

National Credit and Commerce Bank Limited and its Subsidiaries
Consolidated Balance Sheet (Un-audited)
As at 30 June 2013

<u>PROPERTY AND ASSETS</u>	30 June 2013 <u>Taka</u>	31 December 2012 <u>Taka</u>
Cash in Hand (including foreign currencies)	1,097,668,895	1,139,317,553
Balances with Bangladesh Bank and its agent bank (s) (including foreign currencies)	7,059,726,660	6,593,067,728
Balances with Other Banks & Financial Institutions	595,618,160	1,320,030,633
Money at Call and Short notice	-	-
Investments	27,654,793,829	30,875,334,248
Loans and Advances	84,745,685,856	82,413,113,415
Fixed Assets including premises, furniture and fixtures	1,777,751,984	1,771,827,510
Other Assets	3,213,789,954	1,955,537,059
Non-banking assets	-	-
Total Assets	<u>126,145,035,338</u>	<u>126,068,228,146</u>
<u>LIABILITIES AND CAPITAL</u>		
Liabilities :		
Borrowings from other Banks, Financial Institutions and agents	5,746,359,641	9,444,527,760
Deposit and Other Accounts:	97,800,011,221	96,687,165,058
Current Deposits and Other accounts	8,256,716,202	8,629,374,837
Bills Payable	1,724,989,432	1,612,347,002
Savings Bank Deposits	10,151,084,957	9,832,750,729
Fixed Deposits	50,588,978,261	53,488,720,598
Term Deposits	27,078,242,369	23,123,971,892
Other Liabilities	10,187,687,014	7,792,199,041
Total Liabilities	<u>113,734,057,876</u>	<u>113,923,891,859</u>
Shareholder's Equity		
Share Capital		
Paid up Capital	7,646,909,130	6,951,735,580
Statutory Reserve	3,962,365,965	3,818,042,032
General Reserve	10,162,348	10,162,348
Minority Interest	219	212
Other Reserves	456,897,826	469,729,455
Profit & Loss Account-Retained Earnings	334,641,974	894,666,660
Total Shareholder's Equity	<u>12,410,977,462</u>	<u>12,144,336,287</u>
Total Liabilities and Shareholder's Equity	<u>126,145,035,338</u>	<u>126,068,228,146</u>
<u>Off balance sheet items</u>		
Acceptances and Endorsements	13,519,186,054	13,284,505,289
Letters of Guarantee	6,102,188,836	5,670,935,938
Letters of Credit	10,524,960,861	5,000,442,176
Bills for collection	5,529,824	796,376
Others	-	175,796,000
Total off balance sheet items	<u>30,151,865,575</u>	<u>24,132,475,779</u>

Sd/-

Md. Mizanur Rahman FCA
Senior Vice President &
Chief Financial Officer

Sd/-

Mohammed Nurul Amin
Managing Director &
Chief Executive Officer

National Credit and Commerce Bank Limited
Balance Sheet (Un-audited)
As at 30 June 2013

<u>PROPERTY AND ASSETS</u>	30 June 2013	31 December 2012
	<u>Taka</u>	<u>Taka</u>
Cash in Hand (including foreign currencies)	1,097,661,642	1,139,317,553
Balances with Bangladesh Bank and its agent bank (s) (including foreign currencies)	7,059,726,660	6,593,067,728
Balances with Other Banks & Financial Institutions	591,170,522	1,316,317,832
Money at Call and Short notice	-	-
Investments	27,630,204,784	30,851,738,163
Loans and Advances	82,079,416,259	79,948,220,174
Fixed Assets including premises, furniture and fixtures	1,751,541,560	1,743,585,434
Other Assets	5,455,515,004	4,249,255,937
Non-banking assets	-	-
Total Assets	<u>125,665,236,431</u>	<u>125,841,502,821</u>
<u>LIABILITIES AND CAPITAL</u>		
Liabilities :		
Borrowings from other Banks, Financial Institutions and agents	5,746,359,641	9,444,527,760
Deposit and Other Accounts:	98,043,321,001	96,918,222,155
Current Deposits and Other accounts	8,229,480,737	8,603,924,747
Bills Payable	1,724,989,432	1,612,347,002
Savings Bank Deposits	10,151,084,957	9,832,750,729
Fixed Deposits	50,859,523,506	53,745,227,785
Term Deposits	27,078,242,369	23,123,971,892
Other Liabilities	9,549,774,822	7,342,935,755
Total Liabilities	<u>113,339,455,464</u>	<u>113,705,685,670</u>
Shareholder's Equity		
Share Capital		
Paid up Capital	7,646,909,130	6,951,735,580
Statutory Reserve	3,962,365,965	3,818,042,032
General Reserve	10,162,348	10,162,348
Other Reserves	456,897,826	469,729,455
Profit & Loss Account-Retained Earnings	249,445,698	886,147,736
Total Shareholder's Equity	<u>12,325,780,967</u>	<u>12,135,817,151</u>
Total Liabilities and Shareholder's Equity	<u>125,665,236,431</u>	<u>125,841,502,821</u>
<u>Off balance sheet items</u>		
Acceptances and Endorsements	13,519,186,054	13,284,505,289
Letters of Guarantee	6,102,188,836	5,670,935,938
Letters of Credit	10,524,960,861	5,000,442,176
Bills for collection	5,529,824	796,376
Others	-	175,796,000
Total off balance sheet items	<u>30,151,865,575</u>	<u>24,132,475,779</u>

