

Auditors Report and Audited Financial Statements
of
GSP Finance Company (Bangladesh) Limited
For the year ended December 31, 2022



MALEK SIDDIQUI WALI
CHARTERED ACCOUNTANTS

Independent Auditor's Report

To the shareholders of GSP Finance Company (Bangladesh) Ltd. Report on the audit of the consolidated and separate financial statements

Opinion

We have audited the consolidated financial statements of GSP Finance Company (Bangladesh) Ltd. as well as the separate financial statements of GSP Finance Company (Bangladesh) Ltd. (the "Company") which comprise the Consolidated and separate balance sheet as at December 31, 2022, the Consolidated and separate the profit and loss account, Consolidated and separate statement of changes in equity and Consolidated and separate cash flow statement for the year then ended, and notes to the Consolidated and separate financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the Company give a true and fair view of the balance sheet of the Group and the separate balance sheet of the Company as at 31 December 2022, and of its profit and loss accounts and its consolidated cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and comply with the Financial Institutions Act, 1993, the Rules and Regulations issued by the Bangladesh Bank, the Companies Act, 1994 and other applicable Laws and Regulations.

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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter Paragraph

1. The company has significant investment in the TDR in Premier Leasing & Finance Ltd and FAS Finance Limited of Tk. 138,700,000 and Tk. 13,570,247 respectively. According to honorable High Court order the company is receiving money from Premier Leasing & Finance Ltd on monthly basis.
2. At the year ended, the company's non-performing (classified) loan stood at TK. 582.27 crore which requires to make the loan provision of TK. 375.37 crore. Out of which, TK 115.34 crore has been accounted for as loan provision. The shortfall of loan loss provision of TK. 260.03 crore for classified loan of the company is under deferral scheme of Bangladesh Bank vide letter number DFIM (C) 1054/28/2023-2697 dated: August 07, 2023. (Please see the note number: 14.2 for details.)

Our opinion is not qualified in respect to these matters.

Other Matter:

1. The company has maintained provision for Employees Gratuity Fund of Tk. 8,800,000 at the year-end by making provision for eligible employees. IAS 19 required to carry out actuarial valuation of the gratuity fund (Defined benefit plan) and distribute the service cost year by year basis. No such study and accounting treatment was taken place as per IAS 19.
2. We observed during our audit that, the company did not make WPPF provision during the year.

Our opinion is not qualified in respect to these matters.

Key audit matters

Risk	Our response to the risk
Measurement of provision for loans and advances <p>The process for estimating the provision for loans and advances portfolio associated with credit risk is significant and complex.</p> <p>For the individual analysis, these provisions consider the estimates of future business performance and the market value of collateral provided for credit transactions.</p> <p>For the collective analysis, these provisions are manually processed that deals with voluminous databases, assumptions and calculations for the provision estimates of complex design and implementation.</p> <p>At year end of 2022 for loans and advances of BDT 1,084,708,073.</p> <p>We have focused on the following significant judgments and estimates which could give rise to material misstatement or management bias:</p> <ul style="list-style-type: none"> Completeness and timing of recognition of loss events in accordance with criteria set out in FID circular no 08, dated 03 August 2002, FID circular no. 03, dated 03 May 2006 and FID circular no.03 dated 29 April 2013; For individually assessed provisions, the measurement of the provision may be dependent on the valuation of collateral, estimates of exit values and the timing of cash flows; Provision measurement is primarily dependent upon key assumptions relating to probability of default, ability to repossess collateral and recovery rates; <p>See note 14.2 of financial statements</p>	
<p>We tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> Tested the credit appraisal, loan disbursement procedures, monitoring and provisioning process; Identification of loss events, including early warning and default warning indicators; Reviewed quarterly classification of loans (CL); <p>Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following:</p> <ul style="list-style-type: none"> Reviewed the adequacy of the companies general and specific provisions; Assessed the methodologies on which the provision amounts based, recalculated the provisions and tested the completeness and accuracy of the underlying information; Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines. 	

<p>Measurement of deferred tax</p> <p>In 2022, the Company reports net deferred tax liabilities (DTL) amounted to BDT 17,215,991</p> <p>Significant judgment is required in relation to deferred tax assets/liabilities as their recoverability is dependent on forecasts of future profitability over a number of years.</p>	<p>We obtained an understanding, evaluated the design and tested the operational effectiveness of the Group's key controls over the recognition and measurement of DTLs and the assumptions used in estimating the Group's future taxable income.</p> <p>We also assessed the completeness and accuracy of the data used for the estimations of future taxable income.</p> <p>We involved tax specialists to assess key assumptions, controls, recognition and measurement of DTL's.</p> <p>Finally assessed the appropriateness and presentation of disclosures against IAS 12 Income Tax.</p> <p>See note 14.5 to the financial statements</p>
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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. We have not been provided the Director's report and other information contained within the annual report except the financial statements to the date of our auditor's report. We expect to obtain the remaining reports of the Annual report after the date of our auditor's report. Management is responsible for the other information.

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.

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

Responsibilities of management and those charged with governance for the consolidated and separate financial statements and internal controls

Management is responsible for the preparation and fair presentation of the consolidated and separate financial statements of the Group and also separate 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. The Financial Institutions Act, 1993 and the Bangladesh Bank guidelines require the management to ensure effective internal audit, internal control and risk management functions of the Company. The management is also required to make a self assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and 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 Group's and the Company's financial reporting process.

Auditor's responsibilities for the audit of the consolidated and separate financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate 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 consolidated and separate financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- 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 Group's and 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 consolidated and separate 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 Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate 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 entities or business activities within the Group to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the Company's audit. We remain solely responsible for our audit opinion.

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

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

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

Report on other legal and regulatory requirements

In accordance with the Companies Act, 1994, the Securities and Exchange Rules, 1987, 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 account as required by law have been kept by the Company so far as it appeared from our examination of those books;
- (iii) The consolidated balance sheet and consolidated 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 and payments made were for the purpose of the Company's business for the year;
- (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) statement sent to Bangladesh Bank have been checked on sample basis and no inaccuracy has come to our attention;
- (x) taxes and duties were collected and deposited in the Government treasury by the Company as per Government instructions 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, and effective measures have been taken to prevent possible material fraud, 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 found satisfactory;
- (xv) we have reviewed over 80% of the risk weighted assets of the Group & Company and we have spent around 920 person hours for the audit of the books and accounts of the Company;
- (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 the Financial Institutions Act, 1993 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.
- (xix) The company have revalued the land and building during the year and nothing was appeared to us unreasonable.

Malek Siddiqui Wali, Chartered Accountants



Md. Waliullah, FCA

Enrolment No: 0247

Dated, Dhaka

December 6, 2023

Data Verification Code (DVC) No:

2312070247AS307940

GSP FINANCE COMPANY (BANGLADESH) LIMITED
CONSOLIDATED BALANCE SHEET
AS AT DECEMBER 31, 2022

	Notes	Amount in Taka	
		2022	2021
PROPERTY AND ASSETS			
Cash		18,651,362	16,556,205
In hand (including foreign currencies)	3.1(a)	100,812	150,226
Balance with Bangladesh Bank and its agents bank(s) (including foreign currencies)	3.2(a)	18,550,550	16,405,979
Balance with other banks and financial institutions	4(a)	210,578,538	385,768,675
In Bangladesh		210,578,538	385,768,675
Outside Bangladesh		-	-
Money at call and short notice	5(a)	-	-
Investments	6(a)	476,074,513	498,323,874
Government		-	-
Others		476,074,513	498,323,874
Leases, loans and advances	7(a)	8,740,221,891	7,816,747,276
Bills purchased and discounted	8(a)	-	-
Fixed assets including premises, furniture and fixtures	9(a)	2,148,406,068	974,001,734
Other Assets	10(a)	200,804,637	191,014,684
Non-business assets	11	-	-
Total Assets		11,794,737,009	9,882,412,448
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from banks, other financial institutions and agents:	12(a)	1,645,107,314	1,680,347,117
Deposits and other accounts	13(a)	2,002,944,839	1,925,199,905
Current deposits		-	-
Bills payable		-	-
Savings deposits		-	-
Term deposits		2,002,944,839	1,925,199,905
Bearer certificate of deposit		-	-
Other deposits		-	-
Other liabilities	14(a)	3,783,476,565	2,922,682,271
Total Liabilities		7,431,528,718	6,528,229,293
Capital / Shareholders' Equity			
Paid up capital	15.2	1,570,685,850	1,570,685,850
Statutory reserve	16	554,818,003	554,818,003
Other reserve	17	2,096,001,242	916,689,624
Retained earnings:			
Retained earnings balance	18(a)	141,703,143	311,989,621
Total equity attributable to equity holders of the company		4,363,208,238	3,354,183,098
Non-controlling interest		53	57
Total liabilities and Shareholders' equity		11,794,737,009	9,882,412,448

OFF-BALANCE SHEET ITEMS :

Contingent liabilities

Acceptances and endorsements
Letter of guarantee
Irrevocable letter of credit
Bills for collection
Other contingent liabilities

18.1

Amount in Taka	
2022	2021

-	-
-	-
-	-
-	-
-	-

Other commitments

Documentary credits and short term trade and 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
Others

18.2

-	-
-	-
-	-
-	-
-	-

Total off-balance sheet items including contingent liabilities

Net Assets Value (NAV) per share

-	-
27.78	21.35

The accompanying notes form an integral part of these financial statements.


Company Secretary

Signed as per our annexed report of even date


Director


Managing Director & CEO (CC)

Malek Siddiqui Wali, Chartered Accountants

Dated, Dhaka
December 6, 2023
Data Verification Code (DVC) No:


Md. Waliullah, FCA
Enrolment No. 0247

2312070247AS307940

**GSP FINANCE COMPANY (BANGLADESH) LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2022**

		Amounts in Taka	
		2022	2021
	Notes		
Interest income from leases, loans and advances	20(a)	867,897,912	878,223,677
Interest expenses on borrowings, deposits, etc	21(a)	(352,001,911)	(395,689,480)
Net interest income		515,896,001	482,534,197
Investment income	22(a)	36,831,689	100,652,195
Commission, exchange and brokerage	23(a)	5,022,419	7,014,716
Other operating income	24(a)	38,085,966	35,857,980
Total operating income		595,836,075	626,059,088
Salary and allowances	25(a)	38,805,292	31,646,962
Rent, taxes, insurance, electricity, etc.	26(a)	1,524,257	1,596,560
Legal expenses	27(a)	550,752	170,000
Postage, stamp, telecommunication, etc.	28(a)	631,438	635,042
Stationery, printing, advertisements, etc.	29(a)	1,428,461	1,397,376
Managing Director's salary and allowances	30(a)	5,718,493	5,128,333
Directors' fees	31(a)	616,000	704,000
Audit fees	32(a)	253,000	218,500
Charges on loan losses		-	-
Depreciation and repairs of company's assets	33(a)	5,605,347	4,418,793
Other operating expenses	34(a)	6,399,672	7,308,393
Total operating expenses		61,532,712	53,223,959
Profit before provision		534,303,364	572,835,130
Provision for leases, loans and advances & investments	35(a)	697,551,635	205,969,866
Other provision		-	-
Total provision		697,551,635	205,969,866
Total profit before income tax		(163,248,271)	366,865,264
Provision for income tax			
Current Tax		5,311,415	137,574,473
Deferred tax		1,726,796	2,553,507
Total Provision for income tax	36(a)	7,038,211	140,127,980
Net profit after income tax		(170,286,482)	226,737,284
Attributable to			
Shareholders of the company		(170,286,478)	226,737,279
Non-controlling interest		(4)	5
Retained earnings brought forward from previous year		311,989,621	267,454,135
		141,703,139	494,191,419
Appropriations:			
Statutory reserve	16	-	39,412,172
Dividend paid from Retained earnings for the year 2021		-	142,789,620
		-	182,201,792
Retained earnings carried to the balance sheet	18(a)	141,703,143	311,989,621
Earnings per share	38(a)	(1.08)	1.44

