

**SHAFIQ BASAK & CO.**  
CHARTERED ACCOUNTANTS

**FIRST SECURITY ISLAMI CAPITAL &  
INVESTMENT LIMITED**

AUDITOR'S REPORT

&

AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2016

শফিক বসাক এন্ড কোং  
**SHAFIQ BASAK & CO.**

**CHITTAGONG OFFICE :**

National House (1<sup>st</sup> Floor)  
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**CHARTERED ACCOUNTANTS**

**Partners:**

Md. Shafiqul Islam, FCA  
Sampad Kumar Basak, FCA  
Md. Enayet Ullah, FCA  
Sarwar Mahmud, FCA

**DHAKA OFFICE :**

Shatabdi Centre (6th Floor)  
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Ref. No-SB/560/2017

Dated: 03 APR 2017

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS**

We have audited the annexed Statement of Financial Position of **FIRST SECURITY ISLAMI CAPITAL & INVESTMENT LIMITED**, as on 31 December, 2016 and its Statement of Profit or Loss & Other Comprehensive Income, Statement of Cash Flows and Statement of Changes in Equity for the year ended as on that date together with the accompanying Notes thereto.

**Respective Responsibilities of the Management and the Auditors:**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs) 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.

**Scope:**

We conducted our audit in accordance with BSA. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

**Opinion:**

In our opinion, the accounts are maintained and the statements are prepared and reported in accordance with the Bangladesh Accounting Standards (BAS) and the Bangladesh Financial Reporting Standards (BFRS), the financial statements present fairly in all material respects, give a true and fair view of the financial position of the company as on 31 December, 2016 and of the results of its operations and its cash flows for the year then ended and comply with the Companies Act, 1994.

**We also report that:**

- (i) We have obtained all the information, explanations and documents which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof.
- (ii) The Company management has followed relevant provision of law and rules in managing the affairs of the Company and that proper books of account, records and other statutory books have been properly maintained.
- (iii) The Statement of Financial Position, Statement of Profit or Loss & Other Comprehensive Income and Statement of Changes in Equity are in agreement with the said books of account maintained by the Company and examined by us while the Cash Flows Statement conforms with the presentation laid out in the Bangladesh Financial Reporting Standard (BFRS); and
- (iv) The expenditure incurred and payments made were for the purpose of the Company's business for the year.

  
**(SHAFIQ BASAK & CO.)**  
CHARTERED ACCOUNTANTS



**Branch Office :**

Dhaka : House - 42 (1st Floor), Road - 01, Blook - A, Niketan, Gulshan - 01, Dhaka. Phone : 88-02-99859602-3, 01819-285196, E-mail.mahmoods.bd@gmail.com

# First Security Islami Capital & Investment Limited

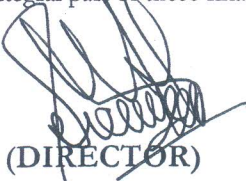
## Statement of Financial Position

*As at 31 December, 2016*


	Notes	BDT 2016	BDT 2015
<b>ASSETS:</b>			
<b>Non Current Assets:</b>			
Property, Plant and Equipment Net of Accumulated Depreciation	Annex-A	19,386,853	21,078,281
Investment in marketable securities	3	69,346,102	276,796,716
<b>Current Assets</b>		<b>810,527,597</b>	<b>1,537,506,379</b>
Margin Finance to Portfolio Clients	4	718,431,721	1,486,868,421
Accounts Receivable	5	54,714,712	25,879,769
Advance, Prepayments & Deposits	6	5,747,531	7,907,872
Cash and Cash Equivalents	7	30,433,633	16,850,318
Quard against Car Leasing Scheme (Staff)		1,200,000	-
<b>Total Assets</b>		<b>899,260,552</b>	<b>1,835,381,376</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' equity:</b>			
Share Capital	8	535,000,000	535,000,000
Retained Earning		78,469,784	73,122,136
<b>Long term liabilities:</b>			
Borrowings from Financial Institutions	9	175,378,981	1,059,868,355
<b>Current Liabilities:</b>			
Accruals and Provisions	10	279,670	401,057
Accounts Payable	11	56,867,278	81,970,034
Provision for Investments	12	18,193,542	21,936,927
Provision for Taxation		1,075,463	24,768,032
Portfolio Investors' Fund		33,995,834	38,314,835
<b>Total Equity and Liabilities</b>		<b>899,260,552</b>	<b>1,835,381,376</b>

The annexed notes 1 to 17 form an integral part of these financial statements.

