

Infrastructure Development Company Limited

Auditor's report and financial statements as at and for
the year ended 31 December 2021



Rahman Rahman Huq
Chartered Accountants
9 & 5 Mohakhali C/A
Dhaka 1212
Bangladesh

Telephone +880 2 2222 86450-2
Fax +880 2 2222 86449
Email dhaka@kpmg.com
Internet www.kpmg.com/bd

Independent auditor's report

To the Shareholders of Infrastructure Development Company Limited

Report on the Audit of Financial Statements

Opinion

We have audited the financial statements of Infrastructure Development Company Limited (the "Company"), which comprise the balance sheet as at 31 December 2021 and the profit and loss account, statement of changes in equity and cash flow statement 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 a true and fair view of the financial position of the company as at 31 December 2021, and of 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.

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) and the guidelines issued by Bangladesh Bank, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The financial statements of Infrastructure Development Company Limited for the year ended 31 December 2020 were audited by another auditor who expressed an unmodified opinion on these financial statements on 12 June 2021.

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 identified above when it becomes available 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.



Independent auditor's report (continued)

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the board of directors of the Company.

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

Management is responsible for the preparation and fair presentation of the financial statements of the Company in accordance with IFRSs as explained in 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 judgement 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.



Independent auditor's report (continued)

- 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entity or business activities of the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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.

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 that

- (i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) 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 those books;
- (iii) the balance sheet and profit and loss account together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
- (iv) the expenditures incurred were for the purpose of the Company's business for the year;



Independent auditor's report (continued)

- (v) the financial statements of the Company have been drawn up in conformity with the Financial Institutions Act, 1993 and in accordance with the accounting rules and regulations which were issued by Bangladesh Bank to the extent applicable to the Company;
- (vi) adequate provisions have been made for loans, advances, leases, investment and other assets which are, in our opinion, doubtful of recovery and Bangladesh Bank's instructions in this regard have been followed properly;
- (vii) 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;
- (viii) the records and statements which were submitted by the branches have been properly maintained and recorded in the financial statements;
- (ix) statements sent to Bangladesh Bank have been checked on sample basis and no inaccuracy has come to our attention;
- (x) taxes and other duties which were collected and deposited in the Government treasury by the Company as per Government instructions has been found satisfactory based on test checking;
- (xi) 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;
- (xii) 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;
- (xiii) based on our work as mentioned above under the auditor's responsibility section, the internal control and the compliance of the Company is satisfactory; effective measures have been taken to prevent possible material fraud and forgery; and internal policies are being followed appropriately;
- (xiv) 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 have been found satisfactory;
- (xv) we have reviewed over 80% of the risk weighted assets of the Company and we have spent around 815 person hours for the audit of the books and accounts of the Company;



Independent auditor's report (continued)

- (xvi) the Company has complied with relevant instructions which were issued by Bangladesh Bank relevant to classification, provisioning and calculation of interest suspense;
- (xvii) the Company has complied with the 'First Schedule' of Bank Companies Act, 1991 in preparing these financial statements; and
- (xviii) all other issues which in our opinion are important for the stakeholders of the Company have been adequately disclosed in the audit report.

The engagement partner on the audit resulting in this independent auditor's report is Mr. M. Mehedi Hasan.

M. Mehedi Hasan, Partner, Enrolment number: 1000
Rahman Rahman Huq, Chartered Accountants
Firm Registration Number: [N/A]

Dhaka, **07 JUN 2022**

DVC: **2206141000AS882245**

Infrastructure Development Company Limited
Balance Sheet
as at 31 December


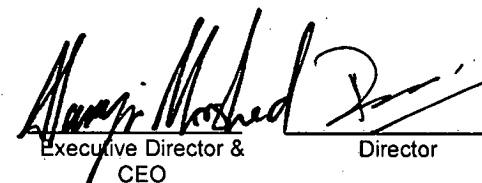



<i>in Taka</i>	Note	2021	2020
<u>Property and assets</u>			
Cash	3		
Cash in Hand		13,942	15,796
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		144,102,297	2,462,902,192
		<u>144,116,239</u>	<u>2,462,917,988</u>
Balance with other banks and financial institutions	4		
In Bangladesh		23,135,622,313	14,249,438,353
Outside Bangladesh		-	-
		<u>23,135,622,313</u>	<u>14,249,438,353</u>
Money at call and short notice	5	-	-
Investments	6		
Government		-	-
Others		416,666,667	700,000,000
		<u>416,666,667</u>	<u>700,000,000</u>
Loans and advances	7		
Loans, cash credit, overdraft etc.		75,141,947,836	79,127,139,056
Bill purchased and discounted		-	-
		<u>75,141,947,836</u>	<u>79,127,139,056</u>
Fixed assets including land, building, furniture and fixtures	8	112,896,539	115,652,613
Other assets	9	1,177,735,512	1,546,101,980
Non-banking assets		-	-
Total assets		<u>100,128,985,106</u>	<u>98,201,249,989</u>
<u>Liabilities and capital</u>			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	81,911,871,991	82,374,212,572
Deposit and other accounts		-	-
Other liabilities	11	8,122,353,558	6,598,162,842
		<u>90,034,225,549</u>	<u>88,972,375,414</u>
Shareholders' equity			
Paid-up Capital	12	7,380,000,000	7,150,000,000
Statutory Reserve	12.1	-	-
Retained Earnings	13	2,714,759,557	2,078,874,575
Total shareholders' equity		<u>10,094,759,557</u>	<u>9,228,874,575</u>
Total liabilities and shareholders' equity		<u>100,128,985,106</u>	<u>98,201,249,989</u>



Infrastructure Development Company Limited
Balance Sheet (continued)
as at 31 December

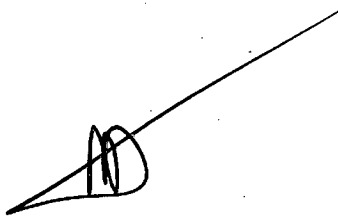
<i>in Taka</i>	Note	2021	2020
Off-Balance Sheet Items			
Contingent Liabilities			
Acceptances and Endorsements		-	-
Letters of Guarantee		-	-
Irrevocable Letters of Credit		-	-
Bills for Collection		-	-
Other Contingent Liabilities	39	<u>24,029,147</u>	<u>24,029,147</u>
		<u>24,029,147</u>	<u>24,029,147</u>
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		-	-
		<u>-</u>	<u>-</u>
Total Off-Balance Sheet Items		<u>24,029,147</u>	<u>24,029,147</u>
Net Asset Value (NAV) per share	34	<u>136.79</u>	<u>125.05</u>

The annexed notes 1 to 42 and Annexure A, B, C, D, E, F, G and H form an integral part of these financial statements.

 Company Secretary	 Executive Director & CEO	 Director	 Director	 Chairman
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As per our report of same date.

Dhaka, **07 JUN 2022**




Auditor

M Mehedi Hasan, Partner
 Enrolment Number: 1000
 Rahman Rahman Huq
 Chartered Accountants
 KPMG in Bangladesh
 Firm Registration Number: N/A

DVC:2206141000AS882245

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


<i>in Taka</i>	Note	2021	2020
Operating Income			
Interest income	15	4,879,535,336	4,201,577,931
less: Interest on deposits, borrowings etc.	16	<u>913,523,851</u>	<u>777,474,472</u>
Net interest income		<u>3,966,011,485</u>	<u>3,424,103,459</u>
Investment income			
Investment income	17	62,001,850	70,350,000
Commission, fees, exchange and brokerage	18	152,537,520	162,126,582
Other operating income	19	<u>196,588,337</u>	<u>48,127,144</u>
Total operating income (A)		<u>4,377,139,192</u>	<u>3,704,707,186</u>
Operating expenses			
Salaries and allowances	20	199,504,209	234,475,362
Rent, taxes, insurance, electricity etc.	21	9,678,845	7,710,971
Professional & Legal expenses	22	5,651,591	15,892,031
Postage, stamp, telecommunication etc.	23	3,698,770	2,989,278
Stationery, printing, advertisement etc.	24	5,492,170	10,237,865
Chief Executive's salary and benefits	25	8,675,083	14,692,175
Directors' fees	26	3,286,704	3,215,068
Auditors' fees	27	453,663	453,663
Depreciation and repair of Company's assets	28	25,674,807	28,470,286
Other operating expenses	29	138,336,166	204,875,937
Charges on loan losses	30	-	-
Total operating expenses (B)		<u>400,452,008</u>	<u>523,012,635</u>
Profit/(Loss) before provision & Tax (C) = (A - B)		<u>3,976,687,184</u>	<u>3,181,694,550</u>
Provision for loans and advances/investment			
Provision for loans and advances	31	1,082,640,981	461,560,319
Other provision (short term investment)		<u>300,000,000</u>	<u>310,000,000</u>
Total provision (D)		<u>1,382,640,981</u>	<u>771,560,319</u>
Net profit/(loss) before Tax (E) = (C - D)		<u>2,594,046,203</u>	<u>2,410,134,231</u>
Tax expenses (F)	32	<u>1,497,312,214</u>	<u>875,326,584</u>
Net profit/(loss) after tax (G) = (E - F)		<u>1,096,733,989</u>	<u>1,534,807,647</u>
Appropriation			
Statutory reserve	12.1	-	-
General reserve		-	-
Retained surplus		<u>1,096,733,989</u>	<u>1,534,807,647</u>
Earnings Per Share (EPS)	33	<u>14.86</u>	<u>20.80</u>


The annexed notes 1 to 42 and Annexure A, B, C, D, E, F, G and H form an integral part of these financial statements.


Company Secretary


Executive Director & CEO

Director


Director


Chairman

As per our report of same date.

Dhaka,

07 JUN 2022




Auditor

M Mehedi Hasan, Partner
Enrolment Number: 1000
Rahman Rahman Huq
Chartered Accountants
KPMG in Bangladesh
Firm Registration Number: N/A

DVC 2206141000AS882245

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


in Taka	Note	2021	2020
A. Cash flows from operating activities			
Interest received		4,956,675,015	4,148,430,400
Interest paid		(851,964,661)	(793,026,104)
Investment Income received		71,999,994	61,000,000
Fees and commission received		152,537,520	162,126,582
Recovery of loan previously written off		5,303,647	10,286,352
Paid to employees and directors		(300,560,058)	(383,498,707)
Paid to suppliers		(63,565,256)	(113,987,403)
Income tax paid		(966,309,439)	(657,423,527)
Receipts from other operating activities		132,633,988	80,058,165
Cash generated from operating activities before changes in operating assets and		<u>3,136,750,749</u>	<u>2,513,965,758</u>
(Increase)/decrease in operating assets and liabilities			
Advances, deposits and prepayments		(37,644,267)	112,153,503
Accounts receivables		497,891,003	(391,801,634)
Loans and advances		3,765,784,625	(11,310,215,263)
Interest suspense account		(120,111,733)	192,753,183
Payables and accrued expenses		(284,900,702)	239,684,511
Unearned revenue - monitoring Fees		1,684,807	2,171,486
Provisions other than loans		(23,986,328)	29,237,989
Lease liability		(7,181,546)	-
Employees' gratuity fund		-	-
		<u>3,791,535,859</u>	<u>(11,126,016,224)</u>
Net cash flows from operating activities		<u>6,928,286,608</u>	<u>(8,612,050,466)</u>
B. Cash flows from investing activities			
Acquisition of fixed assets (excluding donor funded assets)		(802,230)	(4,905,323)
Investment in preference share		-	(200,000,000)
Acquisition of Right of Use asset		(1,566,306)	-
Settlement of investment		283,333,333	-
Disposal of fixed assets		-	-
Net cash flows from investing activities		<u>280,964,797</u>	<u>(204,905,323)</u>
C. Cash flows from financing activities			
Loan drawdown from Government of Bangladesh		3,543,572,056	10,199,670,595
Loan repayment to Government of Bangladesh		(4,005,912,632)	(3,772,331,690)
Dividend paid		(230,000,000)	(650,000,000)
Net cash flows from financing activities		<u>(692,340,576)</u>	<u>5,777,338,905</u>
D. Net increase in cash and cash equivalents (A+B+C)		6,516,910,828	(3,039,616,884)
E. Effects of exchange rate changes on cash and cash equivalents		50,471,383	(53,621,127)
F. Cash and cash equivalents at the beginning of the year		<u>16,712,356,341</u>	<u>19,805,594,353</u>
G. Cash and cash equivalents at the end of the year (D+E+F)		<u>23,279,738,552</u>	<u>16,712,356,341</u>
Cash and cash equivalents at end of the year			
Cash in hand (including foreign currencies)	3.1	13,942	15,796
Money at call and short notice	5	-	-
Balance with Bangladesh Bank and its agent banks	3.2	144,102,297	2,462,902,192
Balance with other banks and financial institutions	4	23,135,622,313	14,249,438,353
		<u>23,279,738,552</u>	<u>16,712,356,341</u>
Net operating cash flow per share	35	<u>93.88</u>	<u>(116.69)</u>

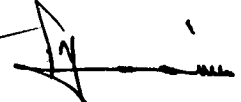
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Company Secretary


Executive Director & CEO


Director


Director


Chairman

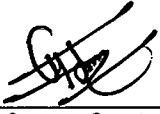



Infrastructure Development Company Limited
Statement of Changes in Equity
for the year ended 31 December 2021

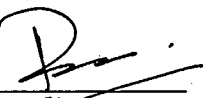
in Taka

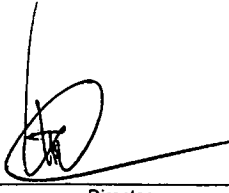
Particulars	Paid up Capital	Statutory Reserve	Retained earnings	Total shareholders' equity
Balance as at 01 January 2021	7,150,000,000	-	2,078,874,575	9,228,874,575
Adjustment	-	-	(849,007)	(849,007)
Balance	7,150,000,000	-	2,078,025,568	9,228,025,568
Increase/Decrease of revaluation of properties	-	-	-	-
Increase/Decrease of revaluation of investment	-	-	-	-
Currency transaction differences	-	-	-	-
Net gains and losses not recognized in the income statement	-	-	-	-
Net profit for the year	-	-	1,096,733,989	1,096,733,989
Bonus shares	230,000,000	-	(230,000,000)	-
Cash dividend	-	-	(230,000,000)	(230,000,000)
Statutory Reserve	-	-	-	-
Balance as at 31 December 2021	7,380,000,000	-	2,714,759,557	10,094,759,557
Balance as at 01 January 2020	6,500,000,000	-	1,852,757,946	8,352,757,946
Adjustment	-	-	(8,691,018)	(8,691,018)
Balance	6,500,000,000	-	1,844,066,928	8,344,066,928
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	-	-	1,534,807,647	1,534,807,647
Bonus shares	650,000,000	-	(650,000,000)	-
Cash dividend	-	-	(650,000,000)	(650,000,000)
Statutory Reserve	-	-	-	-
Balance as at 31 December 2020	7,150,000,000	-	2,078,874,575	9,228,874,575

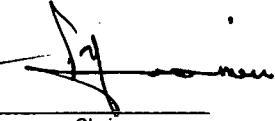
The annexed notes 1 to 42 and Annexure A, B, C, D, E, F, G and H form an integral part of these financial statements.


 Company Secretary


 Executive Director & CEO


 Director


 Director


 Chairman



Infrastructure Development Company Limited
Liquidity Statement (Asset and Liability Maturity Analysis)
as at 31 December 2021

in Taka

Particulars	Up to 01 month	1 - 3 months	3 - 12 months	1 - 5 years	More than 5 years	Total
Assets						
Cash in hand (including balance with Bangladesh Bank)	144,116,239	-	-	-	-	144,116,239
Balance with other banks and financial institutions	12,170,327,896	9,323,600,000	-	1,641,694,416	-	23,135,622,312
Money at call and short notice	-	-	-	-	-	-
Investments	-	-	83,333,333	333,333,333	-	416,666,667
Loans and advances	123,336,370	1,985,801,529	7,352,351,074	27,676,771,296	38,003,687,567	75,141,947,836
Fixed assets including land, building, furniture and fixture	22,553	90,618	41,228,763	31,226,402	40,328,203	112,896,539
Other assets	69,972,912	72,454,145	963,298,884	71,359,571	650,000	1,177,735,511
Non-banking assets	-	-	-	-	-	-
Total assets	12,507,775,970	11,381,946,292	8,440,212,054	29,754,385,018	38,044,665,770	100,128,985,105
Liabilities						
Borrowings from Government of Bangladesh	-	1,270,813,763	7,869,411,260	31,445,515,559	41,326,131,408	81,911,871,991
Deposits	-	-	-	-	-	-
Other Accounts	-	-	-	-	-	-
Provision and other liabilities	38,067,873	337,402,772	2,067,106,016	2,344,379,760	3,335,397,136	8,122,353,557
Total liabilities	38,067,873	1,608,216,535	9,936,517,276	33,789,895,319	44,661,528,544	90,034,225,548
Net Liquidity Gap	12,469,708,097	9,773,729,757	(1,496,305,222)	(4,035,510,301)	(6,616,862,775)	10,094,759,557



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 financing for private sector infrastructure projects to directly support the country's growing need for infrastructural development. IDCOL works with various development partners and multilateral banks for co-financing large scale infrastructure projects. Being a government owned development financier, IDCOL facilitates financing support to the projects concerning GoB's priority sectors. Over the years, IDCOL has played an instrumental role in transforming the Infrastructure landscape in the country especially in the private sector power generation. IDCOL's infrastructure investment horizon caters to a wide range of sectors such as infrastructure backward linkage industries, economic zones, social infrastructure, hotel and tourism, ports, gas and gas related infrastructure, telecommunications, information and communication technology, water supply, toll roads and bridges, shipyards and shipbuilding, mass transportation systems, urban environmental services etc.