The accompanying notes form an integral part of these financial statements

Company Secretary

Signed as per our annexed report of even date

Director

Managing Director & CEO (CC)

Malek Siddiqui Wali, Chartered Accountants

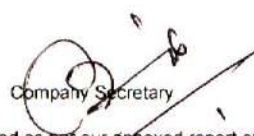
Md. Waliullah, FCA
Enrolment No. 0247

Dated, Dhaka
December 6, 2023
Data Verification Code (DVC) No:

GSP FINANCE COMPANY (BANGLADESH) LIMITED
CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2022

	Amount in Taka	
	2022	2021
Cash flows from operating activities:		
Interest receipt in cash	867,897,912	875,773,663
Interest payment	(352,001,911)	(385,923,737)
Dividend receipts	14,975,024	15,869,329
Commission, Exchange and brokerage	5,022,419	7,014,716
Recoveries of loan previously written-off	-	-
Income taxes paid	(5,328,336)	(4,671,310)
Receipts from other operating activities	54,920,212	120,640,846
Payments for other operating activities	(54,502,563)	(48,990,714)
Cash generated from operating activities before changes in operating assets and liabilities	530,982,757	579,712,793
Increase / decrease in operating assets and liabilities		
Statutory deposit	-	-
Trading securities	-	-
Leases, loans and advances	(923,474,615)	(92,711,811)
Other assets	(9,789,954)	(18,550,013)
Deposit and other accounts	77,744,934	(344,258,766)
Other liabilities on account of customers	-	-
Trading liabilities	-	-
Other liabilities	143,143,747	7,038,400
	(712,375,888)	(448,482,190)
Net cash flow from operating activities	(181,393,130)	131,230,603
Cash flows from investing activities:		
Proceeds from sale of securities	25,909,782	139,402,575
Payments for purchases of securities	(3,660,420)	(90,660,080)
Purchase of fixed assets	(61,550)	(10,126,035)
Proceeds from sale of fixed assets	21,012,200	-
Payment against lease obligation	-	-
Net cash used by investing activities	43,200,012	38,616,460
Cash flows from financing activities:		
Receipts of borrowings from banks, other financial institutions and agents	232,459,567	91,296,159
Repayment of borrowings from banks, other financial institutions and agents	(267,361,430)	(250,237,542)
Receipts against issue of share capital	-	-
Dividend paid in cash	-	-
Net cash flow/used by financing activities	(34,901,863)	(158,941,383)
Net increase / (decrease) in cash and cash equivalents	(173,094,981)	10,905,680
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the year	402,324,880	391,419,200
Cash and cash equivalents at the end of the year	229,229,900	402,324,880
Cash and cash equivalents at the end of the year		
cash in hand (including foreign currencies)	100,812	150,226
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	18,550,550	16,405,979
Balance with banks and other financial institutions	210,578,538	385,768,675
Money at call and short notice	-	-
	229,229,900	402,324,880
Net Operating Cash Flow per share	(1.15)	0.84

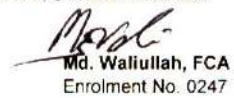
The accompanying notes form an integral part of these financial statements.


 Company Secretary
 Signed as per our annexed report of even date


 Director


 Managing Director & CEO (CC)

Malek Siddiqui Walli, Chartered Accountants


 Md. Waliullah, FCA
 Enrolment No. 0247

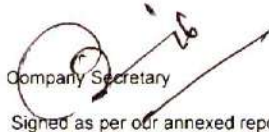
Dated, Dhaka
 December 6, 2023
 Data Verification Code (DVC) No:

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GSP FINANCE COMPANY (BANGLADESH) LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2022

Particulars	Attributable to equity holders of the company					Non-controlling interest (Tk.)	Total equity (Tk.)
	Paid up capital (Tk.)	Capital Reserve (Tk.)	Statutory Reserve (Tk.)	Retained Earnings (Tk.)	Total (Tk.)		
Balance as at January 01, 2021	1,427,896,230	916,689,624	515,405,831	267,454,135	3,127,445,820	52	3,127,445,872
Issue of share Capital	-	-	-	-	-	-	-
Net profit after tax for the year 2021	-	-	-	226,737,279	226,737,279	5	226,737,284
Transferred to statutory reserve	-	-	39,412,172	(39,412,172)	-	-	-
Issue of share Capital	-	-	-	-	-	-	-
Transferred to provision for Tax	-	-	-	-	-	-	-
Dividend paid (2020)	142,789,620	-	-	(142,789,620)	-	-	-
Revaluation of properties	-	-	-	-	-	-	-
Balance as at 31st December 2021	1,570,685,850	916,689,624	554,818,003	311,989,622	3,354,183,099	57	3,354,183,156
Changes in accounting policy	-	-	-	-	-	-	-
Restated balance	1,570,685,850	916,689,624	554,818,003	311,989,622	3,354,183,099	57	3,354,183,156
Surplus/deficit on account of revaluation of properties	-	1,179,311,618	-	-	1,179,311,618	-	1,179,311,618
Surplus/deficit on account of revaluation of investment	-	-	-	-	-	-	-
Issue of share Capital	-	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-	-
Net profit after tax for the year	-	-	-	(170,286,478)	(170,286,478)	(4)	(170,286,482)
Transferred to statutory reserve	-	-	-	-	-	-	-
Balance as at 31st December 2022	1,570,685,850	2,096,001,242	554,818,003	141,703,143	4,363,208,239	53	4,363,208,291

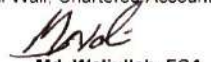
The accompanying notes form an integral part of these financial statements.


Company Secretary
Signed as per our annexed report of even date


Director


Managing Director & CEO (CC)

Malek Siddiqui Wali, Chartered Accountants


Md. Waliullah, FCA
Enrolment No. 0247

Dated, Dhaka
December 6, 2023
Data Verification Code (DVC) No:

2312070247AS307940

GSP FINANCE COMPANY (BANGLADESH) LIMITED
BALANCE SHEET
AS AT DECEMBER 31, 2022

	Notes	Amount in Taka	
		2022	2021
PROPERTY AND ASSETS			
Cash	3	18,632,378	16,522,253
In hand (including foreign currencies)		81,828	116,274
Balance with Bangladesh Bank and its agents bank(s) (including foreign currencies)		18,550,550	16,405,979
Balance with other banks and financial institutions	4	208,243,286	383,746,215
In Bangladesh		208,243,286	383,746,215
Outside Bangladesh		-	-
Money at call and short notice	5	-	-
Investments	6	454,876,200	476,260,301
Government		-	-
Others		454,876,200	476,260,301
		7,268,878,151	6,947,558,002
Leases, loans and advances	7.1	7,268,878,151	6,947,558,002
Bills purchased and discounted	8	-	-
Fixed assets including premises, furniture and fixtures	9	2,145,870,371	970,886,799
Other Assets	10	449,014,396	439,370,056
Non-business assets	11	-	-
Total Assets		10,545,514,782	9,234,343,626
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from banks, other financial institutions and agents:	12	1,645,107,314	1,680,347,117
Deposits and other accounts	13	2,002,944,839	1,925,199,905
Current deposits		-	-
Bills payable		-	-
Savings deposits		-	-
Term deposits		2,002,944,839	1,925,199,905
Bearer certificate of deposit		-	-
Other deposits		-	-
Other liabilities	14	3,093,440,423	2,397,917,481
Total Liabilities		6,741,492,577	6,003,464,503
Capital / Shareholders' Equity		3,804,022,206	3,230,879,123
Paid up capital	15.2	1,570,685,850	1,570,685,850
Statutory reserve	16	554,818,003	554,818,003
Other reserve	17	2,096,001,242	916,689,624
Retained earnings:			
Retained earnings balance	18	(417,482,889)	188,685,646
Total liabilities and Shareholders' equity		10,545,514,782	9,234,343,626

OFF-BALANCE SHEET ITEMS :

Contingent liabilities

Acceptances and endorsements
Letter of guarantee
Irrevocable letter of credit
Bills for collection
Other contingent liabilities

18.1

Amount in Taka	
2022	2021

-	-
-	-
-	-
-	-
-	-
-	-

Other commitments

Documentary credits and short term trade and 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
Others

18.2

-	-
-	-
-	-
-	-
-	-
-	-

Total off-balance sheet items including contingent liabilities

-	-
---	---

Net assets value (NAV) per share

24.22	20.57
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The accompanying notes form an integral part of these financial statements.

Company Secretary
Signed as per our annexed report of even date

Director

Managing Director & CEO (CC)

Dated, Dhaka
December 6, 2023
Data Verification Code (DVC) No: 2312070247AS307940

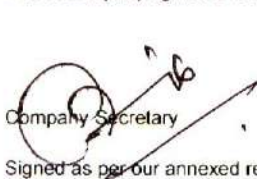
Malek Siddiqui Wali, Chartered Accountants

Md. Waliullah, FCA
Enrolment No. 0247

GSP FINANCE COMPANY (BANGLADESH) LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2022

		Amounts in Taka	
		2022	2021
	Notes		
Interest income from leases, loans and advances	20	267,777,384	744,867,783
Interest expenses on borrowings, deposits, etc	21	(351,992,807)	(395,689,480)
Net interest income		(84,215,423)	349,178,303
Investment income	22	36,626,301	95,472,982
Commission, exchange and brokerage	23	-	-
Other operating income	24	38,021,749	35,784,348
Total operating income		(9,567,373)	480,435,633
Salary and allowances	25	35,882,092	29,455,588
Rent, taxes, insurance, electricity, etc.	26	1,427,214	1,518,145
Legal expenses	27	494,752	150,000
Postage, stamp, telecommunication, etc.	28	630,138	634,473
Stationery, printing, advertisements, etc.	29	1,413,631	1,362,141
Managing Director's salary and allowances	30	4,450,000	4,825,000
Directors' fees	31	440,000	440,000
Audit fees	32	195,500	195,500
Charges on loan losses		-	-
Depreciation and repairs of company's assets	33	4,967,106	3,670,462
Other operating expenses	34	5,521,881	6,655,760
Total operating expenses		55,422,313	48,907,068
Profit before provision		(64,989,686)	431,528,565
Provision for leases, loans and advances & investments	35	534,269,330	112,145,575
Other provision		-	-
Total provision		534,269,330	112,145,575
Total profit before income tax		(599,259,016)	319,382,990
Provision for income tax			
Current Tax	36	5,182,723	119,768,621
Deferred tax	36	1,726,796	2,553,507
Total Provision for income tax		6,909,519	122,322,128
Net profit after income tax		(606,168,535)	197,060,861
Retained earnings brought forward from previous year		188,685,646	173,826,577
		(417,482,889)	370,887,439
Appropriations:			
Statutory reserve	16	-	39,412,172
Dividend paid from Retained earnings		-	142,789,620
		-	182,201,792
Retained earnings carried to the balance sheet	18	(417,482,889)	188,685,646
Earning per share (EPS)	38	(3.86)	1.25


The accompanying notes form an integral part of these financial statements


Company Secretary
Signed as per our annexed report of even date


Director


Managing Director & CEO (CC)

Malek Siddiqui Wali, Chartered Accountants


Md. Waliullah, FCA
Enrolment No. 0247

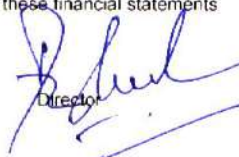

Dated, Dhaka
December 6, 2023
Data Verification Code (DVC) No:

2312070247AS307940

GSP FINANCE COMPANY (BANGLADESH) LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2022