  
**(CHIEF EXECUTIVE OFFICER)**  
 AUDITORS' REPORT TO THE SHAREHOLDERS

  
**(DIRECTOR)**

  
**(CHAIRMAN)**

  
**(SHAFIQ BASAK & CO.)**  
 CHARTERED ACCOUNTANTS




03 APR 2017

**First Security Islami Capital & Investment Limited**  
**Statement of Profit or Loss and Other Comprehensive Income**  
*For the year ended 31 December, 2016*

	Notes	BDT 2016	BDT 2015
<b>Revenue:</b>		<b>113,053,211</b>	<b>240,397,105</b>
Profit on Margin Investment		135,709,455	161,399,171
Income from Portfolio Management Services		45,507,414	31,550,605
Settlement and Transaction Fees		11,655,878	13,625,476
Investment Income		(90,712,419)	28,822,225
Other Operating Income	13	10,892,883	4,999,628
<b>Operating Expenses:</b>		<b>110,486,390</b>	<b>155,023,742</b>
General and Administrative Expenses	14	49,532,418	49,849,799
Financial Expenses	15	60,953,972	105,173,943
<b>Operating Profit</b>		<b>2,566,821</b>	<b>85,373,363</b>
<b>Provision for Investments:</b>		<b>(3,743,385)</b>	<b>8,319,576</b>
Provision for Diminution in Value of Investments	12	(13,086,893)	7,120,612
Provision for Clients' Negative Equity	12	9,343,508	1,198,964
<b>Profit before Taxation</b>		<b>6,310,206</b>	<b>77,053,787</b>
Provision for Current Taxation		962,558	21,905,127
<b>Profit after Taxation</b>		<b>5,347,648</b>	<b>55,148,660</b>
Other Comprehensive Income		-	-
<b>Total Comprehensive Income/(Losses)</b>		<b>5,347,648</b>	<b>55,148,660</b>
<b>Earnings Per Share (EPS)</b>	16	<b>1.00</b>	<b>10.31</b>

The annexed notes 1 to 17 form an integral part of these financial statements.

  
**(CHIEF EXECUTIVE OFFICER)**  
 AUDITORS' REPORT TO THE SHAREHOLDERS  
 Please see annexed report of date

  
**(DIRECTOR)**

  
**(CHAIRMAN)**

  
**(SHAFIQ BASAK & CO.)**  
 CHARTERED ACCOUNTANTS

03 APR 2017



**First Security Islami Capital & Investment Limited**  
**Statement of Cash Flows**  
For the year ended 31 December, 2016