In line with its commitment of catalyzing private sector investment in infrastructure, IDCOL's financing has mobilized significant co-financing (both equity and loan) from local and foreign sponsors, banks, Non-Banking Financial Institutions (NBFIs), Development Financial Institutions (DFIs) in infrastructure projects. Capitalizing on its exposure of working with international lenders in long term USD financing, IDCOL has successfully arranged funds for multiple local projects from the international market. At the same time, the opportunity to work with multiple foreign DFIs and commercial banks has not only enhanced IDCOL's capacity as a lender but also established IDCOL as a trusted co-financier among foreign lenders.

In addition to its core business of extending financing, IDCOL has diversified its service offerings by venturing into arrangement and advisory services. Arranging syndication loan facilities from the local and international market for financing large projects aligns with IDCOL's mission of promoting private sector infrastructure financing. The company has been providing loan arrangement services since its early years of operation and has managed to set a strong foothold as an arranger- especially in raising funds for power projects. In 2019, IDCOL has achieved the feat of being the highest fund arranger for private sector infrastructure projects in Bangladesh by arranging approx. USD 190 million long term loan from various local and international sources.

Renewable Energy Projects

Under renewable energy program, IDCOL is 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 Global Environment Facility (GEF). Subsequently, a number of development partners participated in the program by providing refinancing and grant support. IDCOL provides soft loans and grants as well as necessary technical assistance under the program. IDCOL's SHS Program has been acclaimed as the largest off-grid renewable energy program in the world having installation of more than 4.13 million SHSs in the remote areas of the country. It has brought significant changes in lives in remote rural areas of Bangladesh through providing access to basic electricity.

IDCOL has been implementing Biogas Program in Bangladesh since 2006. Initially, the program started as National Domestic Biogas and Manure Programme (NDBMP) with support from SNV (Stichting Nederlandse Vrijwilligers) Netherlands Development Organization and KfW Development Bank, Germany. In 2012, the World Bank also joined to support the program under its Household Energy Initiatives. Under the program, IDCOL has a target to install 75,000 domestic size biogas plants in Bangladesh by 2024.



Notes to the financial statements (continued)

IDCOL launched the 'Improved Cook Stove (ICS) Program' in May 2013 and the program has a target to install 5 million ICS across the country by 2023. The objectives of the program are to create mass awareness of ICS, to reduce Indoor Air Pollution (IAP) and use of cooking fuel and to establish a strong capacity base to achieve 100% clean cooking coverage by 2030 as per Bangladesh Country Action Plan. Under the program, IDCOL provides institutional development grant and technical assistance to its partner organizations (POs). Till December 2021, a total of 2.87 million ICS have been installed under the Program.

Besides, IDCOL has been financing various renewable energy interventions including solar PV based irrigation pumps, solar PV based power projects, biomass gasification based power projects, biogas based power plants, solar powered solution for telecom BTS etc. Moreover, IDCOL is financing large scale Rooftop Solar for commercial industries and Utility Scale Grid Tied projects. IDCOL has a target to finance rooftop solar of 300MWp by 2025 and 2600 solar irrigation pumps by 2025. In addition, IDCOL is exploring opportunities of financing waste to energy and wind projects in near future.

Corporate Advisory Services

IDCOL provides a wide range of fee-based advisory services with project advisory, capacity building, financial advisory, government advisory, climate consulting and transaction advisory as its focus areas. IDCOL has been awarded four advisory assignments in 2021 by UK Department of Business, Energy and Industrial Strategy (BEIS), Skills for Employment Investment Program (SEIP) under Finance Division, Rural Energy Agency of Tanzania and Loughborough University of UK. IDCOL earlier provided advisory services to Climate Vulnerable Forum-Vulnerable 20 Group (CVF-V20), UNDP, Power Cell, Bangladesh Power Development Board, IRENA and Acron Infrastructure Services Ltd. In addition, IDCOL has provided training and capacity building services to 1,600 professionals in Bangladesh and hosted 160 international delegates as part of experience sharing program on Renewable Energy.

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, French Development Agency (AFD) 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 2020. In addition, some applicable policies have been disclosed during the year, which were being followed in earlier years as well.

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 development partners, lenders, etc., realization of principal and interest from borrowers, loan and grants disbursed to borrowers, repayment of loans to development partners, 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 an independent auditor. These amounts are not reflected in the company's financial statements, except for those disclosed in note # 40 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 # 40.

2.2 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.



2.3 Impact of COVID-19

The year 2021 came with newer virus variants which set countries on different paths to recovery depending on their rates of vaccination initiatives. Governments from all nations strengthened the vaccination initiatives which resulted in worldwide balance of payment (BoP) deficits to be the highest since World War II. However, after all the tragic events, as the year went on, some positive improvements i.e. improved macroeconomic growth, recovered traded goods, stabilized food commodity prices etc. had been seen. With a robust vaccination initiative taken by Government across the world, global economics are recovering, even though slower than expected, due to the outbreak of the new omicron variant. Economic recoveries are diverging across countries and sectors, reflecting variation in pandemic-induced disruptions and extent of policy support. While advanced economies are rebounding, many of world's poorest countries are being left behind.

On this backdrop, the projection for global GDP growth rate, according to IMF, is 5.9% for 2021 and 4.4% for 2022 is estimated.

In the same way, World Bank also anticipates Global growth to decelerate noticeably in 2022 from 5.5% to 4.1%.

According to the provisional estimate of BBS, the GDP growth is 5.47 percent in FY 2020-21 which is the lowest since FY 2008-09 mainly because of the newer variants of COVID-19. However, It needs to be mentioned that, in order to mitigate the harsh conditions caused by the pandemic and for ensuring quicker economic recovery, the Government has so far announced 28 stimulus packages of BDT 1.35 trillion which was 4.9% of FY 2020's GDP. On the other hand, central bank also implemented several policy measures to ensure continuous banking and mobile financial services even during lockdowns in 2021. The rapid increase of mobile and digital financial services helped in the disbursement of the increased remittance inflow, on the back of Government's measures to ensure fund flow through formal channels.

Like 2020, the year 2021 has been particularly challenging for all of us. Still, amid the raging coronavirus pandemic which upended lives across the world, we somehow managed to conduct our business to the best of our ability. IDCOL has been proved remarkably resilient and sustainable in terms of managing its earnings performance, achieving a comfortable balance sheet in 2021.

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: Bangladesh Bank has issued templates of financial statements vide DFIM Circular # 11 dated December 23, 2009 which would strictly be followed by NBFIs. The templates of financial statements issued by Bangladesh Bank do not permit to include Statements of Other Comprehensive Income (OCI) nor the elements of Other Comprehensive Income in the statements of Comprehensive Income.

2.5 Non banking assets

IFRS: IFRSs/IASs provide no requirement to disclose non-financial institutional assets separately under non-banking assets head on the face of the balance sheet.

Bangladesh Bank: DFIM Circular-11 dated December 23, 2009 provides the requirement to disclose non-banking assets separately on the face of the balance sheet.

2.6 Current/ Non-current distinction

IFRS: As per Para 60 of IAS-1 Presentation of Financial statement, an entity shall present current and non-current assets and current and non-current liabilities as separate classification in its statement of financial position.

Bangladesh Bank: Bangladesh Bank has issued templates of financial statements vide DFIM Circular # 11 dated December 23, 2009 which would be followed by NBFIs. In Bangladesh Bank provided templates, there is no current and non current segregation of assets and liabilities.



Notes to the financial statements (continued)

2.7 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. However, Upon submission of explanation, Bangladesh Bank granted exemption from said circular vide letter number DFIM(P) 1052/27/2020-1683, dated: 23 September 2020 with effect from 2021.

2.8 Cash flow statement

IFRS: Statement of Cash Flows can be prepared using either direct method or 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.

2.9 Provision for loans and advances

IFRS: As per IFRS 9 "Financial Instruments", an entity shall recognise an impairment allowance on loans and advances based on expected credit losses. At each reporting date, an entity shall measure the impairment allowance for loans and advances at an amount equal to the lifetime expected credit losses if the credit risk on these loans and advances has increased significantly since initial recognition whether assessed on an individual or collective basis considering all reasonable information, including that which is forward-looking. For those loans and advances for which the credit risk has not increased significantly since initial recognition, at each reporting date, an entity shall measure the impairment allowance at an amount equal to 12 month expected credit losses.

Bangladesh Bank: As per DFIM Master Circular no. 04 dated 26 July 2021, a general provision at 0.25% to 5% under different categories of unclassified loan (good/standard loans) has to be maintained irrespective of objective evidence of impairment on lease, loans and advances.

Loan classification status during the year ended 31 December 2021 has been determined as per DFIM Letter: 1052/27/2022-21 dated 2 January 2022, DFIM Circular Letter No 33 dated 19 December 2021 and DFIM Master Circular no. 04 dated 26 July 2021.

Also provision for sub-standard investments, doubtful investments and bad losses has to be provided at 20%, 50% and 100% respectively for investments depending on the duration of overdue.

As per DFIM circular letter no 33 dated 19 December 2021, 2% additional provision has been reserved against accounts availing deferral facility.

2.10 Cash and cash equivalent

IFRS: Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and only include those investments which are for a short tenure like 3 months or less period. In the light of above, balance with Bangladesh Bank and fixed term deposits shall be treated as investment asset rather than cash equivalent as it is illiquid asset and not available for use in day to day operations.

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



Notes to the financial statements (continued)

2.11 Recognition of interest in suspense

IFRS: Loans and advances to customers are generally classified at amortised cost as per IFRS 9 "Financial Instruments" and interest income is recognised by using the effective interest rate method to the gross carrying amount over the term of the loan. Once a loan subsequently become credit-impaired, the entity shall apply the effective interest rate to the amortised cost of these loans and advances.

Bangladesh Bank: As per DFIM Master Circular no. 04 dated 26 July 2021, once an investment on leases, loans and advances is termed as "Special Mention Account (SMA)", interest income from such investments are not allowed to be recognized as income, rather the respective amount needs to be credited as a liability account like: interest suspense account.

2.12 Financial instruments: presentation and disclosure

IFRS: IFRS 7 require specific presentation and disclosure relating to all financial instruments.

Bangladesh Bank: As per Bangladesh Bank guidelines, financial instruments are categorized, recognized and measured differently from those prescribed in IFRS 7. As such some disclosure and presentation requirements of IFRS 7 have not been made in the accounts.

2.13 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.

2.14 Income Tax

Current tax: Provision for income tax has been made at best estimate keeping in view the provisions of Income Tax Ordinance 1984 and amendments made thereto from time to time. Current tax liability of the company is computed applying the following tax rates:

- Regular business tax rate: 40%
- Dividend income: 20%

Deferred tax: A deferred tax asset has been recognized in accordance with IFRS for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. It is measured at the tax rates that are expected to be applied to the temporary differences when they reverse based on the laws that have been enacted or substantively enacted by the date of reporting of the financial statements. However, no deferred tax asset has been recognized for any deductible temporary difference against lease, loans and advances as per DFIM circular No. 7, dated 31 July 2011 of Bangladesh Bank.

2.15 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.

2.16 Valuation of Investments in quoted and unquoted shares

IFRS: As per requirements of IFRS 9 "Financial Instruments" classification and measurement of investment in shares and securities will depend on how these are managed (the entity's business model) and their contractual cash flow characteristics. Based on these factors it would generally fall either under "at fair value through profit and loss account" or under "at fair value through other comprehensive income" where any change in the fair value (as measured in accordance with IFRS 13) at the period-end is taken to profit and loss account or other comprehensive income respectively.

Bangladesh Bank: As per FID circular No. 08 dated 03 August 2002, investments in quoted shares and unquoted shares are revalued at the year or period end at market price and as per book value of last audited balance sheet respectively. Provision should be made for any loss arising from diminution in value of investment; however in case of any unrealized gain, no such gain can be recognized and investments are recognized at cost.



Notes to the financial statements (continued)

2.17 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.

2.18 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.

2.19 Revenue Recognition

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

- i) identify the contract(s) with a customers;
- ii) identify the performance obligations in the contract;
- iii) determine the transaction price;
- iv) allocate the transaction price to the performance obligations in the contract;
- v) recognize revenue when (or as) the entity satisfies a performance obligation.

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

2.20 Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation. Depreciation is charged monthly in straight line method. Depreciation on additions to fixed assets is charged in full for the month of addition, and no depreciation is charged for the month in which an asset is disposed. Depreciation rates are aligned with Laws of the Land along with IAS/IFRS. The following rates of depreciation are applied:

<u>Category of assets</u>	<u>Rate of depreciation</u>
Office space	10%
Furniture, fixture and decoration	10%
Computer and computer equipment	25%
Office equipment	10%
Vehicle	20%
Software Bangladeshi made software	50%
Software Imported	10%

2.21 Accounting for grant

Accounting for grant has been made in accordance with International 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.

2.22 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.

2.23 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 is recognized where amounts are either recovered and/or adjusted against securities/properties or advances.



Notes to the financial statements (continued)

2.24 Earnings 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.

2.25 Related party disclosure

As per International Accounting Standards (IAS 24), parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. 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 38.

2.26 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.

As per Financial Reporting Council notification # 179/FRC/FRN/notification/2020/2 dated 07 July 2020, an amount of Tk. 104,634 was forfeited from contributory provident fund during the period 1 July 2020 to 31 December 2020 and was repatriated to IDCOL during FY 2021.

Defined benefit plan(gratuity)

The Company operates a funded 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. During FY 2021, an amount of Tk. 11,558,301 was transferred to the trustee fund. Details are given in note 11.2.

2.27 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.

2.28 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.



Notes to the financial statements (continued)

2.29 Disclosure on Compliance of International Financial Reporting Standard (IFRS)

Name of the standards	Ref No.	Compliance status
First-time Adoption of Bangladesh Financial Reporting Standards	IFRS-1	Not applicable
Share Based Payment	IFRS-2	Not applicable
Business Combinations	IFRS-3	Not applicable
Non-current Assets Held for Sale and Discontinued Operations	IFRS-5	Not applicable
Exploration for and Evaluation of Mineral Resources	IFRS-6	Not applicable
Financial Instruments: Disclosures	IFRS-7	Applied with some departures (note 2)
Operating Segments	IFRS-8	Not applicable
Financial instruments	IFRS-9	Applied with some departures (note 2)
Consolidated Financial Statements	IFRS-10	Not applicable
Joint Arrangements	IFRS-11	Not applicable
Disclosure of Interests in Other Entities	IFRS-12	Not applicable
Fair Value Measurement	IFRS-13	Applied with some departures (note 2)
Regulatory Deferral Accounts	IFRS-14	Not applicable
Revenue from Contracts with Customers	IFRS-15	Applied
Leases	IFRS-16	Applied
Insurance Contracts	IFRS-17	Not applicable
Presentation of Financial Statements	IAS-1	Applied with some departures (note 2)
Inventories	IAS-2	Not applicable
Statement of Cash Flows	IAS-7	Applied with some departures (note 2)
Accounting Policies, Changes in Accounting Estimates and Errors	IAS-8	Applied
Events After the Reporting Period	IAS-10	Applied
Construction Contracts	IAS-11	Not applicable
Income Taxes	IAS-12	Applied
Property, Plant and Equipment	IAS-16	Applied
Employee Benefits	IAS-19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	IAS-20	Applied
The Effects of Changes in Foreign Exchange Rates	IAS-21	Applied
Borrowing Cost	IAS-23	Not applied*
Related Party Disclosures	IAS-24	Applied
Accounting and Reporting by Retirement Benefit Plans	IAS-26	Not applicable
Separate Financial Statements	IAS-27	Not applicable
Investments in Associates	IAS-28	Not applicable
Financial Reporting in Hyperinflationary Economies	IAS-29	Not applicable
Financial Instruments: Presentation	IAS-32	Applied with some departures (note 2)
Earnings per Share	IAS-33	Applied
Interim Financial Reporting	IAS-34	Applied
Impairments of Assets	IAS-36	Applied
Provisions, Contingent Liabilities and Contingent Assets	IAS-37	Applied
Intangible Assets	IAS-38	Applied
Financial Instruments: Recognition and Measurement	IAS-39	Applied with some departures (note 2)
Investment Property	IAS-40	Not applicable
Agriculture	IAS-41	Not applicable

*Not applied as there were no relevant transaction.

The Company has consistently applied the accounting policies as set out in Note 3 to all periods presented in these financial statements. The various amendments to standards, including any consequential amendments to other standards, with the date of initial application of 1 January 2021 have been considered. However, these amendments have no material impact on the financial statements of the Company.

2.30 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.



Notes to the financial statements (continued)

2.31 Events after the reporting period

Events after the reporting period: As per IAS 10 "Events after the reporting period", all material events occurring after the balance sheet date have been considered and where necessary, adjusted for or disclosed in note 37.

2.32 Going concern

The financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business.

2.33 Reporting period

These financial statements have been prepared for the period from 1 January 2021 to 31 December 2021.

2.34 Complete set of financial statements

IAS 1 "Presentation of Financial Statements"

As per IAS 1: "Presentation of Financial Statements" complete set of financial statements are:

- i) Statement of financial position;
- ii) Statement of profit or loss and other comprehensive income;
- iii) Statement of changes in equity;
- iv) Statement of cash flows;
- v) Notes, comprising significant accounting policies and other explanatory information;
- vi) Comparative information in respect of the preceding period; and
- vii) Statement of financial position at the beginning of preceding period for retrospective restatement.

Treatment adopted as per Bangladesh Bank

As per DFIM Circular No. 11, dated 23 December 2009, complete set of financial statements are

- i) Balance sheet;
- ii) Profit and loss account;
- iii) Cash flows statement;
- iv) Statement of changes in equity;
- v) Statement of liquidity; and
- vi) Notes, comprising significant accounting policies and other explanatory information.

