Banks and Financial Institutions</b>		
Inside Bangladesh (Note - 4.1)	337,562,116	306,636,270
Outside Bangladesh	-	-
	<b>337,562,116</b>	<b>306,636,270</b>

**4.1 Inside Bangladesh**

**STD Account**

Standard Bank Ltd.- Dhaka -STD # 041	2,639,906	3,873,107
United Commercial Bank Ltd.- Dhaka -STD # 061	1,697,347	1,256,408
Sonali Bank Ltd.- Dhaka -STD # 319	4,348	5,708
IFIC Bank Ltd.- Dhaka -STD # 048	63,389	62,576
Standard Bank Ltd.- Chittagong -STD # 047	47,115	33,683
BASIC Bank Ltd.- Chittagong -STD # 0358	16,667	16,616
Standard Bank Ltd.- Khulna -STD # 0618	1,787,257	1,258,507
Sonali Bank Ltd.- Khulna -STD # 028	107,303	95,258
IFIC Bank Ltd.- Bogra STD # 618	14,646	95,082
United Commercial Bank Ltd.- Narayangonj - STD # 918	891,026	1,888,319
United Commercial Bank Ltd.- Comilla -STD # 454	469,088	224,050
United Commercial Bank Ltd.- Feni - STD # 475	2,145,115	940,393
BASIC Bank Ltd.- Dhaka - STD # 1199	-	1
Prime Bank Ltd.- Dhaka -STD # 1313	-	161
Janata Bank Ltd.- Dhaka -STD # 318	214,840	215,366
Mercantile Bank Ltd.- Dhaka -STD # 22	40,160	36,876
Bank Asia Ltd.- Dhaka -STD # 653	2,187	4,202
Uttara Bank Ltd.- Dhaka -STD # 329	44,587	44,044
Agrani Bank Ltd.Principal Br. C/A # 935	124,135	125,635
BRAC Bank Ltd.-Satmasjid Rd. STD # 45001	273,308	268,041
Bank Al-Falah Ltd.-STD# 316	70,584	70,701
United Commercial Bank Ltd.- Narsingdhi - STD # 1454	1,750,246	1,287,072
United Commercial Bank Ltd.- Chandpur - STD # 369	877,677	1,756,546
United Commercial Bank Ltd.-Islampur-STD A/C-4230	1,332,105	1,006,016
United Commercial Bank Ltd.-Gazipur-STD A/C-2173	1,300,349	1,451,805
Standard Bank Ltd.-STD A/C-005	1,018,374	1,585,847
AB Bank Ltd.- Dhanmondi Dhaka -STD # 1107	18,513	18,985
AB Bank Ltd.- Sitakunda -STD # 5573	20,888	137,622
Dutch Bangla Bank LTD.-Ring Road Br. STD # 1146	216,612	59,799
Dhaka Bank Ltd.-Khilgahon-STD # 359	7,900	9,650
Agrani Bank Ltd.-Dhanmondi-A/C # 1081	914	10,000,975
Shahjalal Islami Bank Ltd.-Panthapath Br.-A/C # 210	775	17,925
AB Bank Ltd.-Comilla Br.-A/C # 4698	616,470	237,226
United Commercial Bank Ltd.-Keranigonj Br.- A/C # 9986	191,983	712,800
Standard Bank Ltd.- Jessore - A/C # 3656	1,987,894	910,765
Standard Bank Ltd.-Brahmanbaria Br.- A/C # 379	1,943,816	812,828
United Commercial Bank Ltd.-Hathazari Br. - A/C # 53	1,923,788	585,626
Pubali Bank Ltd.-Joydevpur Br.-A/C # 770	102,712	103,620
Publi Bank-Sadarghat Br.-AC # 1023	1,798	3,184
Prime Bank-Foreign Exc.Br.-STD#	190	10,000
One Bank STD A/C	4,009	3,563
Premier Bank-Comilla Br.-STD# 10	2,793,982	3,074,303
Pubali Bank-Sitakunda-STD# 70	1,162,128	2,695,671
Premier Bank-Kalabagan-STD# 10-134	55,737	60,874
Standard Bank-CDA Avenue Br.-Ctg.-206	10,502,394	8,784,238
BDBL-Pr. Br. AC# 19997	8,995	9,595
Agrani Bank-Elephant Rd. Br.-AC# 517	4,300	-
Pubali Bank-Notun Bazar Br.,Chandpur-STD# 352	524,384	-
Standard Bank - Dhanmondi Br.-STD# 514	11,425	5,000
	<b>39,033,366</b>	<b>45,856,269</b>



	2012-2013 Taka	2011-2012 Taka
<b>Term Deposits</b>		
Standard Bank Ltd	51,677,500	20,000,000
United Commercial Bank Ltd	51,851,250	52,780,001
Jamuna Bank Ltd.	5,000,000	-
Reliance Finance Limited	50,000,000	8,000,000
International Leasing & Financial services Ltd.	-	30,000,000
Shahjalal Islami Bank Ltd.-Eskaton	-	130,000,000
Peoples Leasing & Financial services Ltd.	140,000,000	-
Bangladesh Industrial Finance Company Ltd.	-	20,000,000
	<b>298,528,750</b>	<b>260,780,001</b>
	<b>337,562,116</b>	<b>306,636,270</b>
<b>4.2 Maturity-wise groupings of balance with other banks and financial institutions</b>		
On Demand	39,033,366	45,856,269
Not more than 3 months	178,528,750	58,000,000
More than 3 months but less than 1 year	120,000,000	202,780,001
More than 1 year but less than 5 years	-	-
More than 5 years	-	-
	<b>337,562,116</b>	<b>306,636,270</b>
<b>4(a) Consolidated Balance with Other Banks and Financial Institutions</b>		
<b>Inside Bangladesh</b>		
MIDAS Financing Limited	337,562,116	306,636,270
MIDAS Investment Limited	238,259,960	-
Adjustment for Consolidation	(237,507,000)	-
	<b>338,315,076</b>	<b>306,636,270</b>
<b>Outside Bangladesh</b>		
MIDAS Financing Limited	-	-
MIDAS Investment Limited	-	-
	<b>338,315,076</b>	<b>306,636,270</b>
<b>5 Investment in Securities</b>		
<b>a) Government</b>	-	-
<b>b) Others</b>		
Investment in listed securities (Note-5.1)	254,344,926	454,134,089
Investment in unlisted securities (Note-5.2)	11,069,450	40,069,450
	<b>265,414,376</b>	<b>494,203,539</b>
	<b>265,414,376</b>	<b>494,203,539</b>
<b>Maturity-wise Grouping of Investment in Securities:</b>		
On demand	25,434,493	45,413,409
Not more than 3 months	149,889,709	249,773,749
More than 3 months but less than 1 year	76,303,478	136,240,227
More than 1 year but less than 5 years	12,717,246	22,706,704
More than 5 years	1,069,450	40,069,450
	<b>265,414,376</b>	<b>494,203,539</b>



	2012-2013 Taka	2011-2012 Taka
<b>5.1 Listed Securities</b>		
Active Fine Chemicals Ltd.	1,682,680	-
Apex Tanry Limited	26,881,556	18,336,192
Bank Aaia Limited	55,640,000	74,170,829
Beximco Pharma Limited	-	212,703,480
Envoy Textiles Ltd.	27,720,000	-
GBB Power Ltd.	426,450	-
Heidelberg Cement Limited	-	36,908,000
LankaBangla Finance	88,369,635	88,369,655
Meghna Life Insurance Company Ltd.	4,657,600	-
National Life Insurance Company Ltd.	3,257,540	-
Orion Pharma Ltd.	7,019,000	-
Phoenix Finance & Investment Ltd.	6,492,300	-
Pioneer Insurance Co. Limited	7,119,000	-
Saiham Cotton Mills Ltd.	1,818,880	6,000,000
Square Pharmaceuticals Ltd	8,821,450	-
Standard Insurance Ltd	682,785	-
Titas Gas Limited	13,756,050	23,645,933
	<b>254,344,926</b>	<b>460,134,089</b>

Details of listed securities are given below:

	Rate	Number of shares	Cost Price as at 30-06-2013	Market Price as at 30-06-2013
Active Fine Chemicals Ltd.	73.16	23,000	1,682,680	1,672,100
Apex Tanry Limited	109.99	244,400	26,881,556	21,189,480
Bank Aaia Limited	26.75	2,080,000	55,640,000	40,144,000
Envoy Textiles Ltd.	25.20	1,100,000	27,720,000	50,050,000
GBB Power Ltd.	28.43	15,000	426,450	439,500
LankaBangla Finance	97.80	903,575	88,369,635	53,943,429
Meghna Life Insurance Company Ltd.	116.44	40,000	4,657,600	4,144,000
National Life Insurance Company Ltd.	296.14	11,000	3,257,540	3,171,300
Orion Pharma Ltd.	70.19	100,000	7,019,000	6,850,000
Phoenix Finance & Investment Ltd.	38.19	170,000	6,492,300	6,256,000
Pioneer Insurance Co. Limited	71.19	100,000	7,119,000	6,750,000
Saiham Cotton Mills Ltd.	28.42	64,000	1,818,880	1,772,800
Square Pharmaceuticals Ltd	205.15	43,000	8,821,450	9,460,000
Standard Insurance Ltd	38.63	17,675	682,785	701,699
Titas Gas Limited	83.37	165,000	13,756,050	13,563,000
			<b>254,344,926</b>	<b>220,107,307</b>

As on June 30, 2013 there was Tk. 3,67,37,619 net probable loss on investment in marketable listed securities. However, provisions have been made amounting to Tk. 3,67,37,621 for diminution in value of shares as on the close of the year on an individual investment basis. Bangladesh Bank has extended date up to 31.12.2013 to reduce the excess investment in securities in accordance with section 16 of the Financial Institution Act 1993. It is noted that provision of Tk. 25,00,000/= against the investment in unquoted shares of LankaBangla Securities Limited as per instruction of Bangladesh Bank.

**5.2 Un Listed Securities**

Central Depository Bangladesh Limited	4,569,450	4,569,450
Envoy Textile Limited	-	23,000,000
Financial Excellence Securities	1,500,000	1,500,000
LankaBangla Securities Limited	5,000,000	5,000,000
	<b>11,069,450</b>	<b>34,069,450</b>
	<b>265,414,376</b>	<b>494,203,539</b>

**5(a) Consolidated Investment in Securities**

**a) Government**

MIDAS Financing Limited	-	-
MIDAS Investment Limited	-	-
	-	-



	2012-2013 Taka	2011-2012 Taka
<b>b)Other</b>		
<b>MIDAS Financing Limited</b>		
Investment in listed securities	254,344,926	454,134,089
Investment in unlisted securities	11,069,450	40,069,450
	<b>265,414,376</b>	<b>494,203,539</b>
<b>MIDAS Investment Limited</b>		
Investment in listed securities	6,666,398	-
Investment in unlisted securities	10,000,000	-
	<b>16,666,398</b>	-
	<b>282,080,774</b>	<b>494,203,539</b>
<b>6 Lease, Loans and Advances</b>		
<b>a) Inside Bangladesh</b>		
i) Lease finance	758,895,774	837,170,194
ii) Term Finance	4,081,219,247	4,612,294,428
iii) Housing Finance	678,149,314	706,344,713
iv) Staff Loan	31,659,006	42,739,045
v) Consumer Credit	7,301,575	7,038,022
<b>Total Loans and Lease Finance inside Bangladesh</b>	<b>5,557,224,916</b>	<b>6,205,586,402</b>
<b>b) Outside Bangladesh</b>	-	-
<b>Total Lease, Loans and Advance (a+b)</b>	<b>5,557,224,916</b>	<b>6,205,586,402</b>
<b>6.a.i Lease finance</b>		
Balance at July 1	837,170,194	864,309,298
Add: Addition during the year	67,986,769	163,855,438
	<b>905,156,963</b>	<b>1,028,164,736</b>
Less: Realization during the year	146,261,189	190,994,542
Balance at June 30	<b>758,895,774</b>	<b>837,170,194</b>
<b>6.a.ii Term finance</b>		
Balance at July 1	4,612,294,428	4,153,860,072
Add: Addition during the year	1,328,702,557	2,360,634,539
	<b>5,940,996,985</b>	<b>6,514,494,611</b>
Less: Realization during the year	1,859,777,737	1,902,200,183
Balance at June 30	<b>4,081,219,247</b>	<b>4,612,294,428</b>
<b>6.a.iii Housing finance</b>		
This represent loans disbursed to individuals for purchase and construction of apartment and homes for the periods ranging from 5 to 15 years.		
Balance at July 1	706,344,713	625,552,969
Add: Addition during the year	64,334,079	164,900,000
	<b>770,678,792</b>	<b>790,452,969</b>
Less: Realization during the year	92,529,478	84,108,256
Balance at June 30	<b>678,149,314</b>	<b>706,344,713</b>
<b>6.a.iv Staff loan</b>		
Balance at July 1	42,739,045	24,142,889
Add: Addition during the year	4,586,306	22,625,000
	<b>47,325,351</b>	<b>46,767,889</b>
Less: Realization during the year	15,666,345	4,028,844
Balance at June 30	<b>31,659,006</b>	<b>42,739,045</b>
<b>6.a.v Consumer Credit</b>		
Balance at July 1	7,038,022	8,724,762
Add: Addition during the year	2,164,244	1,250,000
	<b>9,202,266</b>	<b>9,974,762</b>
Less: Realization during the year	1,900,691	2,936,740
Balance at June 30	<b>7,301,575</b>	<b>7,038,022</b>



