

**Auditor's Report along with Audited Financial Statements
of
Infrastructure Development Company Limited
(IDCOL)**

as at and for the year ended 31 December 2019

Independent Auditor's Report

To the Shareholders of Infrastructure Development Company Limited

Opinion

We have audited the financial statements of Infrastructure Development Company Limited (the Company), which comprise the statement of financial position as at December 31, 2019, and statements of profit or loss and statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Company give true and fair of the financial position of the Company as at December 31, 2019, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note # 2 to the financial statements.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of Matters

Without qualifying our opinion, we are drawing attention to the following matters:

1. In note # 2.5 to the financial statements, the Company disclosed the status of compliance with DFIM circular no. 1, dated 03 April 2018 of Bangladesh Bank regarding Fees, Commission and Brokerage income of the Company.
2. In note # 2.23 to the financial statements, the Company disclosed the status of compliance with Financial Reporting Council's notification # 179/FRC/FRN/notification/2020/2 dated 07 July 2020.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of 2019. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.





Risk	Our response to the risk
Measurement of provision for loans and advances	
<p>The process for estimating the provision for loans and advances portfolio associated with credit risk is significant and complex.</p> <p>For the individual (party-wise) analysis, these provisions consider the estimates of future business performance and the market value of the collateral provided for credit transactions.</p> <p>At year end the Company reported total gross loans and advances of BDT 68,798,752,166 (2018: BDT 60,742,046,612) and provision for loans and advances of BDT 4,203,783,130 (2018: BDT 4,348,944,577).</p> <p>We have focused on the following significant judgments and estimates which could give rise to a material misstatement or management bias:</p> <ul style="list-style-type: none"> • Completeness and timing of recognition of loss events in accordance with criteria set out in FID circular no 08, dated 03 August 2002, FID circular no. 03, dated 03 May 2006 and FID circular no.03 dated 29 April 2013; • For assessed provisions, the measurement of the provision may be dependent on the valuation of collateral, estimates of exit values and the timing of cash flows; • Provision measurement is primarily dependent upon key assumptions relating to the probability of default, the ability to repossess collateral, and recovery rates. 	<p>We tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> • Tested the credit appraisal, loan disbursement procedures, monitoring and provisioning process; • Identification of loss events, including early warning and default warning indicators; • Reviewed quarterly Classification of Loans (CL); <p>Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following:</p> <ul style="list-style-type: none"> • Reviewed the adequacy of the companies general and specific provisions; • Assessed the methodologies on which the provision amounts based, recalculated the provisions and tested the completeness and accuracy of the underlying information; • Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.
See note # 7 and 11 to the financial statements.	
Implementation of IFRS 16 Leases	
<p>With reference to Note 2.2 to the financial statements, IFRS 16 Leases becomes effective for annual reporting beginning on or after 01 January 2019, which replaces the existing standard IAS 17 Leases. IDCOL decided to adopt the modified retrospective approach for the transition accounting. The application of the new lease standard resulted in the recognition, for the 31 December 2019, of right of use of asset of BDT 22,420,777 and lease liabilities at of BDT 15,830,705.</p>	<p>We obtained an understanding of the management's process for implementing IFRS 16 including financial controls designed by the management to mitigate the risks assessed by us independently. We tested those relevant controls and adopted a control rely strategy. Furthermore, to mitigate the inherent risk in this audit area, our audit approach included testing of the controls and substantive audit procedures, including:</p> <ul style="list-style-type: none"> • Obtained and read the accounting policy for compliance with IFRS 16; • Obtained listing of all contracts from the

Risk	Our response to the risk
	<p>management and tested the contracts on a sample basis for impact under IFRS 16. In respect of the contracts selected for testing;</p> <ul style="list-style-type: none"> ○ Obtained and assess the borrowing rates; ○ Tested the assumptions used in the calculation model for the sample contracts selected for testing; ○ Performed test of details on a sample basis of the right of use of asset and lease liability; and ○ Assessed the disclosures within the financial statements.
See note # 8.2 and note # 11.5 to the financial statements.	
Legal and regulatory matters	
<p>We focused on this area because the Company operates in a legal and regulatory environment that is exposed to significant litigation and similar risks arising from disputes and regulatory proceedings. Such matters are subject to many uncertainties and the outcome may be difficult to predict.</p> <p>These uncertainties inherently affect the amount and timing of potential outflows with respect to the provisions which have been established and other contingent liabilities.</p> <p>Overall, the legal provision represents the Company's best estimate for existing legal matters that have a probable and estimable impact on the financial position.</p>	<p>We obtained an understanding, evaluated the design, and tested the operational effectiveness of the key controls over the legal provision and contingencies process.</p> <p>We enquired to those charged with governance to obtain their view on the status of all significant litigation and regulatory matters.</p> <p>We also assessed the Company's contingent liabilities disclosure.</p>
See note # 35 to the financial statements.	
Borrowing from other banks and other financial institutions	
<p>We focused on this area because the Company receives loans from different donor agencies through GoB to implement infrastructure development projects in Bangladesh. Such an arrangement should be guided by strict internal control. Any Non-compliance of the financing agreements with the donor agencies may create major credit risk for the Company.</p>	<p>In responding to the identified key audit matter, we have performed the following procedures:</p> <ul style="list-style-type: none"> • Checked the drawdowns of borrowings from donor agency's server on a sample basis; • Reviewed the repayments made to the agencies as required on a sample basis; • Recalculated repayment schedule of the loans from donor agencies on a sample basis; and • Reviewed the agreements with the donor agencies and checked whether

Risk	Our response to the risk
	the Company has complied with the requirements of the agreements on a sample basis.
See note # 10 to the financial statements.	
Valuation of defined benefits and pension obligation	
The Company operates a defined benefit schemes which in total are significant in the context of the overall balance sheet. At year end of the comparative financial statements, the Company reported a net gratuity liability of BDT 52,099,203, which was paid to the gratuity account in the year 2019 along with the gratuity payable amounting to Tk. 25,668,316 for 2019.	We tested the relevant data provided by the Company and recalculated the obligation. We assessed the appropriateness and presentation of disclosures against IAS 19 Employee Benefits.
See note # 11.2 and 20 to the financial statements.	
Measurement of deferred tax assets	
The Company reports net deferred tax assets to totaling BDT 9,242,457 as at 31 December 2019. Significant judgment is required in relation to deferred tax assets as their recoverability is dependent on forecasts of future profitability over a number of years.	We obtained an understanding, evaluated the design and tested the operational effectiveness of the Company's key controls over the recognition and measurement of Deferred Tax Assets and the assumptions used in estimating the Company's future taxable income. We also assessed the completeness and accuracy of the data used for the estimations of future taxable income. Finally assessed the appropriateness and presentation of disclosures against IAS 12 Income Tax.
See note # 9.5 to the financial statements	

Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs as explained on note # 2 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.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management. Template of Modified Auditor's Report for Company in Bangladesh
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Company's financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Financial Institutions Act, 1993 and the rules and regulations issued by Bangladesh Bank, we also report the following:

- a) we have obtained all the 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;
- b) in our opinion, proper books of accounts as required by law have been kept by the Company so far as it appeared from our examination of these books;
- c) the statements of financial position and statements of profit or loss account together with the annexed notes dealt with by the report are in agreement with the books of accounts and returns; and
- d) the expenditure incurred was for the purposes of the Company's business for the year;
- e) The financial statements of the Company have been drawn up in conformity with Financial Institutions Act, 1993 and in accordance with International Financial Reporting Standards as explained in notes as well as with related guidance, circulars issued by Bangladesh Bank;
- f) adequate provisions have been made for loans, leases, advances and other assets which are, in our opinion, doubtful of recovery and Bangladesh Bank's instructions in this regard have been followed properly;
- g) the financial statements of the Company conform to the prescribed standards set in the accounting regulations which were issued by Bangladesh Bank after consultation with the professional accounting bodies of Bangladesh;
- h) statements sent to Bangladesh Bank have been checked on sample basis and no inaccuracy has come to our attention;
- i) taxes and other duties were collected and deposited in the Government treasury by the Company as per Government instructions found satisfactory based on test checking;
- j) nothing has come to our attention that the Company has adopted any unethical means i.e. 'window dressing' to inflate the profit and mismatch between the maturity of assets and liabilities;
- k) proper measures have been taken to eliminate the irregularities mentioned in the inspection report of Bangladesh Bank and the instructions which were issued by Bangladesh Bank and other regulatory authorities have been complied properly as disclosed to us by management;
- l) based on our work as mentioned above under the auditor's responsibility section, the internal control and the compliance of the Company is satisfactory, and effective measures have been taken to prevent possible material fraud, forgery and internal policies are being followed appropriately;





- m) the Company has complied with relevant laws pertaining to capital, reserve and net worth, cash and liquid assets and procedure for sanctioning and disbursing loans/leases found satisfactory;
- n) We have reviewed over 80% of the risk weighted assets of the Company, and we have spent around 4,400 person hours for the audit of the books and accounts of the Company;
- o) the Company has complied with relevant instructions which were issued by Bangladesh Bank relevant to classification, provisioning and calculation of interest suspense;
- p) the Company has complied with the "First Schedule" of the Financial Institutions Act, 1993 in preparing these financial statements; and
- q) all other issues which in our opinion are important for the stakeholders of the Company have been adequately disclosed in the audit report.

Dated, Dhaka
13 AUG 2020


ACNABIN
Chartered Accountants

Signed by: Muhammad Aminul Hoque, FCA
Partner

Infrastructure Development Company Limited
Balance Sheet
 as at December 31, 2019


	Notes	Amount in Taka	
		31-Dec-19	31-Dec-18
PROPERTY AND ASSETS			
Cash	3	1,387,111,697	118,733,097
Cash in Hand		34,611	26,290
Balance with Bangladesh Bank and its agent bank		1,387,077,086	118,706,807
Balance with other banks and financial institutions	4	18,418,482,656	19,580,260,290
In Bangladesh		18,418,482,656	19,580,260,290
Outside Bangladesh		-	-
Money at call and short notice	5	-	-
Investments	6	500,000,000	-
Government		-	-
Others		500,000,000	-
Loans and advances		68,798,752,166	60,742,046,612
Loans, cash credit, overdraft etc.	7	68,798,752,166	60,742,046,612
Bill purchased and discounted		-	-
Fixed assets including land, building, furniture and fixtures	8	135,945,338	86,731,216
Other assets	9	1,635,298,543	1,764,757,383
Non-banking assets		-	-
Total assets		90,875,590,401	82,292,528,597
LIABILITIES AND CAPITAL			
Liabilities:			
Borrowings from other banks and financial institutions	10	75,946,873,667	67,565,956,984
Deposit and other accounts		-	-
Other liabilities	11	6,575,958,788	7,924,793,959
Total liabilities		82,522,832,455	75,490,750,943
Capital/Shareholders' equity:			
Paid-up Capital	12	6,500,000,000	6,000,000,000
Statutory Reserve		-	-
Retained earnings	13	1,852,757,945	801,777,654
Total shareholders' equity		8,352,757,945	6,801,777,654
Total liabilities and shareholders' equity		90,875,590,401	82,292,528,597



Infrastructure Development Company Limited
Off Balance Sheet Items
as at December 31, 2019

	Notes	Amount in Taka	Amount in Taka
		31-Dec-19	31-Dec-18
Contingent Liabilities:		24,029,147	24,029,147
Acceptances and Endorsements		-	-
Letters of Guarantee		-	-
Irrevocable Letters of Credit		-	-
Bills for Collection		-	-
Other Contingent Liabilities	35	24,029,147	24,029,147
Other commitments:		-	-
Documentary credit 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		-	-
Total Off-Balance Sheet Items		24,029,147	24,029,147
Net Asset Value (NAV) per share	34	128.50	104.64

The annexed notes 1-37 form an integral part of these statements.



Chairman



Director



Director



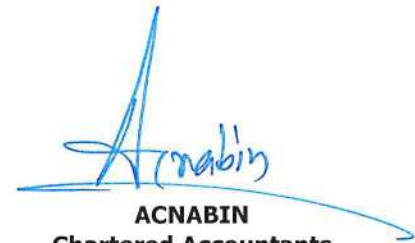
Executive Director & CEO



Company Secretary

As per our report of even date.

Dated, Dhaka
13 AUG 2020








ACNABIN
Chartered Accountants

Signed by: Muhammad Aminul Hoque, FCA
Partner

Infrastructure Development Company Limited
Profit and Loss Account
for the year ended December 31, 2019

	Notes	Amount in Taka	
		Jan-Dec 2019	Jan-Dec 2018
Operating income			
Interest income	15	4,776,333,932	4,392,711,545
less: Interest on deposits, borrowings etc	16	827,016,483	1,766,695,989
Net interest income		3,949,317,450	2,626,015,556
Investment income	17	3,888,889	-
Fees, Commission & brokerage	18	420,972,687	381,164,691
Other operating income	19	176,414,217	146,809,469
Total operating income (A)		4,550,593,243	3,153,989,716
Operating expenses			
Salaries and allowances	20	166,023,237	145,167,239
Rent, taxes, insurance, electricity etc.	21	6,016,423	6,597,233
Legal expenses	22	34,545,716	21,563,111
Postage, stamp, telecommunication etc.	23	1,139,017	1,255,056
Stationery, printing, advertisement etc.	24	6,460,256	7,113,750
Chief Executive's salary and fees	25	16,086,400	11,888,221
Directors' fees	26	2,108,306	1,788,875
Auditors' fees	27	216,030	204,758
Depreciation and repair of Company's assets	28	22,917,042	14,954,707
Other operating expenses	29	282,453,022	97,397,391
Charges on loan losses	30	-	-
Total operating expenses (B)		537,965,449	307,930,341
Profit/(Loss) before provision & Tax (C) = (A - B)		4,012,627,794	2,846,059,375
Provision for loans and advances/investment	31	1,644,507,412	1,002,901,160
Total provision (D)		1,644,507,412	1,002,901,160
Net profit/(loss) before Tax (E) = (C - D)		2,368,120,382	1,843,158,215
Tax expenses	32	989,625,362	1,139,748,445
Net profit/(loss) after tax		1,378,495,020	703,409,770
Appropriation:			
Statutory reserve		-	-
General reserve		-	-
Retained surplus		1,378,495,020	703,409,770
Earnings Per Share (EPS)	33	21.21	10.82

The annexed notes 1-37 form an integral part of these financial statements.

 Chairman
  Director
  Director
  Executive Director & CEO
  Company Secretary

Dated, Dhaka
13 AUG 2020


ACNABIN
Chartered Accountants
 Signed by: Muhammad Aminul Hoque, FCA
 Partner

Infrastructure Development Company Limited
Cash Flow Statement
for the year ended December 31, 2019

	Amount in Taka Jan-Dec 2019	Amount in Taka Jan-Dec 2018
A. Cash flows from operating activities		
Interest received	5,087,039,913	4,754,197,097
Interest paid	(1,361,385,070)	(1,295,524,482)
Fees and commission received	420,972,687	381,164,691
Paid to employees and suppliers	(498,797,318)	(292,975,634)
Receipts from other operating activities	18,543,024	54,584,911
Cash generated from operating activities before changes in operating assets and liabilities	3,666,373,236	3,601,446,584
(Increase)/decrease in operating assets and liabilities		
Advances, deposits and prepayments	(18,839,743)	19,715,306
Advances income tax	(1,189,261,866)	(1,199,200,662)
Accounts receivables	448,461,725	(84,130,972)
Advance VAT	-	(9,120,339)
Loans and advances	(9,727,880,604)	(18,641,951,069)
Interest suspense account	(315,400,761)	6,046,358
Payables and accrued expenses	(95,041,749)	(57,636,640)
Unearned Revenue- Monitoring Fees	749,011	(2,754,957)
Employees' gratuity fund	(52,099,203)	27,207,664
	(10,949,313,189)	(19,941,825,311)
Net cash flows from operating activities	(7,282,939,953)	(16,340,378,727)
B. Cash flows from investing activities		
Acquisition of fixed assets (excluding donor funded assets)	(40,784,126)	(2,319,644)
Investment in Pref Share	(500,000,000)	-
Disposal of Fixed Assets	272,000	143,920
Net cash flows from investing activities	(540,512,126)	(2,175,724)
C. Cash flows from financing activities		
Loan from Government of Bangladesh	8,380,916,683	4,002,170,820
Dividend paid	(600,000,000)	-
Net cash flows from financing activities	7,780,916,683	4,002,170,820
D. Net increase in cash and cash equivalents (A+B+C)	(42,535,396)	(12,340,383,630)
E. Effects of exchange rate changes on cash and cash equivalents	149,136,363	83,195,077
F. Cash and cash equivalents at the beginning of the year	19,698,993,387	31,956,181,940
G. Cash and cash equivalents at the end of the year (D+E+F)	19,805,594,353	19,698,993,387
Cash and cash equivalents at end of the year		
Cash in hand (including foreign currencies)	34,611	26,290
Money at call and short notice	-	-
Balance with Bangladesh Bank and its agent banks	1,387,077,086	118,706,807
Balance with other banks and financial institutions	18,418,482,656	19,580,260,290
	19,805,594,353	19,698,993,387



Chairman



Director



Director



Executive Director & CEO



Company Secretary

Dated, Dhaka
 13 AUG 2020



Infrastructure Development Company Limited
Statement of Changes in Equity
for the year ended December 31, 2019