2.35 Number of employees

During the year under audit, there were 410 (2020: 406) employees employed for the full period and 13 (2020: 20) employees for less than full period at a remuneration of Taka 3,000 and above per month.

2.36 Workers' Profit Participation and Welfare Fund (WPPF)

Establishment of Workers' Profit Participation and Welfare Fund (WPPF) is a matter of Banking and Financial Institutions Sector as a whole. Ministry of Finance through its letters no. 53.00.0000.311.22.002.17-130 dated February 14, 2017 and no. 53.00.0000.311.22.002.17-140 dated February 25, 2018 expressed its opinion that Chapter 15 on "Participation in Company Profits by Workers" in the Bangladesh Labor Act 2006 and amendments made therein on July 22, 2013 should not be applicable for Banks and Financial Institutions and requested to the Ministry of Labor and Employment to take necessary steps in this regard as well as not to apply the said chapter of Labor Act 2006 for Banks and Financial Institutions. Therefore, like other Banks and Financial Institutions, IDCOL did not recognize the WPPF.

2.37 Exemptions and waivers

Financial Institutions Division (currently known as Department of Financial Institutions and Market) of Bangladesh Bank vide its letter no FID(L)1053/69/4 dated 05 January 1998 had granted IDCOL exemption from several sections of the Financial Institutions Act-1993 considering its special operational nature as a specialized financial institution. However, IDCOL complies with circulars and directives issued by Bangladesh Bank from time to time in order to ensure uniformity of supervision and governance in the financial services industry.



Notes to the financial statements (continued)

2.38 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.



Notes to the financial statements (continued)

<i>in Taka</i>	Note	2021	2020
3 Cash			
Cash in hand	3.1	13,942	15,796
Balance with Bangladesh Bank and its agent bank	3.2	144,102,297	2,462,902,192
		<u>144,116,239</u>	<u>2,462,917,988</u>
3.1 Cash in Hand			
Local Currency		13,942	15,796
Foreign Currencies		-	-
		<u>13,942</u>	<u>15,796</u>
3.2 Balance with Bangladesh Bank and its agent bank			
Bangladesh Bank balance in local currency		144,102,297	1,943,629,192
Bangladesh Bank balance in foreign currency		-	513,506,500
Add: Forex gain/ (Loss)		-	5,766,500
		<u>144,102,297</u>	<u>2,462,902,192</u>
3.2.1 Balance with Bangladesh Bank and its agent bank			
		Amount in EURO	Exchange Rate per EURO
		<u>2021</u>	<u>2020</u>
		<u>2021</u>	<u>2020</u>
Bangladesh Bank balance in foreign currency		-	5,000,000
		97.3658	103.8546
		-	519,273,000
		<u>-</u>	<u>519,273,000</u>
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		-	-
		<u>-</u>	<u>-</u>
* As per Bangladesh Bank notice FID(G) 1051/circular 2/10, dated 22 October 1997, IDCOL is exempted from complying with section 9 (Statutory Reserve) and 19 (maintaining liquid assets) of the Financial Institutions Act, 1993. As such, maintenance of a Statutory Reserve, Cash Reserve Ratio (CRR) or Statutory Liquidity Ratio (SLR) is not required for IDCOL.			
3.5 Capital Adequacy Ratio (CAR)			
Under the section 6 of Financial Institutions Act, 1993, Bangladesh Bank shall prescribe the minimum capital of every financial institution. And as per the Prudential Guidelines on Capital Adequacy and Market Discipline for Financial Institutions (DFIM Circular No. 14/2011) that has come into force from 1 January 2012; Financial Institutions are required to maintain a CAR of minimum 10%.			
To be noted that IDCOL being a state-owned development financial organization has a goal to ensure economic prosperity through sustainable and environment friendly investments in the infrastructure and renewable energy sectors of Bangladesh. To achieve the development objective of the Government, IDCOL is exempted from several sections of FI Act 1993; i.e. minimum capital requirement for Financial Institutions (Section 6, as per Bangladesh Bank notice FID(G) 1051/circular 2/10, dated 22 October 1997). Nevertheless IDCOL currently maintains the minimum capital prescribed under section 6 sub-section (1) and DFIM Circular No. 14/2011.			
Core Capital (Tier-1)/Shareholders' Equity			
Paid-up capital		7,380,000,000	7,150,000,000
Share premium		-	-
Statutory reserve		-	-
General reserve		-	-
Dividend equalization reserve		-	-
Retained earnings		2,714,759,557	2,078,874,575
Non-controlling interest		-	-
A) Sub total		<u>10,094,759,557</u>	<u>9,228,874,575</u>



Notes to the financial statements (continued)

<i>in Taka</i>	Note	2021	2020
Supplementary capital (Tier - II)			
General Provision (Unclassified loans up to specified limit + SMA + off Balance Sheet exposure)		676,631,065	805,187,111
Assets Revaluation Reserves up to 50%		-	-
Revaluation Reserve for Securities up to 45%		-	-
All others preference shares		-	-
Others (if any other item approved by Bangladesh Bank)		-	-
B) Sub total		676,631,065	805,187,111
C) Total eligible capital (A+B)		10,771,390,622	10,034,061,686
D) Total risk weighted assets		59,835,080,088	64,414,968,875
E) Required capital based on risk weighted assets (10% of D)		5,983,508,009	6,441,496,888
F) Surplus (C-E)		4,787,882,613	3,592,564,798
Capital Adequacy Ratio (%) (C / D)		18.00%	15.58%
4 Balance with other banks and financial institutions			
<i>Inside Bangladesh</i>			
<u>Local currency</u>			
Current and short-term deposits in local currency	4.1	1,731,294,518	3,333,914,711
Fixed deposits in local currency	4.2	13,420,694,416	4,248,214,419
		<u>15,151,988,933</u>	<u>7,582,129,130</u>
<u>Foreign currency</u>			
Current and short-term deposits in foreign currency	4.3	1,720,233,379	2,936,109,223
Fixed deposits in foreign currency	4.4	6,263,400,000	3,731,200,000
		<u>7,983,633,379</u>	<u>6,667,309,223</u>
<i>Outside Bangladesh</i>			
		-	-
4.1 Current and short-term deposits in local currency		23,135,622,313	14,249,438,353
<i>Janata Bank Ltd.</i>			
Janata Bank Ltd.	4.1.a	1,655,013,761	3,252,423,417
The City Bank Ltd.	4.1.b	2,674,335	5,143,989
Prime Bank Ltd.	4.1.c	6,854,043	2,541,042
National Credit and Commerce Bank Ltd.	4.1.d	3,171,639	3,086,511
National Bank Ltd.	4.1.e	382,514	143,659
Islami Bank Bd. Ltd.	4.1.f	173,854	56,553
Agrani Bank Ltd.	4.1.g	16,870,150	46,329,752
Eastern Bank Ltd.	4.1.h	818,756	4,229,392
Standard Chartered Bank	4.1.i	24,999,850	19,960,396
Dhaka Bank Ltd.	4.1.j	20,335,617	-
		<u>1,731,294,518</u>	<u>3,333,914,711</u>
4.1.a Janata Bank Limited			
<u>Accounts under development partner funded projects</u>			
IDA -5158-BD : REREDP-II		73,706,346	184,410,781
IDA -5514-BD : Additional Financing REREDP-II		20,617,748	180,150,761
IDB -151-BD :		7,653,207	7,666,974
JICA BD P-90		859,507,151	1,105,777,560
KFW-purep		2,065,578	279,221,443
AFD Loan no. CBD 1026-01-W		1,327,713	-
<u>Company accounts</u>			
STD Account		690,136,018	1,495,195,898
		<u>1,655,013,761</u>	<u>3,252,423,417</u>



Notes to the financial statements (continued)

	in Taka	Note	2021	2020
4.1.b	The City Bank Limited			
	<u>Accounts under development partner funded projects</u>			
	KfW - 2006.65.612 -NDBMP			
			136,313	136,369
	<u>Company accounts</u>			
	Imprest account			
			2,538,022	5,007,620
			<u>2,674,335</u>	<u>5,143,989</u>
4.1.c	Prime Bank Limited			
	<u>Company accounts</u>			
	Salary account			
			495	495
	<u>Accounts for Regional Offices</u>			
	Barisal			
			394,376	105,240
	Bogura			
			516,293	114,435
	Chattogram			
			375,264	148,642
	Dhaka			
			1,160,852	334,190
	Faridpur			
			362,651	189,274
	Rangpur			
			567,130	522,520
	Thakurgaon			
			710,591	137,265
	Rajshahi			
			421,220	233,947
	Kushtia			
			656,711	379,158
	Jashore			
			527,286	188,533
	Jamalpur			
			391,635	3,993
	Khulna			
			386,529	180,864
	Mymensingh			
			383,009	2,486
			<u>6,854,043</u>	<u>2,541,042</u>
4.1.d	National Credit and Commerce Bank Limited			
	<u>Revolving fund account under projects</u>			
	PPIDF: ADB 2453-BAN (SF)			
			2,795,229	2,798,804
	<u>Accounts for Regional Offices</u>			
	Brahmanbaria (Cumilla)			
			187,949	97,057
	Noakhali			
			188,461	190,650
			<u>3,171,639</u>	<u>3,086,511</u>
4.1.e	National Bank Limited			
	<u>Accounts for Regional Office</u>			
	Sylhet			
			382,514	143,659
			<u>382,514</u>	<u>143,659</u>
4.1.f	Islami Bank Bangladesh Limited			
	<u>Accounts for Regional Office</u>			
	Borguna			
			173,854	56,553
			<u>173,854</u>	<u>56,553</u>
4.1.g	Agrani Bank Limited			
	<u>Accounts under development partner funded projects</u>			
	P-075 : JICA			
	IDA-6202			
			16,870,150	46,329,752
			<u>16,870,150</u>	<u>46,329,752</u>
4.1.h	Eastern Bank Limited			
	<u>Revolving fund account under projects</u>			
	P-075 : JICA			
			818,756	4,229,392
			<u>818,756</u>	<u>4,229,392</u>
4.1.i	Standard Chartered Bank			
	<u>Company Account</u>			
	Salary Account			
			24,999,850	19,960,396
			<u>24,999,850</u>	<u>19,960,396</u>
4.1.j	Dhaka Bank Limited			
	<u>Revolving fund account under projects</u>			
	P-090 : JICA			
			9,744,146	-
	<u>Accounts under development partner funded projects</u>			
	KfW-REP			
			10,591,471	-
			<u>20,335,617</u>	<u>-</u>



Notes to the financial statements (continued)

<i>in Taka</i>	Note	2021	2020
4.2	Fixed deposits in local currency		
Agrani Bank Ltd.		1,090,000,000	200,000,000
Al Arafah Islami Bank Ltd.		550,000,000	-
Bangladesh Development Bank Ltd.		605,000,000	-
BASIC Bank		-	80,000,000
BD Finance		214,000,000	314,506,419
Dhaka Bank Ltd.		540,000,000	200,000,000
EXIM Bank Ltd.		1,580,000,000	290,000,000
FAS Finance & Investment Ltd.		290,000,000	290,000,000
First Finance Ltd.		300,000,000	300,000,000
GSP Finance Company (Bangladesh) Ltd.		42,986,416	50,000,000
IFIC Bank Ltd.		1,220,000,000	400,000,000
International Leasing and Financial Services Limited		290,000,000	290,000,000
Janata Bank Ltd.		1,200,000,000	150,000,000
Mercantile Bank Ltd.		500,000,000	320,000,000
Mutual Trust Bank Ltd.		100,000,000	-
NCC Bank Ltd.		1,580,000,000	195,000,000
Premier Leasing & Finance Ltd.		350,000,000	350,000,000
Prime Finance & Investment Ltd.		286,500,000	286,500,000
Rupali Bank Ltd.		840,000,000	-
Social Islami Bank Ltd.		650,000,000	100,000,000
Standard Bank Ltd.		120,000,000	350,000,000
Union Capital Ltd.		82,208,000	82,208,000
United Commercial Bank Ltd.		990,000,000	-
		<u>13,420,694,416</u>	<u>4,248,214,419</u>
4.3	Current and short-term deposits in foreign currency		
Janata Bank Ltd.		122,166,192	1,382,009,539
Commercial Bank of Ceylon (PPIDF-1 revol. USD)		1,598,067,187	1,554,099,684
		<u>1,720,233,379</u>	<u>2,936,109,223</u>
4.3.1	Current and short-term deposits in foreign currency		
	Amount in USD	Exchange Rate per USD	
	<u>2021</u> <u>2020</u>	<u>2021</u> <u>2020</u>	
Janata Bank Ltd.	1,423,848 16,297,282	85.80 84.80	122,166,192 1,382,009,539
Commercial Bank of Ceylon (PPIDF-1 revol. USD)	18,625,492 18,326,647	85.80 84.80	1,598,067,187 1,554,099,684
			<u>1,720,233,379</u> <u>2,936,109,223</u>
4.4	Fixed deposits in foreign currency		
<u>Fixed deposit receipt with:</u>			
Janata Bank Ltd.	4.4.1	<u>6,263,400,000</u>	<u>3,731,200,000</u>
		<u>6,263,400,000</u>	<u>3,731,200,000</u>
4.4.1	Fixed deposits in foreign currency		
	Amount in USD	Exchange Rate per USD	
	<u>2021</u> <u>2020</u>	<u>2021</u> <u>2020</u>	
Janata Bank Ltd.	73,000,000 44,000,000	85.80 84.80	<u>6,263,400,000</u> <u>3,731,200,000</u>
			<u>6,263,400,000</u> <u>3,731,200,000</u>
4.5	Maturity grouping of balance		
On demand		3,451,527,897	6,270,023,934
Up to one month		2,211,600,000	195,000,000
More than one month but less than three months*		15,830,800,000	6,065,706,419
More than three months but less than one year*		-	120,000,000
More than one year but less than five years*		1,641,694,416	1,598,708,000
More than five years		-	-
		<u>23,135,622,313</u>	<u>14,249,438,353</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			
5	Money at call and short notice	-	-



Notes to the financial statements (continued)

<i>in Taka</i>	Note	2021	2020
6 Investments			
Investment in Summit LNG Terminal Co. (Pvt.) Ltd Preference Shares			
41,666,667 outstanding shares with a face value of Tk. 10 per share		<u>416,666,667</u>	<u>700,000,000</u>
		<u>416,666,667</u>	<u>700,000,000</u>
6.1 Maturity grouping of Investments			
On demand		-	-
Upto one month		-	-
More than one month but less than three months		-	-
More than three months but less than one year		83,333,333	133,333,333
More than one year but less than five years		333,333,333	566,666,667
More than five years		-	-
		<u>416,666,667</u>	<u>700,000,000</u>
7 Loans and advances			
<i>Inside Bangladesh</i>			
Long-term finance	7.1	74,527,402,697	78,375,181,944
Short term financing	7.2	1,553,395	17,713,449
Interest receivable on loans and advances	7.3	<u>612,991,744</u>	<u>734,243,663</u>
		<u>75,141,947,836</u>	<u>79,127,139,056</u>
<i>Outside Bangladesh</i>			
		-	-
		<u>75,141,947,836</u>	<u>79,127,139,056</u>
7.1 Long-term finance			
Opening balance at January 01		78,375,181,944	68,121,946,365
Add: Disbursement made during the year		5,800,057,342	21,944,524,646
Add: Interest Capitalization during the year		<u>461,869,757</u>	<u>679,809,695</u>
		84,637,109,043	90,746,280,706
Less: Realization during the year		(10,366,820,991)	(11,330,232,266)
Less: Written-off during the year		(98,154,676)	(1,053,788,864)
Less: Disbursement Reversal		(22,617,000)	-
Add: Forex gain/ (Loss)		<u>377,886,321</u>	<u>12,922,368</u>
Closing balance at December 31		<u>74,527,402,697</u>	<u>78,375,181,944</u>
7.1.1 Sector wise disclosure of long term finance			
Infrastructure loan		58,413,720,012	61,778,438,358
Renewable energy project	7.1.1a	16,074,231,022	16,551,486,984
Employee car loan		6,324,718	10,390,517
Employee home Loan		<u>33,126,945</u>	<u>34,866,087</u>
		<u>74,527,402,697</u>	<u>78,375,181,946</u>
7.1.1a Renewable energy project			
Solar home system		12,507,285,522	12,921,434,413
Biogas program		82,144,344	132,405,809
Other renewable energy project		<u>3,484,801,156</u>	<u>3,497,646,762</u>
		<u>16,074,231,022</u>	<u>16,551,486,984</u>
7.2 Short term financing			
Opening balance at January 01		17,713,449	14,522,629
Add: Disbursement made during the year		<u>38,119,200</u>	<u>42,976,150</u>
		55,832,649	57,498,779
Less: Realization during the year		(54,279,254)	(39,785,330)
Closing balance at December 31		<u>1,553,395</u>	<u>17,713,449</u>
7.2.1 Short term financing			
Biogas Program		<u>1,553,395</u>	<u>17,713,449</u>
		<u>1,553,395</u>	<u>17,713,449</u>
7.3 Interest on loan and advance			
Interest receivable on infrastructure loan		538,578,307	678,762,304
Interest receivable on renewable energy loan	7.3.1	<u>74,413,436</u>	<u>55,481,359</u>
		<u>612,991,744</u>	<u>734,243,663</u>