**6.1 Maturity wise Classification of lease, loans and advances:**

**With a residual maturity of**

Receivable on Demand

Not more than 3 months

Over 3 months but not more than 1 year

Over 1 year but not more than 5 years

Over 5 years

	<u>2012-2013</u>	<u>2011-2012</u>
	<u>Taka</u>	<u>Taka</u>
	166,716,747	186,167,592
	1,889,155,987	992,893,824
	1,222,589,483	1,365,229,009
	1,713,037,204	3,029,593,548
	565,725,496	631,702,429
	<b><u>5,557,224,916</u></b>	<b><u>6,205,586,402</u></b>

**6.2 Investments on the basis of significant concentration:**

Investments to allied concern of Directors (Note # 40.5)

Investments to Executives/Officers

Investments to Customer Groups

Industrial Investment

Others

	19,818,060	83,960,999
	31,659,006	42,739,045
	3,366,906,134	3,866,125,657
	1,655,843,047	1,877,114,686
	482,998,669	335,646,015
	<b><u>5,557,224,916</u></b>	<b><u>6,205,586,402</u></b>

**6.3 Investments allowed to Group exceeding 15% of NBF's total capital:**

Total Capital of the Company

15% of NBF's total capital

605,507,151

90,826,073

604,265,901

90,639,885

Total outstanding amount to such customers at end of the year

Number of such types of customers

Amount of Classified Investments thereon

Measures taken for recovery

: 892,936,644

: 6

: -

:

1,038,793,223

7

178,168,958

**6.4 Sector-wise Classification of Investment:**

Sector	As at 30 June 2013		As at 30 June 2012	
	Amount	Composition	Amount	Composition
<b>Trade and Commerce</b>	1,698,307,887	30.56%	2,210,208,795	35.62%
<b>Industry:</b>				
Garments and Knitwear	261,037,486	4.70%	195,917,062	3.16%
Textile	462,943,952	8.33%	566,507,885	9.13%
Food Production/Processing Industries	421,425,607	7.58%	520,712,216	8.39%
Plastic Industries	31,132,333	0.56%	32,829,235	0.53%
Leather & Leather Goods	5,850,863	0.11%	4,585,963	0.07%
Iron, Steel & Engineering	114,516,930	2.06%	154,206,318	2.48%
Pharmaceuticals and Chemicals	103,741,806	1.87%	122,715,193	1.98%
Cement and Allied Industry	3,207,410	0.06%	3,851,821	0.06%
Telecommunication/Information Techno	5,711,203	0.10%	6,813,256	0.11%
Paper, Printing and Packaging	40,507,775	0.73%	45,707,452	0.74%
Glass & Ceramic Industries	645,077	0.01%	1,085,799	0.02%
Ship Manufacturing Industry	189,562,337	3.41%	204,772,994	3.30%
Electronics & Electrical Goods	13,464,231	0.24%	14,853,734	0.24%
Power, Gas, Water & Sanitary service	2,096,037	0.04%	2,555,758	0.04%
Transport & Communication	-	0.00%	-	0.00%
Agriculture	100,516,690	1.81%	104,662,269	1.69%
Real Estate & Housing	678,149,314	12.20%	706,344,713	11.38%
Merchant Banking /Loan against Lien of Securities	263,251,369	4.74%	296,920,352	4.78%
Others	1,129,497,603	20.32%	967,596,542	15.59%
In-house Employees' Loan	31,659,005	0.57%	42,739,045	0.69%
<b>Total</b>	<b><u>5,557,224,916</u></b>	<b><u>100%</u></b>	<b><u>6,205,586,402</u></b>	<b><u>100%</u></b>



#### 6.5 Geographical Location-wise lease, loans and advances:

Division	As at 30 June 2013		As at 30 June 2012	
	Amount	Composition	Amount	Composition
Dhaka	2,991,195,055	53.83%	3,143,761,964	50.66%
Chittagong	2,090,453,869	37.62%	2,503,878,771	40.35%
Khulna	277,124,296	4.99%	346,427,427	5.58%
Rajshahi	198,451,696	3.57%	211,518,240	3.41%
<b>Total</b>	<b>5,557,224,916</b>	<b>100%</b>	<b>6,205,586,402</b>	<b>100%</b>

#### 6.6 Grouping of Investment as per Classification Rules of Bangladesh Bank:

Status	As at 30 June 2013		As at 30 June 2012	
	Amount	Composition	Amount	Composition
Unclassified	4,129,485,150	74.31%	5,150,481,712	83.00%
Special Mention Account (SMA)	506,070,176	9.11%	222,716,021	3.59%
Substandard	196,636,660	3.54%	434,539,401	7.00%
Doubtful	264,556,544	4.76%	70,426,957	1.13%
Bad or loss	460,476,387	8.29%	327,422,311	5.28%
<b>Total</b>	<b>5,557,224,916</b>	<b>100%</b>	<b>6,205,586,402</b>	<b>100%</b>

#### 6.7 Particulars of provision for Loans and lease finance

Status	Rate	Basis for Provision		
Unclassified	1%	2,192,586,672	21,925,867	51,504,817
Unclassified (SME)	0.25%	1,936,898,478	4,842,246	-
Special Mention Account	5%	442,182,757	22,109,138	10,688,464
			<b>48,877,251</b>	<b>62,193,281</b>
Substandard	20%	156,537,344	31,307,469	55,830,422
Doubtful	50%	170,828,936	85,414,468	26,603,874
Bad or loss	100%	248,365,209	248,365,209	146,627,586
			<b>365,087,146</b>	<b>229,061,882</b>
Required provision for Loans & Lease Finance			<b>413,964,397</b>	<b>291,255,163</b>
Total provision maintained {note # 11.1(a) & (b)}			<b>413,964,402</b>	<b>291,256,150</b>
<b>Provision surplus</b>			<b>5</b>	<b>987</b>

MFL has maintained provision on unclassified investment amounting to Tk.4,88,77,251 (note # 11.1.a) and for classified Loan & Lease Finance Tk. 365,087,151/- (note # 11.1.b) totaling Tk. 413,964,402/-.

#### 6.8 Particulars of Investments:

(i) Debts considered good in respect of which the MFL is fully secured	1,203,376,329	1,002,134,777
(ii) Debts considered good for which the MFL holds no other security other than the debtor's personal guarantee	27,616,144	39,249,689
(iii) Debts considered good and secured by personal security of one or more parties in addition to the personal security of the debtors	4,326,232,443	5,164,201,936
	<b>5,557,224,916</b>	<b>6,205,586,402</b>
(iv) Amount of classified loan in which no provision has been maintained	-	-
(v) Debts due by directors or officers of the MFL or any of them either severally or jointly with any other person	31,659,006	42,739,045
(vi) Debts due by companies or firms in which the directors of the MFL are interested as directors, partners or managing agents or, in the case of private companies as members (Note 40.5).	51,477,066	126,700,044



(vii) Maximum total amount of investments, including temporary investments made at any time during the period to directors or managers or officers of the MFL or any of them either severally or jointly with any other persons.	<u>1,600,000</u>	<u>5,434,000</u>
(viii) Maximum total amount of advances including temporary advances granted during the period to the companies or firms in which the directors of the MFL are interested as directors, partners or managing agents or in the case of private companies as members	<u>-</u>	<u>1,000,000</u>
(ix) Receivable from other NBFIs	<u>-</u>	<u>-</u>
(x) Total amount of advance on which Profit is not credited:	<u>1,427,739,767</u>	<u>1,055,104,690</u>
(xi) Cumulative amount of written off Investments	<u>2,338,695</u>	<u>2,338,695</u>
<b>6(a) Consolidated Lease, Loans and Advances</b>		
<b>Inside Bangladesh</b>		
MIDAS Financing Limited	5,557,224,916	6,205,586,402
MIDAS Investment Limited	-	-
Adjustment for Consolidation	(149,212,026)	-
	<u>5,408,012,890</u>	<u>6,205,586,402</u>
<b>Outside Bangladesh</b>		
MIDAS Financing Limited	-	-
MIDAS Investment Limited	-	-
	<u>5,408,012,890</u>	<u>6,205,586,402</u>
<b>7 Fixed Assets including Premises, Furniture &amp; Fixtures</b>		
<b>A. Cost:</b>		
Opening balance	574,422,052	178,484,786
Addition/Transfer during the year	26,482,565	395,962,665
Less: Disposal/Transfer during the year	(39,120,587)	25,400
<b>Closing balance at cost</b>	<u>561,784,030</u>	<u>574,422,051</u>
<b>B. Depreciation:</b>		
Opening balance	32,848,459	25,206,582
Depreciation Charge during the year	11,347,930	7,666,211
Less: Adjustment during the year	(1,162,992)	24,334
<b>Accumulated Depreciation</b>	<u>43,033,397</u>	<u>32,848,459</u>
<b>Carrying value</b>	<u>518,750,633</u>	<u>541,573,592</u>

For details please refer to Annexure-B

To Comply with the Section 17 of the Financial Institutions Act. 1993, A floor measuring 7930 sft. with 4 car parking has been sold to M/S. Brandwin Group of Company Ltd. at a value of Tk.16 crore of which Book Value of the floor is Tk.3.71 crore. The registration of the sales is yet to be executed. Necessary documents have been submitted to The Ministry of Housing and Public Works for their Consent. In the mean time Concern Authority completed all necessary inspection and submitted report for sales permission. After getting approval, registration will be completed accordingly.

It was also decided to transfer 4.5 floors and proportionate land to MIDAS Investment Ltd. at vale of Tk.16.57 crore. Accordingly MFL received the amount from MIL as advance against the transfer/sales (Shown in Note # 11 as other liability). The transfer/sales is yet to be executed. After registration of sales, the necessary adjustment will be given thereof. The approval of the shareholders in this regard was accorded in the Annual General Meeting held on November 06, 2012. It is also noted that to comply with the above mentioned section, MFL will have to dispose off / transfer more immovable assets by September 15, 2013. It may be also mentioned that after issuance of Right shares, Company's immovable assets would be reached at prescribed limit as per section 17 of the Financial Institutions Act. 1993.



7(a) Fixed Assets including Premises, Furniture & Fixtures

MIDAS Financing Ltd	518,750,633	541,573,592
MIDAS Investment Limited	335,291	-
	<b>519,085,924</b>	<b>541,573,592</b>

8 Others Assets

	2012-2013 Taka	2011-2012 Taka
Interest Receivable on FDR & Deposit	10,029,199	7,316,772
Investment in Capital of MIDAS Investment Ltd	249,998,000	-
Accrued Interest-LLS & LTD	17,381,235	-
Receivable from MIDAS-Admin. Expenses	113,098	5,133,159
Advance against purchase of shares	40,804,664	11,363,038
Advance Income Tax (Note # 8.1)	192,575,319	189,651,134
Advance against expenditure	1,141,505	2,453,792
Receivable from MIDAS Investment Ltd.	1,458,501	504,425
Receivable from sales of fixed Assets	80,000,000	-
Advance Office Rent	5,117,140	5,943,880
Deposits (with other organization Note # 8.2)	633,500	3,623,000
Reimburse legal expenses	499,500	460,500
House Rent Receivable	-	93,000
Stamp, Stationary etc, in hand	22,965	33,146
	<b>599,774,626</b>	<b>226,575,846</b>

8.1 Advance Income Tax

Opening Balance	189,651,134	161,791,453
Add: Addition during the year	58,840,817	27,859,681
	<b>248,491,952</b>	<b>189,651,134</b>
Adjustment during the year	55,916,633	-
	<b>192,575,319</b>	<b>189,651,134</b>

8.2 Deposits

Deposits with BTCL	9,000	9,000
Deposits with Grameen Phone	11,000	11,000
PUNARBHABA Security Service	45,000	45,000
RAJUK, Dhaka	-	3,000,000
DPDC-Security Deposit-MIDAS Centre	558,000	558,000
Solar Panel-Hathajari	5,000	-
Electricity Meter-Fani	5,500	-
	<b>633,500</b>	<b>3,623,000</b>

8.3 Maturity wise classification of other assets

Receivable on Demand	17,058,001	6,363,601
Not more than 3 months	21,613,204	13,671,411
Over 3 months but not more than 1 year	114,352,496	10,186,804
Over 1 year but not more than 5 years	238,346,829	135,835,690
Over 5 years	208,404,096	60,518,340
	<b>599,774,626</b>	<b>226,575,846</b>

8(a) Consolidated Others Assets

MIDAS Financing Limited	599,774,626	226,575,846
MIDAS Investment Limited	168,921,426	-
Adjustment for Consolidation	(415,679,353)	-
	<b>353,016,699</b>	<b>226,575,846</b>





**9 Borrowings from other banks, financial institutions and agents**

In Bangladesh	3,018,774,943	4,437,186,950
Outside Bangladesh	-	-
	<b>3,018,774,943</b>	<b>4,437,186,950</b>