Particulars	Amount in Taka				
	Paid up Capital	Statutory Reserve	Retained earnings	Total shareholders' equity	
Balance as at 01 January 2019	6,000,000,000	-	801,777,654	6,801,777,654	
Adjustment for SHS interest waiver	-	-	372,485,271	372,485,271	
Balance	6,000,000,000	-	1,174,262,925	7,174,262,925	
Increase/Decrease of revaluation of properties	-	-	-	-	
Increase/Decrease of revaluation of investment	-	-	-	-	
Currency transaction differences	-	-	-	-	
Net gains and losses not recognized in the income statement	-	-	-	-	
Net profit for the year	-	-	1,378,495,020	1,378,495,020	
Bonus shares	500,000,000	-	(500,000,000)	-	
Cash dividend	-	-	(200,000,000)	(200,000,000)	
Statutory Reserve	-	-	-	-	
Balance as at 31 December 2019	6,500,000,000	-	1,852,757,945	8,352,757,945	
Balance as at 01 January 2018	5,500,000,000	-	798,367,884	6,298,367,884	
Changes in accounting policy	-	-	-	-	
Balance	5,500,000,000	-	798,367,884	6,298,367,884	
Increase/Decrease of revaluation of properties	-	-	-	-	
Increase/Decrease of revaluation of investment	-	-	-	-	
Currency transaction differences	-	-	-	-	
Net gains and losses not recognized in the income statement	-	-	-	-	
Net profit for the year	-	-	703,409,770	703,409,770	
Bonus shares	500,000,000	-	(500,000,000)	-	
Cash dividend	-	-	(200,000,000)	(200,000,000)	
Statutory Reserve	-	-	-	-	
Balance as at 31 December 2018	6,000,000,000	-	801,777,654	6,801,777,654	


Company Secretary


Executive Director & CEO




Director


Director


Chairman

Dated, Dhaka
13 AUG 2020



Infrastructure Development Company Limited
Liquidity Statement
(Asset and Liability Maturity Analysis)
as at December 31, 2019

	Up to 01 month	1 - 3 months	3 - 12 months	1 - 5 years	More than 5 years	Total
	Taka	Taka	Taka	Taka	Taka	Taka
Assets:						
Cash in hand (including balance with Bangladesh Bank)	1,387,111,697	-	-	-	-	1,387,111,698
Balance with other banks and financial institutions	8,775,311,805	8,695,170,851	948,000,000	-	-	18,418,482,656
Money at call and short notice	-	-	-	-	-	-
Investments	-	-	-	416,666,667	83,333,333	500,000,000
Loans and advances	187,981,352	2,574,728,157	9,913,729,695	39,009,501,392	17,112,811,570	68,798,752,166
Fixed assets	-	-	-	-	135,945,338	135,945,338
Other assets	340,435	66,794,826	1,550,863,106	8,057,719	9,242,457	1,635,298,543
Non-banking assets	-	-	-	-	-	-
Total assets	10,350,745,289	11,336,693,834	12,412,592,801	39,434,225,778	17,341,332,698	90,875,590,401
Liabilities:						
Borrowings from Government of Bangladesh	-	1,156,231,460	5,761,380,291	24,865,617,786	44,163,644,130	75,946,873,667
Deposits	-	-	-	-	-	-
Other Accounts	-	-	-	-	-	-
Provision and other liabilities	-	424,812,164	985,147,838	343,685,551	4,822,313,234	6,575,958,788
Total liabilities	-	1,581,043,625	6,746,528,129	25,209,303,337	48,985,957,364	82,522,832,455
Net Liquidity Gap	10,350,745,289	9,755,650,209	5,666,064,672	14,224,922,441	(31,644,624,666)	8,352,757,945



Infrastructure Development Company Limited
Notes to the financial statements
for the year ended December 31, 2019

1. Background:

1.1 Legal Status and nature of the company:

The Infrastructure Development Company Limited (IDCOL), a non-banking financial institution, was incorporated in Bangladesh on May 14, 1997 as a government owned public limited company under the Companies Act 1994. The Company was licensed by Bangladesh Bank as a non-bank financial institution (NBFI) on January 5, 1998. The registered office of the Company is located at UTC Building, Level-16, 8 Panthapath, Kawran bazar, Dhaka-1215.

1.2 Principal activities:

Since inception, IDCOL has been playing a major role in bridging the financing gap for developing medium and large-scale infrastructure and renewable energy projects in Bangladesh. The company now stands as the market leader in private sector energy and infrastructure financing in Bangladesh. The primary objective of the company is to promote significant participation of the private sector in investment and operation, ownership and maintenance of new infrastructure facilities.

Infrastructure Projects

IDCOL provides long-term debt financing to viable privately-owned and operated infrastructure projects. To be eligible for IDCOL funding, projects must be included in the GoB's priority sector and use proven technology. Infrastructure sectors in the current priority sector include power generation, telecommunications, information and communication technology, ports, social infrastructure, gas and gas related infrastructure, water supply, toll roads and bridges, shipyards and shipbuilding, hotel and tourism, mass transportation systems, urban environmental services etc.

Renewable Energy Projects

Under renewable energy program, IDCOL has been implementing projects in four major areas- solar home systems (SHS), domestic biogas plants, improved cook stoves (ICS), and small-scaled renewable energy based power plants.

IDCOL started its SHS Program in 2003 with an initial target to finance 50,000 SHSs with financial assistance from the World Bank and GEF. Subsequently, a number of development partners participated in the program by providing refinancing and grant support. IDCOL provides soft loans and channels grants for the development of rural infrastructure, i.e. renewable energy. IDCOL's SHS Program is one of the largest off-grid renewable energy program in the world and has acclaimed many international awards. It has brought significant change in lives in remote rural areas of Bangladesh through providing access to electricity. IDCOL has installed 4.14 million SHSs till the end of 2019.

IDCOL has been implementing Biogas Program in Bangladesh since 2006. Initially, the program started as National Domestic Biogas and Manure Program (NDBMP) with the support from SNV, Netherlands Development Organization and KfW, German Development Bank. In 2012, the World Bank also joined to support the program under its Household Energy Initiatives. With the support from KfW and the World Bank, IDCOL restructured the Program in 2013. Under this program, IDCOL has a target to install 60,000 domestic size biogas plants in Bangladesh by 2021.

IDCOL launched the 'Improved Cook Stove (ICS) Program' in May 2013 with the initial target of 1 million ICS across the country by 2018. This target was achieved in 2017, almost two years ahead of the project timeline. Under ICS program, IDCOL provides grant and technical assistance to its partner organizations (POs) for local level promotion capacity building for ICS dissemination. IDCOL's principal objective is to create a sustainable market for ICS and thus reducing GHG emission and Indoor Air Pollution. The total installation till December is 2.06 million and IDCOL has a target to finance 5 million ICS by 2023.

Besides, IDCOL has been financing various small-scaled renewable energy projects including solar PV based irrigation pumps, solar PV based micro-grid projects, biomass gasification based power projects, biogas based power plants, solar powered solution for telecom BTS etc. IDCOL has also a target to finance 10,000 solar irrigation pumps by 2025. In addition, IDCOL is exploring the financing of more biogas and waste based energy projects in near future.

Corporate Advisory Services

IDCOL has established an advisory wing to provide knowledge support to various local/foreign institutions on infrastructure projects, renewable energy projects, public private partnership, etc. IDCOL has already provided advisory services to Power Division, International Renewable Energy Agency, Bangladesh Power Development Board etc. IDCOL also provided capacity building training services to delegates from Ethiopia, Ghana, Sudan, Guinea and Uganda on renewable energy. In addition, IDCOL recently executed a sub-consultancy agreement with Deloitte India to perform consultancy services for the Establishment of the Renewable Energy Investment Facility (REIF) in Tanzania under Rural Energy Agency. Till date, IDCOL trained more than 1,600 professionals from local banks and businesses in twenty three training courses on project finance, nineteen courses on financial modelling, and seven special courses for capacity building.





1.3 Resources

IDCOL has access to resources provided by the World Bank (WB), Asian Development Bank (ADB), Japan International Cooperation Agency (JICA), German Development Bank (KfW), Department for International Development (DFID), Islamic Development Bank (IDB), German Development Cooperation (GIZ), United States Agency for International Development (USAID), SNV-Netherlands Development Organization, and the Government of Bangladesh (GoB) to place in projects across a range of infrastructure and renewable energy projects.

2. Significant Accounting Policies and Basis of Preparation

2.1 Basis of accounting

Same disclosed accounting policies and methods of computation have been followed in preparation of the Financial Statements as were applied in the preparation of the financial statements of IDCOL as at and for the year ended 31 December 2018, except for those related to IFRS 16: "Leases", which became effective from 1 January 2019.

The financial statements of the Company have been prepared under historical cost convention in accordance with generally accepted accounting principles as laid down in the International Financial Reporting Standards (IFRS) applicable to the Company. The reported financial statements, i.e. Balance Sheet, Profit and Loss Account, Statement of Changes in Equity and Cash Flow Statement were prepared by capturing the transactions of Infrastructure Development Company Limited.

The financial statements of project accounts are being maintained and prepared separately showing movement of funds, i.e. loans and grants received from various donors, lenders, etc., realization of principal and interest from borrowers, loan and grants disbursed to borrowers, repayment of loans to donors, lenders, etc. These project accounts are maintained separately by IDCOL and Receipts and Payments Statement of each such project is prepared separately, and audited and reported separately by the statutory auditor of the Company. These amounts are not reflected in the company's financial statements, except for those disclosed in note # 37 to the Company's financial statements. The accumulated movement of funds from the inception as well as the current and the previous year's movements of fund of these projects are shown in note # 37.

2.2 Changes in significant accounting policies: IFRS 16 Lease

IFRS 16 Leases came into effect from 01 January 2019 which replaces the existing standard IAS 17. IDCOL recognizes a right of use asset and a lease liability from the beginning of 2019. The right of use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right of use asset is depreciated using the straight line methods from the commencement date (from the beginning of 2019) to the earlier of the end of the useful life of the right of use asset or the end of the lease term. In addition, the right of use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability. The lease liability is initially measured and recognized at the present value of the lease payments that are not paid at the commencement date (from the beginning of 2019), discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, IDCOL's incremental borrowing rate. Year end lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in IDCOL's estimate of the amount expected to be payable under a residual value guarantee, or if IDCOL changes its assessment of whether it will exercise purchase, extension or termination option. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right to use asset, or is recorded in profit or loss if the carrying amount of the right to use asset has been reduced to zero. The right of use assets and lease liabilities have been separately disclosed in Annexure-G and in note-11.5, respectively.

The following summarises the impacts of adopting IFRS 16 on the balance sheet and profit & loss account for the year then ended on 31 December 2019.





**Impact on Balance Sheet
As at December 31, 2019**

Particulars	Amount without Adoption of IFRS-16	Adjustment for IFRS-16	Amount after implementation of IFRS-16
PROPERTY AND ASSETS			
Cash	1,387,111,697	-	1,387,111,697
Cash in Hand	34,611	-	34,611
Balance with Bangladesh Bank and its agent bank	1,387,077,086	-	1,387,077,086
Balance with other banks and financial institutions	18,418,482,656	-	18,418,482,656
In Bangladesh	18,418,482,656	-	18,418,482,656
Outside Bangladesh	-	-	-
Money at call and short notice	-	-	-
Investments	500,000,000	-	500,000,000
Government	-	-	-
Others	500,000,000	-	500,000,000
Loans and advances	68,798,752,166	-	68,798,752,166
Loans, cash credit, overdraft etc.	68,798,752,166	-	68,798,752,166
Bill purchased and discounted	-	-	-
Fixed assets including land, building, furniture and fixtures	113,524,561	22,420,777	135,945,338
Other assets	1,633,192,340	2,106,204	1,635,298,543
Non-banking assets	-	-	-
Total assets	90,851,063,420	24,526,981	90,875,590,400
LIABILITIES AND CAPITAL			
Liabilities:			
Borrowings from other banks and financial institutions	75,946,873,667	-	75,946,873,667
Deposit and other accounts	-	-	-
Other liabilities	6,560,128,083	15,830,705	6,575,958,788
Total liabilities	82,507,001,750	15,830,705	82,522,832,455
Capital/Shareholders' equity:			
Paid-up Capital	6,500,000,000	-	6,500,000,000
Statutory Reserve	-	-	-
Retained earnings	1,844,061,670	8,696,275	1,852,757,945
Total shareholders' equity	8,344,061,670	8,696,275	8,352,757,945
Total liabilities and shareholders' equity	90,851,063,420	24,526,980	90,875,590,400





**Impacts on Profit and Loss Account
For the year ended December 31, 2019**

Particulars	Amount without Adoption of IFRS-16	Adjustment for IFRS-16	Amount after implementation of IFRS-16
Operating income			
Interest income	4,776,333,932	-	4,776,333,932
less: Interest on deposits, borrowings etc	827,016,483	-	827,016,483
Net interest income	3,949,317,450	-	3,949,317,450
Investment income	3,888,889	-	3,888,889
Fees, Commission & brokerage	420,972,687	-	420,972,687
Other operating income	176,414,217	-	176,414,217
Total operating income (A)	4,550,593,243	-	4,550,593,243
Operating expenses			
Salaries and allowances	166,023,237		166,023,237
Rent, taxes, insurance, electricity etc.	12,504,650	(6,488,227)	6,016,423
Legal expenses	34,545,716		34,545,716
Postage, stamp, telecommunication etc.	1,139,017		1,139,017
Stationery, printing, advertisement etc.	6,460,256		6,460,256
Chief Executive's salary and fees	16,086,400		16,086,400
Directors' fees	2,108,306		2,108,306
Auditors' fees	216,030		216,030
Depreciation and repair of Company's assets	16,381,458	6,535,584	22,917,042
Other operating expenses	282,228,343	224,679	282,453,022
Charges on loan losses	-		-
Total operating expenses (B)	537,693,413	272,036	537,965,449
Profit/(Loss) before provision & Tax (C) = (A - B)	4,012,899,830	(272,036)	4,012,627,794
Provision for loans and advances/investment	1,644,507,412	-	1,644,507,412
Total provision (D)	1,644,507,412	-	1,644,507,412
Net profit/(loss) before Tax (E) = (C - D)	2,368,392,418	(272,036)	2,368,120,382
Tax expenses	998,593,673	(8,968,311)	989,625,362
Net profit/(loss) after tax	1,369,798,745	8,696,275	1,378,495,020

2.3 Statement of compliance

The financial statements of IDCOL are prepared in accordance with International Financial Reporting Standards (IFRS) and the requirements of the Financial Institutions Act 1993, the rules and regulations issued by Bangladesh Bank and the Companies Act 1994. In case any requirement of the Financial Institutions Act 1993, and provisions and circulars issued by Bangladesh Bank differ with those of IFRSs, the requirements of the Financial Institutions Act 1993, and provisions and circulars issued by Bangladesh Bank shall prevail.

2.4 Other comprehensive income

IFRS: As per IAS 1 elements of Other Comprehensive Income (OCI) can be presented in a separate statement i.e. Other Comprehensive Income or can be included in a single Statement of Comprehensive Income.

Bangladesh Bank: The scheduled banks and financial institutions in Bangladesh have been using certain prescribed templates of financial statements (including names of those financial statements) issued by Bangladesh Bank. Those templates do not include 'Other Comprehensive Income' nor are the elements of OCI allowed to be included in a Single Comprehensive Income Statement (Profit & Loss Account, as per BB format). As such the banks and financial institutions do not prepare a separate OCI Statement. However elements of OCI, if any, are shown in the statement of changes in equity.

2.5 Fees, Commission and Brokerage

IDCOL is a specialized NBFI focusing on renewable energy, infrastructure finance and energy efficiency projects and working persistently to achieve the development objective of the Government. Unlike other conventional banks and FIs, IDCOL's investment strategy is focused on operating in niche market. IDCOL provides loans both in local currency (BDT) and US dollar. IDCOL's pricing for Loans is different for different types of products, which are not always in congruence with the market rate. For some products, IDCOL's interest rate is lower than market interest rate. Very often these lendings are sourced from several multilateral and bi-lateral organizations under which IDCOL has to pay commitment fees as per the agreement. Considering the special nature of fund sources that require commitment charges on the borrowed fund, as well as its special and concessionary lending operations, IDCOL is collecting fees from some loans which are not permissible under DFIM circular no. 1, dated 03 April 2018.s. To avoid the non-compliance, IDCOL has already applied to Bangladesh Bank, following approval by its Board of Directors, for exemption from complying the said circular.





2.6 Cash flow statement

IFRS: The Cash Flow Statement can be prepared using either the direct method or the indirect method. The presentation is selected to present these cash flows in a manner that is most appropriate for the business or industry. The method selected is applied consistently.

Bangladesh Bank: As per DFIM circular no. 11 of 23 December 2009, cash flow is the mixture of direct and indirect methods. Money at call on short notice presented on the face of the balance sheet, and treasury bills, prize bonds are shown in investments.

2.7 Provision for loans and advances

IFRS: As per IFRS 9 An entity shall assess at the end of each reporting period whether there is any objective evidence that a financial asset or group of financial assets measured at amortized cost is impaired.