Notes to the financial statements (continued)

in Taka	Note	2021	2020
7.3.1 Interest receivable on renewable energy loan			
Solar home system project		-	65
Biogas project		761,472	1,753,406
Biogas advance facility		33,801	223,618
Other renewable energy project		73,618,164	53,504,270
		<u>74,413,436</u>	<u>55,481,359</u>
7.4 Large Loan Disclosure			
Nutan Bidyut Bangladesh Limited (NBBL)		5,695,767,515	6,008,288,551
Grameen Shakti		4,507,710,098	4,710,272,972
Kushiara Power Company Limited		3,817,024,777	4,036,971,398
Confidence Power Bogura Limited (CPBL)		3,112,490,859	-
Confidence Power Rangpur Limited (CPRL)		3,060,902,647	3,399,154,404
Sena Kalyan Sangstha (SKS)		2,938,092,787	2,967,574,594
Doreen Hotels and Resorts Ltd.		2,839,989,880	2,681,964,890
Meghna Cement Mills Limited		2,693,304,362	2,786,319,184
Rural Services Foundation		2,659,009,067	2,681,711,507
BSRM Steels Limited (BSRMSL)		2,626,312,501	3,001,500,000
City Navigations Limited (CNL)		2,438,636,372	3,057,729,268
Feni Lanka Power Limited (FLPL)		2,306,622,290	2,461,002,958
Regent Energy and Power Ltd.		2,262,840,781	2,663,910,097
Zodiac Power Chittagong Limited (ZPCL)		2,093,426,036	1,613,786,086
DBL Industrial Park Ltd. (DIPL)*		1,757,437,500	-
Ace Alliance Power Limited (AAPL)		1,697,575,959	1,817,188,129
Summit Barisal Power Ltd.		1,650,824,101	1,861,037,157
Seven Circle (Bangladesh) Limited		1,604,977,408	1,707,225,001
Midland East Power Limited (MEPL)		1,534,639,327	1,699,555,694
City Seed Crushing Industries Limited (CSCIL)		1,355,737,500	1,353,712,500
Meghna Industrial Economic Zone Limited (MIEZL)**		-	1,590,211,855
DBL Ceramics Limited (DCL)**		-	1,573,236,529
		<u>52,653,321,769</u>	<u>53,672,352,775</u>
<i>*During the previous year, above-mentioned loanee did not belong to the Large Loan. However, the balance was BDT 877,187,500.</i>			
<i>**Some of the loan accounts that appeared on the list of top 20 large loans in the previous year were omitted during the current year as those are no longer large loans based on the outstanding balance as at 31 December 2021. However, outstanding balances of such accounts at the end of FY 2021 are BDT 502,921,244 and BDT 1,340,164,449 in the cases of Meghna Industrial Economic Zone Limited (MIEZL), DBL Ceramics Limited (DCL) respectively.</i>			
7.5 Particulars of Loans, Advances and leases			
a) Loan considered good in respect of which the FI is fully secured		5,581,112,941	6,936,698,634
b) Loan considered good in respect of which the FI is partially secured		69,560,834,895	72,190,440,422
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>75,141,947,836</u>	<u>79,127,139,056</u>
g) Loan due by directors or officers of the FI or any of them either separately or jointly with any other persons.		39,451,663	45,256,604
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 separately or jointly with any other persons.		7,223,578	-
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 or 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		4,313,393,366	1,207,644,635
(ii) Provision kept against bad loans, advances and leases		638,698,896	449,677,845
(iii) Interest credited to Interest Suspense Account		906,286,711	508,435,871
		<u>5,858,378,973</u>	<u>2,165,758,351</u>



Notes to the financial statements (continued)

in Taka	Note	2021	2020
m) Cumulative amount of written off loans, advances and leases			
Opening Balance		2,631,853,836	1,588,351,324
Amount written off during the year		98,154,676	1,053,788,864
Amount received from written off loans and leases during the year		<u>(5,303,647)</u>	<u>(10,286,352)</u>
Balance of written off loans, advances and leases		<u>2,724,704,865</u>	<u>2,631,853,836</u>
7.6 Maturity grouping of loans and advances			
On demand		-	-
Upto one month		123,336,370	412,844,204
More than one month but less than three months*		1,985,801,529	2,754,868,299
More than three months but less than one year*		7,352,351,074	10,176,696,651
More than one year but less than five years*		27,676,771,296	44,487,472,945
More than five years		<u>38,003,687,567</u>	<u>21,295,256,958</u>
		<u>75,141,947,836</u>	<u>79,127,139,056</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) <u>Advances to allied concerns of Directors</u>		-	-
b) <u>Advances to Chief Executive and other executives</u>		39,451,663	45,256,604
c) <u>Advances to customer groups:</u>			
Bio-electricity		340,250,169	230,304,529
Biogas program		84,491,854	152,096,486
Economic Zone		2,260,358,742	2,467,399,355
Environmental Services		698,051,232	694,195,151
Industrial Energy Efficiency		12,161,585,583	8,116,618,943
Infrastructure Backward Linkage Industry		7,978,520,653	13,306,976,174
IT & Telecommunication		101,406,028	952,747,038
Port		25,534,147	2,344,308,633
Power & Energy		32,773,700,459	31,841,919,407
SHS program		12,507,285,924	12,921,434,980
Social/ Tourism Infrastructure		3,082,538,967	2,920,606,073
Solar BTS		45,393,129	56,269,870
Solar grid-tied		597,620,415	620,241,112
Solar Irrigation		1,658,230,817	1,601,977,218
Solar Mini-grid		384,496,775	436,184,281
Solar rooftop		<u>403,031,279</u>	<u>418,603,199</u>
		<u>75,141,947,835</u>	<u>79,127,139,056</u>
7.8 Geographical Location - wise Loans and Advances			
<i>Inside Bangladesh</i>			
Dhaka Region		25,947,546,277	28,173,022,174
Chattogram Region		17,363,356,486	20,960,512,075
Khulna Region		4,757,465,226	4,881,475,452
Rajshahi Region		4,277,494,652	1,231,901,577
Barisal Region		9,921,504,984	10,285,549,451
Rangpur Region		5,699,155,326	6,135,120,667
Sylhet Region		5,986,311,298	6,224,573,300
Mymensingh Region		<u>1,189,113,587</u>	<u>1,234,984,358</u>
		<u>75,141,947,836</u>	<u>79,127,139,056</u>
<i>Outside Bangladesh</i>			
		-	-
		<u>75,141,947,836</u>	<u>79,127,139,056</u>
7.9 Classification of loans and advances			
Unclassified			
Standard		64,925,146,653	76,884,484,842
Special Mention Account		<u>5,903,407,817</u>	<u>1,035,009,578</u>
		<u>70,828,554,469</u>	<u>77,919,494,420</u>
Classified			
Sub-Standard		2,869,100,359	603,778,545
Doubtful		596,797,360	3,307,882
Bad or loss		<u>847,495,648</u>	<u>600,558,208</u>
		<u>4,313,393,366</u>	<u>1,207,644,635</u>
		<u>75,141,947,836</u>	<u>79,127,139,056</u>



Notes to the financial statements (continued)

in Taka Note 2021 2020

7.9.1 Particulars of required provision for loans and advances

Status	Base for provision	Rate (%)	2021	2020
General provision				
Standard loans/ advances	58,109,224,751	1%	581,092,248	762,642,283
Standard loans/ advances (DFIM circular no. 33 applied)	6,509,750,229	1%	65,097,502	-
*Special provision (as per DFIM circular letter no. 33)		2%	130,195,005	-
Interest receivable on standard loan	306,172,082	1%	3,061,721	6,202,578
Special mention account (SMA)	5,815,421,979	5%	290,771,099	48,960,966
	70,740,569,041		1,070,217,574	817,805,827
Specific provision				
Sub-standard	2,161,956,963	20%	432,391,393	107,989,609
Doubtful	440,556,429	50%	220,278,215	1,626,491
Bad/loss	638,698,896	100%	638,698,896	449,677,845
	3,241,212,288		1,291,368,503	559,293,945
Total provision required at 31 December 2021			2,361,586,077	1,377,099,772
Voluntary General Provision			2,234,454,813	2,234,454,813
Total provision kept (note 31)			4,596,040,890	3,611,554,585

* As per DFIM circular letter no 33 dated 19 December 2021, 2% additional provision has been reserved against accounts availing deferral facility. Please see note 31.

Movement of provision of loans and advances

Opening balance at January 01	3,611,554,585	4,203,783,130
Provision made during the year:		
Regulatory requirement	1,082,640,981	(188,439,681)
Voluntary provision	-	650,000,000
	<u>1,082,640,981</u>	<u>461,560,319</u>
Adjustment during the year:		
Written-off loan	(98,154,676)	(1,053,788,864)
Closing balance at December 31	<u>4,596,040,890</u>	<u>3,611,554,585</u>

7.10 Net Loans and advances

Closing outstanding balance		75,141,947,836	79,127,139,056
Less: Interest suspense	11.3	(356,005,143)	(476,116,876)
Provision for loans and advances	31	<u>(4,596,040,890)</u>	<u>(3,611,554,585)</u>
Net loans and advances		<u>70,189,901,802</u>	<u>75,039,467,594</u>

7.11 Disclosure of disbursement of loan from development partner funded projects during the year

A. REREDP-II funded by IDA (Credit # 5158)	Annex - A		
a) Refinancing to Partner Organizations (POs)		-	-
b) Loan to other renewable projects		<u>178,946,696</u>	<u>197,843,520</u>
		<u>178,946,696</u>	<u>197,843,520</u>
REREDP-II funded by IDA (Credit # 5514)	Annex-A		
a) Refinancing to Partner Organizations (POs)		-	-
b) Loan to other renewable projects		<u>99,784,363</u>	-
		<u>99,784,363</u>	-
REREDP-II funded by IDA (Credit # 6202)	Annex-A		
a) Refinancing to Partner Organizations (POs)		<u>44,609,747</u>	<u>147,735,386</u>
b) Loan to other renewable projects		<u>44,609,747</u>	<u>147,735,386</u>



Notes to the financial statements (continued)

<i>in Taka</i>	Note	2021	2020
B. SREP funded by IDA (Credit # 6363)	Annex-B		
a) Loan for Rooftop PV projects		71,292,913	-
		<u>71,292,913</u>	<u>-</u>
SREP funded by IDA (Credit # TF0A7640)	Annex-B		
a) Loan for RFFF establishment		22,513,552	-
		<u>22,513,552</u>	<u>-</u>
C. PPIDF funded by ADB (Loan No. 3554-BAN)	Annex-C		
Loan to large infrastructure projects (LIP)		1,875,000,000	8,156,762,965
		<u>1,875,000,000</u>	<u>8,156,762,965</u>
PPIDF funded by ADB (Loan No. 3555-BAN)	Annex-C		
Refinancing to POs under Renewable Energy Project (REP)		111,136,099	687,500,000
		<u>111,136,099</u>	<u>687,500,000</u>
D. Energy Efficiency funded by JICA (Loan# BD-P90)	Annex-D		
Refinancing to Participating Organizations (POs)			
Loan to energy efficiency projects		244,158,067	696,100,000
		<u>244,158,067</u>	<u>696,100,000</u>
E. REP Project funded by KfW	Annex-E		
Loan to C&I grid-connected PV plants and off-grid RE projects		218,002,831	-
		<u>218,002,831</u>	<u>-</u>
F. SUNREF Project funded by AFD	Annex-F		
Loan for energy efficiency, renewable energy and environmental performance projects		1,179,800,000	-
		<u>1,179,800,000</u>	<u>-</u>
Total		<u>4,045,244,268</u>	<u>9,885,941,871</u>
7.12	As per DFIM Circular No. 08 dated 17 August 2021 and FRC letter (Ref. no-178/FRC/APR/2021/28(17)) dated 21 December 2021, IDCOL is required to obtain and preserve audited financial statements for loans and advances sanctioned/renewed to public interest entity. IDCOL obtained and preserved audited financial statements in its loan files for 100% loans and advances sanctioned/renewed to public interest entity from 17 August 2021 to 31 December 2021.		
8	Assets including land, building, furniture and fixtures		
Fixed assets including land, building, furniture and fixtures	Annex-H	97,608,758	101,526,178
Right-Of-Use Asset	Annex-H	15,287,781	14,126,434
		<u>112,896,539</u>	<u>115,652,613</u>
8.1	Fixed assets including land, building, furniture and fixtures		
	<u>Cost</u>		
Opening balance at January 01		236,108,511	227,930,950
Add: Purchased during the year		11,937,936	8,177,561
Less: Disposal during the year		-	-
Closing balance at December 31		<u>248,046,447</u>	<u>236,108,511</u>
	<u>Depreciation</u>		
Opening balance at January 01		134,582,333	114,406,390
Add: Charged during the year		15,855,357	20,175,943
Less: Adjustment during the year		-	-
Closing balance at December 31		<u>150,437,690</u>	<u>134,582,333</u>
Written Down Value at December 31		<u>97,608,758</u>	<u>101,526,178</u>

Details of fixed assets are given in Annexure -H



Notes to the financial statements (continued)

<i>in Taka</i>	Note	2021	2020
8.2 Right-Of-Use Asset			
<u>Recognition</u>			
Opening balance at January 01		28,956,361	28,956,361
Add: Recognized during the year		10,980,797	-
Less: Disposal during the year		-	-
Closing balance at December 31		<u>39,937,158</u>	<u>28,956,361</u>
<u>Depreciation</u>			
Opening balance at January 01		14,829,927	6,535,584
Add: Charged during the year		9,819,450	8,294,343
Less: Adjustment during the year		-	-
Closing balance at December 31		<u>24,649,377</u>	<u>14,829,927</u>
Written Down Value at December 31		<u>15,287,781</u>	<u>14,126,434</u>
9 Other Assets			
Advances, deposits and prepayments	9.1	75,594,125	37,949,858
Advance income tax	9.2	887,132,875	822,957,642
Advance VAT	9.3	9,120,339	9,120,339
Accounts receivables	9.4	199,723,097	654,350,866
Interest Receivables on Investments		3,240,745	13,238,889
Deferred Tax Asset	9.5	2,924,330	8,484,386
		<u>1,177,735,512</u>	<u>1,546,101,980</u>
All the assets recorded in "other assets" category are non income generating assets.			
9.1 Advances, deposits and prepayments			
Advance for SHS project		2,777,740	6,510,247
Advance NDBMP project expense		3,400,017	3,545,059
Advance under KfW REP		38,056,728	-
Advance for other RE projects		208,385	303,881
Advance for training		-	2,006,549
Advance for travelling		4,443,950	3,370,380
Advance subsidy- NDBMP		1,843,754	1,843,753
Advance for Building		10,852,811	10,486,146
Advance for Land		6,419,222	-
Book for project finance course		-	685,365
Corporate advisory advance		1,530,000	645,800
Directors remuneration		210,000	75,000
Rental advance		4,785,898	6,033,198
Salary advance		62,497	166,673
Advance against training /travelling expenses		215,678	765,098
Advance for ICS Program		137,446	697,710
Others		650,000	814,999
		<u>75,594,125</u>	<u>37,949,858</u>
9.2 Advance income tax			
Opening balance at January 01		822,957,642	1,172,890,287
Add: Advance tax (Including TDS) paid during the year		959,155,143	631,537,258
Less: Adjustment with Provision for Tax		(894,979,910)	(981,469,903)
Closing balance at December 31		<u>887,132,875</u>	<u>822,957,642</u>
9.3 Balance at January 01			
Balance at January 01		9,120,339	9,120,339
Add: Advance VAT paid during the year		-	-
Less: Adjustment with Provision for VAT		-	-
Balance at December 31		<u>9,120,339</u>	<u>9,120,339</u>



Notes to the financial statements (continued)

<i>in Taka</i>	Note	2021	2020
9.4 Accounts receivables			
Administration fees under renewable energy projects		465,545	465,545
Fees and other receivable from infra. Project		-	7,496
Receivables from KFW-REP -Biogas subsidy		17,695,500	10,040,000
Fees and other receivable from advisory services		14,394	78,244
Interest receivable on fixed deposit (FDR)		129,475,841	85,363,601
Other receivables		12,229,366	11,308,357
Receivable under RE projects	9.4.1	39,842,451	547,061,401
IDCOL SPF		-	11,223
Training fees receivable		-	15,000
		<u>199,723,097</u>	<u>654,350,866</u>
9.4.1 Receivable under RE projects			
Receivables under IDA 5158 HE		-	3,907,129
Receivables under KFW PUREP		-	110,901,237
Receivables under GPOBA II Subsidy		-	2,088,137
Receivables under IDA 5514 AF		26,558,826	13,577,946
Receivables under USAID TF 15034		-	55,512,234
Receivables under IDA 6202 TA for HE		7,059,368	47,040,779
Receivables under IDA 6202 TA for AE		6,224,257	37,415,606
Receivables under KFW REP		-	275,040,961
Receivables under SREP		-	1,577,372
		<u>39,842,451</u>	<u>547,061,401</u>
9.5 Deferred tax	Annex-G		
Opening balance at January 01		8,484,386	9,242,457
Provision/(reversal) during the year		(5,560,056)	(758,071)
Settlement during the year		-	-
Closing balance at December 31		<u>2,924,330</u>	<u>8,484,386</u>
10 Borrowings from other banks, financial institutions and agents			
Abbreviations			
ADB	: Asian Development Bank		
AFD	: French Development Agency		
BB	: Bangladesh Bank		
BKEI	: Brick Kiln Efficiency Improvement		
IDA	: International Development Association (The World Bank)		
IDB	: Islamic Development Bank		
IPFF II	: Investment Promotion and Financing Facility II		
KfW	: German Development Bank		
NDBMP	: National Domestic Biogas and Manure Programme		
PPIDF	: Public-Private Infrastructure Development Facility		
PSIDP	: Private Sector Infrastructure Development Project		
REREDP	: Rural Electrification and Renewable Energy Development Project		
REP	: Renewable Energy Program		
SCF	: Strategic Climate Fund		
SREP	: Scaling Up Renewable Energy Project		
<i>Inside Bangladesh</i>			
Unsecured long-term loans from the Government of Bangladesh			
IDA financing under PSIDP- (Credit# 2995)	10.1	8,053,323,587	8,172,723,587
IDA financing under REREDP	10.2	22,928,913,032	24,552,726,758
ADB financing under PPIDF (Loan # 2453, 2454, 3045, 3046, 3554 & 3555)	10.3	38,039,817,986	37,118,423,646
IDB financing under REP (Credit # 151)	10.4	631,356,324	715,368,974
KfW financing under NDBMP (Credit # 2006.65.612)	10.5	259,879,471	259,879,471
JICA financing	10.6	9,623,503,094	10,133,337,071
BB Financing under BKEI project	10.7	394,263,755	422,105,272
AFD Financing under CBD 1026-1-W	10.8	1,179,800,000	519,273,000
BB Financing under IPFF-II Project	10.9	493,113,888	480,374,794
WB financing under SCF		22,513,552	-
IDA financing under SREP		71,292,913	-
KfW financing under REP		214,094,389	-
		<u>81,911,871,991</u>	<u>82,374,212,572</u>
<i>Outside Bangladesh</i>			
		-	-
		<u>81,911,871,991</u>	<u>82,374,212,572</u>