**9.1 In Bangladesh**

Term Loan from other Banks (Note-9.2)	1,781,272,446	3,344,211,142
Refinance against SME loan from Bangladesh Bank	1,061,293,738	808,021,455
Refinance against Housing loan from Bangladesh Bank	5,024,071	20,880,009
SME Foundation	35,000,000	40,000,000
Loan from BYEA	300,238	501,559
Short Term Loan from Bank (Note-9.3)	135,884,450	223,572,785
Call Loan (Note-9.4)	-	-
	<b>3,018,774,943</b>	<b>4,437,186,950</b>

2012-2013

Taka

2011-2012

Taka

**9.2 Term loan from other banks**

Janata Bank Limited	255,671,920	757,302,985
BASIC Bank Limited	-	184,691,360
Uttara Bank Limited	275,000,000	29,166,665
Sonali Bank Limited	118,415,000	181,575,000
Agrani Bank Limited	612,213,529	854,469,638
BRAC Bank Limited	28,561,920	67,809,598
Bank Al-Falah LTD.	-	9,293,928
UAE Bangladesh	25,034,598	34,093,819
Pubali Bank Limited	167,500,000	227,500,000
Mercantile Bank Limited	197,838,945	228,313,499
Bangladesh Commerce Bank Ltd.	19,223,113	54,422,234
Shahjalal Islami Bank Ltd.	-	318,583,498
Prime Bank Ltd.	-	90,000,000
Premier Bank Ltd.	-	257,214,113
One Bank Ltd.	81,813,422	47,500,000
Bangladesh Industrial Finance Company Ltd.	-	2,274,805
	<b>1,781,272,446</b>	<b>3,344,211,142</b>

**9.3 Short Term Loan from other banks**

Standard Bank Limited	26,833,104	14,012,065
Shahjalal Islami Bank Ltd.	10,000,000	25,605,767
Bangladesh Development Bank Ltd.	(26,369)	3,365,847
Pubali Bank Limited	57,317,625	60,020,171
United Commercial Bank Ltd.	41,543,797	60,272,931
Jamuna Bank Ltd.	216,293	-
Agrani Bank Ltd.	-	60,296,004
	<b>135,884,450</b>	<b>223,572,785</b>

**9.4 Call Loan**

BASIC Bank Limited	-	-
Eastern Bank Limited	-	-
	-	-

**9.5 Maturity wise classification of loan**

Repayable on demand	-	-
Within 1 month	80,500,000	198,986,158
Over 1 months but not more than 6 months	694,730,000	763,636,245
Over 6 months but not more than 1 year	336,544,944	1,114,105,408
Over 1 year but not more than 5 years	1,207,000,000	1,946,729,167
Over 5 years	700,000,000	413,729,972
	<b>3,018,774,943</b>	<b>4,437,186,950</b>



9(a) Consolidated Borrowings from other banks, financial institutions and agents

<b>Inside Bangladesh</b>		
MIDAS Financing Ltd	3,018,774,943	4,437,186,950
MIDAS Investment Limited	149,212,026	-
Adjustment for Consolidation	(149,212,026)	-
	<b>3,018,774,943</b>	<b>4,437,186,950</b>
<b>Outside Bangladesh</b>		
MIDAS Financing Ltd	-	-
MIDAS Investment Limited	-	-
	<b>3,018,774,943</b>	<b>4,437,186,950</b>

	<b>2012-2013</b>	<b>2011-2012</b>
	<b>Taka</b>	<b>Taka</b>
<b>10 Deposits</b>		
<b>Deposit &amp; Other Accounts:</b>		
Term Deposits (Note-10.1)	2,442,407,951	1,841,661,643
Other Deposits (Note-10.2)	27,021,911	36,645,596
	<b>2,469,429,861</b>	<b>1,878,307,239</b>
<b>10.1 Term Deposits</b>		
General Deposits	2,292,407,951	1,691,661,643
Deposit from Other Banks and Financial Institutions (Note # 10.4)	150,000,000	150,000,000
	<b>2,442,407,951</b>	<b>1,841,661,643</b>
<b>10.1.1 Term Deposits</b>		
Fixed Term Deposits (FDR)	1,822,150,115	1,526,421,642
Double Money Scheme	81,989,451	53,269,451
Monthly / Quarterly - Interest Scheme	459,906,000	224,236,000
Monthly Deposit Scheme (DPS)	76,472,385	36,944,550
Triple Money Scheme	1,890,000	790,000
	<b>2,442,407,951</b>	<b>1,841,661,643</b>
<b>10.2 Other Deposits</b>		
Lease deposits	15,759,686	19,912,250
Security deposits	11,262,225	16,733,346
	<b>27,021,911</b>	<b>36,645,596</b>
<b>10.3 Total Deposit &amp; Other Accounts</b>		
General Deposits	2,319,429,861	1,728,307,239
Deposit from Other Banks and Financial Institutions	150,000,000	150,000,000
	<b>2,469,429,861</b>	<b>1,878,307,239</b>
<b>10.4 Term Deposits from other bank and financial institutions</b>		
Shahjalal Islami Bank Limited	100,000,000	100,000,000
Bangladesh Development Bank Ltd.	50,000,000	50,000,000
	<b>150,000,000</b>	<b>150,000,000</b>
<b>10.5 Maturity wise classification of Deposits are as under</b>		
<b>With a residual maturity of</b>		
Repayable on demand	200,000	4,174,491
Within 1 month	45,000,000	2,087,245
Over 1 months but not more than 6 months	1,187,500,000	330,608,382
Over 6 months but not more than 1 year	815,500,000	354,786,495
Over 1 year but not more than 5 years	355,507,950	626,434,684
Over 5 years	65,721,911	560,215,942
	<b>2,469,429,861</b>	<b>1,878,307,239</b>



**10(a) Consolidated Deposits**

**Term Deposit**

MIDAS Financing Limited  
MIDAS Investment Limited  
Adjustment for Consolidation

2,442,407,951	1,841,661,643
-	-
(237,507,000)	-
<b>2,204,900,951</b>	<b>1,841,661,643</b>

**10(b) Other Deposit**

MIDAS Financing Limited  
MIDAS Investment Limited

27,021,911	36,645,596
-	-
<b>27,021,911</b>	<b>36,645,596</b>
<b>2,231,922,861</b>	<b>1,878,307,239</b>

<b>2012-2013</b>	<b>2011-2012</b>
<b>Taka</b>	<b>Taka</b>

**11 Other Liabilities**

Provision for Loans and Lease Finance (Note 11.1 )  
Provisions for Investment in Securities (Note 11.2)  
Provision for Taxation ( Note 11.3)  
Advance for transfer/sales of fixed assets from MIL  
Provision for Deferred Tax (11.4)  
Advance against installment  
Advance Rent From MIDAS Centre  
Payable & Provision against expenditure (11.5)  
Interest payable on Deposits and Borrowings  
Interest Suspense (Note 11.6)

413,964,402	291,256,150
36,737,621	137,389,211
255,830,232	262,710,612
165,681,353	-
20,022,141	3,625,291
3,904,449	9,480,027
50,481,300	60,957,480
1,143,147	3,029,492
114,249,972	101,496,353
208,424,080	132,627,054
<b>1,270,438,698</b>	<b>1,002,571,670</b>

**11.1 Provision for Loans and Advances:**

**(a) General Provision on Unclassified loans and advances:**

Provision held at the beginning of the year  
Net charge to Profit & Loss Account (note - 29)  
**Balance at the end of the year**

62,194,268	57,399,484
(13,317,017)	4,794,784
<b>48,877,251</b>	<b>62,194,268</b>

**(b) Provision on Classified loans and advances:**

Provision held at the beginning of the year  
Net charge to Profit & Loss Account (note - 29)  
Less: Write off during the year  
**Provision held at the end of the year**

229,061,882	117,163,501
136,025,269	111,898,381
-	-
<b>365,087,151</b>	<b>229,061,882</b>

**Total Provision for Investments**

<b>413,964,402</b>	<b>291,256,150</b>
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**11.2 Provision for Investment in Securities:**

Provision held at the beginning of the year  
Addition/(Adjustment) during the year (note-29)  
**Balance at the end of the year**

137,389,211	98,075,944
(100,651,592)	39,313,267
<b>36,737,619</b>	<b>137,389,211</b>

**11.3 Provision for Taxation :**

Balance at the beginning of the year  
Provision made during the year  
Adjustment during the year  
**Balance at the end of the year**

262,710,612	236,249,341
48,135,384	26,461,271
(55,015,764)	-
<b>255,830,232</b>	<b>262,710,612</b>

**11.4 Provision for Deferred Tax :**

Balance at the beginning of the year  
Provision made during the year  
Adjustment during the year  
**Balance at the end of the year**

3,625,291	1,773,111
16,396,850	1,852,180
-	-
<b>20,022,141</b>	<b>3,625,291</b>



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 Bangladesh Accounting Standard (BAS) 12.

Deferred tax liability is arrived at as follows:

	Carrying amount at Balance Sheet	Tax Base	Taxable temporary difference
	Taka	Taka	Taka
Fixed Assets net of depreciation as on 30 June, 2013	518,750,633	471,639,712	47,110,920
Applicable Tax Rate			42.50%
a) Deferred tax liability as on June 30, 2013			20,022,141
b) Deferred tax liability as on June 30, 2012			3,625,291
Deferred tax expenses accounted for during the year 2012-2013			<u>16,396,850</u>

**11.5 Payable against expenditure:**

	2012-2013 Taka	2011-2012 Taka
Payable to CDBL	(37,288)	112,335
Telephone Bill	15,000	15,000
Electric Bill	46,750	46,750
Audit fees	81,871	81,871
Withholding VAT/Tax	-	(6,075)
Clearing Account	1,029,814	1,399,311
Fuel & CNG	4,000	4,000
Postage	3,000	3,000
CIB Fees	-	1,373,300
	<u>1,143,147</u>	<u>3,029,492</u>

**11.6 Interest Suspense Account:**

Balance at the beginning of the year	132,627,054	69,981,028
Net amount transferred to suspense account during the year	75,797,026	62,646,026
Balance at the end of the year	<u>208,424,080</u>	<u>132,627,054</u>

**11.7 Maturity wise classification of other liabilities**

Repayable on demand	115,393,119	104,525,846
Within 1 month	70,653,226	2,844,008
Over 1 month but not more than 6 months	139,878,411	154,955,685
Over 6 months but not more than 1 year	282,612,902	157,728,928
Over 1 year but not more than 5 years	237,314,307	484,240,960
Over 5 years	258,905,380	98,276,243
	<u>1,104,757,345</u>	<u>1,002,571,670</u>

**11(a) Consolidated Other Liabilities**

MIDAS Financing Limited	1,270,438,698	1,002,571,670
MIDAS Investment Limited	16,841,141	-
Adjustment for Consolidation	(165,681,353)	
	<u>1,121,598,486</u>	<u>1,002,571,670</u>

**12 Capital**

**12.1 Authorized Capital:**

200,000,000 ordinary shares of Tk. 10 each	<u>2,000,000,000</u>	<u>2,000,000,000</u>
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**12.2 Issued, Subscribed and Paid up Capital:**

6,01,34,338 fully paid ordinary shares of Tk. 10 each subscribed and paid up by the sponsor Shareholders & General Shareholders

	<b>601,343,380</b>	<b>601,343,380</b>
Sponsor Shareholders Group	309,073,600	309,073,600
General Shareholders Group	292,269,780	292,269,780
	<b>601,343,380</b>	<b>601,343,380</b>

**General Shareholders Group:**

Non resident	8,832,460	6,664,830
Companies & Institutions	106,572,160	111,050,280
General Public	176,865,160	174,554,670
	<b>292,269,780</b>	<b>292,269,780</b>

Bangladesh Bank issued a directive to all NBFIs to enhance its paid up Capital to Tk. 100.00 crore by 30 June, 2012 vide DFIM circular # 5, dated 24 July 2011. Subsequently the time is extended up to 31 December 2013 for MIDAS Financing Ltd. to enhance its paid up capital to Tk. 100.00 Crore. Last Year the Board of Directors of MIDAS Financing Ltd. in its 196th Board Meeting held on June 27, 2012 recommended right shares @ 2R:3 (two rights shares for every three existing shares) at par. But Bangladesh Securities and Exchange Commission expressed its inability to consider the prayer for rights issue of the Company due to non compliance of the condition under 3(h) of the Securities and Exchange Commission (Rights Issue) Rules, 2006. i.e. preceding year's profitability record. The Board of Directors of the Company decided to enhance its Paid up Capital to Tk. 100 crore through issuance of right shares further as the company has complied with the SEC rules 3(h) of the Securities and Exchange Commission (Rights Issue) Rules, 2006.