Sd/-
Md. Mizanur Rahman FCA
Senior Vice President &
Chief Financial Officer

Sd/-
Mohammed Nurul Amin
Managing Director &
Chief Executive Officer

National Credit and Commerce Bank Limited and its Subsidiaries
Consolidated Profit and Loss Account (Un-audited)
For the half-year/quarter ended 30 June 2013

<u>Income and Expenditure</u>	Half-year ended		Quarter ended	
	January 01 to June 30. 2013 Taka	January 01 to June 30. 2012 Taka	April 01 to June 30. 2013 Taka	April 01 to June 30. 2012 Taka
Interest income	6,214,669,499	5,852,141,537	3,113,705,667	3,024,769,429
Less: Interest paid on deposits and borrowings	5,362,823,457	4,624,490,484	2,665,897,827	2,386,114,749
Net interest income	851,846,042	1,227,651,053	447,807,840	638,654,680
Income from investments	1,368,643,198	1,245,358,708	724,721,653	616,730,154
Commission, exchange and brokerage	499,061,885	489,819,218	282,319,487	277,577,745
Other operating income	180,845,099	147,901,670	125,461,288	103,753,155
Total operating income	2,900,396,224	3,110,730,649	1,580,310,268	1,636,715,734
Salary and allowances	691,059,707	586,339,717	380,892,869	337,959,439
Rent, taxes, insurance, electricity etc.	124,534,805	96,478,278	65,557,391	50,789,196
Legal expenses	4,425,502	4,231,818	2,340,613	2,434,952
Postage, stamp, telecommunication etc.	13,660,020	13,605,969	6,466,700	6,661,383
Stationery, printing, advertisement etc.	44,238,329	38,186,290	21,239,567	19,159,595
Managing Director's salary and allowances	4,540,000	3,540,000	1,770,000	1,770,000
Director's fees	615,000	1,285,000	390,000	730,000
Audit fees	-	-	-	-
Depreciation and Repairs of Bank's assets	155,647,225	152,601,115	80,026,261	85,813,787
Other expenses	145,284,772	171,163,481	77,509,856	97,303,708
Total operating expense	1,184,005,360	1,067,431,668	636,193,257	602,622,060
Profit before provisions	1,716,390,864	2,043,298,981	944,117,011	1,034,093,674
Provision for loans and advances	787,049,651	731,283,232	528,038,931	387,845,940
Specific provision	841,059,054	667,845,232	637,306,931	313,286,940
General provision	(54,009,403)	63,438,000	(109,268,000)	74,559,000
Provision for Off-balance sheet exposures	61,344,675	29,171,000	10,863,469	20,412,000
Provision for Investment Fluctuation in Shares	12,742,891	82,090,918	(136,935,301)	44,785,106
Provision for Other Assets	10,950,207	1,009,485	10,950,207	66,001
Total provisions	872,087,424	843,554,635	412,917,306	453,109,047
Profit before tax	844,303,440	1,199,744,346	531,199,705	580,984,627
Provision for tax	564,830,636	592,436,415	353,888,446	255,479,875
Current period	537,990,141	618,064,929	327,047,951	279,196,979
Deferred Tax	26,840,495	(25,628,514)	26,840,495	(23,717,104)
Profit after tax	279,472,804	607,307,931	177,311,259	325,504,752
Attributable to:				
Shareholders of the Bank	279,472,797	607,307,923	177,311,259	325,504,748
Minority Interest	7	8	-	4
Add: Profit brought forward from last period	199,493,110	291,803,421	199,493,110	291,803,421
Total profit available for distribution	478,965,907	899,111,344	376,804,369	617,308,169
Appropriation				
Statutory Reserve	144,323,933	191,796,527	93,115,902	91,004,911
	144,323,933	191,796,527	93,115,902	91,004,911
Surplus in Profit & Loss Account	334,641,974	707,314,817	283,688,467	526,303,258
Earning per share (EPS)	0.37	0.87	0.23	0.47
Restated Earning per Share	-	0.79	-	0.43