Bangladesh Bank: As per Bangladesh Bank circular (FID Circular no. 08 dated 03 August 2002 and FID Circular no. 03 dated 03 March 2006), a general provision at 1% for standard loan and 5% for SMA loans, should be maintained regardless of objective evidence of impairment. And, specific provision for sub-standard loan, doubtful loans and bad/losses should be provided at 20%, 50% and 100% respectively for loans and advances depending on the duration of overdue. Also a general provision at 1% should be provided for all off balance sheet exposures. Such provision policies are not specifically in line with those prescribed by IFRS 9.

2.8 Cash and cash equivalent

IFRS: Cash and cash equivalent items should be reported as cash item as per IAS 7.

Bangladesh Bank: Some cash and cash equivalent items which include 'money at call and short notice', are not shown as cash and cash equivalents.

2.9 Recognition of interest in suspense

IFRS: As per IFRS 9 Income from financial assets measured at amortized cost is recognized through effective interest rate method over the term of the investment. Once a financial asset is impaired, investment income is recognized in profit and loss account on the same basis based on revised carrying amount

Bangladesh Bank: As per FID circular no. 08 dated 03 August 2002, once a loan is classified, interest on such loans are not allowed to be recognized as income, rather the corresponding amount needs to be credited to an interest in suspense account, which is presented as liability in the balance sheet.

2.10 Financial instruments: presentation and disclosure

In several cases Bangladesh Bank guidelines categorize, recognize, measure and present financial instruments differently from those prescribed in IFRS 9. As such full disclosure and presentation requirements of IFRS 7 and IAS 32 cannot be made in the financial statements.

2.11 Presentation of intangible asset

IFRS: An intangible asset must be identified and recognized, and the disclosure must be given as per IAS 38.

Bangladesh Bank: There is no regulation for intangible assets in DFIM circular no. 11 of 23 December 2009.

2.12 Deferred Tax

IFRS: A deferred tax asset shall be recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized.

Bangladesh Bank: No deferred tax asset can be recognized for any deductible temporary difference against lease, loans and advances as per DFIM circular No. 7, dated 31 July 2011.

2.13 Off-balance sheet items

IFRS: There is no concept of off-balance sheet items in any IFRS; hence there is no requirement for disclosure of off-balance sheet items on the face of the balance sheet.

Bangladesh Bank: As per DFIM circular no. 11 of 23 December 2009, off balance sheet items (e.g. Letter of credit, Letter of guarantee etc.) must be disclosed separately on the face of the balance sheet.



2.14 Use of estimate and judgments

The preparation of these financial statements in conformity with International Accounting Standards (IAS), International Financial Reporting Standards (IFRS) and Bangladesh Bank guidelines requires management to make judgment, estimates and assumptions that affect the application of accounting policies such as provision for loans and advances. Estimates and underlying assumptions are reviewed on an ongoing basis.

2.15 Functional and Presentation Currency

These financial statements are using the currency of the primary economic environment in which the company operates (the functional currency) and presentation currency is Bangladesh Taka which is also the functional currency of the Company.

2.16 Revenue Recognition

Revenue is only recognized when it meets the following five steps model framework as follows:

- a) identify the contract(s) with a customers;
- b) identify the performance obligations in the contract;
- c) determine the transaction price;
- d) allocate the transaction price to the performance obligations in the contract;
- e) recognize revenue when (or as) the entity satisfies a performance obligation.

Interest income from loans and other sources is recognized on an accrual basis of accounting.

2.17 Property, plant and equipment

Property, plant and equipment are stated at cost less depreciation. Depreciation is charged on reducing balance method. Depreciation on additions to fixed assets is charged in full for the year and no depreciation is charged for the year in which an asset is disposed, irrespective of the date of acquisition, on reducing balance method. The rates of depreciation are as follows:

<u>Category of assets</u>	<u>Rate of depreciation</u>
Office space	10%
Furniture, fixture and decoration	10%
Computer and computer equipment	30%
Office equipment	10%
Vehicle	20%
Software	30%

2.18 Accounting for grant

Accounting for grant has been made in accordance with Bangladesh Accounting Standards (IAS) - 20 "Accounting for Government Grants and Disclosure of Government Assistance". Grant has been recognized as income to the extent of depreciation on grant funded assets.

2.19 Foreign Currency transactions (Exchange fluctuations and gains or losses)

Transactions in foreign currencies are recorded in the books at the exchange rate prevailing on the date of the transaction. Monetary assets and liabilities in foreign currencies at the date of statement of financial position are translated into taka at the exchange rate prevailing at that date. Exchange differences arising on the settlement of monetary items or on translating monetary items at the end of the reporting period are recognized in profit and loss account as per IAS 21: the effects of changes in foreign exchange rates.

2.20 Write-off

A loan write off – as it applies to individual borrowers -simply meaning taking off the amount from the Balance Sheet against which provision has already been made for a reduction in the value of an asset or earnings by the amount of an expense or loss. When businesses file their income tax return, they are able to write off expenses incurred to run the business and subtract them from their revenue to determine their taxable income. Recovery of debts written off provided for its credited revenue. Income are recognized where amounts are either recovered and/or adjusted against securities/properties or advances.



2.21 Earning per Share (EPS)

As per IAS - 33, the Company presents its basic earnings per share (EPS) for its ordinary shares. EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the year. The calculation has been provided in Note 33.

2.22 Related party disclosure

As per Bangladesh Accounting Standards (IAS 24) , parties 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. All transactions were carried out in the ordinary course of business on an arm's length basis. Related party transactions have been provided in Note 36.

2.23 Employee benefits

Defined contribution plan(provident fund)

The Company operates a contributory provident fund scheme where employees contribute 10% of their basic salary with equal contribution by the Company. The provident fund is considered as defined contribution plan being managed by a Board of Trustees.

Financial Reporting Council vide its notification # 179/FRC/FRN/notification/2020/2 dated 07 July 2020 instructed trustees of all contributory provident funds to return the forfeited funds to the employer within 120 days of year closing and try to collect the forfeited funds from all employees receiving any share during distribution of the forfeited fund among existing members by 31 December 2020. IDCOL will make sure the compliance of this notification by 31 December 2020.

Defined benefit plan(gratuity)

The Company operates an unfunded gratuity scheme, provision in respect of which is made annually covering all permanent employees. The employees gratuity fund is being considered as defined benefit plan.

2.24 Internal Audit

Internal Audit function plays a crucial role in ongoing assessment and maintenance of internal control, risk management and governance in the organization. Internal audit team conducts audit in all partner NGO's and IDCOL regional offices. Internal audit use standard approach to determine their respective work plan and actions.

2.25 Fraud and Forgeries

To prevent fraud and forgeries internal audit team acts independently as the first contact point/information unit. As a counteractive course of action, preventive and corrective measures are recommended to the operation unit to take necessary action. All fraud related issues are recorded in the fraud register in a systematic manner for future reference.





2.26 Disclosure for IAS & IFRS Compliance

Name of the IAS	IAS #	Compliance status
Presentation of Financial Statements	1	Applied
Inventories	2	N/A
Statements of Cash Flow	7	Applied*
Accounting Policies, Changes in Accounting Estimates and Errors	8	Applied
Events after the Balance Sheet Period	10	Applied
Income Taxes	12	Applied*
Property, Plant and Equipment	16	Applied
Leases	17	N/A
Employee Benefits	19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	20	Applied
The Effects of Changes in Foreign Exchange Rates	21	Applied
Borrowing Costs	23	Applied
Related Party Disclosures	24	Applied
Accounting and Reporting by Retirement Benefit Plans	26	N/A
Separate Financial Statements	27	Applied
Investment in Associates and Joint Ventures	28	N/A
Financial Reporting in Hyperinflationary Economies	29	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	N/A
Investment Property	40	N/A
Agriculture	41	N/A

Name of the IFRS	IFRS #	Compliance status
First-time Adoption of IFRS	1	N/A
Share Base payment	2	N/A
Business combination	3	N/A
Insurance Contracts	4	N/A
Non-current assets held for sale and discontinued operation	5	N/A
Exploration for and Evaluation of Mineral Resources	6	N/A
Financial Instruments: Disclosures	7	Applied *
Operating Segments	8	Applied
Financial Instruments	9	Applied *
Consolidated Financial Statements	10	Applied
Joint Arrangement	11	N/A
Disclosure of Interest in Other Entities	12	N/A
Fair Value Measurement	13	Applied
Regulatory Deferral Accounts	14	N/A
Revenue from Contract with Customers	15	Applied
Leases	16	Applied
Insurance Contracts	17	N/A

* As the regulatory requirements differ with the standards, relevant disclosures are made in accordance with Bangladesh Bank's requirements.



2.27 Basis of Measurement

The financial statements have been prepared in accordance with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS). The accounting policies, unless otherwise stated, have been consistently applied by the Company and are consistent with those of the previous year.

2.28 Risk Management

In IDCOL, a well-structured and proactive risk management system is working within the Company to address and manage the risks relating to credit, market, liquidity and operations along with the guidelines for managing core risks of financial institutions issued by the Bangladesh Bank (Central Bank), vide FID circular No. 10 dated September 18, 2005.

Credit Risk:

Credit risk is being managed through a framework set by policies and procedures developed by the management and approved by the IDCOL board. The approval process contributes in mitigating credit risk. Every proposal is reviewed by Credit Risk Management Unit, Credit Risk Management Committee, Credit Committee and Board of Directors as a part of risk governance in IDCOL. Moreover, IDCOL has a Credit Risk Manual implemented in accordance with guideline provided by Bangladesh Bank.

The responsibility is clearly segregated between origination of business and approval of the transaction in order to maintain the independence and integrity of the credit decision-making process. The project appraisal team after completing their detailed due diligence of the project submits the completed project appraisal report to Credit Risk Management (CRM) department. After the risk assessment of CRM, the project is submitted to CRM committee headed by CEO and comprising of functional unit heads. Once approved by the CRM Committee, it goes to Credit Committee for their review and approval and final approval obtained from the IDCOL Board.

Market Risk

Market risk arises from the fluctuation of returns caused by the macroeconomic factors that affect the overall performance of the financial market and organization as well. The Asset Liability Management Committee reviews the market trend of interest rates and matches the interest risks of the assets so that it can meet its obligations without making any losses. It also ensures that IDCOL has appropriate capital to cover potential losses from exposures to changes in interest rates. IDCOL management makes sure that lending and borrowing currency will always be same so that Company does not have to bear any foreign currency risk.

Liquidity Risk

IDCOL has established strategies, policies and practices to manage liquidity risk in accordance with the risk tolerance and to ensure sufficient liquidity. The Asset Liability Management Committee (ALCO) of IDCOL actively monitors and controls liquidity risk exposures.

Operational Risk

Managing operational risks requires timely and accurate information as well as a strong control culture. To do so, IDCOL has established an internal control & compliance unit to address operational risks and to frame and implement policies to encounter such risks. IDCOL also provides training for capacity building of the employees, ensures active participation of the senior management in identifying and mitigating key operational risks, maintains proactive communication between our revenue-producing units and our independent control and support functions and has built a network of systems throughout the firm to facilitate the collection of data used in analyzing and assessing our operational risk exposure.

Money Laundering Risk

A separate Central Compliance Unit (CCU) of IDCOL has been established which is responsible for managing money laundering risks following guidance notes on Prevention of Money Laundering and Terrorist Financing issued by Bangladesh Bank.

Information Technology and Communication Risk

IDCOL has a full-fledged department which ensures adequate IT and MIS infrastructure and its security. It streamlines the management information systems with the strategic direction of the Company while mitigating the risks associated with incorrect deployment and use of Information-Technology.



Infrastructure Development Company Limited
Notes to the financial statements
 as at and for the year ended December 31, 2019

	Notes	Amount in Taka	Amount in Taka
		31-Dec-19	31-Dec-18
3.0 CASH			
Cash in hand	3.1	34,611	26,290
Balance with Bangladesh Bank and its agent bank	3.2	1,387,077,086	118,706,807
		1,387,111,697	118,733,097
3.1 Cash in Hand			
Local Currency		34,611	26,290
Foreign Currencies		-	-
		34,611	26,290
3.2 Balance with Bangladesh Bank and its agent bank			
Bangladesh Bank balance in local currency		1,399,037	118,706,807
Bangladesh Bank balance in foreign currency		1,385,678,049	-
		1,387,077,086	118,706,807
3.3 Cash Reserve Ratio (CRR)			
Required reserve @ 2.5% of average balance of term deposit		-	-
Actual reserve		-	-
Surplus		-	-
3.4 Statutory Liquidity Ratio (SLR)			
Required reserve @ 5% of average liabilities excluding funds from banks/FIS		-	-
Actual Reserve held		-	-
Surplus		-	-
Total Surplus		-	-
* As per Bangladesh Bank # FID (L) 1053/69/4, maintenance of CRR and SLR is exempted for IDCOL.			
4.0 Balance with other banks and financial institutions			
<i>Inside Bangladesh</i>		18,418,482,656	19,580,260,290
<i>Local currency</i>			
Current and short-term deposits in local currency	4.1	925,026,533	1,748,838,059
Fixed deposits in local currency	4.2	7,941,416,446	11,566,000,000
<i>Foreign currency</i>			
Current and short-term deposits in foreign currency	4.3	4,780,285,272	665,627,766
Fixed deposits in foreign currency	4.4	4,771,754,405	5,599,794,465
<i>Outside Bangladesh</i>		18,418,482,656	19,580,260,290
4.1 Current and short-term deposits in local currency			
Janata Bank Ltd.	4.1.a	807,278,272	1,514,983,427
The City Bank Ltd.	4.1.b	1,865,859	4,643,496
Prime Bank Ltd.	4.1.c	2,754,791	2,023,034
National Credit and Commerce Bank Ltd.	4.1.d	3,057,694	3,011,586
National Bank Ltd.	4.1.e	52,563	129,117
Islami Bank Bd. Ltd.	4.1.f	30,375	170,563
Aqrani Bank Ltd.	4.1.g	101,585,115	1,861,793
Eastern Bank Ltd.	4.1.h	4,132,075	207,015,164
Standard Chartered Bank	4.1.i	4,269,788	14,999,880
		925,026,533	1,748,838,059
4.1.a Janata Bank Limited			
Accounts under donor funded projects			
IDA -5158-BD : REREDP-II		7,388,009	217,887,039
IDA -5514-BD : Additional Financing REREDP-II		108,405,794	142,870,546
IDB -151-BD :		7,667,474	7,670,551
PPIDF-II (SF)		-	39,990,145
JICA BD P-90		397,146,964	355,775,452
KFW-purep		121,561,260	70,821,276
STD Account		165,108,771	679,968,418
		807,278,272	1,514,983,427





Notes	Amount in Taka	Amount in Taka
	31-Dec-19	31-Dec-18
4.1.b The City Bank Limited Accounts under donor funded projects KfW - 2006.65.612 -NDBMP Company accounts Imprest account	135,735	136,774
	<u>1,730,124</u>	<u>4,506,722</u>
	<u>1,865,859</u>	<u>4,643,496</u>
4.1.c Prime Bank Limited Company accounts Salary account Accounts for Regional Offices Barisal Boara Chittagong Dhaka Faridpur Rangpur Thakurgaon Rahshahi Kustia Jashore Jamalpur Khulna Mymensingh	495	495
	160,217	260,633
	345,750	294,387
	120,823	49,500
	626,275	685,459
	55,568	377,823
	424,437	221,200
	48,766	-
	105,002	-
	152,752	-
	304,067	-
	78,888	-
	257,277	95,671
	74,473	37,866
	<u>2,754,791</u>	<u>2,023,034</u>
4.1.d National Credit and Commerce Bank Limited Revolving fund account under projects PPIDF: ADB 2453-BAN (SF)	2,802,724	2,803,274
Accounts for Regional Offices Brahmanbaria (Comilla) Noakhali Laxmipur	67,247	7,868
	187,723	200,444
	-	-
	<u>3,057,694</u>	<u>3,011,586</u>
4.1.e National Bank Limited Accounts for Regional Office Sylhet	52,563	129,117
	<u>52,563</u>	<u>129,117</u>
4.1.f Islami Bank Bangladesh Limited Accounts for Regional Office Borhona	30,375	170,563
	<u>30,375</u>	<u>170,563</u>
4.1.g Agrani Bank Limited Accounts under donor funded projects P-075 : JICA IDA-6202	624	1,861,793
	101,584,491	-
	<u>101,585,115</u>	<u>1,861,793</u>
4.1.h Eastern Bank Limited Revolving fund account under projects P-075 : JICA	4,132,075	207,015,164
	<u>4,132,075</u>	<u>207,015,164</u>
4.1.i Standard Chartered Bank Company Account Salary Account	4,269,788	14,999,880
	<u>4,269,788</u>	<u>14,999,880</u>
4.2 Fixed deposits in local currency <i>Fixed deposit receipt (up to three months' term) with:</i>		
AB Bank Ltd.	60,000,000	-
Al-Arafah Islami Bank Ltd.	-	1,255,000,000
BD Finance	380,000,000	380,000,000
Dhaka Bank Ltd.	685,000,000	700,000,000
EXIM Bank Ltd.	760,000,000	450,000,000
FAS Finance & Investment Ltd.	318,208,446	290,000,000
First Finance Ltd.	-	300,000,000
First Security Islamic Bank Ltd.	115,000,000	850,000,000
GSP Finance Company (Bangladesh) Ltd.	50,000,000	1,010,000,000
IFIC Bank Ltd.	772,000,000	600,000,000
International Leasing And Financial Services Limited	290,000,000	-
Jamuna Bank Ltd.	620,000,000	160,000,000
Janata Bank Ltd.	-	150,000,000
Mutual Trust Bank Ltd.	174,000,000	1,080,000,000
Modhumoti Bank Ltd	-	625,000,000
National Bank Ltd.	300,000,000	500,000,000
NCC Bank Ltd.	780,000,000	115,000,000