**Classification of Shareholders by holding:**

	No. of Shareholders	No. of shares	Percentage of holding shares
Less than 500 shares	1,970	303,886	0.51%
501 to 5,000 shares	1,429	2,169,105	3.61%
5,001 to 10,000 shares	135	952,327	1.58%
10,001 to 20,000 shares	62	872,180	1.45%
20,001 to 30,000 shares	21	507,136	0.84%
30,001 to 40,000 shares	14	485,737	0.81%
40,001 to 50,000 shares	14	622,940	1.04%
50,001 to 1,00,000 shares	35	2,468,369	4.10%
1,00,001 & above Shares	44	51,752,658	86.06%
<b>Total</b>	<b>3,724</b>	<b>60,134,338</b>	<b>100.00%</b>

**Year wise details break up of raising paid up capital:**

<u>Year</u>	<u>Declaration</u>	<u>Nos of Shares</u>	<u>Value of Shares</u>	<u>Cumulative</u>
16-May-95	Sponsored Share	10,000	100,000	100,000
1996-1997	Allotment Share	5,021,000	50,210,000	50,310,000
1999-2000	Allotment Share	509,000	5,090,000	55,400,000
2002-2003	IPO	4,460,000	44,600,000	100,000,000
2003-2004	Bonus Share	689,200	6,892,000	106,892,000
2004-2005	Bonus Share	1,068,920	10,689,200	117,581,200
2004-2005	Right share	11,758,120	117,581,200	235,162,400
2005-2006	Bonus Share	2,351,620	23,516,200	258,678,600
2006-2007	Bonus Share	2,586,790	25,867,900	284,546,500
2007-2008	Bonus Share	2,845,460	28,454,600	313,001,100
2008-2009	Bonus Share	3,912,510	39,125,100	352,126,200
2009-2010	Bonus Share	5,281,890	52,818,900	404,945,100
2010-2011	Bonus Share	14,173,070	141,730,700	546,675,800
2011-2012	Bonus Share	5,466,758	54,667,580	601,343,380



**12.3 Capital adequacy**

In terms of DFIM Circular No. 14 dated December 28, 2011 required capital of the company as per Prudential Guidelines on Capital Adequacy and Market Discipline for Financial Institutions was Tk. 56,49,40,000 as against MFL maintained total capital of Tk. 66,70,81,194/-. Details are shown below:

**a) Core Capital (Tier-I)**

Paid-up Capital (Note# 12.2)	601,343,380	601,343,380
Statutory Reserve (Note # 13)	118,739,104	118,490,854
Retained Earnings (Note # 14)	<u>(114,575,333)</u>	<u>(115,568,333)</u>
	<u><b>605,507,151</b></u>	<u><b>604,265,901</b></u>

**b) Supplementary Capital (Tier-II)**

General Provision {Note # 11.1(a)}	<u>48,877,251</u>	<u>62,194,268</u>
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<b>Total Capital (a + b)</b>	<u><b>654,384,402</b></u>	<u><b>666,460,169</b></u>
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<b>Total Risk Weighted Assets (RWA)</b>	<b>5,649,400,000</b>	<b>6,648,300,000</b>
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<b>10% of RWA</b>	<b>564,940,000</b>	<b>664,830,000</b>
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Minimum Capital Requirement (10% of RWA and Tk.100 crore whichever is higher).

As per DFIM Circular # 5 dated 24 July 2011 and subsequent Bangladesh Bank letter no. DFIM@ 1054/55/2013-501, MFL will have to enhance its paid up Capital to Tk.100 crore by 31st December 2013.

<b>Capital Surplus/(Deficit)</b>	<u><b>89,444,402</b></u>	<u><b>1,630,169</b></u>
	<u>2012-2013</u>	<u>2011-2012</u>
	<u>Taka</u>	<u>Taka</u>

**13 Statutory Reserve:**

Opening balance	118,490,854	118,490,854
Add: Addition during the year	<u>248,250</u>	<u>-</u>
	<u><b>118,739,104</b></u>	<u><b>118,490,854</b></u>

**14 Retained Earnings:**

Opening balance	(115,568,333)	58,509,745
Add: Profit After Tax	1,241,250	(119,410,498)
Less: Transfer to Statutory Reserve	(248,250)	-
Less: Issue of Bonus Shares	-	(54,667,580)
Less: Payment of Cash Dividend	-	-
<b>Balance as on 30 June</b>	<u><b>(114,575,333)</b></u>	<u><b>(115,568,333)</b></u>

**14(a) Consolidated Retained Earnings**

Opening balance	<u><b>(115,568,333)</b></u>	<u><b>58,509,745</b></u>
Add: Profit After Tax	9,373,281	(119,410,498)
Less: Transfer to Statutory Reserve	(248,250)	-
Less: Issue of Bonus Shares	-	(54,667,580)
Less: Payment of Cash Dividend	-	-
MIDAS Investment Limited	-	-
	<u><b>(106,443,302)</b></u>	<u><b>(115,568,333)</b></u>

**15 Profit and Loss Account**

**Income**

Interest, discount and similar income (Note-16)	952,175,331	991,194,657
Dividend income {Note-18 (b)}	4,696,261	1,396,229
Commission, Exchange and Brokerage	2,064,375	1,500,000
Gains less losses arising from investment securities {Note-18 (a)}	(88,369,816)	4,930,823
Other operating income (Note-19)	<u>169,276,260</u>	<u>24,293,866</u>
	<u><b>1,039,842,411</b></u>	<u><b>1,023,315,575</b></u>



**Expenses:**

Interest paid on Deposits & Borrowings (Note-17)	818,995,771	838,095,658
Administrative expenses	113,396,226	101,060,360
Other operating expenses (Note-28)	8,272,341	11,583,962
Depreciation on Fixed assets (Note-27(a))	11,347,930	7,666,211
	<u>952,012,269</u>	<u>958,406,191</u>
<b>Income over expenditure</b>	<b><u>87,830,142</u></b>	<b><u>64,909,384</u></b>

**16 Interest Income**

Interest on Loans & Lease Finance (Note-16.1)	877,573,274	917,360,201
Interest on placement with other Banks & Fis (Note-16.2)	74,602,058	73,834,456
	<u>952,175,331</u>	<u>991,194,657</u>

**16.1 Interest on Loans & Lease Finance**

Interest income on lease finance	107,625,769	105,097,768
Interest income on term finance	653,819,671	712,973,092
Interest on housing finance	113,314,168	94,298,719
Interest on Consumer Credit	518,287	851,412
Interest on staff loan	2,295,379	4,139,210
	<u>877,573,274</u>	<u>917,360,201</u>

**16.2 Interest on placement with other banks & Fis**

	2012-2013 Taka	2011-2012 Taka
Interest on FDR	45,612,952	35,515,743
Interest on STD accounts	878,855	1,427,463
Call Loan Interest	236,111	3,443,472
Other Interest Income	27,874,139	33,447,778
	<u>74,602,058</u>	<u>73,834,456</u>

**16(a) Consolidated Interest Income**

**Interest on Loans & Lease Finance**

MIDAS Financing Limited	877,573,274	917,360,201
MIDAS Investment Limited	-	-
Adjustment for consolidation	(9,608,626)	-
	<u>867,964,648</u>	<u>917,360,201</u>

**Interest on placement with other Banks & Fis**

MIDAS Financing Limited	74,602,058	73,834,456
MIDAS Investment Limited	25,248,034	-
Adjustment for Consolidation	(25,247,000)	-
	<u>74,603,092</u>	<u>73,834,456</u>
	<u>942,567,739</u>	<u>991,194,657</u>

**17 Interest paid on deposits & borrowing**

Interest paid on deposits	305,933,645	227,077,176
Interest paid on borrowings (Note-17.1)	513,062,126	611,018,481
	<u>818,995,771</u>	<u>838,095,658</u>

**17.1 Interest paid on borrowing**

Interest Expenses on Bank Loan	451,639,725	581,499,108
Interest Expenses on Call Loan	21,794,667	5,221,945
Interest Expenses on Re financing loan	39,627,734	24,297,428
	<u>513,062,126</u>	<u>611,018,481</u>

**17(a) Consolidated Interest paid on deposit and borrowing**

**Interest paid on deposits**

MIDAS Financing Limited	305,933,645	227,077,176
MIDAS Investment Limited	-	-
Adjustment for Consolidation	(25,247,000)	-
	<u>280,686,645</u>	<u>227,077,176</u>

**Interest paid on borrowing**

MIDAS Financing Limited	513,062,126	611,018,481
MIDAS Investment Limited	9,608,626	-
Adjustment for Consolidation	(9,608,626)	-
	<u>513,062,126</u>	<u>611,018,481</u>
	<u>793,748,771</u>	<u>838,095,658</u>



**18 Income from Investment in Securities**

Income from Investment in Shares (a)	(88,369,816)	4,930,823
Dividend Income (b)	4,696,261	1,396,229
	<b>(83,673,555)</b>	<b>6,327,052</b>

Income from investment in Shares arises the sales of shares in the secondary market.

**18(a) Consolidated Income from Investment in Securities**

**Income from Investment in Shares**

MIDAS Financing Limited	(88,369,816)	4,930,823
MIDAS Investment Limited	221,874	-
	<b>(88,147,942)</b>	<b>4,930,823</b>

**Dividend Income**

MIDAS Financing Limited	4,696,261	1,396,229
MIDAS Investment Limited	-	-
	<b>4,696,261</b>	<b>1,396,229</b>
	<b>(83,451,681)</b>	<b>6,327,052</b>

2012-2013

2011-2012

Taka

Taka

**19 Other Operating Income:**

Transfer price	166,892	554,738
Recovery of Documentation and processing Charge	8,849,682	21,385,344
Sale of Application form	418,100	1,022,300
Rental Income-MIDAS Centre	27,628,300	918,600
Rental Income-MIDAS Nahar Green	7,420,040	-
Other Income (Note-19.1)	124,793,246	412,884
	<b>169,276,260</b>	<b>24,293,866</b>

**19.1 Other Income**

Notice Pay	68,730	113,880
Late Pay	30,354	-
News Paper & Other Sales	510	3,301
Training	-	40,000
CDBL Rebate and Shares	1,000	1,101
Income from CIB	1,448,486	-
Salary of MFL Employees to MIDAS	-	225,330
Gain on sales of fixed assets	122,934,889	21,484
PF contribution refund	193,584	-
Income From early settlement of Deposit	92,320	-
Miscellaneous Income	23,373	7,788
	<b>124,793,246</b>	<b>412,884</b>

The gain on sales of fixed assets of 12,29,05,448/- was arised due to sales of a floor at Tk.16,00,00,000/- which is under process of registration.

**19(a) Consolidated Other Operating Income:**

MIDAS Financing Limited	169,276,260	24,293,866
MIDAS Investment Limited	3,003,570	-
	<b>172,279,830</b>	<b>24,293,866</b>

**20 Salary & Allowances:**

**78,199,247**

**70,593,630**

**20(a) Consolidated Salary & Allowances:**

MIDAS Financing Limited	78,199,247	70,593,630
MIDAS Investment Limited	1,458,501	-
	<b>79,657,748</b>	<b>70,593,630</b>

**21 Rent, Taxes, Insurance, Electricity etc.:**

Rent, Rates & Taxes	404,245	620,571
Office Rent	3,772,481	3,973,070
Insurance	226,246	256,034
Electricity & Lighting, WASA, Gas etc.	9,419,358	5,689,361
	<b>13,822,330</b>	<b>10,539,036</b>





<b>21(a) Consolidated Rent, Taxes, Insurance, Electricity etc.:</b>		
MIDAS Financing Limited	13,822,330	10,539,036
MIDAS Investment Limited	2,517,900	-
	<b>16,340,230</b>	<b>10,539,036</b>
<b>22 Legal Expenses:</b>		
Legal/Professional Fees	1,902,528	775,855
Other Legal Expenses	1,816,145	306,019
	<b>3,718,673</b>	<b>1,081,874</b>
<b>22(a) Consolidated Legal Expenses:</b>		
MIDAS Financing Limited	3,718,673	1,081,874
MIDAS Investment Limited	-	-
	<b>3,718,673</b>	<b>1,081,874</b>
<b>23 Postage, Stamps, Telecommunication etc:</b>		
Postage & Courier Expenses	194,813	219,611
Telephone, Mobile, Fax and Internet	3,511,358	3,627,809
	<b>3,706,171</b>	<b>3,847,420</b>
	<b>2012-2013</b>	<b>2011-2012</b>
	<b>Taka</b>	<b>Taka</b>
<b>23(a) Consolidated Postage, Stamps, Telecommunication etc:</b>		
MIDAS Financing Limited	3,706,171	3,847,420
MIDAS Investment Limited	2,430	-
	<b>3,708,601</b>	<b>3,847,420</b>
<b>24 Stationery, Printing, Advertisements etc:</b>		
Stationary-Toner & Cartridge	532,810	521,452
Stationary Expenses	495,916	639,778
Printing Expenses	1,044,600	2,767,590
Advertisement and Publicity	1,446,561	2,808,949
Signboard and Banner	38,409	43,990
	<b>3,558,296</b>	<b>6,781,759</b>
<b>24(a) Consolidated Stationery, Printing, Advertisements etc:</b>		
MIDAS Financing Limited	3,558,296	6,781,759
MIDAS Investment Limited	12,000	-
	<b>3,570,296</b>	<b>6,781,759</b>
<b>25 Managing Director's Salary and Allowances</b>	<b>5,710,000</b>	<b>4,105,000</b>
<b>26 Directors' Fees</b>	<b>1,155,750</b>	<b>1,224,750</b>
Total 18 nos of Board Meeting, 6 nos of Audit and finance Committee Meeting and 11 Executive Committee (EC) Meeting were held during the financial year 2012-2013. Each Director was paid Tk.5,000 for attending in the meeting as per Bangladesh Bank Circular.		
<b>26(a) Consolidated Directors' Fees</b>		
MIDAS Financing Limited	1,155,750	1,224,750
MIDAS Investment Limited	15,000	-
	<b>1,170,750</b>	<b>1,224,750</b>
<b>27 Depreciation and Repair of NBFI's Assets:</b>		
<b>a) Depreciation of NBFI's Assets (Annexure A):</b>		
Land and Building	7,747,572	3,774,123
Office Equipment	1,110,589	1,280,338
Electrical Equipment	720,444	620,002
Office Furniture	569,900	756,535
Motor Vehicle	629,889	744,954
Interior Decoration	86,332	-
Other Asset	483,203	490,259
	<b>11,347,930</b>	<b>7,666,211</b>