Sd/-
Md. Mizanur Rahman FCA
Senior Vice President &
Chief Financial Officer

Sd/-
Mohammed Nurul Amin
Managing Director &
Chief Executive Officer

National Credit and Commerce Bank Limited

Profit and Loss Account (Un-audited)

For the half-year/quarter ended 30 June 2013

<u>Income and Expenditure</u>	Half-year ended		Quarter ended	
	01 January 2013 to 30 June 2013	01 January 2012 to 30 June 2012	01 April 2013 to 30 June 2013	01 April 2012 to 30 June 2012
	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>
Interest income	5,972,895,564	5,642,859,978	2,991,049,570	2,915,384,210
Less: Interest paid on deposits and borrowings	5,229,212,922	4,624,490,484	2,598,873,829	2,386,114,749
Net interest income	743,682,642	1,018,369,494	392,175,741	529,269,461
Income from investments	1,368,643,198	1,245,358,708	724,721,653	616,730,154
Commission, exchange and brokerage	458,709,716	421,406,015	257,805,444	238,858,328
Other operating income	177,951,819	147,453,072	125,369,788	103,614,004
Total operating income	2,748,987,375	2,832,587,289	1,500,072,626	1,488,471,947
Salary and allowances	678,645,392	569,183,791	374,948,374	327,182,489
Rent, taxes, insurance, electricity etc.	117,253,011	90,641,929	61,766,372	47,443,224
Legal expenses	4,425,502	4,231,818	2,340,613	2,434,952
Postage, stamp, telecommunication etc.	13,435,419	13,373,726	6,329,806	6,530,995
Stationery, printing, advertisement etc.	44,075,258	37,650,649	21,146,759	18,992,606
Managing Director's salary and allowances	4,540,000	3,540,000	1,770,000	1,770,000
Director's fees	615,000	1,285,000	390,000	730,000
Audit fees	-	-	-	-
Depreciation and Repairs of Bank's assets	150,891,256	146,102,901	77,696,536	82,153,034
Other expenses	141,399,449	164,040,205	75,187,351	93,101,043
Total operating expense	1,155,280,287	1,030,050,019	621,575,811	580,338,343
Profit before provisions	1,593,707,088	1,802,537,270	878,496,815	908,133,604
Provision for loans and advances	787,049,651	731,283,232	528,038,931	387,845,940
Specific provision	841,059,054	667,845,232	637,306,931	313,286,940
General provision	(54,009,403)	63,438,000	(109,268,000)	74,559,000
Provision for Off-balance sheet exposures	61,344,675	29,171,000	10,863,469	20,412,000
Provision for Investment Fluctuation in Shares	12,742,891	82,090,918	(136,935,301)	44,785,106
Provision for Other Assets	10,950,207	1,009,485	10,950,207	66,001
Total provisions	872,087,424	843,554,635	412,917,306	453,109,047
Profit before tax	721,619,664	958,982,635	465,579,509	455,024,557
Provision for tax	518,824,219	502,150,774	329,281,616	208,244,849
Current period	491,983,724	527,779,288	302,441,121	231,961,953
Deferred Tax	26,840,495	(25,628,514)	26,840,495	(23,717,104)
Profit after tax	202,795,445	456,831,861	136,297,893	246,779,708
Add: Profit brought forward from last period	190,974,186	253,786,293	190,974,186	253,786,293
Total profit available for distribution	393,769,631	710,618,154	327,272,079	500,566,001
Appropriation				
Statutory Reserve	144,323,933	191,796,527	93,115,902	91,004,911
	144,323,933	191,796,527	93,115,902	91,004,911
Surplus in Profit & Loss Account	249,445,698	518,821,627	234,156,177	409,561,090
Earning per share (EPS)	0.27	0.66	0.18	0.35
Restated Earning per Share	-	0.60	-	0.32