Notes	Amount in Taka	
	31-Dec-19	31-Dec-18
One Bank Ltd.	-	350,000,000
Premier Bank Ltd.	50,000,000	200,000,000
Premier Leasing & Finance Ltd.	350,000,000	-
Prime Finance & Investment Ltd.	287,500,000	-
Rupali Bank Ltd.	-	300,000,000
Social Islami Bank Ltd.	-	366,000,000
Southeast Bank Ltd.	340,000,000	100,000,000
Standard Bank Ltd.	449,500,000	-
Trust Bank Ltd.	-	100,000,000
The City Bank Ltd	-	130,000,000
Union Bank Ltd.	130,000,000	210,000,000
Union Capital Ltd.	82,208,000	-
<i>Fixed deposit receipt (six months' term) with:</i>	-	-
Bay Leasing & Investment Ltd.	-	200,000,000
FAS Finance & Investment Ltd.	-	50,000,000
First Finance Ltd.	300,000,000	-
One Bank Ltd.	-	290,000,000
Islami Bank Ltd.	-	250,000,000
Lanka-Banqla Finance Ltd.	-	355,000,000
Mercantile Bank Ltd.	548,000,000	-
Modhumoti Bank Ltd	100,000,000	-
National Finance Ltd.	-	-
Prime Finance & Investment Ltd.	-	100,000,000
United Commercial Bank Ltd.	-	100,000,000
<i>Fixed deposit receipt (1 year term) with:</i>	-	-
AB Bank Ltd.	-	-
Mercantile Bank Ltd.	-	-
National Bank Ltd.	-	-
The City Bank Ltd	-	-
	7,941,416,446	11,566,000,000
4.3 Current and short-term deposits in foreign currency		
Janata Bank Ltd.	4,779,645,511	521,895,203
Commercial Bank of Ceylon (PPIDF-1 revolv. USD)	639,761	143,732,563
	4,780,285,272	665,627,766
4.4 Fixed deposits in foreign currency		
<i>Fixed deposit receipt (One/six months' term) with:</i>		
Janata Bank Ltd.	-	2,627,285,719
Commercial Bank of Ceylon	2,381,100,071	2,241,452,098
Jamuna Bank Ltd.	1,202,054,334	219,262,417
NCC Bank Ltd.	254,700,000	-
One Bank Ltd.	509,400,000	-
Agrani Bank Ltd.	424,500,000	-
Southeast Bank Ltd.	-	280,764,456
Dhaka Bank Ltd.	-	231,029,775
	4,771,754,405	5,599,794,465
4.5 Maturity grouping of Balance		
Up to one month	8,775,311,805	2,414,465,825
More than one month but less than three months*	8,695,170,851	10,011,000,000
More than three months but less than one year*	948,000,000	7,154,794,465
More than one year but less than five years*	-	-
More than five years	-	-
	18,418,482,656	19,580,260,290
* Less than three months, less than one year and less than five years imply up to three months, up to one year and up to five years respectively.		
5.0 Money at call and short notice	-	-
6.0 Investments		
Investments	500,000,000	-
	500,000,000	-
7.0 Loans and advances		
<i>Inside Bangladesh</i>		
Long-term finance	7.1 68,121,946,365	59,902,853,800
Short term financing	7.2 14,522,629	5,403,449
Interest receivable on loans and advances	7.3 662,283,172	833,789,362
	68,798,752,166	60,742,046,612
<i>Outside Bangladesh</i>	-	-
	68,798,752,166	60,742,046,612





	Notes	Amount in Taka	Amount in Taka
		31-Dec-19	31-Dec-18
7.1 Long-term finance:			
Opening balance at January 01		59,902,853,800	41,260,905,483
Add: Disbursement made during the year		16,321,020,310	23,712,063,714
Add: Interest Capitalization during the year		517,821,448	222,259,638
		76,741,695,558	65,195,228,835
Less: Realization during the year		(8,827,798,542)	(5,485,949,552)
Add: Forex gain/ (Loss)		208,049,349	193,574,517
Closing balance at December 31		68,121,946,365	59,902,853,800
7.1.1 Sector wise disclosure of long term finance			
Infrastructure loan		50,121,176,543	40,233,745,875
Renewable energy project	7.1.1a	17,949,963,173	19,623,840,639
Employee car loan		14,519,422	16,070,160
Employee home Loan		36,287,227	29,197,125
		68,121,946,365	59,902,853,800
7.1.1a Renewable energy project			
Solar home system		14,786,258,407	17,666,997,382
Bioogas program		166,785,993	244,197,530
Other renewable energy project		2,996,918,773	1,712,645,728
		17,949,963,173	19,623,840,639
7.2 Short term financing			
Opening balance at January 01		5,403,449	5,400,697
Add: Disbursement made during the year		42,190,530	12,322,800
		47,593,979	17,723,497
Less: Realization during the year		(33,071,350)	(12,320,048)
Closing balance at December 31		14,522,629	5,403,449
7.2.1 Short term financing			
Bioogas Program		14,407,399	5,403,449
ICS Program		115,230	-
		14,522,629	5,403,449
7.3 Interest on loan and advance			
Interest receivable on infrastructure loan		498,276,383	546,942,876
Interest receivable on renewable energy loan	7.3.1	164,006,788	286,846,486
		662,283,172	833,789,362
7.3.1 Interest receivable on renewable energy loan			
Solar Home System project		132,995,218	244,999,841
Bioogas project		1,328,631	4,074,153
Other renewable energy project		29,682,939	37,772,492
		164,006,788	286,846,486
7.4 Large Loan Disclosure			
Nutan Bidyut Bangladesh Limited (NBBL)		4,987,763,587	1,879,592,329
Grameen Shakti		4,900,375,979	5,794,438,048
Kushiara Power Company Limited		4,215,238,391	-
City Navigations Limited (CNL)		3,624,102,285	4,015,000,000
Robi Axiata Limited (ROBI)		3,001,416,668	4,004,722,223
Regent Energy and Power Ltd.		2,925,588,390	3,125,508,568
BSRM Steels Limited (BSRMSL)		2,876,472,026	2,123,619,272
Sena Kalyan Sanastha (SKS)		2,813,795,238	2,206,112,284
Rural Services Foundation		2,724,845,579	2,931,532,944
Meghna Cement Mills Limited		2,487,265,983	-
Summit Barisal Power Ltd.		2,094,599,368	2,298,967,308
Ace Alliance Power Limited (AAPL)		1,970,775,314	2,042,009,379
Midland East Power Limited (MEPL)		1,875,273,603	1,928,973,664
Seven Circle (Bangladesh) Limited		1,707,626,389	-
Doreen Hotels and Resorts Ltd.		1,616,441,769	1,703,791,531
Summit Meghnahat Power Company Ltd.		1,561,347,832	1,746,224,321
Summit Alliance Port Limited		1,298,745,001	-
EPV Chittagong Ltd.		1,273,499,491	-
Ispahani Summit Alliance Terminals Limited		1,259,831,624	-
Quantum Power Systems Ltd.		-	1,824,117,640
		49,215,004,519	37,624,609,510





Notes	Amount in Taka	Amount in Taka
	31-Dec-19	31-Dec-18
7.5 Particulars of Loans, Advances and leases		
a) Loan considered good in respect of which the FI is fully secured	9,486,772,638	10,268,761,363
b) Loan considered good in respect of which the FI is partially secured	59,311,979,528	50,473,285,249
c) Loan considered good for which the FI holds no other security than the debtor's personal security.	-	-
d) Loan considered good for which the FI holds no other security than the debtor's personal security.	-	-
e) Loan considered good and secured by the personal security of one of more parties in addition to the personal security of the debtors.	-	-
f) Loan adversely classified for which no provision is created.	-	-
	<u>68,798,752,166</u>	<u>60,742,046,612</u>
g) Loan due by directors or officers of the FI or any of them either separately or jointly with any other persons.	50,806,649	45,267,285
h) Loan due by companies and firms in which the directors of the FI have interest as directors, partners or managing agent or in case of private companies as members.	-	-
i) Maximum total amount of advances including temporary advances made at any time during the year to directors and managers or officers of the FI or any of them either severally or jointly with any other persons.	-	-
j) Maximum total amount of advances including temporary advances made at any time during the year to the companies or firms in which the directors of the FI have interest as directors partners r managing agents or in case of private companies as members.	-	-
k) Due from other Bank/FI companies.	-	-
l) Classified loans advances and leases.	-	-
i) Classified loans, advances and leases on which interest has not been charged	2,303,105,806	3,808,311,953
ii) Provision on doubtful loans, advances and leases	-	123,409,249
Provision on bad loans, advances and leases	1,774,200,827	2,750,567,438
Total provisions charged during the year	1,774,200,827	2,873,976,687
iii) Amount written off loans, advances and leases	-	-
Total amount realized against loans and leases previously written off	-	-
iv) Provision kept against loans and advances classified as bad debts	-	-
v) Interest credited to Interest Suspense Account	454,534,736	795,304,154
vi) Cumulative amount of written off loans, advances and leases	-	-
Opening Balance	-	-
Amount written off	-	-
	<u>-</u>	<u>-</u>
7.6 Maturity grouping of loans and advances		
Upto one month	187,981,352	154,074,328
More than one month but less than three months*	2,574,728,157	1,916,795,624
More than three months but less than one year*	9,913,729,695	8,624,766,025
More than one year but less than five years*	39,009,501,392	32,883,296,719
More than five years	17,112,811,570	17,163,113,917
	<u>68,798,752,166</u>	<u>60,742,046,612</u>

* Less than three months, less than one year and less than five years imply up to three months, up to one year and up to five years respectively.

7.7 Disclosure for significant concentration		
a) Advances to allied concerns of Directors	-	-
b) Advances to Chief Executive and other executives	50,806,649	45,267,285
c) Advances to customer groups:		
i) Power	22,759,162,975	18,476,787,329
ii) Ports	2,597,205,957	2,592,432,901
iii) Telecommunication	3,099,675,946	4,101,936,021
iv) IT and services	998,268,626	186,085,848
v) Renewable energy	18,347,695,442	20,134,673,193
Industrial loans	-	-
Hotel & Resorts	1,616,441,769	1,703,791,531
Healthcare	235,560,573	232,117,388
LPG station	559,282,732	616,597,493
Brick Kiln	1,545,404,810	1,176,129,241
Knitting Factory	966,757,956	1,056,704,192
Cement	4,930,615,134	1,272,681,112
River Dredging	59,245,382	65,062,511
Recycling	443,611,342	-
Petroleum Refinery	615,758,383	551,616,691
Other loans	9,973,258,490	8,530,163,876
	<u>68,798,752,166</u>	<u>60,742,046,612</u>





Notes	Amount in Taka		
	31-Dec-19	31-Dec-18	
7.8 Geographical Location - wise Loans and Advances			
<i>Inside Bangladesh</i>	68,798,752,166	60,742,046,612	
Dhaka Region	23,798,966,468	21,830,048,941	
Chittagong Region	18,439,805,039	18,239,675,853	
Khulna Region	4,739,444,927	5,552,890,549	
Rajshahi Region	1,375,200,557	1,549,989,695	
Barisal Region	9,801,766,577	7,244,340,956	
Rangpur Region	2,699,489,408	1,931,703,229	
Sylhet Region	6,614,419,640	2,815,139,589	
Mymensingh Region	1,329,659,549	1,578,257,801	
<i>Outside Bangladesh</i>	-	-	
	<u>68,798,752,166</u>	<u>60,742,046,612</u>	
7.9 Classification of loans and advances			
Unclassified:			
Standard	64,725,083,970	43,912,115,025	
Special Mention Account	946,951,407	12,487,409,262	
	<u>65,672,035,377</u>	<u>56,399,524,286</u>	
Classified:			
Sub-Standard	823,610,983	534,210,373	
Doubtful	-	275,447,777	
Bad or loss	2,303,105,806	3,532,864,176	
	<u>3,126,716,789</u>	<u>4,342,522,325</u>	
	<u>68,798,752,166</u>	<u>60,742,046,612</u>	
7.9.1 Particulars of required provision for loans and advances			
Status	Base for provision	Rate (%)	
<i>General provision</i>	65,648,923,168		
Standard loans/ advances	64,290,198,670	1%	642,901,987
Interest receivable on standard loan	434,885,824	1%	4,348,858
Special mention account(SMA)	923,838,674	5%	46,191,934
			<u>693,442,779</u>
<i>Specific provision</i>	2,532,624,383		
Sub-standard	758,423,556	20%	151,684,711
Doubtful	-	50%	-
Bad/loss	1,774,200,827	100%	1,774,200,827
			<u>1,925,885,538</u>
			<u>1,060,012,122</u>
Total provision required at December 31, 2019			<u>2,619,328,317</u>
Voluntary General Provision			1,584,454,813
Total provision kept		31	<u>4,203,783,130</u>
Movement of provision of loans and advances			
Opening balance at January 01			4,348,944,576
Provision made during the year:			1,354,507,412
<i>Regulatory requirement</i>			104,232,682
<i>Voluntary provision</i>			1,250,274,730
Adjustment during the year			(1,499,668,859)
Closing balance at December 31			<u>4,203,783,130</u>
			<u>4,348,944,576</u>
7.10 Net Loans and advances			
Closing outstanding balance			68,798,752,166
Less: Interest suspense	11.3		(283,363,693)
Provision for loans and advances	31		(4,203,783,130)
Net loans and advances			<u>64,311,605,343</u>
			<u>55,794,337,581</u>





Notes	Amount in Taka	
	31-Dec-19	31-Dec-18
7.11 Disclosure of disbursement of loan from donor funded projects during the year		
A. PSIDP and REREDP funded by IDA	Annex -A	
Loan extended from reflows under PSIDP (Credit No. 2995-BD)	-	2,038,770,000
Loan extended from reflows under REREDP (Credit No. 3679-BD)	-	-
Sub Total	-	2,038,770,000
B. REREDP-II funded by IDA (Credit # 5158)	Annex - B	
a) Refinancing to Partner Organizations (POs)	-	-
b) Loan to other renewable projects	210,800,962	120,154,303
Sub Total	210,800,962	120,154,303
C. PPIDF funded by ADB (Loan No. 3554-BAN)	Annex-C	
Loan to large infrastructure projects (LIP)	8,243,313,629	1,282,500,000
Sub Total	8,243,313,629	1,282,500,000
PPIDF funded by ADB (Loan No. 3555-BAN)	Annex-C	
Refinancing to POs under Renewable Energy Project (REP)	75,000,000	-
Sub Total	75,000,000	-
D. PPIDF funded by ADB (Loan No. 3045-BAN)	Annex-D	
Loan to large infrastructure projects (LIP)	48,393,956	2,537,000,000
Sub Total	48,393,956	2,537,000,000
E. REDP funded by JICA (Loan# BD-P75)	Annex-E	
Refinancing to Participating Organizations (POs)	-	-
Loan to other renewable energy projects	478,309,940	381,063,453
Sub Total	478,309,940	381,063,453
Energy Efficiency funded by JICA (Loan# BD-P90)	Annex-E	
Refinancing to Participating Organizations (POs)	-	-
Loan to other renewable energy projects	811,226,644	1,003,945,861
Sub Total	811,226,644	1,003,945,861
Grand Total	9,867,045,131	7,363,433,617
8 Assets including land, building, furniture and fixtures		
Fixed assets including land, building, furniture and fixtures	Annex-G	113,524,561
Right-Of-Use Asset	Annex-G	22,420,777
		135,945,338
8.1 Fixed assets including land, building, furniture and fixtures		
Cost		
Opening balance at January 01	192,140,276	183,381,306
Add: Purchased during the year	45,048,975	8,938,870
Less: Disposal during the year	(9,258,301)	(179,900)
Closing balance at December 31	227,930,950	192,140,276
Depreciation		
Opening balance at January 01	105,409,061	90,530,632
Add: Charged during the year	16,381,458	14,954,707
Less: Adjustment during the year	(7,384,129)	(76,278)
Closing balance at December 31	114,406,390	105,409,061
Written Down Value at December 31	113,524,561	86,731,216

Details of fixed assets are given in **Annexure -G**





8.2 Right-Of-Use Asset

Recognition

Opening balance at January 01
Add: Recognized during the year
Less: Disposal during the year
Closing balance at December 31

Depreciation

Opening balance at January 01
Add: Charged during the year
Less: Adjustment during the year
Closing balance at December 31

Written Down Value at December 31

Notes	Amount in Taka	Amount in Taka
	31-Dec-19	31-Dec-18
	-	-
	28,956,361	-
	-	-
	28,956,361	-
	-	-
	6,535,584	-
	-	-
	6,535,584	-
	22,420,777	-

9 OTHER ASSETS

Advances, deposits and prepayments
Advance income tax
Advance VAT
Accounts receivables
Int. Receivables on Inv.
Deferred Tax Asset

9.1	150,103,361	138,125,726
9.2	1,172,890,287	1,091,168,037
9.3	9,120,339	9,120,339
9.4	290,053,210	505,229,454
	3,888,889	-
9.5	9,242,457	21,113,827
	1,635,298,543	1,764,757,383