	BDT 2016	BDT 2015
<b>A. Cash flows from Operating Activities:</b>		
Cash Received from Operating Income	113,053,211	240,397,105
Cash Received from Finance to Clients	768,436,700	(748,776,906)
Payment for Administrative & Financial Expenses	(97,988,530)	(143,494,078)
(Increase)/Decrease of Advance, Deposit & Prepayment	2,160,341	(1,670,391)
Other Income	-	-
(Increase)/Decrease of Accounts Receivable	(28,834,943)	(15,962,520)
Increase/(Decrease) of Accounts Payable	(25,102,756)	61,648,274
Quard against Car Leasing Scheme (Staff)	(1,200,000)	-
Liabilty for Expenses	(121,388)	(874,890)
Portfolio Investors' Fund	(4,319,001)	36,117,255
Provision for Investments	3,743,385	(8,319,576)
Provision for Dinimution in Value of Investment in Share & Clients' Negative Equity	(3,743,385)	8,319,576
Tax Paid	(24,655,127)	(13,995,503)
<b>Net Cash flows from Operating Activities</b>	<b>701,428,507</b>	<b>(586,611,654)</b>
<b>B. Cash flows from Investing Activities</b>		
Acquisition of Fixed Assets	(10,806,432)	(2,267,035)
Disposal of Fixed Assets	-	-
Investment in Share	207,450,614	(21,035,657)
<b>Net Cash used in Investing Activities</b>	<b>196,644,182</b>	<b>(23,302,692)</b>
<b>C. Cash flows from Financing Activities</b>		
Mudaraba Finance from FSIBL	(265,551,552)	19,319,092
Mudaraba Finance from UNBL	(338,818,756)	318,631,779
Overdraft Facilitais from NRGBL	(280,119,066)	280,119,066
Finance from Dilkusha Br.	-	-
<b>Net Cash used in Financing Activities</b>	<b>(884,489,374)</b>	<b>618,069,937</b>
<b>D. Net cash flows for the year (A+B+C)</b>	<b>13,583,315</b>	<b>8,155,591</b>
<b>E. Cash and Cash Equivalents at begining of the year</b>	<b>16,850,318</b>	<b>8,694,727</b>
<b>F. Cash and Cash Equivalents at end of the year</b>	<b>30,433,633</b>	<b>16,850,318</b>
<b>Cash and Cash Equivalents details breakup shown in this area.</b>		
Cash in Hand	9,140	5,690
<b>Cash at Bank with First Security Islami Bank Limited</b>		
Short Term Deposit Account(FSIBL) # 101-131-0000219-0	1,866,013	398,480
Current Account (FSIBL) # 101-111-0002710-5	1,163,739	514,175
Short Term Deposit Account(FSIBL) # 129-131-0000039-2	25,078,384	13,938,778
Current Account # 129-111-0000187-6	-	-
Short Term Deposit Account(UBL) # 0131210000075	1,406,447	376,467
Short Term Deposit Account(NRBCB) # 0113000016333	909,910	1,616,728
	<b>30,424,493</b>	<b>16,844,628</b>
<b>Cash and cash equivalent at end of the year</b>	<b>30,433,633</b>	<b>16,850,318</b>

The annexed notes 1 to 17 form an integral part of these financial statements.

  
**(CHIEF EXECUTIVE OFFICER)**

  
**(DIRECTOR)**

  
**(CHAIRMAN)**

AUDITORS' REPORT TO THE SHAREHOLDERS  
Please see annexed report of date



**First Security Islami Capital & Investment Limited**  
**Statement of Changes in Equity**  
*For the year ended 31 December, 2016*

*(figures in BDT)*

Particulars	Share Capital	Share Money Deposit	Retained Earnings	Total
<b>January 1, 2016</b>				
Opening	535,000,000	-	73,122,136	608,122,136
Issue of new shares	-	-	-	-
Net profit for the year	-	-	5,347,648	5,347,648
<b>Balance as on 31 December, 2016</b>	<b>535,000,000</b>	<b>-</b>	<b>78,469,784</b>	<b>613,469,784</b>

<b>January 1, 2015</b>				
Opening	350,000,000	150,000,000	52,973,476	552,973,476
Issue of new shares	150,000,000	(150,000,000)	-	-
Stock Dividend for 2014	35,000,000	-	(35,000,000)	-
Net profit for the year	-	-	55,148,660	55,148,660
<b>Balance as on 31 December, 2015</b>	<b>535,000,000</b>	<b>-</b>	<b>73,122,136</b>	<b>608,122,136</b>

The annexed notes 1 to 17 form an integral part of these financial statements.

  
**(CHIEF EXECUTIVE OFFICER)**

AUDITORS' REPORT TO THE SHAREHOLDERS  
Please see annexed report of date

  
**(DIRECTOR)**

  
**(CHAIRMAN)**



**First Security Islami Capital & Investment Limited**  
**Notes to the Financial Statements**  
**For the year ended 31 December, 2016**

**1. Background Information**

**1.1 Incorporation and Legal Status**

First Security Islami Capital & Investment Limited (FSICI) the "Company", a subsidiary of First Security Islami Bank Limited was incorporated under the Companies Act, 1994 on 02 December 2010 under Registration No. C-88567/10 with a view to run and manage the merchant banking operations. First Security Islami Capital & Investment Limited also obtained license on 27 March 2011 vide SEC's Reg.# MB-65/2011 under the Securities and Exchange Commission Act 1993 to carryout merchant banking business in Bangladesh.