Sd/-

Md. Mizanur Rahman FCA
Senior Vice President &
Chief Financial Officer

Sd/-

Mohammed Nurul Amin
Managing Director &
Chief Executive Officer

National Credit and Commerce Bank Limited and its Subsidiaries
Consolidated Cash Flow Statement (Un-audited)
For the half-year ended 30 June 2013

Particulars	01 January 2013 to 30 June 2013 <u>Taka</u>	01 January 2012 to 30 June 2012 <u>Taka</u>
A) Cash flows from operating activities		
Interest received in cash	7,113,032,649	7,115,291,899
Interest paid by cash	(4,598,309,129)	(4,251,669,008)
Dividend received	14,782,149	6,416,265
Fees and Commission received in cash	359,499,781	327,085,170
Recoveries of loans previously written off	9,442,338	3,105,563
Cash paid to employees	(695,599,707)	(589,879,717)
Cash paid to suppliers	(163,412,999)	(122,856,096)
Income tax paid	(868,711,984)	(946,825,294)
Received from other operating activities	706,941,139	305,455,692
Paid for other operating activities	(245,422,372)	(284,883,696)
Operating profit before changes in operating assets and liabilities	1,632,241,865	1,561,240,778
Increase/(Decrease) in Operating assets and Liabilities		
Purchase-sale of trading securities	3,236,681,668	762,885,655
Loans and Advances to other Banks	-	-
Loans and Advances to customers (other than Banks)	(2,332,572,441)	(6,395,313,531)
Other assets	(332,864,957)	688,528,518
Deposit from other Banks/Borrowings	(2,607,251,250)	3,192,708,073
Deposits from customers (other than Banks)	112,846,163	2,217,306,631
Other liabilities account of customers	(191,412,835)	(1,414,634,565)
Other liabilities	368,248,655	228,599,183
Net cash received from operating activities	(114,083,132)	841,320,742
B) Cash flows from investing activities		
Proceeds from sale of securities	108,635,248	131,661,769
Payment for purchase of securities	(125,675,279)	(217,219,593)
Purchase of property, plant & equipments	(79,471,073)	(119,677,015)
Sales proceeds of Fixed assets	1,665,006	360,493
Net cash used in investing activities	(94,846,098)	(204,874,346)
C) Cash flows from financing activities		
Received from issue of loan capital and debt securities	(90,916,869)	(81,454,375)
Payment for Redemption of loan capital and debt securities.	-	-
Cash Dividend paid	-	(594,165,435)
Net cash received from financing activities	(90,916,869)	(675,619,810)
D) Net increase/(decrease) in cash (A+B+C)	(299,846,099)	(39,173,414)
Effects of exchange rate changes on cash and cash-equivalents	-	-
E) Opening cash and cash-equivalents	9,037,722,218	6,889,533,564
F) Closing cash and cash-equivalents (D+E)	8,737,876,119	6,850,360,150

Sd/-
Md. Mizanur Rahman FCA
Senior Vice President &
Chief Financial Officer

Sd/-
Mohammed Nurul Amin
Managing Director &
Chief Executive Officer

National Credit and Commerce Bank Limited
Cash Flow Statement (Un-audited)
For the half-year ended 30 June 2013