9.1 Advances, deposits and prepayments

Advance:

Advance for SHS project
Advance Interest Payment
Advance for Green Expo 2019
Advance NDBMP project expense
Advance under PUREP
Advance under GPOBA II
Advance for other RE projects
Advance for training
Advance for travelling
Advance subsidy- NDBMP
Advance for Land
Advance for Building
Book for project finance course
Corporate advisory advance
Directors remuneration
Rental advance
Salary advance
Advance against training /travelling expenses
Advance for ICS Program
Advance for corporate advisory service & others
Others

13,089,896	5,379,891
38,029,890	-
-	5,661,924
4,052,650	4,178,360
52,874,059	76,965,383
-	-
470,400	630,136
2,501,574	948,224
15,432,828	9,432,611
1,843,754	2,181,254
-	18,301,800
6,664,685	402,500
685,365	685,365
135,800	135,800
-	110,000
4,341,918	9,410,898
566,669	150,001
857,376	1,864,188
1,040,687	711,347
-	-
7,515,810	976,044
150,103,361	138,125,726

9.2 Advance income tax

Opening balance at January 01
Add: Advance tax (Including TDS) paid during the year
Less: Adjustment with Provision for Tax (FY 2016 & 2017)
Closing balance at December 31

1,091,168,037	1,535,853,511
1,189,261,865	1,199,200,662
(1,107,539,615)	(1,643,886,136)
1,172,890,287	1,091,168,037

9.3 Advance VAT

Balance at January 01, 2018
Add: Advance VAT paid during the year
Less: Adjustment with Provision for VAT
Balance at December 31, 2019

-	-
9,120,339	9,120,339
-	-
9,120,339	9,120,339

9.4 Accounts receivables

Administration fees under renewable energy projects
Receivables from GCF
Fees and other receivable from infra. Project
Fees and other receivable from advisory services
Interest receivable on fixed deposit (FDR)
Other receivables
Receivable under RE projects
IDCOL SPF
Gratuity Fund
Training fees receivable
Receivable under REP-RO

465,545	465,545
3,176,516	-
7,496	7,496
54,244	54,244
104,176,561	243,376,351
8,997,324	21,972,267
173,149,301	213,611,704
11,223	8,304,927
-	3,851,535
15,000	15,000
-	13,570,386
290,053,210	505,229,454





Notes	Amount in Taka	Amount in Taka
	31-Dec-19	31-Dec-18
9.4.1 Receivable under REP -Regional Office (RO)		
Receivable under REP-Baruna	-	770,757
Receivable under REP-Brahmanbaria	-	1,162,692
Receivable under REP-Boara	-	691,329
Receivable under REP- Barisal	-	865,641
Receivable under REP-Chittagong	-	1,249,889
Receivable under REP-Dhaka	-	884,461
Receivable under REP-Dhaka-Bioqas	-	682,941
Receivable under REP-Faridpur	-	958,826
Receivable under REP-Khulna	-	924,424
Receivable under REP-Laxmipur	-	881,064
Receivable under REP-Mymensingh	-	975,255
Receivable under REP-Ranapur	-	877,782
Receivable under REP-Sunamganj	-	931,886
Receivables under REP-Rajshahi RO	-	15,132
Receivables under REP-Jamalpur RO	-	18,157
Receivables under REP-Thakurgaon RO	-	19,368
Receivables under REP-Jashore RO	-	23,000
Receivables under REP-Kustia RO	-	25,421
Receivables under REP-Khulna RO_ICS	-	227,198
Receivables under REP-Ranapur RO_ICS	-	452,600
Receivables under REP-Boara RO_ICS	-	420,270
Receivables under REP-Dhaka RO_ICS	-	221,199
Receivables under REP-Barisal RO_ICS	-	35,420
Receivables under REP-Chittagong RO_ICS	-	23,902
Receivables under REP-Ranapur RO_ORE	-	106,946
Receivables under REP-Faridpur RO_ORE	-	44,735
Receivables under REP-Dhaka RO_ORE	-	80,091
	-	13,570,386

9.5 Deferred tax

Opening balance at January 01	21,113,827	10,578,904
Provision/(reversal) during the year	(11,871,370)	10,534,923
Settlement during the year	-	-
Closing balance at December 31	9,242,457	21,113,827

10 Borrowings from other banks, financial institutions and agents

Inside Bangladesh

Unsecured long-term loans from the Government of Bangladesh

IDA financing under PSIDP- (Credit# 2995)	10.1	8,172,723,587	8,172,723,587
IDA financing under REREDP	10.2	26,141,535,858	27,668,981,725
ADB financing under PPIDF (Loan # 2453, 2454, 3045 & 3046)	10.3	29,518,257,208	22,160,451,786
IDB financing under REP (Credit # 151)	10.4	799,381,624	883,394,274
KfW financing under NDBMP (Credit # 2006.65.612)	10.5	259,879,471	259,879,471
JICA financing	10.6	10,632,990,647	8,420,526,140
BB Financing under BKEI project	10.7	422,105,272	-
		75,946,873,667	67,565,956,984

Outside Bangladesh

	-	-
	75,946,873,667	67,565,956,984

Abbreviations

IDA	: International Development Association (The World Bank)
PSIDP	: Private Sector Infrastructure Development Project
REREDP	: Rural Electrification and Renewable Energy Development Project
ADB	: Asian Development Bank
PPIDF	: Public-Private Infrastructure Development Facility
IDB	: Islamic Development Bank
KfW	: German Development Bank
NDBMP	: National Domestic Bioqas and Manure Programme
BB	: Bangladesh Bank





Notes	Amount in Taka	Amount in Taka
	31-Dec-19	31-Dec-18
10.1 IDA financing under PSIDP (Credit # 2995)		
Opening balance at January 01	8,172,723,587	6,133,953,587
Add: Drawdown made during the year	-	2,038,770,000
	8,172,723,587	8,172,723,587
Less: Repayment made during the year	-	-
Closing balance at December 31	8,172,723,587	8,172,723,587
10.2 IDA financing under REREDP		
IDA credit # 4643	10.2a 3,831,898,005	4,214,513,309
IDA credit # 3679	10.2b 2,641,132,700	2,641,132,700
IDA credit # 5013	10.2c 7,416,391,549	8,034,424,177
IDA credit # 5158	10.2d 7,603,719,652	7,964,107,254
IDA credit # 5514	10.2e 4,648,393,952	4,814,804,285
	26,141,535,858	27,668,981,725
10.2a IDA credit # 4643		
Opening balance at January 01	4,214,513,309	4,597,128,613
Add: Drawdown made during the year	-	-
	4,214,513,309	4,597,128,613
Less: Repayment made during the year	(382,615,304)	(382,615,304)
Closing balance at December 31	3,831,898,005	4,214,513,309
10.2b IDA credit # 3679		
Opening balance at January 01	2,641,132,700	2,641,132,700
Add: Drawdown made during the year	-	-
	2,641,132,700	2,641,132,700
Less: Repayment made during the year	-	-
Closing balance at December 31	2,641,132,700	2,641,132,700
10.2c IDA credit # 5013		
Opening balance at January 01	8,034,424,177	8,652,456,805
Add: Drawdown made during the year	-	-
	8,034,424,177	8,652,456,805
Less: Repayment made during the year	(618,032,628)	(618,032,628)
Closing balance at December 31	7,416,391,549	8,034,424,177
10.2d IDA credit # 5158		
Opening balance at January 01	7,964,107,254	8,415,141,515
Add: Drawdown made during the year	210,800,962	120,154,303
	8,174,908,216	8,535,295,818
Less: Repayment made during the year	(571,188,564)	(571,188,564)
Closing balance at December 31	7,603,719,652	7,964,107,254
10.2e GoB Loan REREDP-II (AF) - IDA 5514		
Opening balance at January 01	4,814,804,285	4,814,804,285
Add: Drawdown made during the year	-	-
	4,814,804,285	4,814,804,285
Less: Repayment made during the year (adjustment)	(166,410,332)	-
Closing balance at December 31	4,648,393,952	4,814,804,285
10.3 ADB financing under PPIDF (Loan # 2453 & 2454)		
ADB credit # 2453 -REP	10.3a 4,856,799,125	5,177,871,905
ADB credit # 2453 -SMIP	10.3b 292,460,569	311,794,522
ADB credit # 2454 -LIP	10.3c 5,401,354,980	5,683,100,740
ADB credit # 3045 -OCR	10.3d 8,056,000,000	8,410,000,000
ADB credit # 3046 -SF	10.3e 681,090,803	707,743,568
ADB credit # 3554 -OCR	10.3f 10,155,551,730	1,869,941,050
ADB credit # 3555 -COL	10.3g 75,000,000	-
	29,518,257,208	22,160,451,786





Notes	Amount in Taka	
	31-Dec-19	31-Dec-18
10.3a ADB credit # 2453 -REP		
Opening balance at January 01	5,177,871,905	5,469,130,783
Add: Drawdown made during the year	-	-
	5,177,871,905	5,469,130,783
Less: Repayment made during the year	(321,072,780)	(291,258,878)
Closing balance at December 31	4,856,799,125	5,177,871,905
10.3b ADB credit # 2453 -SMIP		
Opening balance at January 01	311,794,522	329,333,179
Add: Drawdown made during the year	-	-
	311,794,522	329,333,179
Less: Repayment made during the year	(19,333,953)	(17,538,657)
Closing balance at December 31	292,460,569	311,794,522
10.3c ADB credit # 2454 -LIP		
Opening balance at January 01	5,683,100,740	5,910,370,520
Add: Drawdown made during the year	65,615,613	83,850,733
	5,748,716,353	5,994,221,253
Less: Repayment made during the year	(347,361,373)	(311,120,513)
Add: Fair value adjustment (exchange loss)	-	-
Closing balance at December 31	5,401,354,980	5,683,100,740
10.3d ADB credit # 3045 -OCR		
Opening balance at January 01	8,410,000,000	6,616,000,000
Add: Drawdown made during the year	68,337,500	1,794,000,000
	8,478,337,500	8,410,000,000
Less: Repayment made during the year	(422,337,500)	-
Add: Fair value adjustment (exchange loss)	-	-
Closing balance at December 31	8,056,000,000	8,410,000,000
10.3e ADB credit # 3046 -SF		
Opening balance at January 01	707,743,568	707,743,568
Add: Drawdown made during the year	8,958,374	-
	716,701,942	707,743,568
Less: Repayment made during the year	(35,611,139)	-
Closing balance at December 31	681,090,803	707,743,568
10.3f ADB credit # 3554 OCR		
Opening balance at January 01	1,869,941,050	-
Add: Drawdown made during the year	8,285,610,680	1,869,941,050
	10,155,551,730	1,869,941,050
Less: Repayment made during the year	-	-
Closing balance at December 31	10,155,551,730	1,869,941,050
10.3g ADB credit # 3555 COL		
Opening balance at January 01	-	-
Add: Drawdown made during the year	75,000,000	-
	75,000,000	-
Less: Repayment made during the year	-	-
Closing balance at December 31	75,000,000	-
10.4 IDB financing under REP (Credit # 151)		
Opening balance at January 01	883,394,274	967,406,924
Add: Drawdown made during the year	-	-
	883,394,274	967,406,924
Less: Repayment made during the year	(84,012,650)	(84,012,650)
Less: Fair value adjustment	-	-
Closing balance at December 31	799,381,624	883,394,274
10.5 KfW financing under NDBMP (Credit # 2006.65.612)		
Opening balance at January 01	259,879,471	259,879,471
Add: Drawdown made during the year	-	-
	259,879,471	259,879,471
Less: Repayment made during the year	-	-
Closing balance at December 31	259,879,471	259,879,471





	Notes	Amount in Taka	Amount in Taka
		31-Dec-19	31-Dec-18
10.6 JICA financing under REDP (Credit # P 75 & P 90)			
JICA credit # P 75	10.6a	6,914,741,609	6,938,329,506
JICA credit # P 90	10.6b	3,718,249,038	1,482,196,634
		<u>10,632,990,647</u>	<u>8,420,526,140</u>
10.6a JICA financing under REDP (Credit # P 75)			
Opening balance at January 01		6,938,329,506	6,880,186,225
Add: Drawdown made during the year		477,830,069	297,148,528
		7,416,159,575	7,177,334,753
Less: Repayment made during the year		(501,417,966)	(239,005,247)
Add: Fair value adjustment		-	-
Closing balance at December 31		<u>6,914,741,609</u>	<u>6,938,329,506</u>
10.6b JICA financing under REDP (Credit # P 90)			
Opening balance at January 01		1,482,196,634	1,169,117,989
Add: Drawdown made during the year		2,236,052,404	313,078,645
		3,718,249,038	1,482,196,634
Less: Repayment made during the year		-	-
Add: Fair value adjustment		-	-
Closing balance at December 31		<u>3,718,249,038</u>	<u>1,482,196,634</u>
10.7 BB Financing under BKEI project			
Opening balance at January 01		-	-
Add: Drawdown made during the year		811,886,509	-
		811,886,509	-
Less: Repayment made during the year		(389,781,237)	-
Less: Fair value adjustment		-	-
Closing balance at December 31		<u>422,105,272</u>	<u>-</u>
10.8 Maturity-wise grouping			
Upto one month		-	-
More than one month but less than three months*		1,156,231,460	1,087,046,501
More than three months but less than six months*		1,883,836,641	1,646,142,720
More than six months but less than one year*		3,877,543,649	3,678,763,679
More than one year but less than five years*		24,865,617,786	20,556,123,165
More than five years but less than ten years*		31,981,196,475	28,193,023,295
More than ten years		12,182,447,655	12,404,857,623
		<u>75,946,873,667</u>	<u>67,565,956,982</u>
* Less than three months, less than six months, less than one year, less than five years and less than ten years imply up to three months, up to six months, up to one year, up to five years and up to 10 years respectively.			
11 OTHER LIABILITIES			
Payable and accrued expenses	11.1	758,366,300	1,366,864,171
Provision for income tax	32	977,753,991	1,107,539,616
Employees' gratuity fund	11.2	-	52,099,203
Interest suspense account	11.3	283,363,693	598,764,454
Provision for loans and advances	31	4,493,783,130	4,348,944,577
Grant assets received from donors	11.4	45,166,411	49,636,392
Lease Liability	11.5	15,830,705	-
Unearned Revenue		1,009,193	260,182
Provisions other than loans		685,365	685,365
Dividend payable		-	400,000,000
		<u>6,575,958,788</u>	<u>7,924,793,959</u>
11.1 Payable and accrued expenses			
Interest payable to GoB	11.1a	313,710,214	848,078,801
REREDP PO's deposit (Loan # 3679)		166,861,074	100,058,416
Initial deposit under REREDP (Loan # IDA - 5158)		6,012,233	216,813,196
Security deposit from POs under NDBMP project		7,775,862	8,029,162
Other payables		34,416,852	48,312,898
SHS maintenance expenses -Disaster		560,020	560,020
Income tax and VAT payable		1	1
Initial deposit under REREDP (Loan # IDA 5514)		114,352,949	140,716,058
Initial deposit under REREDP (Loan # IDA 6202)		100,000,000	-
Penalty for ICS		2,472,000	2,472,000
Payable under corporate advisory service		25,048	25,072
Payable to IDCOL Staffs		940,047	364,427
Retention		-	748,838
Retention HE IDA 6202 ICS		11,239,998	-
Audit fee		-	392,782
Adjustment		-	-
Credit Rating fee		-	292,500
		<u>758,366,300</u>	<u>1,366,864,171</u>