**b) Repair of NBFi's Assets:**

Office Equipment	2,843,210	2,325,768
Motor Vehicles	371,088	479,252
	<b>3,214,298</b>	<b>2,805,020</b>
	<b>14,562,228</b>	<b>10,471,231</b>

**27(a) Consolidated Depreciation and Repair of NBFi's Assets:****a) Depreciation of NBFi's Assets**

MIDAS Financing Limited	11,347,930	7,666,211
MIDAS Investment Limited	117,699	-
	<b>11,465,629</b>	<b>7,666,211</b>

**b) Repair of NBFi's Assets:**

MIDAS Financing Limited	3,214,298	2,805,020
MIDAS Investment Limited	-	-
	<b>3,214,298</b>	<b>2,805,020</b>
	<b>14,679,927</b>	<b>10,471,231</b>

2012-2013

2011-2012

Taka

Taka

**28 Other Expenses:**

Petrol, Oil, Lubricants, CNG & other Car Exp.	812,862	876,034
Traveling and Conveyance	1,645,141	1,763,350
AGM Expenses	1,455,226	1,803,426
News Paper & Periodicals	65,908	77,647
Business Promotion & Development Expenses	439,276	672,881
Entertainment Expenses	1,041,892	2,721,376
Training, Seminar & W/Shop	377,411	134,526
Membership & Subscription	783,500	435,500
Bank Charge	434,265	460,147
Share Management Expenses	401,186	360,137
Retirement benefits and gratuity	-	-
Miscellaneous Expenses	815,674	2,278,938
	<b>8,272,341</b>	<b>11,583,962</b>

**28(a) Consolidated Other Expenses:**

MIDAS Financing Limited	8,272,341	11,583,962
MIDAS Investment Limited	714,290	-
	<b>8,986,631</b>	<b>11,583,962</b>

**29 Provision against loans, lease finance & Others**

Provisions on unclassified Loans & Advances {Note-11.1(a)}	(13,317,017)	4,794,784
Provisions on classified investment {Note-11.1(b)}	136,025,269	111,898,381
Provisions on Investment in Securities(note # 11.2)	(100,651,592)	39,313,267
	<b>22,056,660</b>	<b>156,006,432</b>

**29(a) Consolidated Provision against loans, lease finance & Others****Provisions on unclassified Loans & Advances**

MIDAS Financing Limited	(13,317,017)	4,794,784
MIDAS Investment Limited	-	-
	<b>(13,317,017)</b>	<b>4,794,784</b>

**29(b) Provisions on classified investment**

MIDAS Financing Limited	136,025,269	111,898,381
MIDAS Investment Limited	-	-
	<b>136,025,269</b>	<b>111,898,381</b>

**29(c) Provisions on Investment in Securities**

MIDAS Financing Limited	(100,651,592)	39,313,267
MIDAS Investment Limited	63,475	-
	<b>(100,588,117)</b>	<b>39,313,267</b>
	<b>22,120,135</b>	<b>156,006,432</b>



<b>29(d) Consolidated Provision for Income Tax</b>		
MIDAS Financing Limited	48,135,384	26,461,271
MIDAS Investment Limited	5,799,961	-
	<b>53,935,345</b>	<b>26,461,271</b>
<b>29(e) Consolidated Deferred Tax</b>		
MIDAS Financing Limited	16,396,850	1,852,180
MIDAS Investment Limited	-	-
	<b>16,396,850</b>	<b>1,852,180</b>
<b>30 Earnings Per Share (EPS)</b>		
Calculation of Earning Per Share ( Note # 2.23):		
Net Profit after Tax	1,241,250	(119,410,498)
Number of Ordinary Shares outstanding (Denominator)	60,134,338	60,134,338
<b>Earning Per Share (Re-stated)</b>	<b>0.02</b>	<b>(1.99)</b>
	<b>2012-2013</b>	<b>2011-2012</b>
	<b>Taka</b>	<b>Taka</b>
<b>30(a) consolidated Earning Per Share (EPS)</b>		
Consolidated Net profit after Tax	9,373,281	(119,410,498)
Number of Ordinary Shares outstanding (Denominator)	60,134,338	60,134,338
<b>Earning Per Share (Re-stated)</b>	<b>0.16</b>	<b>(1.99)</b>
<b>31 Interest received</b>		
Interest received (Note-16)	952,175,331	991,194,657
Add: Opening interest Receivable on TDR	7,316,772	3,449,444
Less: Closing interest receivable on TDR & LTD	(27,410,434)	(7,316,771)
	<b>932,081,670</b>	<b>987,327,330</b>
<b>32 Interest Paid on Deposits &amp; Borrowings</b>		
Interest Paid on Deposits & Borrowings	818,995,771	838,095,658
Add: Opening interest payable on deposit & borrowings	101,496,353	37,692,268
Less: Closing interest payable on deposit & borrowings	(114,249,972)	(101,496,353)
	<b>806,242,153</b>	<b>774,291,573</b>
<b>33 Cash Received from other Operating activities</b>		
Income from investment in shares	(88,369,816)	4,930,823
Other operating income	46,341,371	24,272,382
	<b>(42,028,445)</b>	<b>29,203,205</b>
<b>34 Cash Payments for other Operating activities</b>		
Rent, Taxes, Insurance, Lighting etc.	13,822,330	10,539,036
Legal Expenses	3,718,673	1,081,874
Postage, Stamp, Telegram & Telephone	3,706,171	3,847,420
Directors' Fee & Expenses	1,155,750	1,224,750
Auditors' Fee	311,461	81,871
Repair, Maintenance of NBFI's Assets	3,214,298	2,805,020
Other Expenses	8,272,341	11,583,962
	<b>34,201,025</b>	<b>31,163,933</b>



	2012-2013 Taka	2011-2012 Taka
<b>35 Cash Increase/ Decrease in Other Assets</b>		
Advance against construction of MIDAS centre	113,098	5,133,159
Investment in Capital of MIDAS Investment Ltd.	249,998,000	
Advance against purchase of shares	40,804,664	11,363,038
Advance against expenditure	1,141,505	2,453,792
Advance against MIDAS Investment Ltd.	1,458,501	504,425
Advance Office Rent	5,117,140	5,943,880
Receivable from sales of fixed Assets	80,000,000	-
Deposits	633,500	3,623,000
Reimbursement legal expenses	499,500	460,500
House Rent Receivable	-	93,000
Stock of Stamp	22,965	33,146
	<b>379,788,873</b>	<b>29,607,940</b>
<b>Cash (Increase)/ Decrease in Other Assets</b>	<b>(350,180,933)</b>	<b>73,674,332</b>
<b>36 Cash Increase/ Decrease in Other Liabilities</b>		
Advance for transfer/sales of fixed assets from MIL	165,681,353	-
Advance against installments	3,904,449	9,480,027
Payable & Provision against expenditure	1,143,147	3,029,492
Advance against Rent from MIDAS Centre	50,481,300	60,957,480
Interest Suspense	208,424,080	132,627,054
	<b>429,634,330</b>	<b>206,094,053</b>
<b>Cash Increase/ (Decrease) in Other Liabilities</b>	<b>223,540,276</b>	<b>123,082,573</b>
<b>37 Cash and Cash Equivalents</b>		
Cash in Hand	22,858,839	25,590,425
Balance with Bangladesh Bank & Sonali Bank Limited (as agent of B.Bank)	62,565,147	42,165,686
Balance with Other Banks & Financial Institutions	337,562,116	306,636,270
	<b>422,986,102</b>	<b>374,392,382</b>
<b>37(a) Consolidated Cash and Cash Equivalents</b>		
Cash in Hand	22,861,027	374,392,382
Balance with Bangladesh Bank & Sonali Bank Limited (as agent of B.Bank)	62,565,147	
Balance with Other Banks & Financial Institutions	338,315,076	
	<b>423,741,250</b>	<b>374,392,382</b>

**38 Number of Employees**

The number of employees engaged for the whole period or part thereof who received a total remuneration of Tk. 36,000 or above were 184 (In the year 2011-2012 it was 192).

**39 Audit Committee****a) Particulars of Audit Committee**

Pursuant to the Condition no 3 of the notifications no SEC/CMRRCD/2006-158/Admin/02-08 dated 20 February, 2006 of Securities Exchange Commission the Board of Director's of MIDAS Financing Limited (MFL) formed a five members Audit Committee called "Board Audit & Finance Committee".

Name	Status with MFL	Status with the Committee
Mr.M. Hafizuddin Khan	Director	Chairman
Mr. Md. Ikramullah	Director	Member
Ms. Rokia A. Rahman	Director	Member
Mr. S.M. Al-Husainy	Director	Member
Mr. Haji Md. Shamsul Alam	Director	Member

The members of the Board Audit Committee are all having good exposure in the NBF's business. They are all playing active role in the Board Meeting.



b) Meeting held by the committee during the year by date

Meeting No	Held on
44th Meeting	31-Jul-12
45th Meeting	7-Aug-12
46th Meeting	26-Nov-12
47th Meeting	17-Dec-12
48th Meeting	23-Jan-13
49th Meeting	29-Apr-13

b) Meeting of Audit Committee

During 1 July 2012 to 30 June 2013, the Audit Committee of the Board conducted 6 (Six) meetings in which among others, the following issues were reviewed and discussed:-

- i) The Audit Committee reviewed and approved the audit plan for the year 2012-2013
- ii) The Committee reviewed Company's Internal Administrative Policy.
- iii) The Committee reviewed Quarterly loan, lease classification and recovery position.
- iv) The Committee reviewed the financial statements and Annual Report of the Company
- v) The Committee reviewed Quarterly and Half-yearly accounts of the Company.
- vi) The Committee reviewed the Status of compliance of different rules and regulations etc.
- vii) Regular review of the Internal and External (including Bangladesh Bank) Inspection & Audit Report with a view to implementing the suggestion of Internal and External Auditors in respect of Internal Control structure and techniques.

c) Internal Control:

The following steps have been taken for implementation of Internal Control Procedure of the company :

- i) Audit & Inspection division of the company carried out Internal Audit with a view to enrich the compliance culture and full control on the exertion of the MFL's operations. The division directly report simultaneously to the Board Audit Committee and Managing Director.
- ii) Regular monitoring has been done for the effectiveness of the quality control policies and procedures with the effect to evaluate the application of internal Control System and Internal Audit Policy, Policy for financial risk, existing rules and regulation.
- iii) To establish Planning, Organizing and Supervising culture and monitoring of Audit and Inspection of the Branches and different divisions of Head Office and surprise inspection of the Branches.



## 40 Related Party Disclosures:

## 40.1 Name of the Directors and their interest in different entities:

Name	Status with MFL		Entities where they have interest
Ms. Rokia A. Rahman	Chairman (Nominated by MIDAS)	Chairman & MD Chairman & MD Director Chairman Director Chairman & MD Chairman Director	R.R. Cold Storage Limited Aris Holdings Reliance Insurance Co. Ltd. Presidency University Foundation Imaan Cold Storage Ltd. R.R. Estates Ltd. Media world Limited Media Star Limited.
Mr. Md. Ikramullah	Director		
Mr. S. M. Al-Husainy	Director (Nominated by MIDAS)	Chairman	Micro Industries Development Assistance And Services Swanirvar Bangladesh Independent University
Mirza Ali Behrouze Ispahani	Director (Nominated by MIDAS)	Chairman	M.M. Ispahani Limited Ispahani Marshal Limited Ispahani Food Limited Chittagong Jute Mfg. Company Limited Victory Jute Products Limited Bangladesh Match Company Limited
Haji Md. Shamsul Alam	Director ( General Shareholder Group)	Proprietor Proprietor Proprietor Partnership Partnership M. D. Chairman Sponsor	Radio Vision A B Electronics Super Electronics G. Net Digital Communications G. Telecom PAM Complex (pvt.) Limited Global Information Network (BD) Limited Standard Bank Limited
Mr. Wali-ul Islam	Director Represented by LankaBangla Finance Limited	Managing Director	LankaBangla Securities Ltd.
Ms. Rina Sultana	Director (General Share		
Mr. Khondker Anisur Rahman	Director ( General Shareholder Group)	Executive Director	Prism Bangladesh
Mr. M. Hafizuddin Khan	Independent Director		
Mr. Ali Imam Majumder	Independent Director		



40.2 Significant Contracts where MFL is a party and wherein Directors have interest: Nil

40.3 Shares issued to Directors & Executives without consideration or exercise at discount: Nil

**40.4 Lending Policies to related parties:**

Lending to related parties is effected as per requirements of 4th Schedule Section 14 of the Financial Institutions Act, 1993

**40.5 Investment (Lease, Loans and Advances) to Directors and their related Concern (Note-6.2):**

	Name of the Party	Related By	Nature of	Amount in Tk.	Status
i)	Lankabangla Securities Limited	Common Director	Term Finance	12,538,486	Standard
ii)	Imman Cold Storage Limited	Common Director	Lease Finance	5,893,202	Standard
iii)	Hoor Crafts	Guarantor	Term Finance	526,502	Standard
iv)	European Tailoring House & Cloth Store	Guarantor	Term Finance	750,000	Standard
v)	Mohammed Masud	Guarantor	C. C. Loan	61,150	Standard
vi)	Shohrab Hossain	Guarantor	C. C. Loan	48,720	Standard
				<b>19,818,060</b>	

**41 Events After The Balance Sheet Date:**

a) The Board of Directors of MIDAS financing Limited has recommended no Dividend for the year 2012-2013.

b) The Company has received Tk. 8.00 crore through pay order no. 0834791 dated 11 September, 2013 against the receivable from sales of fixed assets shown in the note # 8. The pay order has been credited accordingly.