Particulars	01 January 2013 to 30 June 2013 <u>Taka</u>	01 January 2012 to 30 June 2012 <u>Taka</u>
A) Cash flows from operating activities		
Interest received in cash	6,775,776,448	6,906,010,340
Interest paid by cash	(4,464,698,594)	(4,251,669,008)
Dividend received	14,782,149	6,416,265
Fees and Commission received in cash	319,147,612	258,671,967
Recoveries of loans previously written off	9,442,338	3,105,563
Cash paid to employees	(683,185,392)	(572,723,791)
Cash paid to suppliers	(162,734,447)	(122,856,096)
Income tax paid	(836,656,376)	(903,095,955)
Received from other operating activities	704,047,859	305,007,094
Paid for other operating activities	(231,861,818)	(265,983,698)
Operating profit before changes in operating assets and liabilities	1,444,059,779	1,362,882,681
Increase/(Decrease) in Operating assets and Liabilities		
Purchase-sale of trading securities	3,236,681,668	762,885,655
Loans and Advances to other Banks	-	-
Loans and Advances to customers (other than Banks)	(2,131,196,085)	(4,501,442,630)
Other assets	(217,444,472)	(1,099,519,309)
Deposit from other Banks/Borrowings	(2,607,251,250)	3,192,708,073
Deposits from customers (other than Banks)	125,098,846	2,216,419,341
Other liabilities account of customers	(185,591,510)	(1,322,871,378)
Other liabilities	219,784,841	228,599,183
Net cash received from operating activities	(115,858,183)	839,661,616
B) Cash flows from investing activities		
Proceeds from sale of securities	109,628,208	131,661,769
Payment for purchase of securities	(125,675,279)	(217,219,593)
Purchase of property, plant & equipments	(79,431,073)	(119,005,519)
Sales proceeds of Fixed assets	1,665,006	312,433
Net cash used in investing activities	(93,813,138)	(204,250,910)
C) Cash flows from financing activities		
Received from issue of loan capital and debt securities	(90,916,869)	(81,454,375)
Cash Dividend paid	-	(594,165,435)
Net cash received from financing activities	(90,916,869)	(675,619,810)
D) Net increase/(decrease) in cash (A+B+C)	(300,588,190)	(40,209,104)
Effects of exchange rate changes on cash and cash-equivalents	-	-
E) Opening cash and cash-equivalents	9,034,009,417	6,888,591,512
F) Closing cash and cash-equivalents (D+E)	8,733,421,227	6,848,382,408

Sd/-
Md. Mizanur Rahman FCA
Senior Vice President &
Chief Financial Officer

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Mohammed Nurul Amin
Managing Director &
Chief Executive Officer

National Credit and Commerce Bank Limited and its Subsidiaries
Consolidated Statement of Changes in Equity
(Un-audited)

Particulars	For the period from 01 January 2012 to 30 June 2012						
	Paid-up Capital	Statutory Reserve	Other Reserve (Assets & Govt. Securities Revaluation Reserve)	Minority Interest	General reserve	Profit and Loss account-Retained Earnings	Total
Balance at 1st January 2012	5,941,654,350	3,269,492,825	504,453,078	115	10,162,348	1,896,050,086	11,621,812,802
Bonus Share transferred to Paid-up Capital	1,010,081,230	-	-	-	-	(1,010,081,230)	-
Cash Dividend Paid	-	-	-	-	-	(594,165,435)	(594,165,435)
Net profit for the period ended 30 June 2012	-	-	-	-	-	607,307,923	607,307,923
Transfer to Statutory Reserve	-	191,796,527	-	-	-	(191,796,527)	-
Minority Interest	-	-	-	8	-	-	8
Surplus/(deficit) on account of revaluation of Govt. Securities (Treasury Bills/Bonds) HTM & HFT adjusted during the period	-	-	(223,644,350)	-	-	-	(223,644,350)
Balance at 30 June 2012	6,951,735,580	3,461,289,352	280,808,728	123	10,162,348	707,314,817	11,411,310,948
Particulars	For the period from 01 January 2013 to 30 June 2013						
	Paid-up Capital	Statutory Reserve	Other Reserve (Assets & Govt. Securities Revaluation Reserve)	Minority Interest	General reserve	Profit and Loss account-Retained Earnings	Total
Balance at 1st January 2013	6,951,735,580	3,818,042,032	469,729,455	212	10,162,348	894,666,660	12,144,336,287
Bonus Share transferred to Paid-up Capital	695,173,550	-	-	-	-	(695,173,550)	-
Net profit for the period ended 30 June 2013	-	-	-	-	-	279,472,797	279,472,797
Transfer to Statutory Reserve	-	144,323,933	-	-	-	(144,323,933)	-
Minority Interest	-	-	-	7	-	-	7
Surplus/(deficit) on account of revaluation of Govt. Securities (Treasury Bills/Bonds) HTM & HFT adjusted during the period	-	-	(12,831,629)	-	-	-	(12,831,629)
Balance at 30 June 2013	7,646,909,130	3,962,365,965	456,897,826	219	10,162,348	334,641,974	12,410,977,462