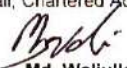
	Amount in Taka	
	2022	2021
Cash flows from operating activities:		
Interest receipt in cash	267,777,384	742,417,769
Interest payment	(326,152,684)	(385,923,737)
Dividend receipts	14,705,419	15,532,143
Recoveries of loan previously written-off	-	-
Income taxes paid	(5,182,723)	(4,478,562)
Receipts from other operating activities	17,739,274	115,725,187
Payments for other operating activities	(50,512,412)	(45,445,154)
Cash generated from operating activities before changes in operating assets and liabilities	(81,625,741)	437,827,646
Increase / decrease in operating assets and liabilities		
Statutory deposit	-	-
Trading securities	-	-
Leases, loans and advances	(321,320,149)	66,847,968
Other assets	(9,644,341)	(17,487,506)
Deposit and other accounts	77,744,934	(344,258,766)
Other liabilities on account of customers	-	-
Trading liabilities	-	-
Other liabilities	154,329,844	8,492,879
	(98,889,712)	(286,405,425)
Net cash flow from operating activities	(180,515,453)	151,422,221
Cash flows from investing activities:		
Proceeds from sale of securities	25,044,522	120,409,602
Payments for purchases of securities	(3,660,420)	(88,132,800)
Purchase of fixed assets	(33,850)	(10,095,055)
Proceeds from sale of fixed assets	21,012,200	-
Payment against lease obligation	-	-
Net cash used by investing activities	42,362,452	22,181,747
Cash flows from financing activities:		
Receipts of borrowings from banks, other financial institutions and agents	232,121,627	91,296,159
Repayment of borrowings from banks, other financial institutions and agents	(267,361,430)	(250,237,542)
Dividend paid in cash	-	-
Net cash flow/used by financing activities	(35,239,803)	(158,941,383)
Net increase / (decrease) in cash and cash equivalents	(173,392,805)	14,662,585
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the year	400,268,468	385,605,883
Cash and cash equivalents at the end of the year	226,875,664	400,268,468
Cash and cash equivalents at the end of the year		
cash in hand (including foreign currencies)	81,828	116,274
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	18,550,550	18,405,979
Balance with banks and other financial institutions	208,243,286	383,746,215
Money at call and short notice	-	-
	226,875,664	400,268,468
Net Operating Cash Flow per share	(1.15)	0.96

The accompanying notes form an integral part of these financial statements

 Company Secretary
 Director
 Managing Director & CEO (CC)

Signed as per our annexed report of even date

Malek Siddiqui Wali, Chartered Accountants


 Md. Waliullah, FCA
 Enrolment No. 0247

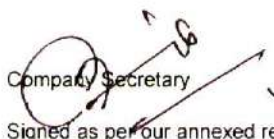
Dated, Dhaka
 December 6, 2023
 Data Verification Code (DVC) No:

2312070247AS307940 Page 14

GSP FINANCE COMPANY (BANGLADESH) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2022

Particulars	Paid up capital (Tk.)	Capital Reserve(Tk.)	Statutory Reserve(Tk.)	Retained Earnings (Tk.)	Total (Tk.)
Balance as at January 01, 2021	1,427,896,230	916,689,624	515,405,831	173,826,577	3,033,818,262
Surplus/deficit on account of revaluation of properties					-
Profit for the year				319,382,990	319,382,990
Transferred to statutory reserve	-	-	39,412,172	(39,412,172)	-
Transferred to provision for Tax				(122,322,128)	(122,322,128)
Dividend paid (2020)	142,789,620	-	-	(142,789,620)	-
Revaluation of properties		-		-	-
Balance as at 31st December 2021	1,570,685,850	916,689,624	554,818,003	188,685,646	3,230,879,123
Changes in accounting policy	-	-	-	-	-
Restated balance	1,570,685,850	916,689,624	554,818,003	188,685,646	3,230,879,123
Surplus/deficit on account of revaluation of properties	-	1,179,311,618	-	-	1,179,311,618
Surplus/deficit on account of revaluation of investment	-	-	-	-	-
Issue of share Capital (including premium)	-	-	-	-	-
Dividend paid	-	-	-	-	-
Net profit after tax for the year	-	-	-	(606,168,535)	(606,168,535)
Transferred to statutory reserve	-	-	-	-	-
Balance as at 31st December 2022	1,570,685,850	2,096,001,242	554,818,003	(417,482,889)	3,804,022,206

The accompanying notes form an integral part of these financial statements.


Company Secretary
Signed as per our annexed report of even date

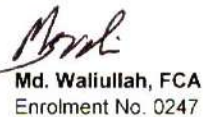

Director


Managing Director & CEO (CC)

Malek Siddiqui Wali, Chartered Accountants

Dated, Dhaka
December 6, 2023
Data Verification Code (DVC) No:

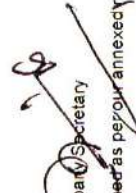
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Md. Waliullah, FCA
Enrolment No. 0247

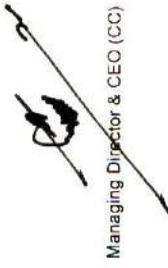
GSP FINANCE COMPANY (BANGLADESH) LIMITED
LIQUIDITY STATEMENT
(Analysis of maturity of assets and liabilities)
FOR THE YEAR ENDED DECEMBER 31, 2022

Particulars	Up to 1 month Taka	1-3 months Taka	3-12 months Taka	1-5 years Taka	Above 5 years Taka	Total Taka
Assets :						
Cash in hand	81,828	-	-	-	-	81,828
Balance with Bangladesh Bank and its agents	18,550,550	-	-	-	-	18,550,550
Balance with banks and other financial institutions	34,360,142	8,329,731	165,553,412	-	-	208,243,286
Money at call and short notice	-	-	-	-	-	-
Investments	451,766,300	-	540,450	-	2,569,450	454,876,200
Leases, loans and advances	525,539,890	956,584,365	897,706,452	4,889,047,444	-	7,268,878,151
Fixed assets including premises, furniture and fixtures	-	-	12,027,521	4,227,507	2,129,815,343	2,145,870,371
Other assets	-	-	75,575,408	123,439,028	249,999,960	449,014,396
Non-business assets	-	-	-	-	-	-
Total assets (A)	1,030,298,710	964,914,096	1,151,403,243	5,016,713,980	2,382,184,753	10,545,514,781
Liabilities :						
Borrowings from banks, other financial institutions and agents	167,465,318	95,087,203	417,525,173	964,929,620	-	1,645,107,314
Deposits and other accounts	345,507,985	573,443,107	542,176,599	419,416,649	122,400,498	2,002,944,839
Provision and other liabilities	35,444,951	-	-	3,057,995,473	-	3,093,440,423
Total liabilities (B)	548,418,254	668,530,310	959,801,772	4,442,341,743	122,400,498	6,741,492,577
Net liquidity gap (A - B)	481,880,456	296,383,786	191,601,470	574,372,236	2,259,784,255	3,804,022,206

The accompanying notes form an integral part of these financial statements.


Company Secretary
Signed as per our annexed report of even date


Director


Managing Director & CEO (CC)

Malek Siddiqui Wai, Chartered Accountants



Md. Waiullah, FCA
Enrolment No. 0247

Dated, Dhaka
December 6, 2023
Data Verification Code (DVC) No.

2312070247AS307940

GSP FINANCE COMPANY (BANGLADESH) LIMITED
NOTES TO THE CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

1.0 CORPORATE INFORMATION:

1.1 Legal Status

GSP Finance Company (Bangladesh) Limited is a Financial Institution (FI) incorporated in Bangladesh on October 29, 1995 as a Public Limited Company under the Companies Act, 1994. The Company offers lease finance of all types of plant, machinery, equipment and vehicles both for industrial and commercial use. The Company received its certificate of commencement of business on January 14, 1996 and its license on March 04, 1996 as required under Section 4(1) of the Financial Institutions Act, 1993. The Company went into commercial operation on April 17, 1996. The Company was listed with Chittagong and Dhaka Stock Exchanges on March 14, 2012 and March 28, 2012 respectively.

The registered office of the Company is situated at 1, Paribagh, Mymensingh Road, Dhaka-1000.

- 1.2** The Company also got a separate license from Bangladesh Securities and Exchange Commission on August 24, 1999 for working as a Merchant Bank. But pursuant to the requirement of Bangladesh Securities and Exchange Commission, GSP Finance Company (Bangladesh) Limited formed a subsidiary in the name of "GSP Investments Limited" with a view to separate its existing Merchant Banking operation which was approved by Bangladesh Securities and Exchange Commission vide their letter no. SEC/Reg./MB/SUB-16/2011/113 dated August 14, 2014. GSP Investments Limited is duly incorporated with the Registrar of Joint Stock Companies and Firms (RJSC) as a private limited company with authorised and paid up capital are Tk. 50 crore and Tk.25 crore respectively.

The principal activities of GSP Investments Limited are:

Issue Management
Underwriting
Portfolio Management
Corporate Advisory Services
Securities Trading Services
Margin Loan

1.3 Nature of Business

The Company carries out the following types of business:

Lease Financing
Term Finance
Acceptance of Term Deposits
Working Capital Finance
Syndication Finance
Money Market Operation

2.00 SIGNIFICANT ACCOUNTING POLICIES :

2.1 Basis of Accounting

These Financial Statements have been prepared under historical cost convention following accrual basis of accounting and in compliance with the requirements of Companies Act 1994, International Accounting Standards (IASs), International Financial Reporting Standards (IFRSs) and Financial Institution Act 1993.

2.1.1 Basis of consolidation of operation of subsidiary

The Financial Statements of the Company and its subsidiary have been consolidated in accordance with International Accounting Standards 27 "Consolidated and Separate Financial Statements". The consolidation of the financial statement has been made after eliminating all material Inter Company balances, income and expenses arising from inter Company transactions.

2.1.2 Statement of compliance

The consolidated financial statements and separate financial statements of the Company have been prepared on a going concern basis following accrual basis of accounting except for cash flow statement and investment in marketable securities which are stated at market value in accordance with International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs), except the circumstances where local regulations differ, and the Companies Act, 1994, the Financial Institutions Act, 1993, Securities and Exchange Rules 1987, the Listing Regulations of Dhaka & Chittagong Stock Exchanges and other applicable laws and regulations. The presentation of the financial statements has been made as per the requirements of DFIM Circular No: 11, dated December 23, 2009 issued by the Department of Financial Institutions and Markets (DFIM) of Bangladesh Bank. The activities and accounting heads mentioned in the prescribed form, which are not applicable for the financial institutions, have been kept blank in the financial statements

2.2 Components of the financial statements

The financial statements comprise of (As per DFIM Circular No. 11, Dated 23 December 2009):

- Consolidated and Separate Balance Sheet as at 31 December 2022;
- Consolidated and Separate Profit and Loss Account for the year ended 31 December 2022;
- Consolidated and Separate Statement of Cash Flows for the year ended 31 December 2022;
- Consolidated and Separate Statement of Changes in Equity for the year ended 31 December 2022;
- Liquidity Statement of the Company for the year ended 31 December 2022 and
- Notes to the Consolidated and Separate Financial Statements for the year ended 31 December 2022.

2.3 Management responsibility:

The management of the Company is responsible for the preparation and presentation of financial statements true and fair view of the Company's affairs in compliance with International Financial Reporting Standards (IFRS) and existing accounting standards and applicable laws.

2.4 Directors' responsibility statement

The Board of Directors' takes the responsibility for the preparation and presentation of these financial statements.

2.5 Use of estimates and judgments

The preparation of financial statements in conformity with International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenue and expenses. It also requires disclosures of contingent assets and liabilities at the date of the financial statements.

The most critical estimates and judgments are applied to the following:

- * Provision for impairment of loans, leases and investments
- * Gratuity
- * Useful life of depreciable assets

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

However, the estimates and underlying assumptions are reviewed on an ongoing basis and the revision is recognised in the period in which the estimates are revised. In accordance with the guidelines as prescribed by IAS 37: "Provisions, Contingent Liabilities and Contingent Assets", provisions are recognized in the following situations:

Provisions

Provisions are liabilities that are uncertain in timing or amount. Provisions are recognized when the Group has a present legal or constructive obligation as a result of past events; it is more likely than not that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated.

Interest is recognized as and when it is accrued. Lease interest outstanding over 2 months are recognized as interest suspense and not as revenue. Fee based income and delinquent charges from lease operations are accounted for on cash basis.

2.6 Separate Books of Accounts

The company maintains separate office and books of accounts for its subsidiary as required under the regulations of Bangladesh Securities and Exchange Commission.