Sd/-  
Company Secretary

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Chairman



ANNEXURE-A

**MIDAS FINANCING LIMITED**  
**FOR THE YEAR ENDED JUNE 30, 2013**  
**SCHEDULE OF FIXED ASSETS**

Particulars	C O S T				D E P R E C I A T I O N				Written Down Value as on 30 June 2013		
	Balance as on 1 July 2012	Addition during the Year	Adjustment	Disposal/ Transfer during the Year	Balance as on 30 June 2013	Rate	Balance as on 1 July 2012	Charge during the Year		Transfer/ Adjustment during the Year	Balance as on 30 June 2013
Land	36,011,037	-	-	3,000,920	33,010,117		-	-	-	-	33,010,117
Building	100,750,090	-	409,123,589	34,093,632	475,780,047	7%	15,285,912	7,747,572	-	23,033,484	452,746,563
Office Equipment	11,461,047	941,040	-	603,750	11,798,337	18%	5,628,395	1,110,590	431,016	6,307,969	5,490,368
Electrical Equipment	4,422,618	1,325,961	-	172,284	5,576,295	18%	1,573,828	720,444	96,558	2,197,714	3,378,581
Office Furniture	10,717,735	140,188	-	1,250,000	9,607,923	10%	3,908,925	569,900	635,417	3,843,408	5,764,514
Motor Vehicle	8,013,725	169,630	-	-	8,183,355	20%	5,033,910	629,889	-	5,663,799	2,519,556
Other Assets	2,561,427	466,740	-	-	3,028,167	30%	1,417,489	483,202	-	1,900,691	1,127,476
Interior Decoration	-	14,799,789	-	-	14,799,789	7%	-	86,332	-	86,332	14,713,457
Construction of MIDAS Centre	400,484,372	8,639,217	(409,123,589)	-	-		-	-	-	-	-
<b>Total as on June 30, 2013</b>	<b>574,422,052</b>	<b>26,482,565</b>	<b>-</b>	<b>39,120,587</b>	<b>561,784,031</b>		<b>32,848,460</b>	<b>11,347,930</b>	<b>1,162,992</b>	<b>43,033,398</b>	<b>518,750,633</b>
<b>Total as on June 30, 2012</b>	<b>178,484,786</b>	<b>395,962,665</b>	<b>-</b>	<b>25,400</b>	<b>574,422,051</b>		<b>25,206,582</b>	<b>7,666,211</b>	<b>24,334</b>	<b>32,848,459</b>	<b>541,573,592</b>

Sd/-  
 Company Secretary

Sd/-  
 Managing Director

Sd/-  
 Director

Sd/-  
 Chairman

Dated, Dhaka  
 September 12, 2013

Sd/-  
 Zoha Zaman Kabir Rashid & Co.  
 Chartered Accountants





ANNEXURE-B

**MIDAS FINANCING LIMITED**  
**FOR THE YEAR ENDED JUNE 30, 2013**  
**CONSOLIDATED SCHEDULE OF FIXED ASSETS**

Particulars	C O S T				D E P R E C I A T I O N				Written Down Value as on 30 June 2013
	Balance as on 1 July 2012	Addition during the Year	Adjustment	Disposal/ Transfer during the Year	Balance as on 30 June 2013	Charge during the Year	Transfer/ Adjustment during the Year	Balance as on 30 June 2013	
Land	36,011,037	-	-	3,000,920	33,010,117	-	-	-	33,010,117
Building	100,750,090	-	409,123,589	34,093,632	475,780,047	7,747,572	-	23,033,484	452,746,563
Office Equipment	11,461,047	1,038,790	-	603,750	11,896,087	1,130,140	431,016	6,327,519	5,568,568
Electrical Equipment	4,422,618	1,575,201	-	172,284	5,825,535	802,693	96,558	2,279,963	3,545,572
Office Furniture	10,717,735	233,688	-	1,250,000	9,701,423	583,925	635,417	3,857,433	5,843,989
Motor Vehicle	8,013,725	169,630	-	-	8,183,355	629,889	-	5,663,799	2,519,556
Other Assets	2,561,427	466,740	-	-	3,028,167	483,202	-	1,900,691	1,127,476
Interior Decoration	-	14,812,289	-	-	14,812,289	88,207	-	88,207	14,724,082
Construction of MIDAS Centre	400,484,372	8,639,217	(409,123,589)	-	-	-	-	-	-
<b>Total as on June 30, 2013</b>	<b>574,422,052</b>	<b>26,935,555</b>	<b>-</b>	<b>39,120,587</b>	<b>562,237,021</b>	<b>11,465,629</b>	<b>1,162,992</b>	<b>43,151,097</b>	<b>519,085,924</b>

Sd/-  
Company Secretary

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Chairman

Dated, Dhaka  
September 12, 2013

Sd/-  
Zoha Zaman Kabir Rashid & Co.  
Chartered Accountants



**MIDAS FINANCING LIMITED**  
**HIGHLIGHTS OF PERFORMANCE**

(Amount in Taka)

SL #	PARTICULARS	2012-2013	2011-2012
1	Paid up Capital	601,343,380	601,343,380
2	Total Capital	605,507,151	604,265,901
3	Capital Surplus where as required Capital 100 crore	(398,656,620)	(398,656,620)
4	Total Assets	7,364,150,653	7,922,331,760
5	Total Deposit	2,469,429,861	1,878,307,239
6	Total Loans/Lease Finance	5,557,224,916	6,205,586,402
7	Total Contingent Liabilities and Commitment	220,000,000	200,000,000
8	Investment(loans) Deposit Ratio ( % )	225.04%	330.38%
9	Percentage of Classified Investment against total Investments	16.59%	13.41%
10	Profit after Tax and Provision	1,241,250	(119,410,497)
11	Amount of Classified Investment	921,669,591	832,388,669
12	Provisions kept against Classified Investment	365,087,151	229,061,882
13	Provisions surplus	5	987
14	Cost of Fund	15.20%	15.39%
15	Interest Earning Assets	6,160,201,409	7,006,426,211
16	Non-Profit Earning Assets	1,203,949,244	915,905,549
17	Return on Investment in Securities (ROI)	-22.03%	1.28%
18	Return on Assets (ROA)	0.02%	-1.62%
19	Income from Investment in Securities	(83,673,555)	6,327,052
20	Earning Per Share (Re-stated)	0.02	(1.99)
21	Net Income Per Share (Re-stated)	0.02	-1.99
22	Price Earning Ratio (Times)	52467.66	-545.39
23	Net Assets Value Per Share	10.07	10.05



**AUDITORS' REPORT**  
**Of**  
**MIDAS FINANCING LIMITED**  
**Under section 135(1) and paragraph 24(1)(3) and 25 of Part-ii of Third Schedule of the Companies Act 1994**  
**AND**  
**Under Rules 8 (i) of Securities and Exchange Commission (Right Issue) Rules, 2006**

We have examined the Financial Statements of MIDAS Financing Limited (the "Non Bank Financial Institute") for the year ended 30 June 2013 and 30 June 2012. And for the year ended 30 June 2011, 30 June 2010 and 30 June 2009 was audited by M/s Basu Banerjee Nath & Co, Chartered Accountants.

The presentation of these financial statements is the responsibility of the management of MIDAS Financing Limited

Our responsibility is to review the relevant audited financial and confirm that the related information have been correctly extracted from those audited financial statements.

We have reviewed the relevant audited financial statements and confirm that the related information have been correctly extracted from those audited financial statements.

- a. MIDAS Financing Limited was incorporated on 16 May 1995.
- b. Balance Sheet, Income Statement, Cash Flow Statement for the year ended 30 June 2013, 30 June 2012, 30 June 2011, 30 June 2010, 30 June 2009.

<b>c. Dividend declared</b>	<b>30-Jun-13</b>	<b>30-Jun-12</b>	<b>30-Jun-11</b>	<b>30-Jun-10</b>	<b>30-Jun-09</b>
Cash dividend %	0%	0%	0%	0%	2.5%
Stock dividend (Bonus share) %	0%	0%	10%	35%	15%

Place: Dhaka  
Date: October 09, 2013

Sd/-  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accounts



The Statement of Assets and Liabilities (Balance Sheet) of the Finance for the period ended 30 June 2013 and for immediately preceding five years

**MIDAS FINANCING LIMITED**  
**BALANCE SHEET**

	30-Jun-13 Taka	30-Jun-12 Taka	30-Jun-11 Taka	30-Jun-10 Taka	30-Jun-09 Taka
<b>PROPERTY AND ASSETS</b>					
<b>Cash</b>					
Cash in hand	22,861,027	25,590,425	11,193,054	4,758,868	3,283,202
Balance with Bangladesh Bank	62,565,147	42,165,686	29,124,527	18,968,389	9,270,128
	<b>85,426,174</b>	<b>67,756,111</b>	<b>40,317,581</b>	<b>23,727,257</b>	<b>12,553,330</b>
<b>Balance with other Banks and Financial Institutions</b>					
Inside Bangladesh	338,315,076	306,636,270	203,585,711	85,505,926	29,628,858
Outside Bangladesh	-	-	-	-	-
	<b>338,315,076</b>	<b>306,636,270</b>	<b>203,585,711</b>	<b>85,505,926</b>	<b>29,628,858</b>
<b>Money at call and short notice</b>	-	80,000,000	-	-	-
<b>Investments in Securities</b>					
Government	-	-	-	-	-
Others	282,080,774	494,203,539	497,340,165	274,353,043	146,100,159
	<b>282,080,774</b>	<b>494,203,539</b>	<b>497,340,165</b>	<b>274,353,043</b>	<b>146,100,159</b>
<b>Lease, Loans and Advances</b>					
In Bangladesh	5,408,012,890	6,205,586,402	5,676,589,990	3,514,886,918	2,243,478,224
Outside Bangladesh	-	-	-	-	-
	<b>5,408,012,890</b>	<b>6,205,586,402</b>	<b>5,676,589,990</b>	<b>3,514,886,918</b>	<b>2,243,478,224</b>
<b>Fixed Assets including Premises, Furniture and Fixtures</b>					
Other Assets	519,085,924	541,573,592	153,278,204	114,153,432	105,513,370
Other Assets	353,016,699	226,575,846	268,523,169	114,535,952	111,023,593
<b>Non Banking Assets</b>	-	-	-	-	-
<b>Total Assets</b>	<b>6,985,937,537</b>	<b>7,922,331,760</b>	<b>6,839,634,819</b>	<b>4,127,162,529</b>	<b>2,648,297,534</b>
<b>LIABILITIES AND CAPITAL</b>					
<b>Liabilities</b>					
<b>Borrowings from other Banks, Financial Institutions and Agents</b>	3,018,774,943	4,437,186,950	4,254,931,698	2,165,695,901	1,244,357,774
<b>Deposits and Other Accounts</b>					
Term Deposits	2,204,900,951	1,841,661,643	1,194,393,134	866,372,903	585,001,266
Other Deposits	27,021,911	36,645,596	35,268,459	33,524,692	29,816,861
Bills Payable	-	-	-	-	-
	<b>2,231,922,861</b>	<b>1,878,307,239</b>	<b>1,229,661,594</b>	<b>899,897,595</b>	<b>614,818,127</b>
<b>Other Liabilities</b>	1,121,598,486	1,002,571,670	631,365,129	404,271,981	294,487,758
<b>Total Liabilities</b>	<b>6,372,296,290</b>	<b>7,318,065,859</b>	<b>6,115,958,421</b>	<b>3,469,865,477</b>	<b>2,153,663,659</b>
<b>Capital/Shareholders' Equity</b>					
Paid-up Capital	601,343,380	601,343,380	546,675,800	404,945,100	352,126,200
Statutory Reserve	118,739,104	118,490,854	118,490,854	105,214,985	70,921,705
Retained Earnings	(106,443,302)	(115,568,333)	58,509,745	147,136,968	71,585,970
<b>Total Shareholders' Equity</b>	<b>613,639,182</b>	<b>604,265,901</b>	<b>723,676,399</b>	<b>657,297,053</b>	<b>494,633,876</b>
<b>Minority Interest</b>	2,065	-	-	-	-
<b>Total Liabilities &amp; Shareholders' Equity</b>	<b>6,985,937,537</b>	<b>7,922,331,760</b>	<b>6,839,634,819</b>	<b>4,127,162,529</b>	<b>2,648,297,534</b>
Net Assets Value per share	10.20	10.05	13.24	16.23	14.05