First Security Islami Capital & Investment Limited want to achieve the reputation as a leading Merchant Banker through providing portfolio management services by maintaining a high level of professional expertise and integrity in client relationship. FSICI's registered office is located at Al-Amin Centre (12th Floor), 25/A, Dilkusha C.A., Dhaka-1000. FSICI's has only branch office situated at Akhtaruzzaman Centre (7th Floor), 21/22, Agrabad C/A, Chittagong-4100.

**1.2 Nature of business of First Security Islami Capital & Investment Limited (FSICI)**

Main activities of First Security Islami Capital & Investment Limited (FSICI) include Issue Management, Portfolio Management, Corporate Counseling, Investment Counseling, Capital Structuring, Underwriting, etc. FSICI performs its portfolio management activities in three ways (i) Investors Discretionary Account (IDA), where portfolio management operates as per clients' decision, (ii) Merchant Bank's Discretionary Account (MBDA), where portfolio management operates as per banks' decision using clients' money and (iii) Non Discretionary Investment Account (NIDA). On the other hand, own portfolio management operates as per bank's decision by using bank's money.

**2 Significant Accounting Policies**

**2.1 Basis of Presentation of Financial Statements**

The financial statements have been prepared and the disclosures of information made in accordance with the requirements of the Companies Act 1994, and International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS), as adopted by the Institute of Chartered Accountant of Bangladesh (ICAB), as Bangladesh Accounting Standard (BAS) and Bangladesh Financial Reporting Standards (BFRS), and other laws and rules applicable thereto.

**2.2 Accounting convention and assumption**

The financial statements are prepared under the historical cost convention, except Investments, which are measured at fair value.

**2.3 Property, Plant and Equipment (BAS-16):**

Fixed assets are stated at cost less accumulated Depreciation and Impairment losses. Cost represents cost of acquisition and includes purchase price and other directly attributable cost of bringing the assets to working conditions for its intended use.



## 2.4 Depreciation

Depreciation is charged on all applicable fixed assets using Straight Line Method at rates varying from 10% to 33% based on the nature & useful lives of the assets. The depreciation rates are as under:

<u>Assets</u>	<u>Rate of Depreciation</u>
Furniture and Fixtures	10%
Electronics Appliance	20%
Motor Vehicle	20%
Office equipment	20%
Office Renovation	20%
Software	33%

Depreciation on addition to fixed assets is charged when the asset is available for use.

## 2.5 Revenue Recognition

Revenue is recognized on accrual basis. Profit earned from IDA Investment, Settlement fee, Underwriting commission and Issue management fee is admitted only if its realization is reasonably certain. Investment income is accounted for on accrual basis. Capital gain on Investments on shares and Cash Dividend received are included in the Investment Income. Capital gains are recognized when these are realized.

### Revenue Segments:

Settlement fee  
Profit on STD account.  
Profit earned from IDA Investment.  
Documentation fee  
Capital Gain on Investment  
Dividend Income  
Underwriting Commission  
Issue Management fee

## 2.6 Taxation

Provision for current year's taxation is made at the ruling rate prescribed in The Income Tax Ordinance of Bangladesh 1984.

### Current Tax

Current tax provision for the Company has been made @ 37.5% as per Income Tax Ordinance 1984 applicable for Merchant Banking.

### Deferred Tax

Deferred tax has not been recognized on temporary difference on depreciation as the amount is immaterial.

## 2.7 Earnings Per Share:

Basic Earning Per Share has been calculated in accordance with BAS-33 "Earnings Per Share" which has been shown on the face of Statement of Comprehensive Income. This have been calculated by dividing the basic earnings/(loss) by the number of ordinary shares outstanding during the year.