2.7 Investment in securities

Investment in marketable ordinary shares has been shown at cost on an aggregate portfolio basis. Investment in non-marketable shares has been valued at cost. Full provision for diminution in value of shares as on closing of the year on an aggregate portfolio basis is made in the financial statements as required by Bangladesh Bank DFIM circular No. 02 dated January 31, 2012.

2.8 Borrowing Costs

Borrowing costs are recognized as expenses in the period in which those are incurred in accordance with benchmark treatment of IAS 23.

2.9 Revenue Recognition

As per IAS 18, revenue is recognized when it is expected that the economic benefits associated with the transaction will flow to Company and the amount of revenue and the cost incurred or to be incurred in respect of the transaction can be measured reliably.

2.9.1 Lease Financing

Interest is recognized as and when it is accrued. Lease interest outstanding over 2 months are recognized as interest suspense and not as revenue. Fee based income and delinquent charges from lease operations are accounted for on cash basis.

2.9.2 Interest on Direct Finance

Interest on term finance is recognized when interest is accrued. No interest on loan is accounted for as revenue where any portion of capital or interest is in arrear for more than 2 months. Fee based income and delinquent charges from loan operations are accounted for on cash basis.

2.10 Changes in significant accounting policies - IFRS 16 Leases

As a Lessee

GSP Finance Company (Bangladesh) Limited does not have any rented premises or lease assets under definition of IFRS 16. However if GSPB availed any lease assets under IFRS 16 then GSPB will treat the mater under IFRS 16.

As a lessor

GSPB is not required to make any adjustments on transitions to IFRS 16 for leases in which it acts as a lessor.

2.11 Accounting for Direct Finance

Direct finance consisting of short term & long term finance are maintained based on the accrual method of accounting. Outstanding amount of long term loans has been shown in the balance sheet as assets under the head of Direct finance. Interest earnings are recognized as operational revenue.

2.12 Property and equipment

i) Recognition and measurement

Items of fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. The cost of an asset comprises its purchase price and any directly attributable costs of bringing the assets to its working condition for its intended use as per Bangladesh Accounting Standard (IAS) 16: "Property, Plant and Equipment".

ii) Subsequent expenditure on fixed assets

Subsequent expenditure is capitalized only when it increases the future economic benefit from the assets and that cost can be measured reliably. All other expenditures are recognized as an expense as and when they are incurred.

2.13 Depreciation

Fixed Assets for Company's own use are depreciated at different ranges from 10% to 20% applying straight line method throughout the estimated span of useful life ranging from five to ten years. Rate of depreciation is as follows:

Type of Assets	Rate
Land & Land Development	0%
Office Building	10%
Furniture & Fixtures	10%
Telephone System	20%
Motor Vehicles	20%
Electrical Goods & Installation	20%
Office Equipment	20%
Generator & Installation	20%
House Property	10%

2.14 Provisions for Doubtful loss on Leases and Direct Finance

Provisions for classified and unclassified leases and direct finance receivables have been made as per guidelines of Bangladesh Bank through FID circular no. 08 of 2002, FID circular no.03, May 03 of 2006 and other directives as applicable as follows:

	Unclassified (SME)	0.25%
1 to 2	Unclassified	1%
3 to 5	SMA	5%
6 to 11	Sub-standard	20%
12 to 17	Doubtful	50%
18 and over	Bad or Loss	100%

2.15 Employees Benefits Scheme

2.15.1 Defined Contribution Plan

2.15.1.1 Provident fund

The Company operates a contributory provident fund for its permanent employees. This is a funded one and duly approved by NBR. Provident fund is administered by a Board of Trustees and is funded by contributions equally from the employees and from the company at a predetermined rate. The fund is handled & invested separately by the Board of Trustees.

2.15.1.2 Other long term benefits

The Company operates a group term life insurance scheme for all of its permanent employees. It maintains a health insurance for hospitalisation of all of its permanent employees, which include their spouses.

2.15.2 Defined benefit Plan

2.15.2.1 Gratuity

The Company operates an unfunded gratuity scheme. Employees are entitled to gratuity benefit after completion of minimum ten years continuous and uninterrupted service in the company. The gratuity payment is calculated on the basis of Actuarial Report. The proposal for funding facilities of the gratuity fund is under consideration of NBR.

2.16 Corporate Tax

2.16.1 Current Tax

Provision for Taxation for the Company has been sufficiently kept and the company has sufficient fund to meet taxation liabilities arising out of tax refunds of previous years.

2.16.2 Deferred Tax

The Company has conducted an exercise to find out deferred tax asset/(liability) based on temporary differences arising from the carrying amount of an asset or (liability) in the balance sheet and its tax base. Accordingly deferred tax is recognized as per IAS-12.

2.17 Trade Receivables

Trade receivables at the balance sheet date are stated at amounts which are considered realizable.

2.18 Payable and Accruals

Liabilities are recognized for the amounts to be paid in future for goods and services received.

2.19 Provisions

A provision is recognized in the Balance Sheet when the Company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

2.20 Statutory reserves

As per Financial Institutions Regulation 1994, every Non Banking Financial Institution (NBFI) is required to transfer at least 20% of its current year's profit to the fund until such reserve fund equals to its paid up share capital and share premium (if any). In conformity with the above requirement, GSPB transfers 20% of net profit to statutory reserve before declaration of dividend.

2.21 General

Comparative Information

Comparative information has been disclosed in respect of the year 2021 for all numerical information in the Financial Statements and also the narrative and descriptive information where it is relevant for understanding of the current year's Financial Statements.

Previous year figures have been rearranged wherever considered necessary to conform to current year's presentation.

2.22 Renewal of FDR and interest thereon

FDR if not encashed on due date, is considered automatically renewed with interest earned upto maturity date and due at the equivalent current rate of interest.

2.23 Rounding off

Monetary figures in the financial statements have been rounded off to the nearest Taka.

2.24 In addition to compliance with local regulatory requirements, in preparing the Consolidated Financial Statements and Separate Financial Statements, GSPB applied following IASs and IFRSs:

Name of the IAS	IAS No.	Status
Presentation of Financial Statements	1	Applied
Inventories	2	N/A
Statements of Cash Flow	7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	8	Applied
Events after the Reporting Period	10	Applied
Income Taxes	12	Applied
Property, Plant and Equipment	16	Applied
Employee Benefits	19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	Applied
Borrowing Costs	23	Applied
Related Party Disclosures	24	Applied
Accounting and Reporting by Retirement Benefit Plans	26	N/A
Separate Financial Statements	27	Applied
Investment in Associates and Joint Ventures	28	N/A
Financial Reporting in Hyperinflationary Economics	29	N/A
Interests in Joint Ventures	31	N/A
Earnings per share	33	Applied
Interim Financial Reporting	34	Applied
Impairment of Assets	36	Applied
Provisions, Contingent Liabilities and Contingent Assets	37	Applied
Intangible Assets	38	Applied
Investment Property	40	N/A
Agriculture	41	N/A

Name of the IFRS	IFRS No.	Status
Share Based payment	2	N/A
Business combination	3	N/A
Insurance Contracts	4	N/A
Non-current assets held for sale and discontinued operation	5	N/A
Exploration for and Evaluation of Mineral Resources	6	N/A
Financial Instruments: Disclosures	7	Applied
Operating Segments	8	Applied
Financial Instruments	9	Applied
Consolidated Financial Statements	10	Applied
Joint Arrangement	11	N/A
Disclosure of Interest in Other Entities	12	N/A
Fair Value Measurement	13	Applied
Revenue from Contracts with customers	15	Applied
Lease	16	Applied

N/A= Not Applicable

2.25 Disclosure of Deviations

Disclosure of deviations from few requirements of IAS/IFRS due to mandatory compliance of Bangladesh Bank's requirements. Bangladesh Bank (the local Central Bank) is the prime regulatory body for Non-Banking Financial Institutions (NBFI) in Bangladesh. Some requirements of Bangladesh Bank's rules and regulations contradict with those of financial instruments and general provision standards of IAS and IFRS. As such the Company has departed from those contradictory requirements of IAS/IFRS in order to comply with the rules and regulations of Bangladesh Bank.

As per FID circular No. 08 dated 03 August 2002 investments in listed shares and unlisted shares are revalued at the year 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. As such the Company measures and recognizes investment in quoted and unquoted shares at cost if the year-end market value (for quoted shares) and book value (for unquoted shares) are higher than the cost. At the year-end the Company's market value and book value of quoted and unquoted shares was lower than the cost price by BDT. 130,393,260 (unrealized loss) but considering capital market investment portfolio and regulation for subsidiaries, provision for diminution in investments has been kept BDT. 130,393,260 for the year 2022. In order to comply with the requirement specified in DFIM Circular No. 11, the company has charged the entire amount of difference in market value and cost price of marketable securities to the profit and loss account. However as per requirements of IAS 39 investment in shares falls either under "at fair value through profit and loss account" or under "available for sale" where any change in the fair value at the year-end is taken to profit and loss account or revaluation reserve respectively.

As per FID circular no. 08 dated 03 August 2002, FID circular no. 03 dated 03 May 2006, FID circular no. 06 dated 20 August 2006, DFIM circular no. 03 dated 29 April 2013 and DFIM circular no. 04 dated 26 July 2021 a general provision at 0.25% to 5% under different categories of unclassified loans (good/standard loans) has to be maintained. However such general provision cannot satisfy the conditions of provision as per IAS 39. At the year end the Company has recognized an accumulated general provision of BDT 365.25 million (out of accumulated provision of BDT 2,956.07 million) under liabilities.

As per Bangladesh Bank guidelines financial instruments are categorized, recognized and measured differently from those prescribed in IFRS 9. As such some disclosures and presentation requirements of IFRS 7 and IAS 32 have not been made in the accounts.

Bangladesh Bank has issued templates for financial statements which shall strictly be followed by all Banks and FIs. The templates of Financial Statements issued by Bangladesh Bank do not include Other Comprehensive Income (OCI) nor are the elements of Other Comprehensive Income allowed to be included in the Single Comprehensive Income (SCI) Statement. As such the Company does not prepare the other comprehensive Income Statement. However the company does not have any elements of OCI to be presented.

Departure from IFRS-16 : Changes of IAS-17 to IFRS-16 do not have any material impact, that is why we do not adopt/adjust IFRS - 16 in this accounting year.

2.26 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, cash at bank, term deposits and investment in call loan that are readily convertible to a known amount of cash (with less than three months maturity) and that are subject to an insignificant risk of change in value.

2.27 Earnings Per Share (EPS)

The Company calculates earnings per share in accordance with International Accounting Standards (IAS) 33: "Earnings Per Share" which has been shown in the face of the Profit and Loss Account and the computation is stated in note 38.