Sd/-

Md. Mizanur Rahman FCA

Senior Vice President &
Chief Financial Officer

Sd/-

Mohammed Nurul Amin

Managing Director &
Chief Executive Officer

National Credit and Commerce Bank Limited
Statement of Changes in Equity
(Un-audited)

Particulars	For the period from 01 January 2012 to 30 June 2012					
	Paid-up Capital	Statutory Reserve	General reserve	Other Reserve (Assets & Govt. Securities Revaluation Reserve)	Profit and Loss account-Retained Earnings	Total
Balance at 1st January 2012	5,941,654,350	3,269,492,825	10,162,348	504,453,078	1,858,032,958	11,583,795,559
Bonus Share transferred to Paid-up Capital	1,010,081,230	-	-	-	(1,010,081,230)	-
Cash Dividend Paid					(594,165,435)	(594,165,435)
Net profit for the period ended 30 June 2012	-	-	-	-	456,831,861	456,831,861
Transfer to Statutory Reserve	-	191,796,527	-	-	(191,796,527)	-
Surplus/(deficit) on account of revaluation of Govt. Securities (Treasury Bills/Bonds) HTM & HFT adjusted during the period	-	-	-	(223,644,350)	-	(223,644,350)
Balance at 30 June 2012	6,951,735,580	3,461,289,352	10,162,348	280,808,728	518,821,627	11,222,817,635

Particulars	For the period from 01 January 2013 to 30 June 2013					
	Paid-up Capital	Statutory Reserve	General reserve	Other Reserve (Assets & Govt. Securities Revaluation Reserve)	Profit and Loss account-Retained Earnings	Total
Balance at 1st January 2013	6,951,735,580	3,818,042,032	10,162,348	469,729,455	886,147,736	12,135,817,151
Bonus Share transferred to Paid-up Capital	695,173,550	-	-	-	(695,173,550)	-
Net profit for the period ended 30 June 2013					202,795,445	202,795,445
Transfer to Statutory Reserve		144,323,933			(144,323,933)	-
Surplus/(deficit) on account of revaluation of Govt. Securities (Treasury Bills/Bonds) HTM & HFT adjusted during the period				(12,831,629)		(12,831,629)
Balance at 30 June 2013	7,646,909,130	3,962,365,965	10,162,348	456,897,826	249,445,698	12,325,780,967

Sd/-
Md. Mizanur Rahman FCA
Senior Vice President &
Chief Financial Officer

Sd/-
Mohammed Nurul Amin
Managing Director &
Chief Executive Officer

National Credit and Commerce Bank Limited

Selective Notes to the Financial Statements (Un-audited) for the half-year ended 30 June 2013

1 The financial statements for the half-year ended 30 June 2013 have been prepared as per provision of Bangladesh Accounting Standards as applicable.

2 Provisions

a) Loans and Advances, Off Balance Sheet Items, Investments & Other Assets:

Provisions for Loans and Advances, Off balance sheet items, Investments and Other Assets have been made as per directives of Bangladesh Bank issued from time to time.

b) Provision for Taxation

Provision for income tax has been made on taxable income after necessary add back in accordance with the provision of Finance Act-2013 and the Income Tax Ordinance 1984.

Credit Rating Report of the Bank

Rating	Year	
	2012	2011
Long Term	AA- (Very Strong Capacity)	AA3 (Very Strong Capacity)
Short Term	AR-2 (High Grade)	ST-2 (High Grade)
Date of Rating	June 30, 2013	May 24, 2012
Validity	June 29, 2014	June 30, 2013
Rated by:	Alpha Credit Rating Limited	Credit Rating Agency of Bangladesh Limited (CRAB)

Sd/-

Md. Mizanur Rahman FCA

Senior Vice President &
Chief Financial Officer

Sd/-

Mohammed Nurul Amin

Managing Director &
Chief Executive Officer