## 2.8 Reporting Period:

The Company's reporting period is 01 January, 2016 to 31 December, 2016.

## 2.9 General

- (i) Previous year's figures have been rearranged wherever necessary, to conform to the current year's figure.
- (ii) Figures have been rounded off to the nearest Bangladesh Taka.





	BDT 31 Dec. 2016	BDT 31 Dec. 2015
<b>3 Investment in marketable securities</b>		
Investment in marketable securities	69,346,102	276,796,716
<i>(Detail is presented in Annexure - B)</i>		
<b>4 Margin finance to portfolio clients</b>		
Investor's Discretionary Accounts (IDA)	718,431,721	1,486,868,421
	<b>718,431,721</b>	<b>1,486,868,421</b>

All clients are allowed to get finance facility from FSICI at a maximum ratio of 0.5:1 of their own deposited amount. If investment of the clients exceed the deposited amount, the excess amount is shown as "Margin finance to portfolio clients" for which profit is charged as per agreement with clients.

<b>5 Accounts Receivable</b>		
Receivable from broker against sale proceeds of shares	54,714,712	25,879,769

The above amount represents the sale value of shares of client accounts and FSICI's own Portfolio account less transactions/settlement fee of brokers.

<b>6 Advances, Deposits &amp; Prepayments</b>		
Advance	(Note: 6.1) 5,472,813	7,628,521
Security Deposit	(Note: 6.2) 254,000	254,000
Prepayment	(Note: 6.3) 20,718	25,351
	<b>5,747,531</b>	<b>7,907,872</b>

<b>6.1 Advances</b>		
Advance Rent-Head Office & CTG Branch	3,342,770	2,379,770
Others	15,000	55,000
Income Tax	2,115,043	5,193,751
	<b>5,472,813</b>	<b>7,628,521</b>

<b>6.2 Deposits</b>		
T & T Board	54,000	54,000
Central Depository Bangladesh Limited	200,000	200,000
	<b>254,000</b>	<b>254,000</b>

<b>6.3 Prepayments</b>		
Insurance	20,718	25,351
	<b>20,718</b>	<b>25,351</b>

<b>7 Cash and Cash Equivalents</b>		
Cash in Hand	9,140	5,690
Cash at Bank	(Note: 7.1) 30,424,493	16,844,628
	<b>30,433,633</b>	<b>16,850,318</b>

<b>7.1 Cash at Bank</b>		
First Security Islami Bank Limited	28,108,136	14,851,433
Union Bank Limited	1,406,447	376,467
NRB Global Bank	909,910	1,616,728
	<b>30,424,493</b>	<b>16,844,628</b>



	BDT	BDT
	31 Dec. 2016	31 Dec. 2015
<b>8 Share Capital</b>		
<b>Authorized:</b>		
30,000,000 ordinary shares of Tk. 100 each	3,000,000,000	3,000,000,000
<b>Issued, subscribed and paid up:</b>		
5,350,000 ordinary shares of Tk 100 each fully paid up	535,000,000	535,000,000
<b>9 Borrowings from Financial Institutions</b>		
Mudaraba Finance - FSIBL, Motijheel Branch	175,378,981	440,930,533
Mudaraba Finance - UBL, Pantapath Branch	-	338,818,756
Long Term Finance - NRGB, Motijheel Branch	-	280,119,066
	<b>175,378,981</b>	<b>1,059,868,355</b>
<b>10 Accruals and Provisions</b>		
CDBL Charges	71,981	71,552
Audit & Consultancy	143,750	143,750
Utility Bill	55,370	49,702
Service Contract Expenses (LEADS)	-	130,625
Other Expenses	8,569	5,427
	<b>279,670</b>	<b>401,057</b>
<b>11 Accounts Payable</b>		
Payable to Broker	25,233,084	5,528,760
Profit payable to FSIBL	31,634,194	76,441,274
	<b>56,867,278</b>	<b>81,970,034</b>
<b>11.1 Payable to Broker</b>	<b>25,233,084</b>	<b>5,528,760</b>
The above amount represents the purchase value of shares on client accounts and FSICI's own portfolio account transactions & settlement fee of brokers.		
<b>12 Provision for Investments</b>		
Provision for Diminution in Value of Investments (Note: 12.1)	6,277,802	19,364,695
Provision for Clients' Negative Equity (Note: 12.2)	11,915,740	2,572,232
	<b>18,193,542</b>	<b>21,936,927</b>