		Amount in Taka	
		2022	2021
3.00 CASH			
3.1 Cash in hand			
In local currency		81,828	116,274
In foreign currency		-	-
		81,828	116,274
3.1(a) Cash in hand (consolidated)			
GSP Finance Company (Bangladesh) Limited		81,828	116,274
GSP Investments Limited		18,984	33,952
		100,812	150,226
3.2 Balance with Bangladesh Bank and its agents Bank(s)			
In local currency		18,550,550	16,405,979
In foreign currency		-	-
		18,550,550	16,405,979
3.2(a) Balance with Bangladesh Bank and its agents Bank(s) (consolidated)			
GSP Finance Company (Bangladesh) Limited		18,550,550	16,405,979
GSP Investments Limited		-	-
		18,550,550	16,405,979
3.3 Cash Reserve Requirement (CRR) and Statutory Liquidity Reserve (SLR)			
Cash Reserve Requirement @ 1.5% and Statutory Liquidity Reserve @ 5% have been calculated and maintained in accordance with FID Circular # 02, 06 and 03 dated 10 November 2004, 31 May 2001 and June 21, 2020 respectively.			
a) Cash Reserve Requirement			
Required Reserve		10,766,173	11,020,499
Actual Reserve maintained (note- 3.2)		18,550,550	16,405,979
Surplus / (deficit)		7,784,377	5,385,480
b) Statutory Liquidity Reserve			
Required Reserve		64,465,710	147,134,656
Actual Reserve maintained (note-3.1, 3.2 and 4)		226,875,664	400,268,468
Surplus / (deficit)		162,409,954	253,133,812
4 Balance with banks and other financial institutions			
In Bangladesh (note -4.1)		208,243,286	383,746,215
Outside Bangladesh		-	-
		208,243,286	383,746,215
The company does not maintain any account outside of Bangladesh			
4(a) Balance with banks and other financial institutions (consolidated)			
GSP Finance Company (Bangladesh) Limited		208,243,286	383,746,215
GSP Investments Limited		2,335,252	2,022,460
		210,578,538	385,768,675
4.1 Current deposits			
Nationalised Commercial Bank (note -4.1.1)		-	-
Private Commercial Bank (note -4.1.2)		-	-
Foreign Commercial Bank (note -4.1.3)		-	-
		-	-
Short-term deposits			
Nationalised Commercial Bank (note -4.1.4)		-	-
Private Commercial Bank (note -4.1.5)		12,507,920	90,203,087
Foreign Commercial Bank (note -4.1.6)		465,118	329,362
		12,973,039	90,532,449
Fixed deposits (FDR)			
Nationalised Commercial Bank (note -4.1.7)		-	-
Private Commercial Bank (note -4.1.8)		43,000,000	140,943,519
Foreign Commercial Bank (note -4.1.9)		-	-
Financial Institutions (note -4.1.10)		152,270,247	152,270,247
		195,270,247	293,213,766
		208,243,286	383,746,215

		Amount in Taka	
		2022	2021
4.2	Maturity grouping of balance with banks and other financial institutions		
	On demand	34,360,142	63,318,125
	Up to 1 month	8,329,731	4,575,721
	Over 1 month but not more than 3 months	-	-
	Over 3 months but not more than 1 year	165,553,412	315,852,369
	Over 1 year but not more than 5 years	-	-
	Over 5 years	-	-
		<u>208,243,286</u>	<u>383,746,215</u>
5	Money at call and short notice:		
		-	-
		-	-
5(a)	Money at call and short notice (consolidated)		
	GSP Finance Company (Bangladesh) Limited	-	-
	GSP Investments Limited	-	-
		<u>-</u>	<u>-</u>
6	Investments		
	Investment classified as per nature:		
	Government (note -6.1)	-	-
	Others (note-6.2)	454,876,200	476,260,301
		<u>454,876,200</u>	<u>476,260,301</u>
6(a)	Investments (consolidated)		
	GSP Finance Company (Bangladesh) Limited	454,876,200	476,260,301
	GSP Investments Limited	21,198,313	22,063,573
		<u>476,074,513</u>	<u>498,323,874</u>
6.1	Government Securities:		
	Treasury bills	-	-
	National investment bonds	-	-
	Bangladesh Bank bills	-	-
	Government notes / bonds	-	-
	Prize bonds	-	-
	Others	-	-
		<u>-</u>	<u>-</u>
6.2	Other investments:		
	Investment in shares (Annexure-A)	454,876,200	476,260,301
	Debenture and bonds	-	-
	Other investment	-	-
	Gold etc.	-	-
		<u>454,876,200</u>	<u>476,260,301</u>
6.3	Maturity grouping of investments:		
	On demand	451,766,300	466,852,469
	Up to 1 month	-	-
	Over 1 month but not more than 3 months	-	-
	Over 3 months but not more than 1 year	540,450	6,838,382
	Over 1 year but not more than 5 years	-	-
	Over 5 years	2,569,450	2,569,450
		<u>454,876,200</u>	<u>476,260,301</u>
6.4	Other investments:		
	Investment in quoted Shares	452,306,750	473,690,851
	Investment in unquoted Shares	2,569,450	2,569,450
		<u>454,876,200</u>	<u>476,260,301</u>
7	Leases , Loans and advances :		
7.1	a) Inside Bangladesh		
	Leases (note -7.2)	1,457,045,181	1,340,418,204
	Loans and advances	5,811,832,970	5,607,139,798
	Cash credits	-	-
	Overdrafts	-	-
		<u>7,268,878,151</u>	<u>6,947,558,002</u>
	b) outside Bangladesh		
		-	-
		<u>7,268,878,151</u>	<u>6,947,558,002</u>

		Amount in Taka	
		2022	2021
7.1.1	Lease Finance		
	Principal Outstanding	892,767,947	1,090,294,744
	Account receivable	564,277,234	250,123,460
	Total	1,457,045,181	1,340,418,204
	Principal Outstanding		
	Gross lease rental receivable	1,423,598,632	1,354,298,752
	Unearned lease income	530,830,685	264,004,008
	Total	892,767,947	1,090,294,744
7.2	Leases	1,457,045,181	1,340,418,204
	Advances for leases (note -7.2.1)	-	-
		1,457,045,181	1,340,418,204
7.2.1	Advance for leases		
	These represent disbursements made to clients for procuring assets under lease and on execution advances are transferred to lease finance.	-	-
7.3	Sector wise leases, loans and advances		
	Public sector	-	-
	Co-operative sector	366,236,510	349,739,364
	Private sector	6,902,641,641	6,597,818,638
		7,268,878,151	6,947,558,002
7.4	Residual maturity grouping of leases, loans and advances		
	On demand	-	-
	Up to 1 month	525,539,890	502,308,444
	Over 1 month but not more than 3 months	956,584,365	914,298,633
	Over 3 months but not more than 1 year	897,706,452	858,023,413
	Over 1 year but not more than 5 years	4,889,047,444	4,672,927,512
	Over 5 years	-	-
		7,268,878,151	6,947,558,002
7.5	Leases, loans and advances on the basis of significant concentration		
	a) Leases, loans and advances to Directors and organizations related to Directors (fully secured)		
	b) Leases, loans and advances to Chief Executive Officer and other senior executives	-	-
	c) Leases, loans and advances to customers groups:	-	-
	i) Leases	1,457,045,181	1,340,418,204
	ii) Loans	5,811,832,970	5,607,139,798
		7,268,878,151	6,947,558,002
	d) Leases, loans and advances on sector basis:		
	i) Textiles	286,756,310	288,119,159
	ii) Garments and Accessories	657,468,416	568,471,487
	iii) Transport	600,888,116	526,426,560
	iv) Chemicals and pharmaceuticals	484,266,313	509,065,916
	v) Iron, Steel and Engineering	329,755,583	311,752,531
	vi) Agricultural Equipments and Agro Industries	46,355,356	41,020,445
	vii) Power and Energy	-	-
	viii) Electronics and Electrical	120,225,998	117,100,209
	ix) Information technology (IT)	90,966,912	112,389,783
	x) Paper printing and Packaging	158,985,256	172,231,842
	xi) Plastic	-	-
	xii) Real Estate and Housing	-	-
	xiii) Food and Beverage	82,368,185	79,204,755
	xiv) Glass and Ceramics	-	-
	xv) Services	934,466,207	984,200,466
	xvi) Others	3,476,375,499	3,237,574,849
		7,268,878,151	6,947,558,002

		Amount in Taka	
		2022	2021
7.6	Leases, loans and advances on geographical basis:		
	Inside Bangladesh:		
	Urban :		
	Dhaka Division	6,901,569,975	6,548,845,866
	Chittagong Division	367,308,176	398,712,136
	Khulna Division	-	-
	Rajshahi Division	-	-
	Barisal Division	-	-
	Sylhet Division	-	-
		<u>7,268,878,151</u>	<u>6,947,558,002</u>
	Rural :		
	Dhaka Division	-	-
	Chittagong Division	-	-
	Khulna Division	-	-
	Rajshahi Division	-	-
	Barisal Division	-	-
	Sylhet Division	-	-
		<u>-</u>	<u>-</u>
	Outside Bangladesh:	-	-
	Total	<u>7,268,878,151</u>	<u>6,947,558,002</u>
7.7	Classification of Leases, loans and advances :		
	Unclassified :		
	Standard	1,366,604,212	5,409,977,153
	Special mention account	79,576,952	422,993,020
		<u>1,446,181,164</u>	<u>5,832,970,173</u>
	Classified :		
	Sub-standard	3,353,698	-
	Doubtful	1,353,031,320	-
	Bad/Loss	4,466,311,969	1,114,587,829
		<u>5,822,696,987</u>	<u>1,114,587,829</u>
	Total	<u>7,268,878,151</u>	<u>6,947,558,002</u>
7.8	Net Leases ,loans and advances :		
	Total Leases , loans and advances (note- 7.1)	<u>7,268,878,151</u>	<u>6,947,558,002</u>
	Less :		
	Non-performing leases, loans and advances (note-7.7)	5,822,696,987	1,114,587,829
	Interest suspenses (note-14.5)	503,773,186	298,158,367
	Provision for leases, loans and advances	1,084,708,073	533,048,017
		<u>7,411,178,246</u>	<u>1,945,794,213</u>
		<u>(142,300,095)</u>	<u>5,001,763,789</u>

		Amount in Taka	
		2022	2021
7.9	Particulars of Leases, loans and advances:		
	a) Lease, loans and advances considered good and in respect of which the financial institution is fully secured	4,152,396,856	3,916,526,966
	b) Lease, loans and advances considered good against which the financial institution holds no security other than the debtors personal guarantee	2,103,548,620	1,987,409,637
	c) Lease, loans and advances considered good secured by personal undertaking of one or more parties in addition to the personal guarantee of the debtors	1,012,932,675	1,043,621,399
	d) Lease, loans and advances adversely classified : provision not maintained there	-	-
	e) Lease, loans and advances due by directors or officers of the financial institution or any of them either separately or jointly with any other person	-	-
	f) Lease, loans and advances due from companies or firms in which the directors of the financial institution have interest as directors, partners, managing agents or in case of the private companies, as members	-	-
	g) Maximum total amount of leases, loans and advances including temporary advances made in any time during the year to the directors or managing directors or officers of the financial institution or any of them either separately or jointly with any other person	-	-
	h) Maximum total amount of leases, loans and advances including temporary advances granted during the year to companies or firms in which the directors of the financial institution have interest as directors, partners, managing agents or in case of the private companies, as members	-	-
	i) Due from banks and other financial institutions	-	-
	j) Classified leases, loans and advances:		
	i) Classified leases, loans and advances on which no interest has been charged	5,822,696,987	1,114,587,829
	ii) Provision on classified leases, loans and advances	998,927,824	434,637,303
	iii) Provision kept against leases, loans and advances classified as bad debts	998,927,824	434,637,303
	iv) Interest credited to interest suspense account (note-14.5)	503,773,186	298,158,367
	k) Cumulative amount of written-off leases, loans and advances:		
	Opening balance	-	-
	Amount written -off during the year	-	-
	Amount realized against leases, loans and advances	-	-
	The amount of written-off / classified leases, loans and advances for which law suites has been filed	-	-
7.10	Suits filed by the Company :		
	As at 31 December 2022, GSP Finance Company (Bangladesh) Limited filed 28 suits against 25 clients under Artha Rin Adalat Ain -2003, Total suit amount was Tk. 1,810,265,314/-		
7(a)	Leases, Loans and advances (consolidated)		
	GSP Finance Company (Bangladesh) Limited	7,268,878,151	6,947,558,002
	GSP Investments Limited	3,964,965,138	3,362,810,672
		11,233,843,289	10,310,368,674
	Less: Inter company transaction (Loan to GSPI)	2,493,621,398	2,493,621,398
		8,740,221,891	7,816,747,276
8	Bills purchased and discounted		
	Payable in Bangladesh	-	-
	Payable outside Bangladesh	-	-