Notes	Amount in Taka	
	31-Dec-19	31-Dec-18
11.1a Interest payable to GoB		
Interest payable to GoB-PPIDF (Credit # 2453 & 2454)	11.1a.1 59,651,895	257,704,507
Interest payable to GoB - REREDP	11.1a.2 8,040,824	396,693,995
Interest payable to GoB - IDB (Credit # 151)	14,330	15,216,604
Interest payable to GoB - JICA (Credit # P 75 & P 90)	46,435,584	70,024,816
Interest payable to GoB - OCR & SF (Credit # 3045 & 3046)	94,384,529	95,570,176
Interest payable to GoB - OCR & SF (Credit # 3554 & 3555)	91,853,384	-
Interest payable to GoB - BB BKEI Project	3,817,745	-
Commitment Charge payable and others	9,511,922	12,868,703
	<u>313,710,214</u>	<u>848,078,801</u>
11.1a.1 Interest payable to GoB - PPIDF (Credit # 2453 & 2454)		
Payable against Credit # 2453 -SMIP	4,386,908	4,633,613
Payable against Credit # 2453 -REP	-	196,971,998
Payable against Credit # 2454 -LIP	55,264,987	56,098,896
	<u>59,651,895</u>	<u>257,704,507</u>
11.1a.2 Interest payable to GoB - REREDP		
Payable against Credit # 4643	166,012	84,062,772
Payable against Credit #5013	172,571	159,400,913
Payable against Credit # 5158	6,552,285	71,379,847
Payable against Credit # 5514	249,958	81,850,463
Payable against Credit # 6202	899,998	-
	<u>8,040,824</u>	<u>396,693,995</u>
11.2 Employees' gratuity fund		
Opening balance at January 01	52,099,203	24,891,539
Add: Provision made during the year	-	27,207,664
	52,099,203	52,099,203
Less:		
Settlement made during the year	52,099,203	-
Transfer to BoT	52,099,203	-
	-	52,099,203
Closing balance at December 31	-	52,099,203
11.3 Interest suspense account		
Opening balance at January 01	598,764,454	592,718,096
Add: Amount transferred to "Interest Suspense" A/c during the year	454,534,736	795,304,154
	1,053,299,190	1,388,022,250
Less: Transferred to Income during the year	(445,486,737)	(789,257,796)
Amount written off during the year	(324,448,760)	-
	<u>283,363,693</u>	<u>598,764,454</u>
11.3.1 Interest suspense account		
Interest on loans and avances	227,493,288	598,764,454
Interest on short-term investment*	55,870,405	-
	<u>283,363,693</u>	<u>598,764,454</u>
* IDCOL made short term investment to different banks and non bank financial institutions (NBFIs) based on satisfactory credit ratings as per the short term investment policy. However, some of the NBFIs are struggling to pay back at maturity dates due to the ongoing liquidity crisis. Therefore, considering the ongoing liquidity crisis and adverse impact of COVID-19 on financial market, interest accrued and accounted for FDRs maintained with some the FIs has been transferred to interest suspense account as per IAS 37.		
11.4 Grant assets received from donors		
Opening balance at January 01 (Written Down Value)	49,636,392	52,006,347
Add: Assets received during the year	4,264,849	6,619,227
	53,901,241	58,625,574
Less: Amortization/disposal made during the year	(8,734,830)	(8,989,183)
Closing balance at December 31 (Written Down Value)	<u>45,166,411</u>	<u>49,636,392</u>
<i>Donor Wise disclosures of cumulative grant assets</i>		
Grant assets received from:		
The World Bank	97,795,258	95,800,952
KfW-NDBMP	3,644,259	3,864,919
SNV - Netherlands Development Organization	1,043,007	1,162,823
Total value at cost (a)	<u>102,482,524</u>	<u>100,828,693</u>
Accumulated amortization:		
The World Bank	53,533,380	47,264,337
KfW-NDBMP	2,926,003	3,021,407
SNV - Netherlands Development Organization	856,728	906,556
Total amortization (b)	<u>57,316,112</u>	<u>51,192,300</u>
Written down value (a - b)	<u>45,166,412</u>	<u>49,636,392</u>





11.5 Lease Liability

Opening Balance as at Jan 01
Add: Addition during the year
Less: Adjustment during the year
Closing Balance as at Dec 31

Notes	Amount in Taka	Amount in Taka
	31-Dec-19	31-Dec-18
	-	-
	19,941,331	-
	(4,110,626)	-
	<u>15,830,705</u>	<u>-</u>

12 Paid-up Capital

Authorized capital:

100,000,000 Ordinary shares @ Tk. 100 each

10,000,000,000	10,000,000,000
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Issued, subscribed and paid-up capital

65,000,000 shares @ Taka 100 each

6,500,000,000	6,000,000,000
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Detail of shareholding position of the company

Name of shareholders	No. of shares as at December 31, 2019	No. of shares as at December 31, 2018	Paid up capital as at December 31, 2019	Paid up capital as at December 31, 2018
Economic Relations Division (ERD), Ministry of Finance, Government of the People's Republic of Bangladesh	64,999,000	59,999,000	6,499,900,000	5,999,900,000
Monowar Ahmed	500	500	50,000	50,000
Md Nojibur Rahman	50	50	5,000	5,000
Md. Mozammel Haque Khan	50	50	5,000	5,000
Abdur Rouf Talukder	50	50	5,000	5,000
Sajjadul Hassan	50	50	5,000	5,000
Dr. Ahmad Kaikaus	50	50	5,000	5,000
Md. Shah Kamal	50	50	5,000	5,000
Shubhashish Bose	50	50	5,000	5,000
Nihad Kabir	50	50	5,000	5,000
Abdul Haque	50	50	5,000	5,000
A. K. M. Nurul Fazal Bulbul	10	10	1,000	1,000
Mahmood Malik	40	40	4,000	4,000
	65,000,000	60,000,000	6,500,000,000	6,000,000,000

13 Adjustment for Interest Expense under SHS Program

Excess Interest expense accrued for FY 2018
Less: Excess Interest Income recognized for FY 2018
Net adjustment

631,473,670	-
(258,988,399)	-
<u>372,485,271</u>	<u>-</u>

The Economic Relations Division (ERD) of the Ministry of Finance (MoF) vide its letter (Letter no. 09.00.0000.057.24.011.17-11) dated 11 June 2019 waived interest on the principal outstanding of the loans received from the Government of Bangladesh (GoB) under the Solar Home System (SHS) program of IDCOL with effect from 01 Jul'18. Subsequently, IDCOL waived interest on the loans extended to the Partner Organizations (POs) under the SHS program with effect from 01 Jul'18. Due to retrospective effect of the waiver of interest, the following adjustments have been made in the financial statements of FY 2019:

1. Excess interest expense booked for the FY 2018 amounting BDT 631,472,670 against the loans received from the GoB under the SHS program has been adjusted.
2. Excess interest income booked for the FY 2018 amounting BDT 258,988,399 against the loans extended to the POs under the SHS program has been adjusted.





Notes	Amount in Taka	
	Jan-Dec 2019	Jan-Dec 2018
14 Income Statement		
Income		
Interest and similar income	15 4,776,333,932	4,392,711,545
Investment income	17 3,888,889	-
Fees and commission	18 420,972,687	381,164,691
Other Operating income	19 176,414,217	146,809,469
	5,377,609,726	4,920,685,705
Expenses		
Interest on deposits and borrowings	16 827,016,483	1,766,695,989
Administrative expenses	20-27 232,595,385	195,578,243
Other Operating expenses	29 282,453,022	97,397,391
Depreciation on Assets	28 22,917,042	14,954,707
	1,364,981,932	2,074,626,330
	4,012,627,794	2,846,059,375
15 Interest Income		
Interest on loans and advances	15.1 3,611,747,625	2,768,378,231
Interest on balance with other banks & financial institutes	15.2 1,164,586,307	1,624,333,314
	4,776,333,932	4,392,711,545
15.1 Interest Income on loans and advances		
Interest on Infrastructure loan	15.1.1 3,441,086,723	1,996,504,199
Interest on Renewable Energy Project loan	15.1.2 168,158,665	769,591,472
Interest on bridge financing	-	-
Interest on employee car loan & home loan	2,502,237	2,282,560
	3,611,747,625	2,768,378,231
15.1.1 Interest Income on Infrastructure loan		
Interest income-Infra-LIP	1,981,184,321	1,072,030,299
Interest income-Infra-SMIP (IEEF)	1,347,949,571	901,966,449
Interest income-Infra-PPP	111,952,831	22,507,451
	3,441,086,723	1,996,504,199
15.1.2 Interest Income on Renewable Energy Project loan		
Interest on SHS project	8,005	681,243,008
Interest on Bioogas project	12,253,813	12,646,029
Interest on Other renewable energy project	155,896,847	75,702,435
	168,158,665	769,591,472
15.2 Interest on balance with other bank & FIs		
Interest on short term bank deposit	31,918,691	10,301,017
Interest on fixed deposit	1,129,697,422	1,595,541,560
Interest on call money lending	2,970,194	18,490,736
	1,164,586,307	1,624,333,314
16 Interest on deposits, borrowings etc.		
Borrowing cost under REREDP	16.1 33,269,629	795,714,445
Borrowing cost under PPIDF	16.2 727,563,452	714,801,076
Borrowing cost under IDB (Credit # 151)	330,294	28,679,681
Borrowing cost under BB	3,817,745	-
Borrowing cost under JICA	16.3 62,035,363	227,500,787
	827,016,483	1,766,695,989
16.1 Borrowing cost under REREDP		
Interest against Credit # 4643	1,430,096	135,397,368
Interest against Credit # 5013	1,472,299	256,020,016
Interest against Credit # 5158	22,558,048	251,369,637
Interest against Credit # 5514	5,542,521	152,927,424
Interest against Credit # 6202	2,266,665	-
	33,269,629	795,714,445
16.2 Borrowing cost under PPIDF		
Borrowing cost under PPIDF (Credit # 2453 & 2454)	16.2.1 220,155,125	449,455,748
Borrowing cost under PPIDF II (Credit # 3045 & 3046)	16.2.2 339,349,352	265,345,328
Borrowing cost under PPIDF II (Credit # 3554 & 3555)	16.2.3 168,058,975	-
	727,563,452	714,801,076
16.2.1 Borrowing cost under PPIDF (Credit # 2453 & 2454)		
Interest against Credit # 2453 -SMIP (IEEF)	15,279,299	16,216,982
Interest against Credit # 2453 -REP	-	248,053,214
Interest against Credit # 2454 -LIP	204,875,826	185,185,552
	220,155,125	449,455,748
16.2.2 Borrowing cost under PPIDF II (Credit # 3045 & 3046)		
Interest against Credit # 3045 - OCR & 3554 OCR USD	338,054,589	241,500,716
Interest against Credit # 3046 -SF	1,294,763	21,542,198
Commitment charge against Credit # 3045 - OCR	-	2,302,414
	339,349,352	265,345,328
16.2.3 Borrowing cost under PPIDF III (Credit # 3554 & 3555)		
Interest against Credit # 3554 - OCR USD	141,670,084	-
Interest against Credit # 3555 -SF	-	-
Commitment charge against Credit # 3554 - OCR	26,388,891	-
	168,058,975	-





	Notes	Amount in Taka	
		Jan-Dec 2019	Jan-Dec 2018
16.3	Borrowing cost under JICA (Credit # P 75 & P 90) Interest against Credit # P 75 Interest against Credit # P 90	36,326,947 25,708,416 62,035,363	214,501,008 12,999,779 227,500,787
17	Investment income Investment income-Pref. Share Inv	3,888,889 3,888,889	- -
18	Fees, Commission & Brokerage Fees income from renewable energy project Fees income from infra project Income from advisory services	18.1 160,072,918 18.2 247,959,790 12,939,979 420,972,687	3,704,365 373,437,579 4,022,748 381,164,691
18.1	Fees income from renewable energy project Fees for administering SHS program - TR/KABITA Fees for GCF Project Fees for administering SHS program - DFID Enlistment of RE equipment	155,339,348 3,649,512 9,058 1,075,000 160,072,918	- - 2,439,365 1,265,000 3,704,365
18.2	Fees income from infra project Participation & arrangement fees Loan application, processing & documentation fees Due diligence fees Commission income Commitment charges Waiver, cancellation & prepayment fees Upfront fees Agency & monitoring Fees	80,238,463 1,182,193 17,030,500 4,405,185 41,498,393 15,572,164 55,413,788 32,619,104 247,959,790	36,508,479 4,041,555 35,675,710 1,601,581 18,327,717 143,876,347 121,061,975 12,344,215 373,437,579
19	Other operating income Exchange gain Deferred Income (Grant Income) Gain on disposal of Assets Others	136,800,432 8,734,830 - 30,878,955 176,414,217	109,415,958 8,989,183 40,298 28,364,031 146,809,469
20	Salary and allowances Salary and allowances Gratuity	140,354,921 25,668,316 166,023,237	117,959,575 27,207,664 145,167,239
20.1	Salary & Allowance-company operations Salary and allowances Gratuity	105,718,013 14,974,446 120,692,459	94,759,950 11,788,271 106,548,221
20.2	Salary & Allowance-RE operations* Salary and allowances Gratuity	34,636,908 10,693,870 45,330,778	23,199,625 15,419,393 38,619,018
	* Salary and allowances have been rearranged to disclose the total salary expenses together.		
21	Rent, taxes, insurance and electricity Rent Insurance premium Electricity & Utilities Holding & Land tax	2,421,948 2,574,235 770,853 249,387 6,016,423	4,307,613 1,280,807 770,446 238,367 6,597,233
22	Legal expenses Professional and legal fees	34,545,716 34,545,716	21,563,111 21,563,111
23	Postage, stamp, telecommunication, etc. Postage and courier Telephone, Fax and E-mail	4,150 1,134,867 1,139,017	25,340 1,229,716 1,255,056
24	Stationery, printing, advertisements, etc. Printing and stationeries Marketing, promotion & Business dev. Exp. Advertisement	2,332,073 2,352,348 1,775,835 6,460,256	2,933,616 2,972,303 1,207,831 7,113,750
25	Chief Executive's salary and benefits Salary Allowances Bonus Company's contribution to provident fund	6,150,000 6,221,400 3,100,000 615,000 16,086,400	6,640,719 2,782,062 1,801,368 664,071 11,888,221





Notes	Amount in Taka	
	Jan-Dec 2019	Jan-Dec 2018
26 Directors' fees		
Honorarium for attending board meetings	1,877,759	1,555,541
Incidental expenses for attending meeting	230,547	233,334
	2,108,306	1,788,875
27 Auditors' fees	216,030	204,758
	216,030	204,758
28 Depreciation and repair of Company's assets		
Depreciation of Company's assets	28.1 16,381,458	14,954,707
Depreciation on Right-of-use asset	28.2 6,535,584	-
	22,917,042	14,954,707
28.1 Depreciation of Company's assets		
Office space	341,878	379,865
Furniture & fixture	3,177,707	2,888,039
Interior decoration	1,249,142	1,387,936
Computer & computer equipment	3,133,644	3,110,083
Other office equipment	1,924,237	1,870,573
Software	225,206	321,722
Vehicle	6,329,644	4,996,489
	16,381,458	14,954,707
28.2 Depreciation on Right-of-use asset		
Rented Office Space	6,535,584	-
	6,535,584	-
29 Other operating expenses		
AGM and Other Meeting expenses	979,080	2,613,645
Amortization expense	-	-
Bank and other charge	5,158,151	7,447,947
Books and periodicals	38,168	48,699
Car Maintenance -reimbursement	7,620,166	6,955,167
Conveyance and travelling expense	5,419,128	1,337,299
Corporate advisory service expense	-	-
Credit rating expenses	287,500	292,500
CSR activities expenses	1,783,959	1,356,143
Entertainment	1,783,861	1,735,770
Expense for annual review program	-	-
Fees to regulatory authorities	202,049	17,915
IT & Automation expense	24,150	31,944
Leave Fare Assistance	6,478,246	4,922,304
Lease Interest Expense	224,679	-
Loss on disposal of fixed assets	1,602,172	-
Litigation Cost & Court fees	10,632,525	-
Maintenance and utility of UTC building	1,585,327	1,493,896
Office supplies and maintenance	1,570,141	1,744,505
Operations and logistics	1,275,427	827,530
Other office expenses	346,277	358,998
Pmt to Intern & Adhoc Employees	90,000	48,334
Provision other than loans	530,099	-
Receivables & Principle of loan written off	9,749,841	-
Recruitment cost	650,998	483,575
Repair and maintenance	2,848,717	2,296,069
Retreat and review meeting exp	6,784,441	-
Seminar, workshop & roadshows	131,219	404,500
Stamps and duties	13,210	20,230
Training and exposure visit	806,526	3,375,634
Tuition fee reimbursement	365,696	142,274
Vehicle fuel & Maintenance expense	3,717,769	3,552,901
Expenses under IDCOL Renewable Energy Program	29.1 209,753,500	55,889,613
	282,453,022	97,397,391
29.1 Expenses under IDCOL Renewable Energy Program		
Monitoring expenditure	29.1.1 16,953,402	26,582,621
Insurance, fees & marketing expenses	29.1.2 2,813,807	2,857,445
Postage, stamp & telecommunication	29.1.3 1,481,692	1,378,027
Stationery, supplies & printing	29.1.4 1,500,251	2,116,597
TR/KABITA Operating Exp	173,532,184	-
Audit Fee	216,030	196,391
Professional Fee under JICA	4,667,970	6,623,398
Other operating expenses	29.1.5 8,588,164	16,135,134
	209,753,500	55,889,613

* Expenses under IDCOL Renewable Energy Program have been rearranged to disclose total salary expenditure (note 20)





Notes	Amount in Taka	Amount in Taka	
	Jan-Dec 2019	Jan-Dec 2018	
29.1.1	Monitoring expenditure		
	Physical Verification Exp. (Technical)-REP	16,953,402	26,582,621
	Collection Efficiency Monitoring Exp-REP	-	-
		<u>16,953,402</u>	<u>26,582,621</u>
29.1.2	Insurance, fees & marketing expenses		
	Insurance	1,541,775	453,316
	Advertisement & promotion	1,272,032	2,404,129
		<u>2,813,807</u>	<u>2,857,445</u>
29.1.3	Postage, stamp & telecommunication		
	Postage and courier	228,882	120,314
	Telephone, Fax and Internet	1,252,810	1,257,713
		<u>1,481,692</u>	<u>1,378,027</u>
29.1.4	Stationery, supplies & printing		
	Stationeries & supplies	1,300,359	1,456,638
	Printing	199,892	659,959
		<u>1,500,251</u>	<u>2,116,597</u>
29.1.5	Other operating expenses		
	Books, Periodicals & Newspaper - REP	15,149	14,872
	Entertainment	880,875	847,908
	Exp for special events under REP	638,888	-
	Employee Welfare Exp	900,000	500,000
	IT & automation Expense	-	-
	Leave Fair Assistance - REP	1,571,215	1,085,621
	Legal and professional fees	1,500,968	7,124,171
	Meeting Expenses	253,284	547,679
	Operations and logistics	110,500	106,272
	Other Expenses	-	270,750
	Pmt to Interns & Ad hoc employees	37,000	20,000
	Recruitment Cost - REP	92,097	139,725
	Repair & Maintenance	179,325	175,961
	Research & Development - REP	51,132	828,083
	SHS maintenance expenses -Disaster	-	-
	Training, workshop & exposure visits	269,630	1,628,281
	Travelling & Conveyance	2,088,101	2,845,810
		<u>8,588,164</u>	<u>16,135,134</u>
30	Charges on loan losses	-	-
31	Provision for loans and advances/investment		
	Opening balance at January 01	4,348,944,577	3,346,043,417
	Recoveries of amount previously written off	-	-
	Provision made for the year	2,342,615,749	2,155,989,964
	Provision released during the year	(698,108,337)	(1,153,088,804)
	Provision charged during the year	1,644,507,412	1,002,901,160
	Less. Written off/waived	1,499,668,859	-
	Closing Balance at December 31	<u>4,493,783,130</u>	<u>4,348,944,577</u>
31.1	Provision for loans and advances		
	Opening balance at January 01	4,348,944,577	3,346,043,417
	Recoveries of amount previously written off	-	-
	Provision made for the year	2,052,615,749	2,155,989,964
	Provision released during the year	(698,108,337)	(1,153,088,804)
	Provision charged during the year	1,354,507,412	1,002,901,160
	Less. Written off/waived	1,499,668,859	-
	Closing Balance at December 31	<u>4,203,783,130</u>	<u>4,348,944,577</u>
31.2	Provision for short term investment		
	Opening balance at January 01	-	-
	Recoveries of amount previously written off	-	-
	Provision made for the year	290,000,000	-
	Provision released during the year	-	-
	Provision charged during the year	290,000,000	-
	Less. Written off/waived	-	-
	Closing Balance at December 31	<u>290,000,000</u>	<u>-</u>





Notes	Amount in Taka	Amount in Taka
	Jan-Dec 2019	Jan-Dec 2018
31.3 Provision for loans and advances		
General provision	2,277,897,592	1,394,192,205
Statutory requirement	693,442,779	1,060,012,122
Voluntary provision*	1,584,454,813	334,180,083
Specific provision	1,925,885,538	2,954,752,371
Statutory requirement	1,925,885,538	2,954,752,371
Voluntary provision*	-	-
	4,203,783,130	4,348,944,577

* Voluntary provision, in addition to statutory requirement, has been maintained to build a reserve for absorbing future shocks due to adverse classification of loans and advances.