Place : Dhaka  
Date : October 09, 2013

Sd/-  
Zoha Zaman Kabir Rashid & Co.  
Chartered Accountants



The Statement of Operating Result (Profit and Loss Account) of the Finance for the period ended 30 June 2013 and for immediately preceding five years

**MIDAS FINANCING LIMITED**  
**PROFIT AND LOSS ACCOUNT**

	2012 - 2013	2011 - 2012	2010 - 2011	2009 - 2010	2008 - 2009
	Taka	Taka	Taka	Taka	Taka
Interest Income	942,567,739	991,194,657	707,848,648	367,038,169	296,909,906
Less: Interest paid on Deposits & Borrowings etc.	793,748,771	838,095,657	434,244,539	187,520,676	159,525,337
<b>Net Interest Income</b>	<b>148,818,968</b>	<b>153,099,000</b>	<b>273,604,109</b>	<b>179,517,493</b>	<b>137,384,569</b>
Income from Investment in Securities	(83,451,681)	6,327,052	27,151,320	134,331,285	33,653,386
Commission, Exchange and Brokerage	2,064,375	1,500,000	22,025,000	-	-
Other Operating Income	172,279,830	24,293,866	27,993,317	12,511,831	5,216,412
	<b>90,892,524</b>	<b>32,120,918</b>	<b>77,169,637</b>	<b>146,843,116</b>	<b>38,869,798</b>
<b>Total Operating Income</b>	<b>239,711,493</b>	<b>185,219,918</b>	<b>350,773,746</b>	<b>326,360,609</b>	<b>176,254,367</b>
Salaries and Allowances	79,657,748	70,593,630	58,072,950	29,085,986	26,721,930
Rent, Taxes, Insurances, Electricity etc.	16,340,230	10,539,036	7,282,799	3,602,557	3,646,945
Legal Expenses	3,718,673	1,081,874	2,408,895	1,428,070	922,012
Postage, Stamps, Telecommunication etc.	3,708,601	3,847,420	2,489,321	1,305,853	1,169,273
Stationery, Printings, Advertisements etc.	3,570,296	6,781,759	7,038,465	3,555,136	1,792,637
Managing Director's Salary and Allowances	5,710,000	4,105,000	2,874,000	2,220,404	2,392,000
Directors' Fees	1,170,750	1,224,750	1,512,250	871,000	807,000
Auditors' Fees	342,961	81,871	68,750	50,000	50,000
Depreciation & Repairs of NBFIs' Assets	14,679,927	10,471,231	10,416,618	12,199,351	2,695,941
Other Expenses	8,986,631	11,583,962	19,071,646	9,804,717	5,692,448
<b>Total Operating Expenses</b>	<b>137,885,817</b>	<b>120,310,533</b>	<b>111,235,694</b>	<b>64,123,073</b>	<b>45,890,186</b>
<b>Profit before Provision</b>	<b>101,825,676</b>	<b>64,909,385</b>	<b>239,538,052</b>	<b>262,237,536</b>	<b>130,364,181</b>
General Provisions for Unclassified Investment	(13,317,017)	4,794,784	22,671,735	10,357,477	3,385,245
Specific provisions for Classified Investment	136,025,269	111,898,381	1,355,587	24,105,219	17,017,346
Provisions for Investment in Securities	(100,588,117)	39,313,267	89,877,944	(1,110,101)	1,842,227
<b>Total Provision</b>	<b>22,120,135</b>	<b>156,006,432</b>	<b>113,905,266</b>	<b>33,352,596</b>	<b>22,244,818</b>
<b>Total Profit before Provisions for Taxation</b>	<b>79,705,541</b>	<b>(91,097,047)</b>	<b>125,632,786</b>	<b>228,884,940</b>	<b>108,119,363</b>
Deferred Tax Expenses	53,935,345	1,852,180	1,572,488	200,623	-
Current Tax Expenses	16,396,850	26,461,271	57,680,953	57,217,917	37,641,237
	<b>70,332,195</b>	<b>28,313,451</b>	<b>59,253,441</b>	<b>57,418,540</b>	<b>37,641,237</b>
<b>Net Profit after Taxation</b>	<b>9,373,346</b>	<b>(119,410,498)</b>	<b>66,379,346</b>	<b>171,466,400</b>	<b>70,478,126</b>
Minority Interest	65	-	-	-	-
<b>Net Profit/(Loss) attributable to the shareholders of the Company</b>	<b>9,373,281</b>	<b>(119,410,498)</b>	<b>66,379,346</b>	<b>171,466,400</b>	<b>70,478,126</b>
<b>Appropriations</b>					
Statutory Reserve	248,250	-	-	-	-
Retained Earnings	9,125,031	-	-	-	-
	<b>9,373,281</b>				
<b>Earning Per Share (based on per share Tk.10)</b>	<b>0.16</b>	<b>(1.99)</b>	<b>1.21</b>	<b>4.23</b>	<b>2.00</b>

Place : Dhaka  
Date : October 09, 2013

Sd/-  
Zoha Zaman Kabir Rashid & Co.  
Chartered Accounts



The Statement of Cash Flows of the Finance for the period ended 30 June 2013 and for immediately preceding five years

MIDAS FINANCING LIMITED

CASH FLOW STATEMENT

	2012-2013	2011-2012	2010-2011	2009-2010	2008-2009
	Taka	Taka	Taka	Taka	Taka
<b>Cash Flow from Operating Activities</b>					
Interest received	939,855,312	987,327,330	706,165,871	365,653,446	297,620,531
Interest paid	(776,759,189)	(774,291,573)	(399,052,490)	(189,472,606)	(173,323,188)
Dividend received	4,696,261	1,396,229	2,975,320	2,487,826	1,965,300
Fees & Commission received	2,064,375	1,500,000	22,025,000	-	-
Cash Payments to Employees	(85,367,748)	(74,698,630)	(60,946,950)	(31,306,390)	(29,113,930)
Cash Payments to Suppliers	(3,570,296)	(6,781,759)	(7,038,465)	(3,555,136)	(1,792,637)
Income Tax Paid	(60,464,647)	(27,859,681)	(75,546,497)	(59,556,923)	(21,924,223)
Received from other Operating activities	(38,803,001)	29,203,205	51,369,317	144,355,290	36,904,498
Payments for other Operating activities	(37,482,145)	(31,163,933)	(35,681,708)	(19,406,829)	(13,346,149)
<b>Operating Profit before changes in Operating Assets &amp; Liabilities</b>	<b>(55,831,078)</b>	<b>104,631,188</b>	<b>204,269,398</b>	<b>209,198,678</b>	<b>96,990,203</b>
<b>Changes in Operating Assets and Liabilities</b>					
Purchases/Sale of Trading Securities	173,122,765	(4,332,589)	(201,948,457)	(102,752,884)	(3,303,535)
Loans and Lease Finance to Customers	797,573,512	(528,996,412)	(2,161,703,071)	(1,271,408,694)	(315,639,598)
Other Assets	(118,279,538)	73,674,332	(75,957,943)	57,429,287	(72,012,268)
Deposits from Banks & Individuals	212,299,929	648,645,645	329,763,998	(100,000,000)	(100,000,000)
Placement of Fund	80,000,000	(80,000,000)	-	385,079,468	63,745,880
Other Liabilities	64,600,664	123,082,575	18,742,392	20,965,017	3,347,420
<b>Sub Total</b>	<b>1,209,317,331</b>	<b>232,073,549</b>	<b>(2,091,103,081)</b>	<b>(1,010,687,806)</b>	<b>(423,862,100)</b>
<b>A) Net Cash from Operating Activities</b>	<b>1,153,486,253</b>	<b>336,704,738</b>	<b>(1,886,833,683)</b>	<b>(801,489,128)</b>	<b>(326,871,897)</b>
<b>Cash flow from Investing Activities</b>					
Purchase/sale of non trading securities	39,000,000	7,469,215	(21,038,665)	(25,500,000)	-
Proceeds from Sale of fixed assets	-	22,550	-	36,900	5,307,800
Purchases/sale of Property, Plant & Equipments	133,956,928	(395,962,665)	(46,693,343)	(18,531,682)	(25,414,223)
<b>B) Net Cash from Investing Activities</b>	<b>172,956,928</b>	<b>(388,470,900)</b>	<b>(67,732,008)</b>	<b>(43,994,782)</b>	<b>(20,106,423)</b>
<b>Cash flow from Financing Activities</b>					
Increase/(decrease) of borrowings	(1,277,096,313)	182,255,252	2,089,235,798	921,338,127	341,668,648
Share Capital of Minority	2,000	-	-	-	-
Dividend Paid	-	-	-	(8,803,222)	(15,650,055)
<b>C) Net Cash from Financing Activities</b>	<b>(1,277,094,313)</b>	<b>182,255,252</b>	<b>2,089,235,798</b>	<b>912,534,905</b>	<b>326,018,593</b>
<b>D) Net Increase/(Decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>	<b>49,348,869</b>	<b>130,489,090</b>	<b>134,670,107</b>	<b>67,050,995</b>	<b>(20,959,727)</b>
<b>E) Cash and cash equivalents at the beginning of the year</b>	<b>374,392,381</b>	<b>243,903,291</b>	<b>109,233,183</b>	<b>42,182,188</b>	<b>63,141,914</b>
<b>F) Cash and cash equivalents at the end of the year (D+E)</b>	<b>423,741,250</b>	<b>374,392,381</b>	<b>243,903,290</b>	<b>109,233,183</b>	<b>42,182,187</b>

Place : Dhaka  
Date : October 09, 2013

Sd/-  
Zoha Zaman Kabir Rashid & Co.  
Chartered Accounts



The Statement of Off Balance Sheet of the Finance for the period ended 30 June 2013 and for immediately preceding five years

**MIDAS FINANCING LIMITED**  
**OFF- BALANCE SHEET ITEMS**

	30-Jun-13	30-Jun-12	30-Jun-11	30-Jun-10	30-Jun-09
	Taka	Taka	Taka	Taka	Taka
<b>OFF BALANCE SHEET EXPOSURES</b>					
<b>CONTINGENT LIABILITIES</b>					
Acceptances and Endorsements	-	-	-	-	-
Letters of Guarantee	220,000,000	200,000,000	2,240,000,000	-	-
Irrevocable Letters of Credit	-	-	-	-	-
Bills for Collection	-	-	-	-	-
<b>Total</b>	<b>220,000,000</b>	<b>200,000,000</b>	<b>2,240,000,000</b>	<b>-</b>	<b>-</b>
<b>OTHER COMMITMENTS</b>					
Documentary credits and short term trade related transactions	-	-	-	-	-
Forward assets purchased and forward deposits placed	-	-	-	-	-
Undrawn note issuance and revolving underwriting facilities	-	-	-	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-	-	-	-
Claims against the Bank not acknowledged as debts	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL OFF BALANCE SHEET EXPOSURES INCLUDING CONTINGENT LIABILITIES</b>	<b>220,000,000</b>	<b>200,000,000</b>	<b>2,240,000,000</b>	<b>-</b>	<b>-</b>

Place : Dhaka  
Date : October 09, 2013

Sd/-  
Zoha Zaman Kabir Rashid & Co.  
Chartered Accounts



Selected Ratios and Earnings per share  
Auditor's Certificate on calculation of various Accounting Ratios  
For the years ended 30 June, 2013, 2012, 2011, 2010, and 2009

We have examined the following accounting ratios of MIDAS Financing Limited for the years ended 30 June, 2013, 2012, 2011, 2010, and 2009, as submitted to us by its management. The preparation of these ratios is the responsibility of the company's management. Our responsibility is to review and certify that these were prepared using acceptable accounting principles on the basis of audited financial statements for the year ended 30 June, 2013, 2012, 2011, 2010, and 2009.