		Amount in Taka	
		2022	2021
8(a) Bills purchased and discounted (consolidated)			
GSP Finance Company (Bangladesh) Limited		-	-
GSP Investments Limited		-	-
		<u>-</u>	<u>-</u>
9 Fixed assets including premises, furniture and fixtures:			
Cost:			
Opening Balance	1,053,925,101	1,043,830,046	
Addition during the year	333,850	10,095,055	
Revaluation surplus during the year	1,165,312,500	-	
	<u>2,219,571,451</u>	<u>1,053,925,101</u>	
Adjustment during the year	8,313,359	-	
Closing Balance (A)	<u>2,211,258,092</u>	<u>1,053,925,101</u>	
Less : Accumulated Depreciation :			
Opening Balance	83,038,302	79,806,388	
Charged during the year:	4,661,901	3,231,914	
	<u>87,700,203</u>	<u>83,038,302</u>	
Adjustment during the year	22,312,482	-	
Closing Balance (B)	<u>65,387,721</u>	<u>83,038,302</u>	
Written Down Value (A-B) (Annexure -C)	<u>2,145,870,371</u>	<u>970,886,799</u>	
9.1 Revaluation surplus:			
In order to increase the Net Asset Value (NAV) and Tire-2 Capital of the Company for the year ending December 31, 2022, the Company have revalued the land in accordance with the BSEC Notification no. SEC/CMRRCD/2009-193/150/Admin/dated August 18, 2013 and as per applicable provisions of Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standard (BFRS). In this respect the Company had appointed G.K. Adjusters Ltd, Gov't approved surveyor, having address at Chand Mansion (5th Floor), 66, Dilkusha C/A, Dhaka-1000 as valuer of the land of the office premises as per decision of the Board of Directors in their 242nd Board meeting held on December 29, 2022. Accordingly G.K. Adjusters Ltd has submitted their valuation report as per which the present valuation has been assessed as under:			
Size of Land and Office Building	Location of Land & Office Building	Value of Land & Office Building before revaluation (BDT)	Value of Land & Office Building after revaluation 2022 (BDT)
Land-21.1875 Katha	1, Paribagh, Mymensingh Road, Dhaka-1000	953,437,500	2,118,750,000
Office Building			
Ground floor-3,900 sft	1, Paribagh, Mymensingh Road, Dhaka-1000	840,882	14,840,000
1st Floor-2,500 sft			
2nd Floor-2,500 sft			
*Valuation report is shown in annexure-D			
9(a) Fixed assets including premises, furniture and fixtures (consolidated)			
GSP Finance Company (Bangladesh) Limited	2,145,870,371	970,886,799	
GSP Investments Limited *	2,535,697	3,114,935	
Written Down Value (Annexure -B)	<u>2,148,406,068</u>	<u>974,001,734</u>	
10 Other assets			
Corporate Tax paid in advance and Tax at source	52,225,632	47,042,909	
Advance, Deposits and Prepayments	48,028,450	48,028,450	
Sundry Debtors	175,574	22,299,867	
Interest Receivable on FDR	98,584,781	71,998,870	
Investment in Subsidiary : GSP Investments Limited	249,999,960	249,999,960	
	<u>449,014,396</u>	<u>439,370,056</u>	
10(a) Other assets (consolidated)			
GSP Finance Company (Bangladesh) Limited	449,014,396	439,370,056	
GSP Investments Limited	1,790,201	1,644,588	
	<u>450,804,597</u>	<u>441,014,644</u>	
Less: Inter company transaction	249,999,960	249,999,960	
	<u>200,804,637</u>	<u>191,014,684</u>	
11 Non-business assets			
	-	-	
	<u>-</u>	<u>-</u>	
As at 31 December 2022, GSP Finance Company (Bangladesh) Limited does not have any non-business assets.			

		Amount in Taka	
		2022	2021
12 Borrowings from banks ,other financial institutions and agents:			
In Bangladesh (note-12.1)		1,645,107,314	1,680,347,117
Outside Bangladesh (note-12.2)		-	-
		1,645,107,314	1,680,347,117
12.1 In Bangladesh			
Call borrowing			
Nationalised Commercial Bank		63,900,000	69,000,000
Private Commercial Bank		29,700,000	9,000,000
		93,600,000	78,000,000
Term loan			
Nationalised Commercial Bank		-	-
Private Commercial Bank		1,153,685,268	1,079,991,778
Foreign Commercial Bank		111,033,332	209,746,526
Bangladesh Bank (Refinance)		286,788,714	312,608,813
		1,551,507,314	1,602,347,117
		1,645,107,314	1,680,347,117
12.2 Outside Bangladesh			
		-	-
		-	-
As at December 31, 2022 the Company does not have any borrowing from outside of Bangladesh.			
12.3 Analysis by Security against borrowing from banks, other financial institutions and agents.			
Secured		1,264,718,600	1,289,738,304
Unsecured		380,388,714	390,608,813
		1,645,107,314	1,680,347,117
Borrowing from banks, other financial institutions and agents are secured by floating charges with R.J.S.C on all moveable and immovable assets of the Company ranking Pari-Passu security sharing agreement among the lenders.			
12.4 Maturity grouping of borrowings from banks,other financial institutions and agents.			
Repayable on demand		93,600,000	78,000,000
Up to 1 month		73,865,318	75,447,586
Over 1 month but not more than 3 months		95,087,203	97,124,063
Over 3 months but not more than 1 year		417,625,173	420,144,819
Over 1 year but not more than 5 years		964,929,620	1,009,630,649
Over 5 years		-	-
		1,645,107,314	1,680,347,117
12(a) Borrowings from banks ,other financial institutions and agents (consolidated)			
GSP Finance Company (Bangladesh) Limited		1,645,107,314	1,680,347,117
GSP Investments Limited		2,933,072,271	2,493,621,398
		4,578,179,585	4,173,968,515
Less: Inter company transaction (Loan to GSPI)		2,933,072,271	2,493,621,398
		1,645,107,314	1,680,347,117
13 Deposits and other accounts:			
Current deposits (note-13.1)		-	-
Bills payable (note-13.2)		-	-
Savings deposits (note-13.3)		-	-
Term deposits (note-13.4)		2,002,944,839	1,925,199,905
Bearer certificate of deposit (note-13.5)		-	-
Other deposits (note-13.6)		-	-
		2,002,944,839	1,925,199,905
13.1 Current deposits			
To confirm the Bangladesh Bank's guidelines regarding deposits, the Company does not operate any current deposit account.		-	-
13.2 Bills payable			
As at 31 December 2022 the company does not have any bills payable		-	-

		Amount in Taka	
		2022	2021
13.3	Savings deposits	-	-
	To conform with the Bangladesh Bank's guidelines regarding deposits, the company does not operate any savings deposit account.		
13.4	Term deposits		
	Deposits from banks and other financial institutions	1,285,200,000	1,190,500,000
	Deposits from other than banks and financial institutions	717,744,839	734,699,905
		2,002,944,839	1,925,199,905
13.4.1	Deposits from banks and other financial institutions		
	Nationalised Commercial Bank	800,000,000	800,000,000
	Private Commercial Bank	446,000,000	350,000,000
	Financial Institutions	39,200,000	40,500,000
		1,285,200,000	1,190,500,000
13.4.2	Deposits from other than banks and financial institutions		
	Deposits from general public	407,845,469	432,268,871
	Deposits from companies	309,899,370	302,431,034
		717,744,839	734,699,905
13.5	Bearer certificate of deposit	-	-
	To conform with the Bangladesh Bank's guidelines regarding deposits, the company does not have any bearer certificate of deposit.		
13.6	Other deposits	-	-
	As at 31 December 2022, the company does not have any other deposit account.		
13.7	Maturity grouping of deposits and other accounts:		
	Repayable on demand	-	-
	Up to 1 month	345,507,985	332,096,984
	Over 1 month but not more than 6 months	573,443,107	551,184,733
	Over 6 months but not more than 1 year	542,176,599	526,954,141
	Over 1 year but not more than 5 years	419,416,649	403,136,860
	Over 5 years but not more than 10 years	122,400,498	111,827,187
	Over 10 years	-	-
		2,002,944,839	1,925,199,905
13(a)	Deposits and other accounts (consolidated)		
	GSP Finance Company (Bangladesh) Limited	2,002,944,839	1,925,199,905
	GSP Investments Limited	-	-
		2,002,944,839	1,925,199,905
14	Other liabilities		
	Expenditure and other payable (note-14.1)	38,617,988	20,342,264
	Provision for leases, loans and advances (note-14.2)	1,084,708,073	533,033,767
	Special provision 2% (15% payment for deferral clients)	30,109,777	113,308,492
	Provision for investment in share (note-14.3)	130,393,260	64,599,471
	Provision for income tax (note-14.4)	1,263,902,408	1,258,719,685
	Provision for Deferred tax (note-14.5)	17,215,991	15,489,195
	Interest suspense account (note-14.6)	503,773,186	370,157,237
	Provision for Other Assets	28,450	14,250
	Advance rental / installment against leases, loans and advances	11,236,216	11,236,216
	Provision for gratuity	8,800,000	6,400,000
	Unclaimed Dividend	4,655,073	4,616,903
		3,093,440,423	2,397,917,481
14.1	Expenditure and other payable		
	Sundry Creditors	52,500	34,500
	Accrued interest on deposits	22,837,086	16,765,743
	Interest Payable on Term Loan	3,003,037	-
	TDS Payable	12,359,864	2,676,521
	Audit Fee	195,500	195,500
	Security Deposit (Tenancy -BCDL)	-	500,000
	Security Deposit (Tenancy- GH)	170,000	170,000
		38,617,988	20,342,264

		Amount in Taka		
		2022	2021	
14.2	Provision for leases,loans and advances			
This represents the amount calculated as per circular issued by the Bangladesh Bank in this regard to cover all the required provision of the company as at 31 December 2022. Total provision is made up as follows:				
Movements in provision on classified leases,loans and advances (A)				
Balance on 01 January		439,637,303	474,932,475	
Provision made during the year		559,290,521	(35,295,172)	
Balance at 31 December		998,927,824	439,637,303	
Movements in provision on unclassified leases,loans and advances (B)				
Balance at 01 January		93,410,714	83,588,272	
Provision made during the year		(7,630,465)	9,822,442	
Balance at 31 December		85,780,249	93,410,714	
Total (A+B)		1,084,708,073	533,048,017	
Particulars	31-12-2022		31-12-2021	
	Required	Maintained	Required	Maintained
On classified lease, loans and advances	3,667,964,421	998,927,824	439,637,303	439,637,303
On un-classified lease, loans and advances	85,780,249	85,780,249	88,424,714	93,410,714
Total	3,753,744,670	1,084,708,073	528,062,017	533,048,017
As per our request, Bangladesh Bank has given approval for maintaining shortfall provision amount of Tk 305.03 crore only for 8 (eight) years of time from 2022 to 2029 for maintaining of required provision for lease, loans and advances as shown above, as per Bangladesh Bank letter no. DFIM(C)/1054/28/2023-2697 dated 07th August 2023.				
14.3	Provision for investment in shares			
Balance at 01 January		64,599,471	40,289,658	
Provision made / (adjustment) during the year		65,793,789	24,309,813	
Balance at 31 December (Annexure -A for detail)		130,393,260	64,599,471	
14.4	Provision for income tax:			
Balance at 01 January		1,258,719,685	1,138,951,064	
Provision made during the year		5,182,723	119,768,621	
		1,263,902,408	1,258,719,685	
Adjustment for the year		-	-	
Balance at 31 December		1,263,902,408	1,258,719,685	
This is arrived as at under:				
Year	Opening balance	Current tax provision	Adjusted as per assessment/reversal	Closing balance
Year ended 2001	-	32,578,393	28,338,015	4,240,378
Year ended 2002	4,240,378	42,882,847	10,506,502	36,616,723
Year ended 2003	36,616,723	-	793,103	35,823,620
Year ended 2004	35,823,620	-	-	35,823,620
Year ended 2005	35,823,620	-	-	35,823,620
Year ended 2006	35,823,620	23,049,759	30,526,868	28,346,511
Year ended 2007	28,346,511	13,860,932	5,906,787	36,300,656
Year ended 2008	36,300,656	12,810,773	-	49,111,429
Year ended 2009	49,111,429	19,936,977	2,490,200	66,558,206
Year ended 2010	66,558,206	55,954,412	2,010,128	120,502,490
Year ended 2011	120,502,490	30,011,498	-	150,513,988
Year ended 2012	150,513,988	73,814,410	21,356,557	202,971,841
Year ended 2013	202,971,841	65,873,374	8,197,378	260,647,837
Year ended 2014	260,647,837	80,428,947	4,599,991	336,476,792
Year ended 2015	336,476,792	126,724,116	10,485,823	452,715,085
Year ended 2016	452,715,085	194,058,596	30,193,616	616,580,065
Year ended 2017	616,580,065	206,241,562	-	822,821,627
Year ended 2018	822,821,627	177,571,617	82,677,196	917,716,048
Year ended 2019	917,716,048	108,748,385	-	1,026,464,433
Year ended 2020	1,026,464,433	125,422,319	-	1,151,886,752
Year ended 2021	1,151,886,752	122,322,128	-	1,274,208,881
Year ended 2022	1,274,208,881	6,909,519	-	1,281,118,400
The company's tax assessment has been completed upto Assessment Year 2021-2022. Sufficient provision for taxation has been made for the year.				
14.5	Provision for Deferred tax:			
Balance at 01 January		15,489,195	12,935,688	
Provision made during the year		1,726,796	2,553,507	
		17,215,991	15,489,195	
Adjustment for the year		-	-	
Balance at 31 December		17,215,991	15,489,195	