31.4 Provision charged during the year		
General provision	208,129,744	110,289,418
Specific provision	(103,897,062)	558,431,659
Voluntary provision on loans and advances	1,250,274,730	334,180,083
Provision on short term investment	290,000,000	-
	1,644,507,412	1,002,901,160
	0.25	

32 Provision for income tax

Opening balance at January 01	1,107,539,616	1,601,142,384
Add: Provision made during the year for FY 2019 (AY 2020-21)	977,753,991	
Add: Provision made during the year for FY 2018 (AY 2019-20)	-	1,107,539,615
Add: Provision made during the year for FY 2017 (AY 2018-19)	-	42,743,753
Add: Provision made during the year for FY 2017 (AY 2019-20)	-	-
	2,085,293,607	2,751,425,752
Less: Settlement of previous year's tax liabilities	1,107,539,616	1,643,886,136
Closing balance at December 31	977,753,991	1,107,539,616
Deferred tax expense	9.5	11,871,370
Current tax expense	977,753,991	1,107,539,615
Prior year tax	-	42,743,753
Tax expenses	989,625,362	1,139,748,445

33 Earnings Per Share (EPS)

Profit attributable to ordinary shareholders		
Net profit for the year	1,378,495,020	703,409,770
Ordinary shares at January 01	55,000,000	55,000,000
Bonus shares issued during 2018	5,000,000	5,000,000
Bonus shares issued during 2019	5,000,000	5,000,000
Total number of shares at December 31-Restated	65,000,000	65,000,000
Weighted average number of ordinary shares	65,000,000	65,000,000
Earnings per share	21.21	10.82

Earnings Per Share (EPS) has been computed by dividing the IASic earnings by the number of ordinary shares outstanding as of 31 December 2019 as per Bangladesh accounting Standard (IAS)-33. According to IAS-33, EPS for the period ended 31 December 2018 was restated for the issues of bonus shares (for 2018) in 2019.

34 Net Asset Value (NAV) Per Share

Net Asset (Total asset - Total liabilities)- (A)	8,352,757,946	6,801,777,654
Weighted average number of ordinary shares (B)	65,000,000	65,000,000
NAV per share (A/B)	128.50	104.64

Since the Company has issued 5,000,000 bonus shares of Tk. 100 each during the year 2019, weighted average number of shares outstanding for the NAV computation has been retrospectively adjusted for the effect of the bonus issue. As such the NAV calculation for 2019 and 2018 has been based on the new number of shares of 65,000,000. Before adjusting the bonus share NAV of 2018 was Tk.113.36 per share.



**35 Other Contingent Liability**

Contingent liability has been presented in accordance with IAS-37 to reflect the probable liability that may arise due to claim of Value Added Taxes (VAT) by the National Board of Revenue (NBR). IDCOL has already made an appeal before the Appellate Tribunal of the Board.

36 Related Party Transactions

Parties are considered to be related if one party has the ability to control the other party or exercises significant influence over the other party in making financial and operational decision and include associated companies with or without common directors and key management positions. The Company has entered into transaction with other related entities in normal course of business that fall within the definition of related party as per International Accounting Standard 24: " Related Party Disclosures." Transactions with related parties are executed on the same terms, including interest rate and collateral, as those prevailing at the time for comparable transactions with other customers of similar credentials and do not involve more than a normal risk.

Details of transactions with related parties and balances with them as at 31 December 2019 were as follows:

Name of the related party	Nature of transaction	Relationship	Balance at Jan 01	Addition during the year	Adjustment during this year	Balance at Dec 31
Senior Management Officials	Loan	Top Officials	26,829,673	-	4,120,091	22,709,582
Hooq's Bay (Abdul Haque)	Purchase of vehicle	Director	-	12,425,848	-	

Loans to Senior Management includes car loan and home loan extended under IDCOL Employee Car Loan Facility and IDCOL Home Loan Facility, respectively. As at 31 December 2019, loans amounting to Tk. 22,709,582 are outstanding with the Deputy CEO & CFO and the Head of Renewable Energy Investment.





Notes	Amount in Taka	Amount in Taka
	Jan-Dec 2019	Jan-Dec 2018
37 Accumulated movement of funds under projects		
Fund inflow		
Long term loans:		
Loan from IDA under PSIDP	6,210,400,000	6,210,400,000
Loan from IDA under REREDP	3,715,076,936	3,715,076,936
Loan from KfW under solar program	5,230,801	5,230,801
Loan from KfW under NDBMP	259,879,471	259,879,471
	<u>10,190,587,208</u>	<u>10,190,587,208</u>
Grants received for project implementation:		
Grant from World Bank (GEF, IDA, GPOBA) under REREDP	3,866,931,321	3,866,931,321
Grant from KfW under solar program	1,178,943,726	1,178,943,726
Grant from GIZ under solar program	1,075,300,229	1,075,300,229
Grant provided under JICA-REDP	172,980,423	158,167,477
Grant provided under JICA-EE& EC	153,694,802	60,067,475
Grant provided under ADB-PPIDF	256,712,856	256,712,856
Grant provided WB under USAID	512,818,301	351,587,763
Grant provided WB under BCCRF	787,321,789	787,321,789
Grant provided by DFID	1,893,556,814	1,893,556,814
Grant provided by SREPGen	108,104,407	108,104,407
Grant received under IDA 5158 (HE)	572,609,957	572,609,957
Grant received under IDA 5158 (AE)	382,416,445	382,416,445
Grant received under IDA 5514 (AF)	230,111,270	230,111,270
Grant received under IDA 6202	353,363,764	-
Grant from KfW under NDBMP	520,094,670	520,094,670
	<u>12,064,960,774</u>	<u>11,441,926,199</u>
Principal repayment and interest received from projects:		
Principal repaid by the projects financed under PSIDP	6,694,860,108	6,694,860,108
Principal repaid by the projects financed under REREDP	3,528,746,986	3,528,746,986
Interest paid by the projects financed under PSIDP	6,888,299,083	6,888,299,083
Interest paid by the projects financed under REREDP	1,327,267,359	1,327,266,313
	<u>18,439,173,535</u>	<u>18,439,172,490</u>
Interest from bank accounts	54,756,454	52,211,010
	<u>40,749,477,970</u>	<u>40,123,896,906</u>
Fund outflow		
Loans and advances:		
Projects financed under PSIDP	6,210,400,000	6,210,400,000
Loan to POs under REREDP	3,715,065,945	3,715,065,945
Loan to POs under KfW funded solar program	5,230,801	5,230,801
Loan to POs under KfW funded NDBMP	227,578,344	227,578,344
	<u>10,158,275,090</u>	<u>10,158,275,090</u>
Grants utilized for project implementation:		
World Bank (GEF, GPOBA & IDA) grants provided to POs under REREDP	2,855,959,380	2,855,959,380
World Bank (GEF, GPOBA & IDA) grants used for project under REREDP	739,098,620	739,098,620
KfW grants provided to POs under solar program	954,587,290	954,587,290
KfW grants used for project under solar program	210,758,222	210,758,222
GIZ grants provided to POs under solar program	902,664,924	902,563,224
GIZ grants used for project under solar program	147,676,979	147,676,979
ADB grants provided to POs under PPIDF	201,917,025	201,917,025
ADB grants used for project under PPIDF	54,845,950	54,845,950
JICA grants used for project under REDP	171,083,341	156,239,495
JICA grants used for project under EE& EC	153,815,975	60,106,922
USAID grants provided to POs under REREDP	425,256,649	308,007,355
USAID grants used for project under REREDP	87,561,652	18,616,720
BCCRF grants provided to sponsors under REREDP	708,195,019	708,195,019
BCCRF grants used for project under REREDP	79,126,771	79,126,771
DFID grants provided to POs under RE	1,787,626,245	1,787,626,245
DFID grants used for project under RE	109,260,118	109,260,118
Grants provided to POs under IDA 5158 (HE)	622,144,256	622,144,256
Grants used for project under IDA 5158 (HE)	271,318,594	227,043,647
Grants used for project under IDA 5158 (AE)	382,416,445	382,416,445
Grants used for project under IDA 5514 (AF)	256,474,379	230,111,270
Grants used for project under IDA 6202 (AE)	67,802,851	-
Grants Provided to POs under IDA 6202 (HE)	189,044,375	-
Grants used for project under IDA 6202 (HE)	76,434,782	-
Grants provided to POs under SREPGen	108,540,279	52,992,118
KfW grants provided to POs under NDBMP	356,556,300	356,556,300
KfW grants used for project under NDBMP	146,484,845	146,484,845
	<u>12,066,651,265</u>	<u>11,312,334,216</u>
On lending by IDCOL from reflows:		
Projects financed from reflows under PSIDP	8,819,566,118	8,819,566,118
Projects financed from reflows under REREDP	2,641,132,700	2,641,132,700
	<u>11,460,698,818</u>	<u>11,460,698,818</u>
Debt service of IDA loans	3,824,396,393	3,404,804,794
Refund, tax and charges	61,457,289	58,949,931
Balance at bank	3,177,999,114	3,728,834,055
	<u>40,749,477,971</u>	<u>40,123,896,906</u>





37.1 Movement during the year

Fund inflow

Long term loans:

Loan from IDA under PSIDP	-	-
Loan from IDA under REREDP	-	-
Loan from KfW under solar program	-	-
Loan from KfW under NDBMP	-	-

Grants received for project implementation:

Grant from World Bank (GEF, IDA, GPOBA) under REREDP	-	664,522,407
Grant from KfW under solar program	-	-
Grant from GIZ under solar program	-	-
Grant provided under JICA-REDP	108,440,273	11,422,716
Grant provided under ADB-PPIDF	-	-
Grant provided WB under USAID	161,230,538	-
Grant provided WB under BCCRF	-	-
Grant provided by DFID	-	60,385,651
Grant provided by SREPGen	-	98,875,207
Grant received under IDA 5158 (HE)	-	96,857,351
Grant received under IDA 5158 (AE)	-	-
Grant received under IDA 5514 (AF)	-	64,815,849
Grant received under IDA 6202	353,363,764	-
Grant from KfW under NDBMP	-	-

Principal repayment and interest received from projects:

Principal repaid by the projects financed under PSIDP	-	1,948,644,956
Principal repaid by the projects financed under REREDP	-	28,915,338
Interest paid by the projects financed under PSIDP	-	135,171,316
Interest paid by the projects financed under REREDP	1,046	3,572,432
	1,046	2,116,304,041

Interest from bank accounts

	2,545,444	6,465,347
	625,581,065	3,119,648,568

Fund outflow

Loans and advances:

Projects financed under PSIDP	-	-
Loan to POs under REREDP	-	-
Loan to POs under KfW funded solar program	-	-
Loan to POs under KfW funded NDBMP	-	-

Grants utilized for project implementation:

World Bank (GEF, GPOBA & IDA) grants provided to POs under REREDP	-	544,187,796
World Bank (GEF, GPOBA & IDA) grants used for project under REREDP	-	27,729,035
KfW grants provided to POs under solar program	-	-
KfW grants used for project under solar program	-	-
GIZ grants provided to POs under solar program	101,700	4,561,380
GIZ grants used for project under solar program	-	-
ADB grants provided to POs under PPIDF	-	-
ADB grants used for project under PPIDF	-	-
JICA grants used for project under REDP	108,552,899	11,422,716
USAID grants provided to POs under REREDP	117,249,294	18,437,330
USAID grants used for project under REREDP	68,944,932	601,875
BCCRF grants provided to sponsors under REREDP	-	-
BCCRF grants used for project under REREDP	-	-
DFID grants provided to POs under RE	-	156,653,399
DFID grants used for project under RE	-	17,514,434
Grants provided to POs under IDA 5158 (HE)	-	86,223,908
Grants used for project under IDA 5158 (HE)	44,274,947	9,765,763
Grants used for project under IDA 5158 (AE)	-	-
Grants used for project under IDA 5514 (AF)	26,363,109	64,815,849
Grants used for project under IDA 5514 (AF)	333,282,008	-
Grants provided to POs under SREPGen	55,548,160	51,602,686
KfW grants provided to POs under NDBMP	-	-
KfW grants used for project under NDBMP	-	-
	754,317,049	993,516,171

On lending by IDCOL from reflows:

Projects financed from reflows under PSIDP	-	2,038,770,000
Projects financed from reflows under REREDP	-	86,683,046
	-	2,125,453,046

Debt service of IDA loans

Refund, tax and charges	419,591,599	286,919,371
Balance at bank	2,507,358	2,961,472
	(550,834,941)	(289,201,492)
	625,581,065	3,119,648,568





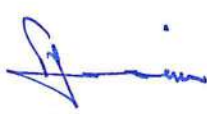




- 37.2 The World Bank (IDA) have provided loan under the Agency & Administration Agreement signed between the GoB and IDCOL. This loan is being used for providing loans/refinance to eligible borrowers and/or Participating Organizations (POs) under various infrastructure and renewable energy projects. The Development Credit Agreement (DCA) and the Agency and Administration Agreement (AAA) under the PSIDP provide that proceeds (interest & principal) in BDT against the loan extended are to be deposited in the Taka denominated Repayment Account and proceeds received in USD are to be deposited in the Dollar denominated Repayment Account. According to the DCA and AAA under the REREDP, proceed in BDT (97% of interest and 100% of principal) are to be deposited in the Taka denominated Repayment Account. The DCA and the AAA under these projects provide that after meeting the GoB's debt service obligations, the balance in the repayment accounts shall be used by IDCOL to meet its operating expenses and future lending operations, subject to approval of the Government. The AAA also states that funds credited to the repayment accounts shall not form part of the Government's normal budgetary resources. The Finance Division of the Ministry of Finance also issued an operational guideline in this regard.
- 37.3 The donors provide two types of grants, for purchase of SHS: the buy-down grant to lower initial investment cost of SHS (Grant A), and the institutional development grant for institutional development of POs (Grant B). Both the components of grants decline as market expands and becomes commercially viable. In addition to grants for POs, donors also provide grants for project implementation cost which includes; monitoring, supervision, marketing, physical verification of SHS, technical audit, capacity building of POs, consultants' fees, etc. As per the project agreement executed between the Development Partners and IDCOL, IDCOL is responsible to channel the sub-grants from the designated accounts maintained under each project.
- 37.4 Disclosure for balance at bank accounts maintained under projects (Separately accounted for each project and also audited separately by the statutory auditor of the Company. Not reflected in the financial statements of the Company except for the disclosures made in this note # 37).