Notes to the financial statements (continued)

<i>in Taka</i>	Note	2021	2020
10.1 IDA financing under PSIDP (Credit # 2995)			
Opening balance at January 01		8,172,723,587	8,172,723,587
Add: Drawdown made during the year		-	-
		<u>8,172,723,587</u>	<u>8,172,723,587</u>
Less: Repayment made during the year		<u>(119,400,000)</u>	<u>-</u>
Closing balance at December 31		<u>8,053,323,587</u>	<u>8,172,723,587</u>
10.2 IDA financing under REREDP			
IDA credit # 4643	10.2a	3,066,667,397	3,449,282,701
IDA credit # 3679	10.2b	2,641,132,700	2,641,132,700
IDA credit # 5013	10.2c	6,180,326,293	6,798,358,921
IDA credit # 5158	10.2d	6,765,074,048	7,200,643,764
IDA credit # 5514	10.2e	4,083,367,461	4,315,573,286
IDA credit # 6202	10.2f	192,345,133	147,735,386
		<u>22,928,913,032</u>	<u>24,552,726,758</u>
10.2a IDA credit # 4643			
Opening balance at January 01		3,449,282,701	3,831,898,005
Add: Drawdown made during the year		-	-
		<u>3,449,282,701</u>	<u>3,831,898,005</u>
Less: Repayment made during the year		<u>(382,615,304)</u>	<u>(382,615,304)</u>
Closing balance at December 31		<u>3,066,667,397</u>	<u>3,449,282,701</u>
10.2b IDA credit # 3679			
Opening balance at January 01		2,641,132,700	2,641,132,700
Add: Drawdown made during the year		-	-
		<u>2,641,132,700</u>	<u>2,641,132,700</u>
Less: Repayment made during the year		-	-
Closing balance at December 31		<u>2,641,132,700</u>	<u>2,641,132,700</u>
10.2c IDA credit # 5013			
Opening balance at January 01		6,798,358,921	7,416,391,549
Add: Drawdown made during the year		-	-
		<u>6,798,358,921</u>	<u>7,416,391,549</u>
Less: Repayment made during the year		<u>(618,032,628)</u>	<u>(618,032,628)</u>
Closing balance at December 31		<u>6,180,326,293</u>	<u>6,798,358,921</u>
10.2d IDA credit # 5158			
Opening balance at January 01		7,200,643,764	7,603,719,652
Add: Drawdown made during the year		178,946,696	197,843,520
		<u>7,379,590,460</u>	<u>7,801,563,172</u>
Less: Repayment made during the year		<u>(614,516,412)</u>	<u>(600,919,408)</u>
Closing balance at December 31		<u>6,765,074,048</u>	<u>7,200,643,764</u>
10.2e GoB Loan REREDP-II (AF) - IDA 5514			
Opening balance at January 01		4,315,573,286	4,648,393,952
Add: Drawdown made during the year		99,784,363	-
		<u>4,415,357,649</u>	<u>4,648,393,952</u>
Less: Repayment made during the year (adjustment)		<u>(331,990,188)</u>	<u>(332,820,666)</u>
Closing balance at December 31		<u>4,083,367,461</u>	<u>4,315,573,286</u>
10.2f GoB Loan REREDP-II (AF II) - IDA 6202			
Opening balance at January 01		147,735,386	-
Add: Drawdown made during the year		44,609,747	147,735,386
		<u>192,345,133</u>	<u>147,735,386</u>
Less: Repayment made during the year (adjustment)		-	-
Closing balance at December 31		<u>192,345,133</u>	<u>147,735,386</u>



Notes to the financial statements (continued)

<i>in Taka</i>	Note	2021	2020
10.3 ADB financing under PPIDF (Loan # 2453 & 2454)			
ADB credit # 2453 -REP	10.3a	4,112,598,292	4,503,045,725
ADB credit # 2453 -SMIP	10.3b	247,647,227	271,158,695
ADB credit # 2454 -LIP	10.3c	4,638,965,760	5,009,763,520
ADB credit # 3045 -OCR	10.3d	7,202,050,000	7,625,700,000
ADB credit # 3046 -SF	10.3e	609,420,607	645,255,705
ADB credit # 3554 -OCR	10.3f	20,355,500,000	18,301,000,000
ADB credit # 3555 -COL	10.3g	873,636,099	762,500,000
		<u>38,039,817,986</u>	<u>37,118,423,646</u>
10.3a ADB credit # 2453 -REP			
Opening balance at January 01		4,503,045,725	4,856,799,125
Add: Drawdown made during the year		-	-
		<u>4,503,045,725</u>	<u>4,856,799,125</u>
Less: Repayment made during the year		(390,447,433)	(353,753,400)
Closing balance at December 31		<u>4,112,598,292</u>	<u>4,503,045,725</u>
10.3b ADB credit # 2453 -SMIP			
Opening balance at January 01		271,158,695	292,460,569
Add: Drawdown made during the year		-	-
		<u>271,158,695</u>	<u>292,460,569</u>
Less: Repayment made during the year		(23,511,468)	(21,301,874)
Closing balance at December 31		<u>247,647,227</u>	<u>271,158,695</u>
10.3c ADB credit # 2454 -LIP			
Opening balance at January 01		5,009,763,520	5,401,354,980
Add: Drawdown made during the year		-	-
		<u>5,009,763,520</u>	<u>5,401,354,980</u>
Less: Repayment made during the year		(424,864,960)	(391,591,460)
Add: Fair value adjustment (exchange loss)		54,067,200	-
Closing balance at December 31		<u>4,638,965,760</u>	<u>5,009,763,520</u>
10.3d ADB credit # 3045 -OCR			
Opening balance at January 01		7,625,700,000	8,056,000,000
Add: Drawdown made during the year		-	-
		<u>7,625,700,000</u>	<u>8,056,000,000</u>
Less: Repayment made during the year		(423,650,000)	(430,300,000)
Add: Fair value adjustment		-	-
Closing balance at December 31		<u>7,202,050,000</u>	<u>7,625,700,000</u>
10.3e ADB credit # 3046 -SF			
Opening balance at January 01		645,255,705	681,090,803
Add: Drawdown made during the year		-	-
		<u>645,255,705</u>	<u>681,090,803</u>
Less: Repayment made during the year		(35,835,098)	(35,835,098)
Closing balance at December 31		<u>609,420,607</u>	<u>645,255,705</u>
10.3f ADB credit # 3554 OCR			
Opening balance at January 01		18,301,000,000	10,155,551,730
Add: Drawdown made during the year		1,875,000,000	8,156,762,965
		<u>20,176,000,000</u>	<u>18,312,314,696</u>
Less: Repayment made during the year		-	(11,314,696)
Add: Fair value adjustment (exchange loss)		179,500,000	-
Closing balance at December 31		<u>20,355,500,000</u>	<u>18,301,000,000</u>
10.3g ADB credit # 3555 COL			
Opening balance at January 01		762,500,000	75,000,000
Add: Drawdown made during the year		111,136,099	687,500,000
		<u>873,636,099</u>	<u>762,500,000</u>
Less: Repayment made during the year		-	-
Closing balance at December 31		<u>873,636,099</u>	<u>762,500,000</u>



Notes to the financial statements (continued)

<i>in Taka</i>	Note	2021	2020
10.4 IDB financing under REP (Credit # 151)			
Opening balance at January 01		715,368,974	799,381,624
Add: Drawdown made during the year		-	-
		<u>715,368,974</u>	<u>799,381,624</u>
Less: Repayment made during the year		(84,012,650)	(84,012,650)
Less: Fair value adjustment		-	-
Closing balance at December 31		<u>631,356,324</u>	<u>715,368,974</u>
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		-	-
		<u>259,879,471</u>	<u>259,879,471</u>
Less: Repayment made during the year		-	-
Closing balance at December 31		<u>259,879,471</u>	<u>259,879,471</u>
10.6 JICA financing under REDP (Credit # P 75 & P 90)			
JICA credit # P 75	10.6a	5,895,073,654	6,404,907,631
JICA credit # P 90	10.6b	3,728,429,439	3,728,429,439
		<u>9,623,503,094</u>	<u>10,133,337,071</u>
10.6a JICA financing under REDP (Credit # P 75)			
Opening balance at January 01		6,404,907,631	6,914,741,609
Add: Drawdown made during the year		-	-
		<u>6,404,907,631</u>	<u>6,914,741,609</u>
Less: Repayment made during the year		(509,833,977)	(509,833,977)
Add: Fair value adjustment		-	-
Closing balance at December 31		<u>5,895,073,654</u>	<u>6,404,907,631</u>
10.6b JICA financing under REDP (Credit # P 90)			
Opening balance at January 01		3,728,429,439	3,718,249,038
Add: Drawdown made during the year		-	10,180,929
		<u>3,728,429,439</u>	<u>3,728,429,967</u>
Less: Repayment made during the year		-	(528)
Add: Fair value adjustment		-	-
Closing balance at December 31		<u>3,728,429,439</u>	<u>3,728,429,439</u>
10.7 BB Financing under BKEI project			
Opening balance at January 01		422,105,272	422,105,272
Add: Drawdown made during the year		-	-
		<u>422,105,272</u>	<u>422,105,272</u>
Less: Repayment made during the year		(27,841,517)	-
Less: Fair value adjustment		-	-
Closing balance at December 31		<u>394,263,755</u>	<u>422,105,272</u>
10.8 AFD Financing under CBD 1026-1-W			
Opening balance at January 01		519,273,000	-
Add: Drawdown made during the year		679,819,000	519,273,000
		<u>1,199,092,000</u>	<u>519,273,000</u>
Less: Repayment made during the year		(19,292,000)	-
Closing balance at December 31		<u>1,179,800,000</u>	<u>519,273,000</u>
10.9 BB Financing under IPFF-II Project			
Opening balance at January 01		480,374,794	-
Add: Drawdown made during the year		12,808,091	480,374,794
		<u>493,182,885</u>	<u>480,374,794</u>
Less: Repayment made during the year		(68,997)	-
Closing balance at December 31		<u>493,113,888</u>	<u>480,374,794</u>



Notes to the financial statements (continued)

in Taka	Note	2021	2020
10.10 Maturity-wise grouping			
On demand		-	-
Upto one month		-	-
More than one month but less than three months*		1,270,813,782	1,220,946,247
More than three months but less than six months*		2,022,791,583	1,960,602,762
More than six months but less than one year*		5,846,619,678	3,995,649,512
More than one year but less than five years*		31,445,515,559	29,698,370,468
More than five years but less than ten years*		30,434,029,732	33,925,985,460
More than ten years		10,892,101,657	11,572,658,123
		<u>81,911,871,990</u>	<u>82,374,212,572</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	761,822,925	985,164,437
Provision for income tax	32	1,434,584,285	844,966,332
Employees' gratuity fund	11.2	-	-
Interest suspense account	11.3	356,005,143	476,116,876
Provision for loans and advances	31.2	4,596,040,890	3,611,554,585
Provision for short term investment	31.4	900,000,000	600,000,000
Grant fund received from development partners	11.4	39,991,285	37,034,893
Lease Liability	11.5	12,454,630	10,221,685
Unearned Revenue		4,865,486	3,180,679
Provisions other than loans		16,588,915	29,923,354
		<u>8,122,353,558</u>	<u>6,598,162,842</u>
11.1 Payable and accrued expenses			
Interest payable to GoB	11.1a	359,717,772	298,158,582
REREDP PO's deposit (Loan # 3679)		183,488,065	181,286,240
Initial deposit under REREDP (Loan # IDA - 5158)		73,495,400	182,133,710
Security deposit from POs under NDBMP project		6,686,863	9,055,562
Other payables		53,630,073	61,435,268
SHS maintenance expenses -Disaster		560,020	560,020
Initial deposit under REREDP (Loan # IDA 5514)		19,331,526	177,343,739
Initial deposit under REREDP (Loan # IDA 6202)		16,503,966	45,416,913
Penalty for ICS		2,472,000	2,472,000
Payable under corporate advisory service		-	25,048
Payable to IDCOL Staffs		12,795	148,207
Accrued expenses		1,264,350	1,349,998
Retention HE IDA 6202 ICS		42,512,050	25,532,149
VAT and Tax Payable		72,045	-
Retention from POs under KFW REP program		2,076,000	247,000
		<u>761,822,925</u>	<u>985,164,437</u>
11.1a Interest payable to GoB			
Interest payable to GoB-PPIDF (Credit # 2453 & 2454)	11.1a.1	19,689,806	23,222,289
Interest payable to GoB - REREDP	11.1a.2	10,887,166	8,433,752
Interest payable to GoB - IDB (Credit # 151)		11,319	12,825
Interest payable to GoB - JICA (Credit # P 75 & P 90)		119,690,971	83,165,133
Interest payable to GoB - OCR & SF (Credit # 3045 & 3046)		50,299,152	55,070,123
Interest payable to GoB - OCR & SF (Credit # 3554 & 3555)		147,357,958	102,663,215
Interest payable to GoB - BB BKEI Project		9,311,112	24,906,570
Interest payable to GoB - AFD CBD 1026		1,671,383	684,675
Interest payable to GoB- KfW REP		784,738	-
Interest payable to GoB- IPFF II		14,165	-
		<u>359,717,772</u>	<u>298,158,582</u>
11.1a.1 Interest payable to GoB - PPIDF			
Payable against Credit # 2453 -IEEF		3,714,707	4,067,381
Payable against Credit # 2454 -LIP		15,975,100	19,154,908
		<u>19,689,806</u>	<u>23,222,289</u>
11.1a.2 Interest payable to GoB - REREDP			
Payable against Credit # 4643		138,766	156,078
Payable against Credit #5013		150,199	165,219
Payable against Credit # 5158		8,537,220	6,141,374
Payable against Credit # 5514		181,339	232,713
Payable against Credit # 6202		1,879,641	1,738,368
		<u>10,887,166</u>	<u>8,433,752</u>



Notes to the financial statements (continued)

in Taka	Note	2021	2020
11.2 Employees' gratuity fund			
Opening balance at January 01		-	-
Add: Provision made during the year		11,558,301	52,160,168
		<u>11,558,301</u>	<u>52,160,168</u>
Less:			
Settlement made during the year		11,558,301	52,160,168
Transfer to BoT		-	-
		<u>11,558,301</u>	<u>52,160,168</u>
Closing balance at December 31		<u>-</u>	<u>-</u>
11.3 Interest suspense account			
Opening balance at January 01		476,116,876	283,363,693
Add: Amount transferred to "Interest Suspense" A/c during the year		906,286,711	508,435,871
		<u>1,382,403,587</u>	<u>791,799,564</u>
Less: Transferred to Income during the year		(1,026,398,444)	(190,648,744)
Amount written off during the year		-	(125,033,944)
		<u>356,005,143</u>	<u>476,116,876</u>
11.3.1 Interest suspense account			
Interest on loans and advances		306,820,271	413,916,170
Interest on short-term investment*		49,184,872	62,200,706
		<u>356,005,143</u>	<u>476,116,876</u>
<p>*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 their ongoing liquidity crisis. Therefore, considering the ongoing liquidity crisis and adverse impact of COVID-19 on financial market, interest accrued on FDRs maintained with some of the FIs has been transferred to interest suspense account as per IAS 37.</p>			
11.4 Grant Fund received from development partners			
Opening balance at January 01 (Written Down Value)		37,034,893	45,166,411
Add: Assets received during the year		11,135,706	3,272,238
		<u>48,170,599</u>	<u>48,438,649</u>
Less: Amortization/disposal made during the year		(8,179,314)	(11,403,755)
Closing balance at December 31 (Written Down Value)		<u>39,991,285</u>	<u>37,034,893</u>
Development partner wise disclosures of cumulative grant assets			
Grant assets received from:			
The World Bank		112,203,200	101,067,494
SNV - Netherlands Development Organization		3,644,259	3,644,259
KFW-NDBMP		1,043,007	1,043,007
Total value at cost (a)		<u>116,890,467</u>	<u>105,754,761</u>
Accumulated amortization:			
The World Bank		72,303,983	64,168,814
SNV - Netherlands Development Organization		3,605,359	3,585,603
KFW-NDBMP		989,838	965,451
Total amortization (b)		<u>76,899,180</u>	<u>68,719,868</u>
Written down value (a - b)		<u>39,991,287</u>	<u>37,034,893</u>
11.5 Lease Liability			
Opening Balance as at Jan 01		10,221,685	15,830,705
Add: Addition during the year		9,414,491	-
Less: Adjustment during the year		(7,181,546)	(5,609,020)
Closing Balance as at Dec 31		<u>12,454,630</u>	<u>10,221,685</u>
12 Paid-up Capital			
Authorized capital			
100,000,000 Ordinary shares @ Tk. 100 each		<u>10,000,000,000</u>	<u>10,000,000,000</u>
Issued, subscribed and paid-up capital			
73,800,000 shares @ Taka 100 each		<u>7,380,000,000</u>	<u>7,150,000,000</u>



Notes to the financial statements (continued)

in Taka Note 2021 2020

Details of shareholding position of the company

Name of shareholders	No. of shares as at 31 December 2021	No. of shares as at December 31, 2020	Paid up capital as at December 31, 2021	Paid up capital as at December 31, 2020
Economic Relations Division (ERD), Ministry of Finance, Government of the People's Republic of Bangladesh	73,799,000	71,499,000	7,379,900,000	7,149,900,000
Ms. Fatima Yasmin	450	450	45,000	45,000
Dr. Ahmad Kaikaus	50	50	5,000	5,000
Mr. Abu Hena Md. Rahmatul Muneem	50	50	5,000	5,000
Mr. Abdur Rouf Talukder	50	50	5,000	5,000
Mr. M. Tofazzel Hossain Miah	50	50	5,000	5,000
Dr. Md. Jafar Uddin	-	50	-	5,000
Mr. Tapon Kanti Ghosh	50	-	5,000	-
Mr. Md. Habibur Rahman	50	50	5,000	5,000
Mr. Md. Sahabuddin Patwary	-	50	-	5,000
Mr. Abdul Baki	100	-	10,000	-
Ms. Nihad Kabir	50	50	5,000	5,000
Mr. Abdul Haque	50	50	5,000	5,000
Mr. A. K. M. Nurul Fazal Bulbul	50	50	5,000	5,000
Mr. Mahmood Malik	-	50	-	5,000
	73,800,000	71,500,000	7,380,000,000	7,150,000,000

12.1 Statutory Reserve

As per Bangladesh Bank notice FID(G) 1051/circular 2/10, dated 22 October 1997, IDCOL is exempted from complying with section 9 (Statutory Reserve) of the Financial Institutions Act, 1993. As such, maintenance of a Statutory Reserve is not required for IDCOL.