Based on our review, we certify that the company has properly prepared the following ratios based on acceptable accounting principles

Ratio	2013	2012	2011	2010	2009
<b>I. Liquidity Ratios:</b>					
Current Ratio (Time) (a)	1.09	1.09	1.10	1.43	1.22
Quick Ratio (Time) (b)	1.09	1.09	1.10	1.43	1.22
Time interest earn Ratio (Time) ©	1.10	0.89	1.29	2.22	1.68
Debt to Equity Ratio (Time) (d)	3.79	5.87	4.94	3.17	2.57
<b>II. Operating Ratios:</b>					
Assets Turnover Ratio (Time) (e)	0.13	0.13	0.13	0.11	0.12
<b>III. Profitability Ratios:</b>					
Gross Margin Ratio (%) (f)	15.79%	15.45%	38.65%	48.91%	46.27%
Operating Income Ratio (%) (g)	25.43%	18.69%	49.55%	88.92%	59.36%
Net Income Ratio (%) (h)	0.99%	-12.05%	9.38%	46.72%	23.74%
Return on Assets Ratio (%) (i)	0.13%	-1.62%	1.21%	5.06%	2.89%
Return on Equity (%) (j)	1.53%	-19.76%	9.17%	26.09%	14.25%

Formula Applied Ratios	Formula
Current Ratio (Time) (a)	(a) Current Asset/ Current Liability
Quick Ratio (Time) (b)	(b) Current Asset-Inventories/ Current Liability
Time Interest earn Ratio (Time) ©	(c) Profit Before Tax +Financial Expenses/ Financial Expenses
Debt to Equity Ratio (Time) (d)	(d) Long Term Loan/ Equity
Assets Turnover Ratio (Time) (f)	(e) Total Turnover/ Total Assets
Gross Margin Ratio (%) (g)	(f) Net Interest Income/ Interest Income
Operating Income Ratio (%) (h)	(g) Operating Profit/ Interest Income
Net Income Ratio (%) (i)	(h) Net Profit After Tax/ Interest Income
Return on Assets Ratio (%) (j)	(i) Net Profit After Tax/ Total Asset
Return on Equity (%) (k)	(j) Net Profit After Tax/ Shareholders Equity

Sd/-  
(Shafique-ul-Azam)  
Managing Director  
MIDAS Financing Limited

Sd/-  
(Zoha Zaman Kabir Rashid & Co.)  
Chartered Accountants

Dated, Dhaka  
October 09, 2013





**MIDAS Financing Limited**  
"MIDAS Centre"  
House No.05, Road No.16 (New), Dhanmondi,  
Dhaka-1209, Bangladesh

Folio/BO Account No: .....

Name: .....

Address: .....

## Letter of Offer for Rights Issue

Dear shareholder(s),

We are pleased to inform you that the Board of Directors in its 217<sup>th</sup> Meeting held on August 18, 2013 recommended for issuance of Rights @ 1R:1 i.e.1 (one) rights share for 1 (one) rights share held, which was approved by the shareholders in the 18<sup>th</sup> Annual General Meeting (AGM) of the company held on October 07, 2013 as a special resolution. As a registered Shareholder as on **August 03, 2014** (record date for entitlement), you are entitled to subscribe your rights share.

If you wish to accept the above Rights Share in full or in part, you are required to submit completed Application Form-A annexed hereto with necessary payments. You may, however, renounce your rights in respect of all or part of your entitlement in favor of others in which case, the renunciation Form-B and Form-C annexed here to be submitted duly filled-in by you and the Renouncee(s) along with necessary payments.

The rights cannot be exercised for a fraction of share i.e. below full unit of share.

All the payments for accepted shares are to be made in cash or by PO/DD/Cheque @ Tk.10.00 each at par and to be deposited with any of the Branches of Bankers to the Issue during Companying hours from **September 01, 2014** to **September 30, 2014** (both days inclusive). Any extension of time will be notified through national dailies. Payments through PO/DD/Cheque must be payable to "MIDAS Financing Limited" and must be drawn on a bank in the same town where the branch of Bankers to the issue in which the application form has been submitted is situated. It is to be noted that all transactions above TK 1.00 Lac must be effected through Demand Draft/ Crossed Cheque/Pay Orders.

The offer will be deemed to have been declined if completed application **Form-A** and / or Renunciation **Form-B** and **Form-C** with necessary payments have not been received by September 30, 2014 or by such later date as may be notified through National Dailies to that effect.

A self explanatory rights share offer document is attached for you kind information and evaluation.

Thanking You.

By the order of the Board

Sd/-

**Shafique-ul-Azam**  
Managing Director



**MIDAS Financing Limited**  
 "MIDAS Centre"  
 House No.05, Road No.16 (New), Dhanmondi,  
 Dhaka-1209, Bangladesh

Rights Issue of 6,01,34,338 Ordinary Shares of Tk. 10.00 each at par totaling TK. 60,13,43,380.00 offered on the basis of 01(R):01 i.e. 1(one) Rights share for 1 (one) existing share held on the record date August 03, 2014.

Last Date of Acceptance and Application: September 30, 2014

**Form of Acceptance and Application for Shares**

The Managing Director  
**MIDAS Financing Limited**  
 "MIDAS Centre" House:05, Road:16(New),  
 Dhanmondi, Dhaka 1209.

Dated: ----/----/2014

Dear Sir(s),

I/We apply for allotment of ordinary shares indicated below in response to your letter of Rights Offer and Subject to the Memorandum and Articles of the Company. I/We hereby agree to accept the shares as may be allotted to me/us on the terms laid down in the letter of offer and enclose the necessary remittance @ Tk. 10/- per share at par in cash or by draft/pay order/ cheque no. ----- dated ----- drawn on ----- Branch, ----- Bank Limited.

Folio/B.O. No.	Shares held as on August 03, 2014	No. of shares offered	Total share accepted	Total amount paid

Yours faithfully,

- Name (in block): ..... Signature .....
- Address: .....
- Name (in block): ..... Signature .....
- Address: .....

**BO Account No.**

**As per provision of the Depository Act, 1999 and regulations made there under, rights share shall only be issued in dematerialized condition. An applicant must apply for allotment of rights shares mentioning his/her Beneficiary Owner (BO) Account number in the application form.**

Note: Signature must be the same as was furnished to the Company earlier.

**ACKNOWLEDGEMENT RECEIPT OF SHARE MONEY**

Received Tk. .... (Taka.....) only from Mr./Ms ..... Folio No. .... for..... No.(s) of rights share of Midas Financing Limited in Cash / Pay order / Cheque no. .... date.....of.....Bank Ltd.....Branch.

Application Sl. No.  
 Date:

(Bank's Seal)

Signature of the Receiving Officer



## Bankers to the Issue of Rights Share

<b>MUTUAL TRUST BANK LIMITED</b>			
<b>SL</b>	<b>Branch Name</b>	<b>SL</b>	<b>Branch Name</b>
1	Agrabad Branch, Chittagong	29	Jubilee Road Branch, Chittagong
2	Alankar Mour Branch, Chittagong	30	Khatungonj Branch, Chittagong
3	Aman Bazar Branch, Chittagong	31	Kushtia Branch, Kushtia
4	Babu Bazar Branch, Dhaka	32	Mohammadpur Branch, Dhaka
5	Banani Branch, Dhaka	33	Moulvi Bazar Branch, Sylhet
6	Baridhara Branch, Dhaka	34	MTB Corporate Center Branch, Dhaka
7	Bashundhara Branch, Dhaka	35	Mymensingh Branch, Mymensingh
8	Bogra Branch, Bogra	36	Narayangonj Branch, Narayangonj
9	Brahmanbaria Branch, Brahmanbaria	37	Nazirhat Branch, Chittagong
10	C D A Avenue Branch, Chittagong	38	Noria Branch, Shariyatpur
11	Chandra Branch, Dhaka	39	Oxygen Mor Branch, Chittagong
12	Chawk Moghaltuli Branch, Dhaka	40	Pabna Branch, Pabna
13	Chokoria Branch, Chittagong	41	Pallabi Branch, Dhaka
14	Comilla Branch, Comilla	42	Panthapath Branch, Dhaka
15	Cox's Bazar Branch, Cox's Bazar	43	Principal Branch, Dhaka
16	Dagonbhuiyan Branch, Feni	44	Progati Sarani Branch, Dhaka
17	Dhanmondi Branch, Dhaka	45	Raipur Branch, Laxmipur
18	Dholaikhal Branch, Dhaka	46	Rajshahi Branch, Rajshahi
19	Dilkusha Branch, Dhaka	47	Rangpur Branch, Rangpur
20	Elephant Road Branch, Dhaka	48	Savar Branch, Dhaka
21	Feni Branch, Feni	49	Shanir Akhra Branch, Dhaka
22	Fulbaria Branch, Dhaka	50	Sonargaon Branch, Dhaka
23	Gournadi Branch, Barisal	51	Sreenagar Branch, Dhaka
24	Gulshan Branch, Dhaka	52	Syedpur Branch, Sunamganj
25	Habigonj Branch, Habigonj	53	Sylhet Branch, Sylhet
26	Ishwardi Branch, Ishwardi	54	Thakurgaon Branch, Thakurgaon
27	Jessore Branch, Jessore	55	Tongi Branch, Dhaka
28	joypurhat Branch, Joypurhat	56	Uttara Model Town Branch, Dhaka

<b>PUBALI BANK LIMITED</b>			
<b>SL</b>	<b>Branch Name</b>	<b>SL</b>	<b>Branch Name</b>
1	Principal Branch, Dhaka	14	Sylhet Main Branch, Sylhet
2	Motijheel Corporate Branch, Dhaka	15	Dargahgate Branch, Sylhet
3	Foreign Exchange Corporate Branch, Dhaka	16	Khulna Branch, Khulna
4	Dhaka Stadium Corporate Branch, Dhaka	17	Rajshahi Branch, Rajshahi
5	Mohakhali Corporate Branch, Dhaka	18	Barisal Branch, Barisal
6	C.D.A Corporate Branch, Chittagong	19	Comilla Branch, Comilla
7	Agrabad Corporate Branch, Chittagong	20	Uttara Model Town Branch, Dhaka
8	Gulshan Model Town Branch	21	Tangail Main Branch, Tangail
9	Sadarghat Branch, Dhaka	22	Jessore Branch, Jessore
10	Panthapath Branch, Dhaka	23	Gopalganj Branch, Gopalganj
11	Laldighi East Branch, Chittagong	24	Feni Branch, Feni
12	Khatunganj Branch, Chittagong	25	Sreemangal Branch, Moulvibazar
13	Narayanganj Branch, Narayanganj	26	Sunamgonj Branch, Sunamgonj



**MIDAS Financing Limited**  
 "MIDAS Centre"  
 House No.05, Road No.16 (New), Dhanmondi,  
 Dhaka-1209, Bangladesh

Rights Issue of 6,01,34,338 Ordinary Shares of Tk. 10.00 each at par totaling TK. 60,13,43,380.00 offered on the basis of 01(R) : 01 i.e. 1 (one) Rights share for 1 (one) existing share held on the record date August 03, 2014.

Last Date of Acceptance and Application: September 30, 2014

**Form of Renunciation**

The Managing Director  
**MIDAS Financing Limited**  
 "MIDAS Centre", House-05, Road-16(New),  
 Dhanmondi, Dhaka 1209.

Dated: ----/----/2014

Dear Sir(s),

I/We hereby renounce my / our rights to the shares offered to me/us as noted below in favor of persons(s) accepting the same and signing in Application by Renounee(s) and apply for allotment in his/her/their name(s).

Folio/B.O. No.	Shares held as on August 03, 2014	No. of shares offered	Total share accepted	Total amount paid

Yours faithfully,

- Name (in block): ..... Signature .....
- Address: .....
- Name (in block): ..... Signature .....
- Address: .....

Name(s) of Renounee(s):

BO A/C NO.

- Name.....
- Name.....

**N.B. Use photocopy in case of renouneement favoring more than 2 (two) person.**

**As per provision of the Depository Act, 1999 and regulations made there under, rights share shall only be issued in dematerialized condition. An applicant must apply for allotment of rights shares mentioning his/her Beneficiary Owner (BO) Account number in the application form.**

Note: Signature must be the same as was furnished to the Company earlier. Incomplete or incorrectly filled application from may be rejected.



Renunciation Form-C



**MIDAS Financing Limited**  
 "MIDAS Centre"  
 House No.05, Road No.16 (New), Dhanmondi,  
 Dhaka-1209, Bangladesh

**Application by Renouncee(S)**

The Managing Director  
**MIDAS Financing Limited**  
 "MIDAS Centre", House-05, Road-16(New),  
 Dhanmondi, Dhaka 1209.

Dated: ...../...../2014

**Dear Sir,**

As the share holder(s) at pre-page has/have renounced his/her/their rights to the shares offered, in my/our favor, I/We do hereby apply for the number of share noted above as renounced, by making payment of Tk. .... being the value of .....shares @ Tk. 10.00 each at par.

Yours faithfully,

1. Signature	2. Signature
Name (in block)	Name (in block)
S/O., .D/O., W/O.	S/O., .D/O., W/O.
Address:	Address:

BO  
No.

BO  
No.

**N.B. use photocopy in case of renouncement favoring more than 2 (two) persons**

Signature of the renouncer(s) 1 ..... 2.....

As per provision of the Depository Act, 1999 and regulations made there under, rights share shall only be issued in dematerialized condition. An applicant must apply for allotment of rights shares mentioning his/her Beneficiary Owner (BO) Account number in the application form.

**Note: Folio no. is to be mentioned only in case of existing Shareholder(s).  
 Incomplete or incorrectly filled application form may be rejected**

**ACKNOWLEDGEMENT RECEIPT OF SHARE MONEY**

Received Tk..... (Taka.....) only from Mr./Ms  
 .....folio/BO No.....  
 for..... no.(s) of rights shares of **MIDAS Financing Limited** in Cash / Pay order / Draft/ Cheque.....  
 no..... drawn on ..... Branch ..... Bank Ltd.

Application Sl. No.  
Date:

(Bank's Seal)

Signature of Receiving Officer