		Amount in Taka		
		2022	2021	
14.6	Interest suspense account			
This represents interest on lease and loans income not recognized as income according to Bangladesh Bank's FID circular # 03 of 2006. Details are as follows:				
	Balance at 01 January	370,157,237	292,688,568	
	Add: Amount transferred to interest suspense account from Interest Income on Loan & Advances during the year	118,572,406	40,804,622	
	Add: Amount transferred to interest suspense account from Interest Income on FDR & STL during the year	26,585,911	71,998,870	
	Less: Amount recovered from interest suspense account during the year	(11,542,368)	(35,334,823)	
	Balance at 31 December	503,773,186	370,157,237	
14.6.1	Details of interest suspense account			
	Interest suspense for unclassified leases , loans and advances (A)			
	Standard	49,044,671	111,405,158	
	Special mention account	2,884,294	62,413,272	
		51,928,965	173,818,430	
	Interest suspense for classified leases , loans and advances (B)			
	Sub - standard	-	-	
	Doubtful	142,189,273	-	
	Bad/Loss	223,598,880	124,339,937	
		365,788,153	124,339,937	
	Total (A+B)	417,717,118	298,158,367	
14(a)	Other liabilities (consolidated)			
	GSP Finance Company (Bangladesh) Limited	3,093,440,423	2,397,917,481	
	GSP Investments Limited	690,036,141	524,764,790	
		3,783,476,565	2,922,682,271	
	Less: Inter company transaction	-	-	
		3,783,476,565	2,922,682,271	
15	Share Capital:			
15.1	Authorized capital			
	200,000,000 Ordinary shares of Tk. 10 each	2,000,000,000	2,000,000,000	
15.2	Issued, Subscribed & Paid up Capital :			
	157,068,585 Ordinary shares of Tk.10 each	1,570,685,850	1,570,685,850	
		% of share holding 2022		
	Domestic Shareholding Position	85.99%	1,350,632,762	
	Foreign Shareholding Position	14.01%	220,053,088	
		100.00%	1,570,685,850	
15.3	Raising of share capital			
GSP Finance Company (Bangladesh) Limited raised its share capital as follows:				
Year	Type of issue of paid up capital	No. of shares	Value of shares	Cumulative paid up capital
1995	Opening capital	22,505	2,250,500	2,250,500
1995	Allotment	25,000	2,500,000	4,750,500
1996	Allotment	1,429,177	142,917,700	147,668,200
1997	Allotment	23,318	2,331,800	150,000,000
2000	Allotment	100,000	10,000,000	160,000,000
2001	Allotment	100,000	10,000,000	170,000,000
2005	Bonus	170,000	17,000,000	187,000,000
2007	Bonus	187,000	18,700,000	205,700,000
2008	Bonus	102,850	10,285,000	215,985,000
2010	Bonus	6,047,580	60,475,800	276,460,800
2012	Allotment (IPO)	20,000,000	200,000,000	476,460,800
2012	Bonus	4,764,608	47,646,080	524,106,880
2013	Bonus	7,861,603	78,616,030	602,722,910
2014	Bonus	7,232,675	72,326,740	675,049,650
2015	Bonus	37,127,730	371,277,300	1,046,326,950
2017	Bonus	24,588,683	245,886,830	1,292,213,780
2019	Bonus	13,568,245	135,682,450	1,427,896,230
2020	Bonus	14,278,962	142,789,620	1,570,685,850

15.4 Holding of shares as on 31 December 2022 classified by number of shares as follows:

Range of share Quantity	Number of Shares	Number of Holders	Holding Position in %	Amount Tk.
Less than 500 shares	531,965	2,968	0.34%	5,319,650
501 to 5000 shares	5,006,246	3,458	3.19%	50,062,460
5001 to 10000 shares	3,217,090	409	2.05%	32,170,900
10001 to 20000 shares	4,039,464	265	2.57%	40,394,640
20001 to 30000 shares	2,844,299	113	1.81%	28,442,990
30001 to 40000 shares	2,069,701	60	1.32%	20,697,010
40001 to 50000 shares	2,605,617	54	1.66%	26,056,170
50001 to 100000 shares	7,422,214	99	4.73%	74,222,140
100001 to 1000000 shares	48,743,716	148	31.03%	487,437,160
Above 1000000 shares	80,588,273	18	51.31%	805,882,730
Total	157,068,585	7,592	100%	1,570,685,850
Amount in Taka				
2022				2021

15.5 Capital adequacy requirement

As per Clause 4(Gha) of The Financial Institutions Regulations 1994 and Bangladesh Bank's circulars in this regard, status of the company's capital adequacy is as under:

A. Eligible Capital :

1. Tier-1 Capital	1,708,020,964	2,314,189,499
2. Tier-2 Capital	1,176,531,106	579,473,528
3. Total Eligible Capital (1+2)	2,884,552,070	2,893,663,027

B. Total Risk Weighted Assets (RWA)

C. Capital Adequacy Ratio (CAR) (A3/B)*100

D. Core Capital to RWA (A1/B)*100

E. Supplementary Capital to RWA (A2/B)*100

F. Minimum Capital Requirement Based on Risk Weighted Assets (10% of B)

Surplus/(Deficit) (A3-F)

Surplus/(Deficit) (as per DFIM Circular No.-5 dated 24 July 2011 and Circular No.-9 dated 04 November 2009)

Tier-1 (Core Capital):

Paid up Capital

Statutory Reserve

Share Premium

Non-Controlling interest

Retained Earnings

Tier-2 (Supplementary Capital):

General Provision (Unclassified loans upto specified limit+SMA+off

Balance Sheet Exposure)

Assets Revaluation Reserve upto 50%

Risk Weighted Assets (RWA)

A. Credit Risk

On-Balance Sheet

Off-Balance Sheet

B. Market Risk

C. Operational Risk

15.5.1 Capital adequacy requirement (Consolidated)

As per Clause 4(Gha) of The Financial Institutions Regulations 1994 and Bangladesh Bank's circulars in this regard, status of the company's capital adequacy is as under:

A. Eligible Capital :

1. Tier-1 Capital	2,267,207,049	2,437,493,531
2. Tier-2 Capital	1,182,795,619	593,139,810
3. Total Eligible Capital (1+2)	3,450,002,668	3,030,633,341

B. Total Risk Weighted Assets (RWA)

C. Capital Adequacy Ratio (CAR) (A3/B)*100

D. Core Capital to RWA (A1/B)*100

E. Supplementary Capital to RWA (A2/B)*100

F. Minimum Capital Requirement Based on Risk Weighted Assets (10% of B)

Surplus/(Deficit) (A3-F)

Surplus/(Deficit) (as per DFIM Circular No.-5 dated 24 July 2011 and Circular No.-9 dated 04 November 2009)

		Amount in Taka	
		2022	2021
Tier-1 (Core Capital)			
Paid up Capital		1,570,685,850	1,570,685,850
Statutory Reserve		554,818,003	554,818,003
Share Premium		-	-
Non-Controlling interest		53	57
Retained Earnings		141,703,143	311,989,621
		<u>2,267,207,049</u>	<u>2,437,493,531</u>
Tier-2 (Supplementary Capital)			
General Provision (Unclassified loans upto specified limit+SMA+off Balance Sheet Exposure)		134,794,998	134,794,998
Assets Revaluation Reserve upto 50%		1,048,000,621	458,344,812
		<u>1,182,795,619</u>	<u>593,139,810</u>
Risk Weighted Assets (RWA)			
A. Credit Risk			
On-Balance Sheet		10,783,599,831	10,783,599,831
Off-Balance Sheet		-	-
B. Market Risk		844,630,550	844,630,550
C. Operational Risk		2,220,736,810	2,220,736,810
		<u>13,848,967,191</u>	<u>13,848,967,191</u>
16 Statutory reserve			
Balance at 01 January		554,818,003	515,405,831
Add: Transferred during the year		-	39,412,172
Balance at 31 December		<u>554,818,003</u>	<u>554,818,003</u>
17 Other Reserve:			
Capital Reserve/ Revaluation Reserve :			
Balance at 01 January		916,689,624	916,689,624
Add: Addition during the year		1,179,311,618	-
Balance at 31 December		<u>2,096,001,242</u>	<u>916,689,624</u>
18 Retained earnings			
Balance at 01 January		188,685,646	173,826,577
Less: Dividend paid		-	(142,789,620)
Add: Net profit/(Loss) for the year		(606,168,535)	197,060,861
		<u>(417,482,889)</u>	<u>228,097,818</u>
Less: Transfer to statutory reserve		-	(39,412,172)
Balance at 31 December		<u>(417,482,889)</u>	<u>188,685,646</u>
Apportionment:			
Retained earnings balance		(417,482,889)	188,685,646
		<u>(417,482,889)</u>	<u>188,685,646</u>
18(a) Retained earnings (consolidated)			
Balance at 01 January		311,989,621	267,454,135
Less: Dividend paid		-	(142,789,620)
Add: Net profit/(Loss) for the year		(170,286,482)	226,737,284
		<u>141,703,139</u>	<u>351,401,799</u>
Less: Transfer to statutory reserve		-	39,412,172
Balance at 31 December		<u>141,703,139</u>	<u>311,989,626</u>
Less: Non-controlling interest		(4)	5
		<u>141,703,143</u>	<u>311,989,621</u>
18(aa) Retained earnings of subsidiary			
Balance at 01 January		123,303,990	93,627,568
Add: Net profit for the year		(3,568,810)	29,676,422
		<u>119,735,180</u>	<u>123,303,990</u>
18.1 Contingent liabilities			
Acceptances and endorsements		-	-
Letter of guarantee (18.1.1)		-	-
Irrevocable letter of credit		-	-
Bills for collection		-	-
Other contingent liabilities		-	-
		<u>-</u>	<u>-</u>