13 Retained Earnings

Opening Balance as at Jan 01		2,078,874,575	1,852,757,946
Add: Prior year adjustments	13.1	(849,007)	(8,691,018)
Add: Net profit for the year		1,096,733,989	1,534,807,647
Less: Payment of dividend			
- Bonus shares		(230,000,000)	(650,000,000)
- Cash dividend		(230,000,000)	(650,000,000)
Less: Statutory Reserve		-	-
		2,714,759,557	2,078,874,575

13.1 Prior year adjustments

Interest Receivable from First Finance Ltd.	13.1.1	-	8,666,667
Interest Receivable from Prime Finance Ltd.	13.1.1	-	249,167
Reversal of Interest from Government loan	13.1.2	-	69,100
Recovery of interest previously recognized as interest suspense	13.1.3	-	(286,000)
Reversal of salary & allowance	13.1.4	-	(7,916)
Waive of LPC income from SKS LPG	13.1.5	849,007	-
		849,007	8,691,018

13.1.1 Being the recoverability was in question, as per the decision of the BoD, the Company was supposed to derecognize the interest income amounting to BDT 8,666,667 & BDT 249,167 in the case of First Finance Ltd. & Prime Finance Ltd., respectively. The Company corrected during the year as the amount is not material. The interest receivable amount has also been adjusted accordingly.

13.1.2 Previously the company undercharged interest from govt. loan amounting to BDT 69,100 (after netting off with overcharge). The Company made the correction during the year as the amount is not material. Interest from govt. loan amount has also been adjusted accordingly.

13.1.3 Previously the company recognized interest suspense by reducing interest income amounting to BDT 286,000 in the case of FAS Finance Limited and subsequently in 2019 the company collected the same amount from FAS Finance Limited. The company made the correction during the year as the amount is not material. Interest suspense amount has also been adjusted accordingly.

13.1.4 In 2019 the company issued a cheque for salary & allowance which was subsequently cancelled amounting to BDT 7,916. The Company made the correction during the year as the amount is not material. Salary & Allowance amount has also been adjusted accordingly.

13.1.5 In 2020, an amount of Tk. 849,007 was shown as LPC income received from SKS LPG. However, during FY 2021, the Board waived the LPC income resulting in adjustment of the said LPC income from retained earnings.



Notes to the financial statements (continued)

in Taka	Note	2021	2020
14 Income Statement			
Income			
Interest and similar income	15	4,879,535,336	4,201,577,931
Investment income	17	62,001,850	70,350,000
Fees and commission	18	152,537,520	162,126,582
Other Operating income	19	196,588,337	48,127,144
		<u>5,290,663,042</u>	<u>4,482,181,657</u>
Expenses			
Interest on deposits and borrowings	16	913,523,851	777,474,472
Administrative expenses	20-27	236,441,035	289,666,412
Other Operating expenses	29	138,336,166	204,875,937
Depreciation on Assets	28	25,674,807	28,470,286
		<u>1,313,975,859</u>	<u>1,300,487,107</u>
		<u>3,976,687,183</u>	<u>3,181,694,550</u>
15 Interest Income			
Interest on loans and advances	15.1	4,302,483,970	3,866,294,348
Interest on balance with other banks & financial institutes	15.2	577,051,366	335,283,583
		<u>4,879,535,336</u>	<u>4,201,577,931</u>
15.1 Interest Income on loans and advances			
Interest on Infrastructure loan	15.1.1	4,099,564,942	3,668,402,132
Interest on Renewable Energy Project loan	15.1.2	200,449,462	195,428,327
Interest on employee car loan & home loan		2,469,566	2,463,889
		<u>4,302,483,970</u>	<u>3,866,294,348</u>
15.1.1 Interest Income on Infrastructure loan			
Interest income-Infra-LIP		2,415,721,220	2,203,141,576
Interest income-Infra-SMIP (IEEF)		1,208,870,415	1,234,397,541
Interest income-Infra-PPP		474,973,307	230,863,015
		<u>4,099,564,942</u>	<u>3,668,402,132</u>
15.1.2 Interest Income on Renewable Energy Project loan			
Interest on SHS project		-	7,961,210
Interest on Biogas project		5,163,833	7,427,790
Interest on Biogas advance facility		1,164,635	1,163,244
Interest on ICS project		-	22,624
Interest on Other renewable energy project		194,120,994	178,853,459
		<u>200,449,462</u>	<u>195,428,327</u>
15.2 Interest on balance with other bank & FIs			
Interest on short term bank deposit		40,652,211	19,709,663
Interest on fixed deposit	15.2.1	536,150,613	302,667,239
Interest on call money lending		248,542	12,906,681
		<u>577,051,366</u>	<u>335,283,583</u>
15.2.1 Due to the downward trend of the business and liquidity crisis of some NBFIs over the years, there is significant uncertainty about the inflow of economic benefits from interest on FDR. Hence, interest income from some FDR with NBFIs were left aside in computation of interest income on fixed deposit in such cases where it is probable that such income may not flow to the company.			
16 Interest on deposits, borrowings etc.			
Borrowing cost under REREDP	16.1	43,574,022	40,316,940
Borrowing cost under PPIDF	16.2	739,869,310	629,367,687
Borrowing cost under JICA	16.3	70,229,321	73,022,302
Borrowing cost under IPFF II		15,345,399	12,678,793
Borrowing cost under IDB		265,641	298,810
Borrowing cost under BB		20,637,667	21,105,264
Borrowing cost under AFD		17,682,391	684,675
Borrowing cost under KfW		5,920,100	-
		<u>913,523,851</u>	<u>777,474,472</u>
16.1 Borrowing cost under REREDP			
Interest against Credit # 4643		1,161,019	1,299,339
Interest against Credit #5013		1,238,846	1,359,486
Interest against Credit # 5158		29,373,546	28,017,375
Interest against Credit # 5514		4,673,790	5,271,082
Interest against Credit # 6202		6,144,513	4,369,658
Interest against Credit # 6363		746,554	-
Interest against Credit # TF0A7640		235,754	-
		<u>43,574,022</u>	<u>40,316,940</u>



Notes to the financial statements (continued)

<i>in Taka</i>	Note	2021	2020
16.2 Borrowing cost under PPIDF			
Borrowing cost under PPIDF (Credit # 2453 & 2454)	16.2.1	71,357,743	116,101,994
Borrowing cost under PPIDF II (Credit # 3045 & 3046)	16.2.2	176,630,693	227,643,735
Borrowing cost under PPIDF III (Credit #3554 & 3555)	16.2.3	491,880,874	285,621,958
		<u>739,869,310</u>	<u>629,367,687</u>
16.2.1 Borrowing cost under PPIDF (Credit # 2453 & 2454)			
Interest against Credit # 2453 -SMIP (IEEF)		13,100,640	14,281,645
Interest against Credit # 2453 -REP			
Interest against Credit # 2454 -LIP		58,257,103	101,820,349
		<u>71,357,743</u>	<u>116,101,994</u>
16.2.2 Borrowing cost under PPIDF II (Credit # 3045 & 3046)			
Interest against Credit # 3045 - OCR (BDT & USD)		175,339,422	226,275,018
Interest against Credit # 3046 -SF		1,291,271	1,368,717
		<u>176,630,693</u>	<u>227,643,735</u>
16.2.3 Borrowing cost under PPIDF III (Credit # 3554 & 3555)			
Interest against Credit # 3554 - OCR		343,194,451	99,888,892
Interest against Credit # 3554 - OCR USD		123,910,025	181,438,691
Interest against Credit # 3555 - SF		24,776,398	4,294,375
		<u>491,880,874</u>	<u>285,621,958</u>
16.3 Borrowing cost under JICA (Credit # P 75 & P 90)			
Interest against Credit # P 75		32,945,021	35,738,005
Interest against Credit # P 90		37,284,300	37,284,297
		<u>70,229,321</u>	<u>73,022,302</u>
17 Investment income			
Investment income-Pref. Share Inv		62,001,850	70,350,000
		<u>62,001,850</u>	<u>70,350,000</u>
18 Commission, fees, exchange and brokerage			
Fees income from renewable energy project	18.1	1,983,460	395,011
Fees income from infra project	18.2	140,330,731	161,571,571
Income from advisory services		10,223,329	160,000
		<u>152,537,520</u>	<u>162,126,582</u>
18.1 Fees income from renewable energy project			
Fees for GCF Project		1,863,460	-
Enlistment of RE equipment		120,000	395,011
		<u>1,983,460</u>	<u>395,011</u>
18.2 Fees income from infra project			
Participation & arrangement fees		20,131,085	24,590,320
Loan application, processing & documentation fees		1,964,361	1,667,000
Due diligence fees		2,007,250	9,708,800
Commission income		314,518	2,136,828
Commitment charges		2,100,242	14,538,881
Waiver, cancellation & prepayment fees		49,564,651	13,831,305
Upfront fees		34,000,000	71,586,118
Agency & monitoring Fees		30,248,625	23,512,319
		<u>140,330,731</u>	<u>161,571,571</u>
19 Other operating income			
Exchange gain		176,741,817	474,879
Deferred Income (Grant Income)		8,179,319	11,403,755
Others		11,667,201	36,248,510
		<u>196,588,337</u>	<u>48,127,144</u>
20 Salary and allowances			
Salary and allowances		188,002,073	182,315,194
Gratuity		11,502,136	52,160,168
		<u>199,504,209</u>	<u>234,475,362</u>
21 Rent, taxes, insurance, electricity etc.			
Rent		2,664,142	2,435,021
Insurance premium		5,974,650	4,337,869
Electricity & Utilities		801,686	699,714
Holding & Land tax		238,367	238,367
		<u>9,678,845</u>	<u>7,710,971</u>
22 Professional & Legal expenses			
Legal Expenses		1,634,014	558,985
Professional fees	22.1	4,017,577	15,333,046
		<u>5,651,591</u>	<u>15,892,031</u>
22.1 Professional fees			
Consultancy under JICA Projects		4,017,577	15,259,829
Other Professional fees		-	73,217
		<u>4,017,577</u>	<u>15,333,046</u>



Notes to the financial statements (continued)

<i>in Taka</i>	Note	2021	2020
23 Postage, stamp, telecommunication, etc.			
Postage and courier		171,037	129,788
Telephone, Fax and E-mail		<u>3,527,733</u>	<u>2,859,490</u>
		<u>3,698,770</u>	<u>2,989,278</u>
24 Stationery, printing, advertisements, etc.			
Printing and stationeries		2,161,539	2,871,344
Marketing, promotion & Business dev. Exp.		1,995,719	5,323,919
Advertisement		<u>1,334,913</u>	<u>2,042,602</u>
		<u>5,492,170</u>	<u>10,237,866</u>
25 Chief Executive's salary and benefits			
Salary		4,565,100	6,519,000
Allowances		3,593,123	5,461,275
Bonus		123,600	2,060,000
Company's contribution to provident fund		<u>393,260</u>	<u>651,900</u>
		<u>8,675,083</u>	<u>14,692,175</u>
26 Directors' fees			
Honorarium for attending board meetings		2,983,370	2,916,711
Incidental expenses for attending meeting		<u>303,334</u>	<u>298,357</u>
		<u>3,286,704</u>	<u>3,215,068</u>
27 Auditors' fees		<u>453,663</u>	<u>453,663</u>
28 Depreciation and repair of Company's assets			
Depreciation of Company's assets	28.1	15,855,357	20,175,943
Depreciation on Right-of-use asset	28.2	<u>9,819,450</u>	<u>8,294,343</u>
		<u>25,674,807</u>	<u>28,470,286</u>
28.1 Depreciation of Company's assets			
Office space		-	-
Furniture & fixture		4,123,332	4,812,858
Interior decoration		3,561,986	3,649,968
Computer & computer equipment		1,816,424	4,829,240
Other office equipment		3,996,479	2,924,951
Software		-	525,481
Vehicle		<u>2,357,136</u>	<u>3,433,445</u>
		<u>15,855,357</u>	<u>20,175,943</u>
28.2 Depreciation on Right-of-use asset			
Rented Office Space		<u>9,819,450</u>	<u>8,294,343</u>
		<u>9,819,450</u>	<u>8,294,343</u>
29 Other operating expenses			
AGM and Other Meeting expenses		1,038,268	1,090,066
Bank and other charge		4,488,948	4,433,429
Books and periodicals		1,087,659	156,462
Car Maintenance -reimbursement		11,702,000	9,994,501
Conveyance and travelling expense		1,197,163	3,725,565
Corporate advisory service expense		113,142	-
Credit rating expenses		268,750	268,750
CSR activities expenses		4,650,000	3,497,157
Entertainment		2,162,412	1,968,991
Fees to regulatory authorities		593,343	31,579
IT & Automation expense		409,372	606,111
Leave Fare Assistance		9,462,061	8,479,347
Lease Interest Expense		168,106	213,604
Litigation Cost & Court fees		183,602	1,197,633
Maintenance and utility of UTC building		2,109,568	2,014,852
Monitoring Exp		1,248,184	1,351,853
Office supplies and maintenance		2,339,535	2,625,855
Operations and logistics		1,527,625	1,248,840
Operating loss on recovery of IDCOL SPF forfeiture account		-	98,921
Other office expenses		263,088	420,588
Pmt to Intern & Adhoc Employees		30,000	40,000
Provision other than loans	29.1	10,651,888	5,251,661
Recruitment cost		656,608	1,862,105
Repair and maintenance		4,132,679	4,155,949
Retreat and review meeting exp		5,027,368	10,352,370
Seminar, workshop & roadshows		557,004	-
Stamps and duties		18,715	24,299



Notes to the financial statements (continued)

in Taka	Note	2021	2020
29 Other operating expenses (continued)			
SPF, Gratuity Fund and other audit fee		417,600	184,000
Training and exposure visit		186,234	350,150
Tuition fee reimbursement		-	34,000
Vehicle fuel & Maintenance expense		4,003,269	3,125,249
Expenses under TR/KABITA	29.2	<u>67,641,976</u>	<u>136,072,050</u>
		<u>138,336,166</u>	<u>204,876,937</u>
29.1 Provision other than loans			
Provision for expenses		-	-
Provision for other asset		10,411,597	5,251,661
*Provision for off balance sheet items		240,291	-
		<u>10,651,888</u>	<u>5,251,661</u>
<i>*As per Bangladesh Bank DFIM circular no-4 dated 26 July 2021, 1% on off balance sheet item has been kept as provision during FY 2021.</i>			
29.2 Operating Expenses under TR/KABITA			
Salary & Allowances		44,872,646	86,076,517
Physical verification expenses		19,271,121	18,992,496
Advertisement and promotion		-	2,919,740
Monitoring expenses		98,900	5,854,382
Technical audit		-	3,200,000
Meeting & Entertainment expenses		755,032	978,899
Travelling & conveyance		213,921	7,878,340
Operation & logistics		2,430,356	10,171,676
		<u>67,641,976</u>	<u>136,072,050</u>
30 Charges on loan losses		<u>-</u>	<u>-</u>
31 Provision for loans and advances and short term investment			
Provision for loans and advances	31.2	4,596,040,890	3,611,554,585
Provision for short-term investment	31.4	900,000,000	600,000,000
		<u>5,496,040,890</u>	<u>4,211,554,585</u>
Opening balance at January 01		4,211,554,585	4,493,783,130
Provision made for the year		1,382,699,029	1,086,046,191
Provision released during the year		(58,049)	(314,485,872)
Provision charged during the year	31.1	1,382,640,980	771,560,319
Less. Written off/waived		(98,154,676)	(1,053,788,864)
Closing Balance at December 31		<u>5,496,040,890</u>	<u>4,211,554,585</u>
31.1 Break-up of provision made during the year			
General provision		122,216,743	124,363,048
Special provision (as per DFIM circular no.33)		130,195,005	-
Specific provision		830,229,233	(312,802,729)
Voluntary provision on loans and advances		-	650,000,000
Voluntary provision on short term investment		300,000,000	310,000,000
		<u>1,382,640,981</u>	<u>771,560,319</u>
31.2 Provision for loans and advances			
Opening balance at January 01		3,611,554,585	4,203,783,130
Provision made for the year		1,082,699,029	776,046,191
Provision released during the year		(58,049)	(314,485,872)
Provision charged during the year		1,082,640,980	461,560,319
Less. Written off/waived		(98,154,676)	(1,053,788,864)
Closing Balance at December 31	31.3	<u>4,596,040,890</u>	<u>3,611,554,585</u>



Notes to the financial statements (continued)

in Taka	Note	2021	2020
31.3 Break-up of provision for loans and advances			
General provision		940,022,570	817,805,827
Special provision (as per DFIM circular no.33)		130,195,005	-
Specific provision		1,291,368,503	559,293,945
Voluntary provision*		<u>2,234,454,813</u>	<u>2,234,454,813</u>
		<u>4,596,040,890</u>	<u>3,611,554,585</u>

* 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 for short term investment			
Opening balance at January 01		600,000,000	290,000,000
Provision made for the year		300,000,000	310,000,000
Provision released during the year		-	-
Provision charged during the year		<u>300,000,000</u>	<u>310,000,000</u>
Less: Written off/waived		-	-
Closing Balance at December 31		<u>900,000,000</u>	<u>600,000,000</u>

As per the recommendation of Bangladesh Bank, since 2019, IDCOL has been maintaining provision for short-term investment kept in various financial institutions considering their liquidity crisis to mitigate default risk.