#### 12.1 Provision for diminution in value of investments

First Security Islami Capital & Investment Limited has created provision 100% of unrealized loss from investment in shares for compensating loss as at 31 December 2016, which is incurred due to decrease in market price of shares as per directive no. SEC/CMRRCD/2009-193-196 dated December 28, 2016 of the Bangladesh Securities & Exchange Commission.

#### 12.2 Provision for clients' negative equity

First Security Islami Capital & Investment Limited has created 100% provision on negative equity of clients as per directive no. SEC/CMRRCD/2009-193-196 dated December 28, 2016 of the Bangladesh Securities & Exchange Commission. There are total nos of 41 IDA Accounts and Total negative equity amount is Tk. 1,19,15,740/-



	BDT 31 Dec. 2016	BDT 31 Dec. 2015
<b>13 Other Operating Income</b>		
Documentation Charge	26,000	48,000
Rent Received from Broker	2,645,000	2,240,000
Account Settlement Charge	8,000	15,000
Profit Earned from Bank Account	7,848,133	2,464,128
Annual Account Maintenance Fee	10,950	232,500
Underwriting Commission	354,800	-
	<b>10,892,883</b>	<b>4,999,628</b>
<b>14 General and Administrative Expenses</b>		
Salary and Allowances	13,822,538	10,759,780
Leave Fare Concession (LFC)	2,213,849	1,789,915
CDBL Charges	2,034,696	1,508,743
Traveling Expenses & Local Conveyance	199,135	65,979
Medical	74,873	94,207
Entertainment	281,011	690,102
Car Fuel & Maintenance	866,955	160,440
Generator Fuel	74,420	102,000
Newspapers, Magazines, Books & Periodicals	25,354	21,702
Office rent	5,139,678	4,401,000
Insurance-Motor Vehicle	25,351	31,145
Postage, Stamps, Telecommunication etc.	182,249	159,604
Internet	371,700	288,837
Repair and Maintenance	113,350	257,487
Security Guard Bill	226,242	198,000
Cleaner bill	229,500	190,000
Stationery	181,716	148,443
Office Maintenance	73,085	62,310
Renewal Expenses	168,675	81,462
Printing	52,385	52,026
Director Fees	675,000	552,500
Board Meeting Expenses	2,934,400	2,005,000
Fees & Charges	150,000	46,128
Paid Up Capital Raising fee	55,700	40,000
Audit & Consultancy Fees	291,250	206,250
Gift & Business Promotion Expenses	4,634,650	3,006,325
Membership Fees	100,000	100,000
Advertisement in Newspaper	84,626	-
Utility Bill	809,832	740,665
Company Contribution to Provident Fund	346,278	286,335
Depreciation Expenses	12,497,860	11,529,664
Training Expenses	7,000	7,500
Misc. Contrac Services	-	5,000
Donation	-	10,000,000
Inaguraal Expenses	86,060	-
AGM Expenses	503,000	-
Expensess for Service Contrac	-	261,250
	<b>49,532,418</b>	<b>49,849,799</b>



	BDT 31 Dec. 2016	BDT 31 Dec. 2015
<b>15 Financial Expense</b>		
Profit Paid	60,860,551	105,022,288
Bank Charges & Commission	93,421	151,655
	<b>60,953,972</b>	<b>105,173,943</b>
<b>16 Basic Earnings Per Share (EPS)</b>		
The computation of EPS is given below:		
(a) Earning attributable to the ordinary shareholders	5,347,648	55,148,660
(b) Weighted average number of ordinary shares outstanding during the period	5,350,000	5,350,000
(c) Basic EPS	1.00	11.21
(d) Basic EPS ( <i>Comparative restated</i> )	1.00	10.31

**17 Others**

**17.1 Board meeting and Directors' remuneration**

Each Director is drawing BDT 10,000 for attending each Board Meeting. Nothing is due from any Director of the Company as on the date of closing the accounts. During the year under audit five Board of Director's meetings were held.