Bd. Bank Repayment account in USD under IDA Credit# 2995-BD	2,168,101,578	2,314,908,365
Bd. Bank Repayment account in BDT under IDA Credit# 2995-BD	20,523	20,523
Bd. Bank Repayment A/c in BDT under IDA Credit# 3679-BD	958,644,612	1,241,903,687
City Bank BDT account # 31001038 under GIZ fund for solar program SREPGEN	619,219	3,624,058
Janata Bank CONTASA account # 36002256 under IDA 5158 (HE)	291,254	44,767,431
Aqrani Bank CONTASA A/C # 0200012858680 under IDA 6202 (HE)	20,924,094	-
Aqrani Bank CONTASA account # 373 under JICA-REDP	624	-
Rupali Bank CONTASA account # 240000416 under USAID	-	25,626,968
Aqrani Bank CONTASA account # 3791 under DFID	-	12,760,358
Commercial Bank of Ceylon PLC, STD Account# 2809007305	-	56,107,122
Commercial Bank of Ceylon PLC, STD A/C no-2809005803	-	-
Trust Bank SND A/C # 0030-0320000426 under PICO PV program	29,397,211	29,115,544
Janata Bank Ltd.-STD A/C # 010236002347 under GPOBA-II TF 019156	-	-
Janata Bank Ltd.-STD A/C # 010236002355 under GPOBA-II TF 019157	-	-
	3,177,999,114	3,728,834,055

- 37.5 In consolidated movement of funds, amounts are cumulative and foreign currencies (USD and EURO) are converted into equivalent Bangladesh Taka applying exchange rates of BDT 84.90/USD and BDT 94.90/EURO prevailing at December 31, 2019 and BDT 83.90/USD and BDT 96.22/EURO prevailing at December 31, 2018.
- 37.6 General

- a) Figures in these notes and the accompanying financial statements have been rounded off to the nearest Taka.
b) Previous year's figures have been rearranged, where necessary, to conform to current year's presentation.
c) Cash flow statement rearranged, due to reclassification of loans and advances to operating activities from investing activities.

For Infrastructure Development Company Limited

 Chairman
 Director
 Director
 Executive Director & CEO
 Company Secretary



Infrastructure Development Company Limited
Schedule of Loan disbursement from reflows under PSIDP and REREDP project
Funded by IDA (Credit # 2995)
for the year ended December 31, 2019

Loan extended from reflows under PSIDP (IDA- Credit No. 2995-BD)			
Name of Sponsor/POs	Project	Amount in Taka	
		2019	2018
Ace Alliance Power Limited (AAPL)	Power Plant	-	2,038,770,000
Sub Total (a)		-	2,038,770,000
Loan extended from reflows under REREDP (IDA- Credit No. 3679-BD)			
Name of Sponsor/POs	Project	Amount in Taka	
		2019	2018
		-	-
Sub Total (b)		-	-
Grand Total (a + b)		-	2,038,770,000



Infrastructure Development Company Limited
Schedule of Loan disbursement from REREDP- II project
Funded by IDA (Credit # 2995)
for the year ended December 31, 2019

(A) Loan under SHS Program (Cat-1)

(B) Loan to other RE Projects (Cat-1)

SL #	Name of sponsors	2019		2018	
		Plants (Units)	Amount (Taka)	Plants (Units)	Amount (Taka)
1	ATES Bangladesh Ltd.	5	10,260,523	-	-
2	Bengal Renewable Energy Ltd.	7	13,545,327	-	-
3	GREL	-	12,617,549	160	120,154,303
4	KHM Power Ltd.	-	54,205,200	-	-
5	Salek Solar Power Ltd.	39	81,618,771	-	-
6	Solargao Ltd.	17	30,495,262	-	-
7	Solar Electro Bangladesh Ltd. (SEBL)	-	6,674,047	-	-
8	Uddipan	1	1,384,283	-	-
	Sub Total (B)	69	210,800,962	160	120,154,303

Refinancing to Participating Organizations (POs)

IDCOL has extended refinancing facility to the POs to the extent of 70%-80% of outstanding loans provided by the PO to the customers/households against installation of SHS. These POs, selected by IDCOL in due process, were found eligible during the audit to receive the refinancing facility as per the project agreements.

Loan to other renewable projects

This represents the amount extended under for financing of Solar PV based small scaled power plants and irrigation pumps under Remote Area Power Supply System.



Infrastructure Development Company Limited
Schedule of Loan disbursement from PPIDF project
Funded by ADB (Loan # 3554 & 3555)
for the year ended December 31, 2019

Refinancing to POs under Renewable Energy Project (Loan # 3555 -Special Operation)					
Sl #	Name of Participating Organizations	2019		2018	
		No. of Plant	Amount (Taka)	No. of Plant	Amount (Taka)
1	Usa Agro and Auto Bricks Ltd.		75,000,000		-
	Sub Total (a)	-	75,000,000	-	-
Loan to Large Infrastructure Projects (Loan # 3554 -Ordinary Operation)					
	Name of Sponsor	Amount (USD)	Amount (Taka)	Amount (USD)	Amount (Taka)
1	Summit Communications Ltd.	-	1,000,000,000	-	-
2	Nutan Bidyut (Bangladesh) Ltd.	23,831,702	2,013,302,185	-	-
3	Kushiara Power Company Ltd.	50,000,000	4,235,000,000	-	-
4	Nutan Bidyut (Bangladesh) Ltd.	11,719,805	995,011,445	22,287,736	1,282,500,000
	Sub Total (b)	85,551,507	8,243,313,629	22,287,736	1,282,500,000
	Grand Total		8,318,313,629		1,282,500,000



Infrastructure Development Company Limited
Schedule of Loan disbursement from PPIDF project
Funded by ADB (Loan # 3045 & 3046)
for the year ended December 31, 2019

Refinancing to POs under Renewable Energy Project (Loan # 3046 -Special Operation)					
SI #	Name of Participating Organizations	2019		2018	
		SHS (Units)	Amount (Taka)	SHS (Units)	Amount (Taka)
	Sub Total (a)	-	-	-	-
Loan to Large Infrastructure Projects (Loan # 3045 -Ordinary Operation)					
	Name of Sponsor		Amount (Taka)		Amount (Taka)
1	Far East Spinning Industries Limited		48,393,956		-
2	Summit Alliance Port Ltd.	-	-	-	1,282,500,000
3	Ispahani Summit Alliance Terminals Limited	-	-	-	1,254,500,000
	Sub Total (b)	-	48,393,956	-	2,537,000,000



Infrastructure Development Company Limited
Schedule of Loan disbursement from RED project
Funded by JICA (Loan # BD-P 75 & 90)
for the year ended December 31, 2019

Refinancing to Participating Organizations (POs) (Loan # JICA BD-P-75)					
SI #	Name of Participating Organizations	2019		2018	
		SHS (Units)	Amount (Taka)	SHS (Units)	Amount (Taka)
				-	-
Sub Total (A)				-	-

Refinancing to Participating Organizations (POs)

IDCOL has extended refinancing facility to the POs to the extent of 70%-80% of outstanding loans provided by the PC against installation of SHS. These POs, selected by IDCOL in due process, were found eligible during the audit to receive the project agreements, during the audit.

(B) Disbursement detail under Solar Irrigation program

SI #	Name of PO	2019		2018	
		Pumps (Units)	Amount (Taka)	Pumps (Units)	Amount (Taka)
1	ATES Bangladesh	-	4,508,535	15	10,510,445
2	BREL	11	19,404,916	-	-
3	GREL	183	202,035,256	20	18,958,023
4	KHM Power Ltd.	-	-	7	14,440,300
5	RDF-5	-	-	-	20,860,961
6	Npolymer Construction Ltd.	-	6,796,270	18	27,073,930
7	RREL	29	22,617,000	-	-
8	Salek Solar Power Ltd.	-	-	15	30,416,652
9	SARPV	6	11,789,610	-	-
10	SDRS	-	-	2	6,340,097
11	Solargao Limited-4	-	120,935,548	95	133,012,391
12	WAVE Foundation Ltd.	30	70,467,347	14	22,412,962
Sub-total (B)		259	458,554,482	186	284,025,761

This represents the amount extended under for financing of solar irrigation pumps under Remote Area Power Supply refinancing facility to the POs to the extent of 30% of outstanding loans provided by the PO to the customers against These POs, selected by IDCOL in due process, were found eligible during the audit to receive the refinancing facility as per

(C) Disbursement detail under Solar Minigrid program

SI #	Name of PO	2019		2018	
		Plants (Units)	Amount (Taka)	Plants (Units)	Amount (Taka)
1	Brit Bangla Trade Initiatives Ltd.	-	-	-	11,250,000
2	Connectia Ltd.	-	-	1	18,004,939
3	Eastec Ltd.	-	-	-	9,099,008
4	Envis Energy Limited	-	-	-	13,375,157
5	Solargao Limited	-	-	-	954,423
6	Super Star Renewable Energy Limited	-	-	-	3,159,504
7	UDDIPAN	-	-	-	24,023,151
8	Vincen Gtech Ltd.	-	5,286,302	-	-
9	Western Renewable Energy (Pvt.) Ltd.	-	14,469,156	1	17,171,510
Sub-total (C)		-	19,755,458	2	97,037,692
Total under Other Renewable Energy program (B+C)			478,309,940		381,063,453

Loan to Energy Efficiency Projects (Loan # JICA BD-P-90)
(A) Disbursement detail under Infrastructure Project

SI #	Name of PO	2019		2018	
		Plants (Units)	Amount (Taka)	Plants (Units)	Amount (Taka)
1	Meghna Cement Mills Ltd. - Vertical roller mills			-	950,080,000
2	Shun Shing Cement Industries Ltd.		733,989,731	-	-
3	Etafil Accessories Limited.		77,236,913	-	-
4	Tosrifa Industries Ltd.			-	53,865,861
Sub-total (D)		-	811,226,644	-	1,003,945,861
Grand Total (A+B+C+D)			1,289,536,584		1,385,009,314





Infrastructure Development Company Limited			
Deferred tax assets			
for the year ended December 31, 2019			
Particulars	Carrying amount on balance sheet date	Tax base	Taxable/ (deductible) temporary difference
	Taka	Taka	Taka
Year: 2019			
Fixed assets including land, building, furniture and fixtures	113,524,561	113,524,561	-
Right of use asset	22,420,777	-	(22,420,777)
Gratuity provision	-	-	-
General provision other than loans	685,365	-	(685,365)
Total temporary difference	<u>136,630,703</u>	<u>113,524,561</u>	<u>(23,106,143)</u>
Applicable tax rate			40.0%
Deferred Tax Asset (see note: 9.5)			(9,242,457)
Year: 2018			
Fixed assets including land, building, furniture and fixtures	86,731,216	86,731,216	-
Gratuity provision	52,099,203	-	(52,099,203)
General provision other than loans	685,365	-	(685,365)
Total temporary difference	<u>139,515,784</u>	<u>86,731,216</u>	<u>(52,784,568)</u>
Applicable tax rate			40.0%
Deferred Tax Asset (see note: 9.5)			(21,113,827)





Infrastructure Development Company Limited
Schedule of Fixed Assets
as at December 31, 2019

Name of assets	Cost				Rate	Depreciation			Adjustment for Asset Written off	Amount in Taka Written down value as on 31 Dec 2019
	Balance as on 1 Jan 2019	Addition during the year	Disposal during the year	Balance as on 31 Dec 2019		Charged during the year	Adjustments during the year	Balance as on 31 Dec 2019		
Office space	19,412,311	-	-	19,412,311	10%	341,878	-	16,335,407	-	3,076,904
Furniture, fixture and decoration	34,907,143	5,900,306	234,476	40,572,973	10%	3,177,707	118,893	11,973,606	115,583	28,599,367
Interior decoration	23,977,634	-	-	23,977,634	10%	1,249,142	-	12,735,352	-	11,242,282
Computer & computer equipment	30,157,370	3,401,250	2,214,340	31,344,280	30%	3,133,644	2,001,712	24,032,443	212,628	7,311,837
Other office equipment	25,202,719	3,189,591	1,752,485	26,639,825	10%	1,924,237	970,106	9,321,692	782,379	17,318,133
Software	6,191,420	-	-	6,191,420	30%	225,206	-	5,665,940	-	525,480
Vehicle	52,291,678	12,425,848	5,057,000	59,660,526	20%	6,329,644	4,293,418	34,341,949	763,582	25,318,577
Land	-	20,131,980	-	20,131,980	0%	-	-	-	-	20,131,980
Balance as on 31 Dec 2019	192,140,274	45,048,975	9,258,301	227,930,948		16,381,458	7,384,129	114,406,389	1,874,172	113,524,560
Balance as on 31 Dec 2018	183,381,304	8,938,870	179,900	192,140,274		14,954,707	76,278	105,409,060	103,622	86,731,215
Right-of-use assets										
Office Space	-	28,956,361	-	28,956,361		6,535,584	-	6,535,584	-	22,420,777
Balance as on 31 Dec 2019	-	28,956,361	-	28,956,361		6,535,584	-	6,535,584	-	22,420,777
Balance as on 31 Dec 2018	-	-	-	-		-	-	-	-	-





Infrastructure Development Company Limited
Schedule of Fixed Assets
as at December 31, 2019

Name of assets	Cost				Rate	Depreciation				Adjustment for Asset Written off	Written down value as on 31 Dec 2019
	Balance as on 1 Jan 2019	Addition during the year	Disposal during the year	Balance as on 31 Dec 2019		Balance as on 1 Jan 2019	Charged during the year	Adjustments during the year	Balance as on 31 Dec 2019		
	* Company funded assets disclosure										
Office space	19,412,311	-	-	19,412,311	10%	15,993,529	341,878	-	16,335,407	-	3,076,904
Furniture, fixture and decoration	18,233,563	5,657,506	96,372	23,794,697	10%	3,929,615	1,990,575	40,672	5,879,518	55,700	17,915,178
Interior decoration	11,802,397	-	-	11,802,397	10%	5,847,245	595,515	-	6,442,760	-	5,359,637
Computer & computer equipment	7,383,471	554,000	678,610	7,258,861	30%	4,769,423	930,668	612,789	5,087,302	65,821	2,171,559
Other office equipment	6,010,248	2,014,792	815,300	7,209,740	10%	3,120,961	450,286	414,077	3,157,170	401,223	4,052,570
Software	2,117,749	-	-	2,117,749	30%	2,013,977	31,132	-	2,045,109	-	72,640
Vehicle	26,351,842	12,425,848	5,057,000	33,720,690	20%	18,542,008	3,894,420	4,293,418	18,143,010	763,582	15,577,680
Land	20,131,980	-	-	20,131,980	0%	-	-	-	-	-	20,131,980
Balance as on 31 Dec 2019	91,311,580	40,784,126	6,647,282	125,448,424		54,216,759	8,234,474	5,360,956	57,090,277	1,286,326	68,358,147
Balance as on 31 Dec 2018	88,991,938	2,319,644	-	91,311,581		48,147,613	6,069,146	-	54,216,759	-	37,094,822
* Donor funded Grant assets disclosure											
The World Bank											
Furniture, fixture & decoration	14,486,910	242,800	44,184	14,685,526	10%	3,517,011	1,118,391	15,395	4,620,007	28,789	10,065,520
Interior decoration	12,175,237	-	-	12,175,237	10%	5,638,965	653,627	-	6,292,592	-	5,882,645
Computer & computer equipment	21,135,827	2,847,250	1,289,174	22,693,903	30%	16,665,688	2,159,248	1,169,280	17,655,656	119,894	5,038,247
Other office equipment	18,388,249	1,174,799	937,185	18,625,863	10%	4,631,439	1,455,045	556,029	5,530,455	381,156	13,095,407
Software	3,674,893	-	-	3,674,893	30%	3,047,519	188,212	-	3,235,731	-	439,161
Vehicle	25,939,836	-	-	25,939,836	20%	13,763,714	2,435,224	-	16,198,938	-	9,740,898
Balance as on 31 Dec 2019	95,800,952	4,264,849	2,270,543	97,795,258	0%	47,264,337	8,009,747	1,740,704	53,533,380	529,839	44,261,878
Balance as on 31 Dec 2018	89,361,625	6,619,227	179,900	95,800,952		38,638,271	8,702,343	76,278	47,264,337	103,622	48,536,615
SNV-Netherlands Development Organisation											
Furniture, fixture & decoration	2,186,670	-	93,920	2,092,750	10%	1,468,166	68,741	62,826	1,474,081	31,094	618,669
Computer & computer equipment	664,656	-	126,740	537,916	30%	634,982	7,584	122,344	520,222	4,396	17,694
Other office equipment	614,815	-	-	614,815	10%	539,022	7,579	-	546,601	-	68,214
Software	398,778	-	-	398,778	30%	379,237	5,862	-	385,099	-	13,679
Balance as on 31 Dec 2019	3,864,919	-	220,660	3,644,259		3,021,407	89,766	185,170	2,926,003	35,490	718,256
Balance as on 31 Dec 2018	3,864,919	-	-	3,864,919		2,912,060	109,347	-	3,021,407	-	843,512
ktw											
Computer & computer equipment	973,416	-	119,816	853,600	30%	830,418	36,144	97,299	769,263	22,517	84,337
Other office equipment	189,407	-	-	189,407	10%	76,138	11,327	-	87,465	-	101,942
Balance as on 31 Dec 2019	1,162,823	-	119,816	1,043,007		906,556	47,471	97,299	856,728	22,517	186,279
Balance as on 31 Dec 2018	1,162,823	-	-	1,162,823		832,686	73,870	-	906,556	-	256,267
Balance as on 31 Dec 2019	192,140,274	45,048,975	9,258,301	227,930,948		105,409,060	16,381,458	7,384,129	114,406,389	1,874,172	113,524,560
Balance as on 31 Dec 2018	183,381,304	8,938,871	179,900	192,140,275		90,530,630	14,954,707	76,278	105,409,059	103,622	86,731,215