32 Provision for income tax			
Opening balance at January 01		844,966,332	977,753,991
Add: Provision made during the year		1,434,584,285	844,966,332
Add: Provision made for FY 2020 (AY 2021-22)		<u>50,013,578</u>	-
		2,329,564,195	1,822,720,323
Less: Settlement of previous year's tax liabilities		<u>894,979,910</u>	<u>977,753,991</u>
Closing balance at December 31		<u>1,434,584,285</u>	<u>844,966,332</u>
Tax expenses			
Deferred tax (income)/ expense	9.5	5,560,056	758,071
Current tax expense		1,434,584,285	844,966,332
Prior year tax		<u>57,167,873</u>	<u>29,602,181</u>
		<u>1,497,312,214</u>	<u>875,326,584</u>

Reconciliation of effective tax rate

	2021		2020	
	Taka	%	Taka	%
Tax on profit before taxes	1,037,618,481	40.00%	964,053,693	40.00%
<u>Adjustment of tax effect for</u>				
Provision for non-deductible expenses	940,651,908	36.26%	523,033,186	21.70%
Adjustment/provision released during the year	(514,370,737)	-19.83%	(154,413,075)	-6.41%
Tax on investment income	12,400,370	0.48%	14,070,000	0.58%
Adjustment for loan write off during the year	(41,715,737)	-1.61%	(500,999,693)	-20.79%
Other adjustments (net)	-	0.00%	(777,778)	-0.03%
Effective tax rate	<u>1,434,584,285</u>	<u>55.30%</u>	<u>844,966,332</u>	<u>35.06%</u>

33 Earnings Per Share (EPS)

<u>Profit attributable to ordinary shareholders</u>			
Net profit for the year		<u>1,096,733,989</u>	<u>1,534,807,647</u>
<u>Ordinary shares at January 01</u>			
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
Bonus shares issued during 2020		6,500,000	6,500,000
Bonus shares issued during 2021		<u>2,300,000</u>	<u>2,300,000</u>
Total number of shares at December 31-Restated		<u>73,800,000</u>	<u>73,800,000</u>
<u>Weighted average number of ordinary shares</u>			
		<u>73,800,000</u>	<u>73,800,000</u>
Earnings per share			
		<u>14.86</u>	<u>20.80</u>



Notes to the financial statements (continued)

in Taka Note 2021 2020

Earnings Per Share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares outstanding as of 31 December 2021 as per International Accounting Standard (IAS)-33. According to IAS-33, EPS for the period ended 31 December 2020 was restated for the issues of bonus shares (for 2020) in 2021.

34 Net Asset Value (NAV) Per Share

Net Asset (Total asset - Total liabilities) (A)	10,094,759,557	9,228,874,575
Weighted average number of ordinary shares (B)	<u>73,800,000</u>	<u>73,800,000</u>
NAV per share (A/B)	<u>136.79</u>	<u>125.05</u>

Since the Company has issued 2,300,000 bonus shares of Tk. 100 each during the year 2021, 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 2021 and 2020 has been based on the new number of shares of 73,800,000. Before adjusting the bonus share NAV of 2020 was Tk.129.08 per share.

35 Net Operating Cash Flows Per Share (NOCFPS)

Net cash flows from operating activities (A)	6,928,286,608	(8,612,050,466)
Total number of ordinary shares outstanding (B)	<u>73,800,000</u>	<u>73,800,000</u>
Net operating cash flows per share (NOCFPS) (A/B)	<u>93.88</u>	<u>(116.69)</u>

Since the Company has issued 2,300,000 bonus shares of Tk. 100 each during the year 2021, weighted average number of shares outstanding for the NOCFPS computation has been retrospectively adjusted for the effect of the bonus issue. As such the NOCFPS calculation for 2021 and 2020 has been based on the new number of shares of 73,800,000. Before adjusting the bonus share NOCFPS of 2020 was Tk. (155.61) per share.

36 Debt Service Coverage Ratio (DSCR)

Profit/(Loss) before provision & Tax	3,976,687,184	3,181,694,550
Depreciation and repair of Company's assets	28 25,674,807	28,470,286
Interest on deposits, borrowings etc	16 913,523,851	777,474,472
Realization during the year	7.1 <u>10,366,820,991</u>	<u>11,330,232,266</u>
Cash Available for Debt Service (CADS) (A)	<u>15,282,706,833</u>	<u>15,317,871,574</u>
Interest Payment	16 913,523,851	777,474,472
Principal Payment (Repayment made during the year)	<u>4,005,912,632</u>	<u>3,772,331,690</u>
Debt Service (B)	<u>4,919,436,483</u>	<u>4,549,806,162</u>
Debt Service Coverage Ratio (DSCR) (A/B)	<u>3.11</u>	<u>3.37</u>

37 Events after the reporting period

Proposed dividend: The Board of Directors in its 292nd meeting held on 6 June 2022 has recommended cash dividend @ 6.78% i.e., Tk. 6.78 per ordinary share amounting Tk. 500,000,000 and stock dividend @ 6.78% i.e. 0.0678 bonus share for every ordinary shares held amounting Tk. 500,000,000 for the year ended 31 December 2021 for placement before the shareholders for approval on 25th AGM of the Company.

38 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 2021 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	19,181,275	-	3,121,094	16,060,181

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 2021, loans amounting to Tk. 16,060,181 are outstanding with the Deputy CEO & CFO and the Head of Renewable Energy Investment.



Notes to the financial statements (continued)

in Taka	Note	2021	2020
39 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 appealed before the Appellate Tribunal of the board and the honorable tribunal has set aside and annulled all the claims demanded by the VAT authority vide order no. "নথি নং-সিইডিটি/কেইস (ভ্যাট)-১৯৯/১৮ তারিখঃ ০২/০৭/২০২০". In this order the honorable tribunal has also instructed the commissioner, customs, excise & VAT Commissionerate, Dhaka (South) to reassess the VAT by giving opportunities to all the relevant parties. Accordingly a committee has been formed by the commissioner, customs, excise & VAT Commissionerate, Dhaka (South) office vide letter no. নথি নং-৪/মুসক/৮ (২৮) করফাকি/বিচার/১৮/৯৩৪ (০৭), তারিখ ৭/১২/২০২০ including various relevant officers in order to reassess the VAT claim and settle the issue.			
40 Accumulated movement of funds under projects			
Fund inflow			
<u>Long term loans</u>			
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>
<u>Grants received for project implementation</u>			
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 KfW under RE program*		611,234,900	14,317,275
Grant from GIZ under solar program		1,075,300,229	1,075,300,229
Grant provided under JICA-REDP		172,980,423	172,980,423
Grant provided under JICA-EE& EC		220,065,163	197,345,726
Grant provided under ADB-PPIDF		256,712,855	256,712,855
Grant provided WB under USAID		512,818,301	512,818,301
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		171,120,011	136,337,055
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)		461,110,891	402,883,041
Grant received under IDA 6202 (HE)		1,311,309,198	722,181,726
Grant received from AFD		19,327,300	-
Grant received under GCF Trust Fund # 0B4774		115,000,000	-
Grant received under SREP TF0A7640		10,000,000	-
Grant from KfW under NDBMP		520,094,670	520,094,670
		<u>14,138,853,992</u>	<u>12,692,751,353</u>
<u>Principal repayment and interest received from projects</u>			
Principal repaid by the projects financed under PSIDP		6,694,860,108	6,694,860,108
Principal repaid by the projects financed under REREDP		3,612,632,050	3,610,430,224
Interest paid by the projects financed under PSIDP		6,888,299,083	6,888,299,083
Interest paid by the projects financed under REREDP		1,327,910,160	1,327,910,160
		<u>18,523,701,401</u>	<u>18,521,499,575</u>
Interest from bank accounts		64,647,480	62,464,091
Exchange gain from bank accounts		25,537,120	-
		<u>42,943,327,200</u>	<u>41,467,302,226</u>
Fund outflow			
<u>Loans and advances</u>			
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>



Notes to the financial statements (continued)

<i>in Taka</i>	Note	2021	2020
<u>Grants utilized for project implementation:</u>			
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
KfW grants used for project under REP		611,234,900	14,317,275
GIZ grants provided to POs under solar program		902,664,924	902,664,924
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	171,083,341
JICA grants used for project under EE & EC		220,186,335	197,466,898
USAID grants provided to POs under REREDP		425,256,649	425,256,649
USAID grants used for project under REREDP		87,561,652	87,561,652
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 AFD		622,144,256	622,144,256
Grants provided to POs under IDA 5158 (HE)		271,318,594	271,318,594
Grants used for project under IDA 5158 (HE)		382,416,445	382,416,445
Grants used for project under IDA 5158 (AE)		366,255,360	366,255,360
Grants used for project under IDA 5514 (AF)		252,670,721	194,442,871
Grants Provided to POs under IDA 6202 (HE)		663,823,538	415,614,011
Grants used for project under IDA 6202 (HE)		392,414,211	76,434,782
Grants used for project under TA0A7640		3,380,839	-
Grant used under GCF Trust Fund # 0B4774		-	-
Grants provided to POs under SREPGen		171,120,011	108,540,278
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>13,895,624,539</u>	<u>12,587,610,099</u>
<u>On lending by IDCOL from reflows:</u>			
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		4,909,357,862	4,622,785,100
Refund, tax and charges		70,819,592	68,973,432
Balance at bank	40.4	2,448,551,299	2,568,959,686
		<u>42,943,327,200</u>	<u>41,467,302,225</u>
40.1 Movement during the year			
Fund inflow			
<u>Long term loans:</u>			
Loan from IDA under PSIDP		-	-
Loan from IDA under REREDP		-	-
Loan from KfW under solar program		-	-
Loan from KfW under NDBMP		-	-
		<u>-</u>	<u>-</u>
<u>Grants received for project implementation:</u>			
Grant from World Bank (GEF, IDA, GPOBA) under REREDP		-	-
Grant from KfW under solar program		-	-
Grant from KfW under RE program*		596,917,625	12,520,249
Grant from GIZ under solar program		-	-
Grant provided under JICA-REDP		-	43,650,923
Grant provided under EE & EC		22,719,437	-
Grant provided under ADB-PPIDF		-	-
Grant provided WB under USAID		-	-
Grant provided WB under BCCRF		-	-
Grant provided by DFID		-	-
Grant provided by SREPGen		34,782,956	28,232,648
Grant received under IDA 5158 (HE)		-	-
Grant received under IDA 5158 (AE)		-	-
Grant received under IDA 5514 (AF)		58,227,850	75,987,114
Grant received under IDA 6202		589,127,472	368,817,961
Grant received from AFD		19,327,300	-
Grant received under GCF Trust Fund # 0B4774		115,000,000	-
Grant received under SREP TF0A7640		10,000,000	-
Grant from KfW under NDBMP		-	-
		<u>1,446,102,640</u>	<u>529,208,895</u>



Notes to the financial statements (continued)

<i>in Taka</i>	Note	2021	2020
Principal repayment and interest received from projects:			
Principal repaid by the projects financed under PSIDP		-	-
Principal repaid by the projects financed under REREDP		2,201,826	81,683,238
Interest paid by the projects financed under PSIDP		-	-
Interest paid by the projects financed under REREDP		-	642,802
		<u>2,201,826</u>	<u>82,326,040</u>
Interest from bank accounts		2,183,389	7,707,637
Exchange gain from bank accounts		25,537,120	-
		<u>1,476,024,975</u>	<u>619,242,572</u>
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		-	-
		<u>-</u>	<u>-</u>
Grants utilized for project implementation:			
World Bank (GEF, GPOBA & IDA) grants provided to POs under REREDP		-	-
World Bank (GEF, GPOBA & IDA) grants used for project under REREDP		-	-
KfW grants provided to POs under solar program		-	-
KfW grants used for project under solar program		-	-
KfW grants used for project under REP		596,917,625	12,520,249
GIZ grants provided to POs under solar program		-	-
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		-	43,650,923
JICA grants used for project under EE& EC		22,719,437	-
USAID grants provided to POs under REREDP		-	-
USAID grants used for project under REREDP		-	-
BCCRF grants provided to sponsors under REREDP		-	-
BCCRF grants used for project under REREDP		-	-
DFID grants provided to POs under RE		-	-
DFID grants used for project under RE		-	-
Grants provided to POs under AFD		-	-
Grants provided to POs under IDA 5158 (HE)		-	-
Grants used for project under IDA 5158 (HE)		-	-
Grants used for project under IDA 5158 (AE)		-	-
Grants used for project under IDA 5514 (AF)		58,227,850	12,996,324
Grants Provided to POs under IDA 6202 (HE)		248,209,527	353,209,656
Grants used for project under IDA 6202 (HE)		315,979,429	-
Grants used for project under TA0A7640		3,380,839	-
Grant used under GCF Trust Fund # 0B4774		-	-
Grants provided to POs under SREPGen		62,579,733	-
KfW grants provided to POs under NDBMP		-	-
KfW grants used for project under NDBMP		-	-
KfW grants used for project under NDBMP		-	-
		<u>1,308,014,440</u>	<u>422,377,153</u>



Notes to the financial statements (continued)

in Taka	Note	2021	2020
<u>On lending by IDCOL from reflows:</u>			
Projects financed from reflows under PSIDP		-	-
Projects financed from reflows under REREDP		-	-
Debt service of IDA loans		286,572,762	798,388,706
Refund, tax and charges		1,846,160	7,516,143
Balance at bank		<u>(120,408,387)</u>	<u>(609,039,429)</u>
		<u>1,476,024,975</u>	<u>619,242,572</u>

40.2 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.

40.3 The development partners 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, development partners 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.

40.4 Disclosure for balance at bank accounts maintained under projects (Separately accounted for each project and also audited separately by an independent auditor. Not reflected in the financial statements of the Company except for the disclosures made in this note 40).

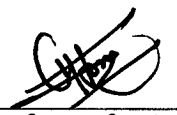



Bangladesh Bank Repayment account in USD under IDA Credit# 2995-BD	2,191,084,988	2,165,547,866
Bangladesh Bank Repayment account in BDT under IDA Credit# 2995-BD	20,523	20,523
Bangladesh Bank Repayment A/c in BDT under IDA Credit# 3679-BD	54,613,319	338,984,255
Commercial Bank of Ceylon account # 2809007305 under SREPGEN	861,139	28,041,977
Janata Bank CONTASA account # 36002256 under IDA 5158 (HE)	-	-
Agrani Bank CONTASA A/C # 0200012858680 under IDA 6202 (HE)	60,928,268	36,365,064
Janata Bank CONTASA A/C # 0100226810247 under GCF Trust Fund #0B4774	115,007,467	-
Janata Bank A/C #0100219078514 under AFD	19,336,964	-
Agrani Bank CONTASA account # 373 under JICA-REDP	-	-
Agrani Bank CONTASA Account #0200015912769 under SREP #TF0A7640	6,698,632	-
Trust Bank SND A/C # 0030-0320000426 under PICO PV program	-	-
	<u>2,448,551,299</u>	<u>2,568,959,686</u>

41 Exchange Rate

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 85.80/USD and BDT 97.3658/EURO prevailing at December 31, 2021 and 84.80/USD and BDT 103.8546/EURO prevailing at December 31, 2020.