**17.2 Employees' details**

Twenty (Permanent & Casual) employees were engaged for the whole period, who received a total periodical remuneration of BDT 1,60,36,387 and above.

**17.3 Related Party Transaction**

First Security Islami Bank Limited (FSIBL) is the banker of the company, and also hold 51% equity shares. Besides this, the Company avails Long term financing of BDT 17,53,78,981 from FSIBL's Motijheel Branch client's financing purpose.



(CHIEF EXECUTIVE OFFICER)

AUDITORS' REPORT TO THE SHAREHOLDERS

Please see annexed report of date



(DIRECTOR)



(CHAIRMAN)



**First Security Islami Capital & Investment Limited**  
**Property, Plant & Equipment Schedule**  
*For the year ended 31 December, 2016*

**Annex-A**  
(Figures in BDT)

**Property, Plant & Equipment:**

Particulars	Cost			Rate %	Depreciation		Written Down Value as on 31.12.2016	
	Balance as on 01.01.2016	Additions during the period	Balance as on 31.12.2016		Balance as on 01.01.2016	Charged during the year		Balance as on 31.12.2016
Furniture & Fixtures	2,241,079	-	2,241,079	10%	772,681	224,108	996,789	1,244,290
Electrical Appliance	5,673,018	35,000	5,708,018	20%	4,080,938	1,141,412	5,222,350	485,668
Office Equipment	17,326,155	441,410	17,767,565	20%	9,961,415	3,496,283	13,457,698	4,309,867
Office Renovation	26,784,217	10,330,022	37,114,239	20%	17,421,611	6,345,602	23,767,213	13,347,026
Motor Vehicles	3,364,157	-	3,364,157	20%	2,691,325	672,831	3,364,156	1
Software	2,775,000	-	2,775,000	33%	2,157,375	617,624	2,774,999	1
<b>Total as of 31 December, 2016</b>	<b>58,163,626</b>	<b>10,806,432</b>	<b>68,970,058</b>		<b>37,085,345</b>	<b>12,497,860</b>	<b>49,583,205</b>	<b>19,386,853</b>
<b>Balance as at 31 December, 2015</b>	<b>55,896,591</b>	<b>2,267,035</b>	<b>58,163,626</b>		<b>25,555,681</b>	<b>11,529,664</b>	<b>37,085,345</b>	<b>21,078,281</b>



**First Security Islami Capital & Investment Limited**  
Schedule of Investment in Shares (Listed Securities)

(Amount in BDT)

Name of the Script	Cost Price			Market Price			Un realized gain/(Loss)
	Qty	Rate	Amount	Qty	Rate	Amount	Amount
Khulna Power Co. Ltd	260,000	70.32	18,283,552	260,000	62.50	16,250,000	(2,033,552)
Shahjibazar Power	103,000	164.11	16,902,870	103,000	136.10	14,018,300	(2,884,570)
Summit Power Limited	400,000	40.40	16,159,680	400,000	37.00	14,800,000	(1,359,680)
<b>Sub-Total</b>			<b>51,346,102</b>			<b>45,068,300</b>	<b>(6,277,802)</b>

Schedule of Investment in Shares (Un Listed Securities)

Name of the Script	Cost Price			Market Price			Un realized gain/(Loss)
	Qty	Rate	Amount	Qty	Rate	Amount	Amount
Runner Automobiles Ltd	400,000	45.00	18,000,000	400,000	45.00	18,000,000	-
<b>Sub-Total</b>			<b>18,000,000</b>			<b>18,000,000</b>	<b>-</b>
<b>Grand Total</b>			<b>69,346,102</b>			<b>63,068,300</b>	<b>(6,277,802)</b>