42 General

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

Company Secretary Executive Director & CEO Director Director Chairman



Infrastructure Development Company Limited
 Schedule of Loan disbursement from REREDP- II project
 Funded by IDA (Credit # 5158, # 5514 and Credit # 6202)
 For the year ended 31 December 2021

(A) Loan to other RE Projects (Cat-1) under IDA Credit # 5158

SL #	Name of sponsors	2021		2020	
		Plants (Units)	Amount (Taka)	Plants (Units)	Amount (Taka)
1	Bengal Renewable Energy Ltd.	-	-	4	7,425,057
2	Dishari Unnoyon Sangstha	2	3,723,650	-	-
3	Dutch Dairy Ltd.	1	83,150,378	-	-
4	Gazi Renewable Energy Ltd.	138	9,985,555	5	6,312,411
5	KHM Power Ltd.	-	-	13	26,098,800
6	Impressive Greentech Ltd.	-	-	49	18,000,000
7	OASIS Service (Agro) Ltd.	-	-	1	42,337,970
8	PCL Green Energy Ltd.	-	-	4	7,207,340
9	Salek Solar Power Ltd.	72	24,261,054	16	34,450,610
10	SARPV	22	17,546,034	-	-
11	Sun Home Energy Ltd.	11	18,734,882	-	-
12	WAVE Foundation	57	21,545,143	26	56,011,332
	Sub Total (A)	303	178,946,696	118	197,843,520

(B) Loan to other RE Projects (Cat-1) under IDA Credit # 5514

SL #	Name of sponsors	2021		2020	
		Plants (Units)	Amount (Taka)	Plants (Units)	Amount (Taka)
1	Bengal Renewable Energy Ltd.	31	48,307,833	-	-
2	Dutch Dairy Ltd.	-	38,391,964	-	-
3	SARPV	22	13,084,566	-	-
	Sub Total (B)	53	99,784,363	-	-

(C) Loan to other RE Projects (Cat-1) under IDA Credit # 6202

SL #	Name of sponsors	2021		2020	
		Plants (Units)	Amount (Taka)	Plants (Units)	Amount (Taka)
1	Blue Marine Energy Ltd.	-	-	55	14,701,351
2	Gazi Renewable Energy Ltd. (GREL)	-	-	11	21,308,553
3	Npolymer Construction Ltd.	21	30,947,258	11	19,621,000
4	Resource Development Foundation (RDF)	-	-	10	17,658,307
5	Salek Solar Power Ltd.	5	10,926,691	3	6,418,791
6	Solargao Ltd.	-	-	19	41,630,121
7	Sun Home Energy Ltd.	-	2,735,798	-	-
8	WAVE Foundation	-	-	3	6,397,263
9	Western Renewable Energy Ltd.	-	-	118	20,000,000
	Sub Total (C)	26	44,609,747	230	147,735,386
	Grand Total (A+B+C)	382	323,340,806	348	345,578,906

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 SREP project
 Funded by IDA (Credit # 6363 and Credit # TF0A7640)
 For the year ended 31 December 2021

(A) Loan to Rooftop PV projects (Cat-2) under IDA Credit # 6363

SL #	Name of sponsors	2021		2020	
		Plants (Units)	Amount (Taka)	Plants (Units)	Amount (Taka)
1	Snowtex Outerwear Ltd.	-	6,689,829	-	-
2	Paragon Poultry Ltd.	-	22,783,364	-	-
3	Khantex Fashions Ltd.	-	5,411,399	-	-
4	Fakhruddin Textile Mills Ltd.	-	36,408,321	-	-
	Sub Total (A)	-	71,292,913	-	-

(B) Loan for REFF establishment (Cat-1) under Credit # TF0A7640

SL #	Name of sponsors	2021		2020	
		Plants (Units)	Amount (Taka)	Plants (Units)	Amount (Taka)
1	Snowtex Outerwear Ltd.	-	2,112,578	-	-
2	Paragon Poultry Ltd.	-	7,194,747	-	-
3	Khantex Fashions Ltd.	-	1,708,863	-	-
4	Fakhruddin Textile Mills Ltd.	-	11,497,365	-	-
	Sub Total (B)	-	22,513,552	-	-
	Grand Total (A+B)	-	93,806,465	-	-



Infrastructure Development Company Limited
 Schedule of Loan disbursement from PPIDF project
 Funded by ADB (Loan # 3554 & 3555)
 For the year ended 31 December 2021

Refinancing to POs under Renewable Energy Project (Loan # 3555 -Special Operation)					
Sl #	Name of Participating Organizations	2021		2020	
		No. of Plant	Amount (Taka)	No. of Plant	Amount (Taka)
1	Usa Agro and Auto Bricks Ltd.	-	-	-	67,500,000
2	Sympa Solar Power Ltd.	-	111,136,099	-	620,000,000
	Sub Total (A)	-	111,136,099	-	687,500,000

Loan to Large Infrastructure Projects (Loan # 3554 -Ordinary Operation)					
	Name of Sponsor	Amount (USD)	Amount (Taka)	Amount (USD)	Amount (Taka)
1	Robi Axiata Ltd.	-	-	-	4,000,000,000
2	City Seed Crushing Industry Ltd.	-	-	-	1,350,000,000
3	City Edible Oil Ltd.	-	-	-	900,000,000
4	DBL Industrial Park Ltd.	-	-	-	875,000,000
5	Nutan Bidyut (Bangladesh) Ltd.	-	-	3,538,479	300,593,791
6	Nutan Bidyut (Bangladesh) Ltd.	-	-	8,622,278	731,169,174
7	Doreen Hotels & Resorts Ltd.	-	1,000,000,000	-	-
8	DBL Industrial Park Ltd.	-	875,000,000	-	-
	Sub Total (B)	-	1,875,000,000	12,160,757	8,156,762,965
	Grand Total (A+B)	-	1,986,136,099	12,160,757	8,844,262,965



Infrastructure Development Company Limited
 Schedule of Loan disbursement from RED project
 Funded by JICA (Loan # BD-P 75 & 90)
 For the year ended 31 December 2021

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, during the audit.

(A) Disbursement detail under Solar Irrigation program					
SI #	Name of PO	2021		2020	
		Pumps (Units)	Amount (Taka)	Pumps (Units)	Amount (Taka)
	None	-	-	-	-
Sub-total (A)		-	-	-	-

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

(B) Disbursement detail under Solar Minigrid program					
SI #	Name of PO	2021		2020	
		Pumps (Units)	Amount (Taka)	Plants (Units)	Amount (Taka)
	None	-	-	-	-
Sub-total (B)		-	-	-	-
Total under Other Renewable Energy program (A+B)		-	-	-	-

Loan to Energy Efficiency Projects (Loan # JICA BD-P-90)					
(C) Disbursement detail under Infrastructure Project					
SI #	Name of PO	2021		2020	
		Units	Amount (Taka)	Units	Amount (Taka)
1	Meghna Cement Mills Ltd. - Vertical roller mills	-	-	-	196,100,000
2	Snowtex Sportswear Ltd.	-	244,158,067	-	500,000,000
Sub-total (C)		-	244,158,067	-	696,100,000
Grand Total (A+B+C)		-	244,158,067	-	696,100,000



Infrastructure Development Company Limited
 Schedule of Loan disbursement from KfW REP Project
 Funded by KfW
 For the year ended 31 December 2021

(A) Loan for C&I grid-connected PV plants and off-grid RE projects					
SL #	Name of sponsors	2021		2020	
		Plants (Units)	Amount (Taka)	Plants (Units)	Amount (Taka)
1	Libas Textiles Ltd.	-	17,300,000	-	-
2	United Mymensingh Power Ltd.	-	40,945,296	-	-
3	Square Textiles Ltd.	-	118,465,791	-	-
4	K. A. Design Ltd.	-	19,140,101	-	-
5	Paragon Poultry Limited	-	16,870,199	-	-
6	Snowtex Outerwear Ltd.	-	5,281,444	-	-
	Sub Total (A)	-	218,002,831	-	-
	Grand Total (A)	-	218,002,831	-	-



Infrastructure Development Company Limited
 Schedule of Loan disbursement from SUNREF Project
 Funded by AFD
 For the year ended 31 December 2021

(A) Loan to Sponsors for financing of energy efficiency, renewable energy and environmental performance projects					
SL #	Name of sponsors	2021		2020	
		Plants (Units)	Amount (Taka)	Plants (Units)	Amount (Taka)
1	Seven Circle Bangladesh Ltd.	-	1,179,800,000	-	-
	Sub Total (A)	-	1,179,800,000	-	-
	Grand Total (A)	-	1,179,800,000	-	-



Infrastructure Development Company Limited			
Deferred tax assets			
For the year ended 31 December 2021			
Particulars	Carrying amount on balance sheet date	Tax base	Taxable/ (deductible) temporary difference
	Taka	Taka	Taka
Year: 2021			
Fixed assets including land, building, furniture and fixtures	97,608,758	85,498,416	12,110,342
Right of use asset	15,287,781	-	(15,287,781)
Lease Liability	12,454,630	-	12,454,630
Gratuity Provision	-	-	-
General provision other than loans	16,588,915	-	(16,588,915)
Total temporary difference	141,940,084	85,498,416	(7,311,725)
Applicable tax rate			40.0%
Deferred Tax Asset (see note: 9.5) (A)			(2,924,690)
Particulars	Carrying amount on balance sheet date	Tax base	Taxable/ (deductible) temporary difference
	Taka	Taka	Taka
Year: 2020			
Fixed assets including land, building, furniture and fixtures	101,526,178	88,909,940	12,616,238
Right of use asset	14,126,434	-	(14,126,434)
Lease Liability	10,221,685	-	10,221,685
General provision other than loans	29,923,354	-	(29,923,354)
Total temporary difference	155,797,652	88,909,940	(21,211,865)
Applicable tax rate			40.0%
Deferred Tax Asset (see note: 9.5) (B)			(8,484,746)
Movement of Deferred Tax Asset (B-A)			(5,560,056)



Infrastructure Development Company Limited
Schedule of Fixed Assets
as at 31 December 2021

Particulars of Assets	Cost				Rate	Depreciation				Attributable to Asset sold or written off	Written down value as at 31 Dec 2021
	Balance at 1 Jan 2021	Additions	Disposal/ written off	Balance as at 31 Dec 2021		Accumulated at 1 Jan 2021	Charge for the year	Adjustments	Accumulated at 31 Dec 2021		
Office space	19,412,311	-	-	19,412,311	10%	16,335,407	-	-	16,335,407	-	3,076,904
Furniture and fixture	42,206,145	335,812	-	42,541,958	10%	16,786,463	4,123,330	-	20,909,794	-	21,632,164
Interior decoration	23,977,634	-	-	23,977,634	10%	16,385,320	3,561,986	-	19,947,306	-	4,030,328
Computer & computer equipment	32,757,325	1,271,330	-	34,028,655	25%	28,861,683	1,816,419	-	30,678,102	-	3,350,553
Other office equipment	31,771,166	10,330,794	-	42,101,960	10%	12,246,642	3,996,480	-	16,243,123	-	25,858,837
Software	6,191,420	-	-	6,191,420	10%-50%	6,191,420	-	-	6,191,420	-	-
Vehicle	59,660,526	-	-	59,660,526	20%	37,775,393	2,357,141	-	40,132,534	-	19,527,992
Land	20,131,980	-	-	20,131,980	0%	-	-	-	-	-	20,131,980
Balance as on 31 Dec 2021	236,108,507	11,937,936	-	248,046,443		134,582,329	15,855,357	-	150,437,685	-	97,608,758
Balance as on 31 Dec 2020	227,930,946	8,177,561	-	236,108,507		114,406,386	20,175,943	-	134,582,329	-	101,526,178
Right-of-use assets											
Office Space (Rent)	28,956,361	10,980,797	-	39,937,158		14,829,927	9,819,450	-	24,649,377	-	15,287,781
Balance as on 31 Dec 2021	28,956,361	10,980,797	-	39,937,158		14,829,927	9,819,450	-	24,649,377	-	15,287,781
Balance as on 31 Dec 2020	28,956,361	-	-	28,956,361		6,535,584	8,294,343	-	14,829,927	-	14,126,434

Company

Particulars of Assets	Cost				Rate	Depreciation				Attributable to Asset sold or written off	Written down value as at 31 Dec 2021
	Balance at 1 Jan 2021	Additions	Disposal/ written off	Balance as at 31 Dec 2021		Accumulated at 1 Jan 2021	Charge for the year	Adjustments	Accumulated at 31 Dec 2021		
Office space	19,412,311	-	-	19,412,311	10%	16,335,407	-	-	16,335,407	-	3,076,904
Furniture and fixture	25,427,869	335,812	-	25,763,682	10%	8,551,358	2,592,899	-	11,144,257	-	14,619,425
Interior decoration	11,802,397	-	-	11,802,397	10%	8,434,855	1,904,113	-	10,338,967	-	1,463,430
Computer & computer equipment	8,026,605	329,035	-	8,355,640	25%	6,498,744	711,148	-	7,209,892	-	1,145,748
Other office equipment	9,714,145	137,383	-	9,851,528	10%	3,721,918	746,509	-	4,468,426	-	5,383,101
Software	2,117,749	-	-	2,117,749	10%-50%	2,117,749	-	-	2,117,749	-	-
Vehicle	33,720,690	-	-	33,720,690	20%	20,202,432	1,721,375	-	21,923,807	-	11,796,883
Land	20,131,980	-	-	20,131,980	0%	-	-	-	-	-	20,131,980
Balance as on 31 Dec 2021	130,353,746	802,230	-	131,155,976		65,862,463	7,676,043	-	73,538,506	-	57,617,471
Balance as on 31 Dec 2020	125,448,423	4,905,323	-	130,353,746		57,090,275	8,772,188	-	65,862,463	-	64,491,283



Infrastructure Development Company Limited
Schedule of Fixed Assets
as at 31 December 2021

Annexure - H

The World Bank

Particulars of Assets	Cost				Rate	Depreciation				Attributable to Asset sold or written off	Written down value as at 31 Dec 2021
	Balance at 1 Jan 2021	Additions	Disposal/ written off	Balance as at 31 Dec 2021		Accumulated at 1 Jan 2021	Charge for the year	Adjustments	Accumulated at 31 Dec 2021		
Office space	-	-	-	-	10%	-	-	-	-	-	-
Furniture and fixture	14,685,526	-	-	14,685,526	10%	6,154,330	1,525,617	-	7,679,946	-	7,005,580
Interior decoration	12,175,237	-	-	12,175,237	10%	7,950,465	1,657,873	-	9,608,338	-	2,566,899
Computer & computer equipment	23,339,203	942,295	-	24,281,498	25%	20,971,423	1,105,271	-	22,076,694	-	2,204,804
Other office equipment	21,252,799	10,193,411	-	31,446,210	10%	7,844,741	3,210,645	-	11,055,386	-	20,390,825
Software	3,674,893	-	-	3,674,893	10%-50%	3,674,893	-	-	3,674,893	-	-
Vehicle	25,939,836	-	-	25,939,836	20%	17,572,960	635,766	-	18,208,726	-	7,731,110
Land	-	-	-	-	0%	-	-	-	-	-	-
Balance as on 31 Dec 2021	101,067,494	11,135,706	-	112,203,200		64,168,811	8,135,172	-	72,303,983	-	39,899,217
Balance as on 31 Dec 2020	97,795,257	3,272,238	-	101,067,494		53,533,379	10,635,432	-	64,168,811	-	36,898,683

SNV-Netherlands Development Organisation

Particulars of Assets	Cost				Rate	Depreciation				Attributable to Asset sold or written off	Written down value as at 31 Dec 2021
	Balance at 1 Jan 2021	Additions	Disposal/ written off	Balance as at 31 Dec 2021		Accumulated at 1 Jan 2021	Charge for the year	Adjustments	Accumulated at 31 Dec 2021		
Office space	-	-	-	-	10%	-	-	-	-	-	-
Furniture and fixture	2,092,750	-	-	2,092,750	10%	2,080,775	4,815	-	2,085,591	-	7,159
Interior decoration	-	-	-	-	10%	-	-	-	-	-	-
Computer & computer equipment	537,916	-	-	537,916	25%	537,916	-	-	537,916	-	-
Other office equipment	614,815	-	-	614,815	10%	568,133	14,941	-	583,074	-	31,741
Software	398,778	-	-	398,778	10%-50%	398,778	-	-	398,778	-	-
Vehicle	-	-	-	-	20%	-	-	-	-	-	-
Land	-	-	-	-	0%	-	-	-	-	-	-
Balance as on 31 Dec 2021	3,644,259	-	-	3,644,259		3,585,603	19,756	-	3,605,359	-	38,901
Balance as on 31 Dec 2020	3,644,259	-	-	3,644,259		2,926,002	659,600	-	3,585,603	-	58,656



Infrastructure Development Company Limited
Schedule of Fixed Assets
as at 31 December 2021

Annexure - H

KFW

Particulars of Assets	Cost				Rate	Depreciation				Attributable to Asset sold or written off	Written down value as at 31 Dec 2021
	Balance at 1 Jan 2021	Additions	Disposal/ written off	Balance as at 31 Dec 2021		Accumulated at 1 Jan 2021	Charge for the year	Adjustments	Accumulated at 31 Dec 2021		
Office space	-	-	-	-	10%	-	-	-	-	-	-
Furniture and fixture	-	-	-	-	10%	-	-	-	-	-	-
Interior decoration	-	-	-	-	10%	-	-	-	-	-	-
Computer & computer equipment	853,600	-	-	853,600	25%	853,600	-	-	853,600	-	-
Other office equipment	189,407	-	-	189,407	10%	111,851	24,386	-	136,237	-	53,170
Software	-	-	-	-	10%-50%	-	-	-	-	-	-
Vehicle	-	-	-	-	20%	-	-	-	-	-	-
Land	-	-	-	-	0%	-	-	-	-	-	-
Balance as on 31 Dec 2021	1,043,007	-	-	1,043,007		965,451	24,386	-	989,837	-	53,170
Balance as on 31 Dec 2020	1,043,007	-	-	1,043,007		856,729	108,723	-	965,451	-	77,556