		Amount in Taka	
		2022	2021
18.1.1	Letter of guarantee	-	-
	Claims lodged with the company which is not recognized as loan	-	-
	Money for which the company is contingently liable in respect of the following:	-	-
	Directors	-	-
	Government	-	-
	Banks and other financial institutions	-	-
	others	-	-
		-	-
18.2	Other commitments	-	-
	Documentary credits and short term trade and 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	-	-
	Others	-	-
		-	-
	As at 31 December 2022, the Company does not have any liabilities , which was not shown in the accounts.		
19	Income statement		
	Income :		
	Interest, discount and similar income (note-19.1)	304,403,685	840,340,765
	Dividend income	-	-
	Commission, exchange and brokerage (note-23)	-	-
	Gains less losses arising from dealing in securities	-	-
	Gains less losses arising from dealing in foreign currencies	-	-
	Other operating income (note-24)	38,021,749	35,784,348
	Profit less losses on interest rate changes	-	-
		342,425,434	876,125,113
	Expenses:		
	Interest expenses on deposits, borrowings, etc. (note-21)	351,992,807	395,689,480
	Charges on losses regarding leases, loans and advances	-	-
	Administrative expenses (note-19.2)	44,933,327	38,580,847
	Other operating expenses (note-34)	5,521,881	6,655,760
	Depreciation and repair of company's fixed assets (note-33)	4,967,106	3,670,462
		407,415,121	444,596,549
	Surplus of income over expenditure	(64,989,686)	431,528,565
19(a)	Income statement (Consolidated)		
	Income :		
	Interest, discount and similar income	904,729,601	978,875,872
	Dividend income	-	-
	Commission, exchange and brokerage	5,022,419	7,014,716
	Gains less losses arising from dealing in securities	-	-
	Gains less losses arising from dealing in foreign currencies	-	-
	Other operating income	38,085,966	35,857,980
	Profit less losses on interest rate changes	-	-
		947,837,986	1,021,748,568
	Expenses:		
	Interest expenses on deposits, borrowings, etc.	352,001,911	395,689,480
	Charges on losses regarding leases, loans and advances	-	-
	Administrative expenses	49,527,693	41,496,773
	Other operating expenses	6,399,672	7,308,393
	Depreciation and repair of company's fixed assets	5,605,347	4,418,793
		413,534,622	448,913,439
	Surplus of income over expenditure	534,303,364	572,835,130
19.1	Interest, discount and similar income	267,777,384	744,867,783
	Interest income on leases, loans and advances (note-20)	36,626,301	95,472,982
	Investment income (note-22)	304,403,685	840,340,765

		Amount in Taka	
		2022	2021
19.2	Administrative expenses	35,882,092	29,455,588
	Salary and allowances (note-25)	1,427,214	1,518,145
	Rent, taxes, insurance, electricity, etc. (note-26)	494,752	150,000
	Legal expenses (note-27)	630,138	634,473
	Postage, stamp, telecommunication etc. (note-28)	1,413,631	1,362,141
	Stationery, printing, advertisement etc. (note-29)	4,450,000	4,825,000
	Managing Director's salary and allowances (note-30)	440,000	440,000
	Directors' fees (note-31)	195,500	195,500
	Audit fees (note-32)	44,933,327	38,580,847
20	Interest income on leases, loans and advances:		
	Lease income	75,079,194	89,188,419
	Interest on loans and advances	186,916,565	274,557,345
	Interest on loan to GSP Investments Ltd	5,500,000	380,444,942
	Interest during grace period	-	-
	Total interest income on leases, loans and advances	267,495,759	744,190,706
	Interest on balance with banks and other financial institutions	281,625	677,077
		267,777,384	744,867,783
20(a)	Interest income on leases, loans and advances (consolidated)		
	GSP Finance Company (Bangladesh) Limited	267,777,384	744,867,783
	GSP Investments Limited	605,620,528	513,800,836
		873,397,912	1,258,668,619
	Less: Inter company transaction	5,500,000	380,444,942
		867,897,912	878,223,677
21	Interest expenses on deposits, borrowings, etc. :		
a)	Interest expenses on borrowings :		
	Interest on term loans	128,541,781	136,893,825
	Interest on call loans	4,411,810	5,265,508
	Interest on Bank over draft	9,317,305	7,550,588
	Bank charges	1,032,899	830,105
		143,303,795	150,540,026
b)	Interest expenses on deposits :	208,689,012	245,149,454
	Total	351,992,807	395,689,480
21(a)	Interest expenses on deposits, borrowings, etc. (consolidated)		
	GSP Finance Company (Bangladesh) Limited	351,992,807	395,689,480
	GSP Investments Limited	444,959,967	380,444,942
		796,952,774	776,134,422
	Less: Inter company transaction	444,950,863	380,444,942
		352,001,911	395,689,480
22	Investment income:		
	Dividend on Share	14,705,419	15,532,143
	Profit on Share Trading	21,920,882	79,940,839
		36,626,301	95,472,982
22(a)	Investment income (consolidated)		
	GSP Finance Company (Bangladesh) Limited	36,626,301	95,472,982
	GSP Investments Limited	205,388	5,179,213
		36,831,689	100,652,195
23	Commission, exchange and brokerage		
	Commission, exchange and brokerage	-	-
23(a)	Commission, exchange and brokerage (consolidated)		
	GSP Finance Company (Bangladesh) Limited	5,022,419	7,014,716
	GSP Investments Limited	5,022,419	7,014,716

		Amount in Taka	
		2022	2021
24	Other operating income:		
	Income from FDR	10,519,262	8,838,967
	Documentation charge	173,000	28,380
	Delinquent interest	3,413,540	23,648,102
	Service charge	25,000	504,000
	Transfer price on lease finance	18,400	585,818
	Processing fees	-	100,000
	Early Settlement Fee	472,690	-
	Income from house property	2,254,000	2,079,000
	Profit on sale of fixed assets	21,012,176	-
	Miscellaneous earnings	133,681	81
		38,021,749	35,784,348
24(a)	Other operating income (consolidated)		
	GSP Finance Company (Bangladesh) Limited	38,021,749	35,784,348
	GSP Investments Limited	64,217	73,632
		38,085,966	35,857,980
25	Salary and allowances:		
	Basic pay and allowances	30,503,623	24,176,307
	Bonus (note-25.1)	2,038,195	1,807,880
	Company's contribution to provident fund	940,274	1,071,401
	Retirement benefit and gratuity	2,400,000	2,400,000
		35,882,092	29,455,588
25.1	Bonus		
	Festival	2,038,195	1,807,880
	Performance	-	-
		2,038,195	1,807,880
25(a)	Salary and allowances(consolidated)		
	GSP Finance Company (Bangladesh) Limited	35,882,092	29,455,588
	GSP Investments Limited	2,923,200	2,191,374
		38,805,292	31,646,962
26	Rent, taxes, insurance, electricity, etc.:		
	Rent, rate and taxes	10,585	77,135
	Insurance	282,216	251,551
	Power and electricity	1,134,413	1,189,459
		1,427,214	1,518,145
26(a)	Rent, taxes, insurance, electricity, etc.(consolidated)		
	GSP Finance Company (Bangladesh) Limited	1,427,214	1,518,145
	GSP Investments Limited	97,043	78,415
		1,524,257	1,596,560
27	Legal expenses :		
	Legal expenses	494,752	150,000
		494,752	150,000
27(a)	Legal expenses (consolidated)		
	GSP Finance Company (Bangladesh) Limited	494,752	150,000
	GSP Investments Limited	56,000	20,000
		550,752	170,000
28	Postage,stamp,telecommunication etc.:		
	Postage and courier	7,767	10,972
	Telephone, fax, internet and mobile	612,381	602,661
	Stamp and court fee	9,990	20,840
		630,138	634,473
28(a)	Postage,stamp,telecommunication etc.(consolidated)		
	GSP Finance Company (Bangladesh) Limited	630,138	634,473
	GSP Investments Limited	1,300	569
		631,438	635,042

		Amount in Taka	
		2022	2021
29	Stationery, printing, advertisement, etc.:		
	Printing and stationery	408,571	354,921
	Advertisement and publicity	1,005,060	1,007,220
		<u>1,413,631</u>	<u>1,362,141</u>
29(a)	Stationery, printing, advertisement, etc.(consolidated)		
	GSP Finance Company (Bangladesh) Limited	1,413,631	1,362,141
	GSP Investments Limited	14,830	35,235
		<u>1,428,461</u>	<u>1,397,376</u>
30	Managing Director's salary and allowances :		
	Remuneration	4,125,000	4,500,000
	Other benefits	325,000	325,000
		<u>4,450,000</u>	<u>4,825,000</u>
30(a)	Managing Director's salary and allowances (consolidated)		
	GSP Finance Company (Bangladesh) Limited	4,450,000	4,825,000
	GSP Investments Limited	1,268,493	303,333
		<u>5,718,493</u>	<u>5,128,333</u>
31	Directors' fees :		
	Directors fees	440,000	440,000
		<u>440,000</u>	<u>440,000</u>
	Other benefits	-	-
		<u>440,000</u>	<u>440,000</u>
31(a)	Directors' fees (consolidated)		
	GSP Finance Company (Bangladesh) Limited	440,000	440,000
	GSP Investments Limited	176,000	264,000
		<u>616,000</u>	<u>704,000</u>
32	Audit fees:		
		195,500	195,500
		<u>195,500</u>	<u>195,500</u>
32(a)	Audit fees (consolidated)		
	GSP Finance Company (Bangladesh) Limited	195,500	195,500
	GSP Investments Limited	57,500	23,000
		<u>253,000</u>	<u>218,500</u>
33	Depreciation and repairs of company's assets:		
	Depreciation on company's fixed assets (Annexure-C)	4,661,901	3,231,914
	Repairs of companies fixed assets	305,205	438,548
		<u>4,967,106</u>	<u>3,670,462</u>
33(a)	Depreciation and repairs of company's assets (consolidated)		
	GSP Finance Company (Bangladesh) Limited	4,967,106	3,670,462
	GSP Investments Limited	638,241	748,331
		<u>5,605,347</u>	<u>4,418,793</u>
34	Other operating expenses:		
	Office maintenance	1,853,892	1,828,195
	Travelling and conveyances	340,914	313,012
	Motor vehicle running expenses	444,282	285,245
	Fees and subscriptions	1,648,270	2,588,976
	Staff welfare expenses	121,877	132,458
	Newspaper, books and periodicals	-	-
	Staff training and education	43,498	-
	Entertainment expenses	427,523	442,500
	Business promotion	30,000	315,500
	Commission on TDR	-	15,230
	Annual General Meeting Expenses (34.1)	441,625	734,644
	CSR Expenses (34.2)	170,000	-
		<u>5,521,881</u>	<u>6,655,760</u>

		Amount in Taka	
		2022	2021
34.1	Annual General Meeting Expenses		
	Printing of Annual Reports and data base	257,015	544,750
	Publication of Notice	125,610	136,813
	Others	59,000	53,081
		<u>441,625</u>	<u>734,644</u>
34.2	CSR Expenses		
	Gulshan Society	120,000	-
	Prime Minister Education Fund	50,000	-
		<u>170,000</u>	<u>-</u>
34(a)	Other operating expenses(consolidated)		
	GSP Finance Company (Bangladesh) Limited	5,521,881	6,655,760
	GSP Investments Limited	877,791	652,633
		<u>6,399,672</u>	<u>7,308,393</u>
35	Provision for leases, loans and advances & investments:		
	Provision for classified leases, loans and advances	559,290,521	(35,295,172)
	Provision for unclassified leases, loans and advances	(7,630,465)	9,822,442
	Special provision 2% (15% payment for deferral clients)	(83,198,715)	113,308,492
	Provision for Other Assets	14,200	24,309,813
	Provision for Investment in Share	65,793,789	24,309,813
		<u>534,269,330</u>	<u>112,145,575</u>
35(a)	Provision for leases, loans and advances & investments (consolidated)		
	GSP Finance Company (Bangladesh) Limited	534,269,330	112,145,575
	GSP Investments Limited	163,282,305	93,824,291
		<u>697,551,635</u>	<u>205,969,866</u>

Reason for changes in Provision:

Separate: Provision for leases, loans and advances & investments of GSP Finance Company (Bangladesh) Limited made during the year ended December 31, 2022 is BDT 534.27 million, which was BDT 121.15 million in the same period of the previous year. The main reason behind this variance Provision for leases, loans and advances & investments increase for newly classified lease, loan & advances during the year ended December 31, 2022. As such, Provision for leases, loans and advances & investments has increased by BDT 421.22 million during the period ended on December 31, 2022.

Consolidated: Provision for leases, loans and advances & investments of GSP Finance Company (Bangladesh) Limited made during the year ended December 31, 2022 is BDT 697.55 million, which was BDT 205.97 million in the same period of the previous year. The main reason behind this variance Provision for leases, loans and advances & investments increase for newly classified lease, loan & advances during the year ended December 31, 2022. As such, Provision for leases, loans and advances & investments has increased by BDT 491.58 million during the period ended on December 31, 2022.

36	Provision for income tax:		
	Current tax (36.1)	5,182,723	119,768,621
	Deferred tax (36.2)	1,726,796	2,553,507
		<u>6,909,519</u>	<u>122,322,128</u>

36.1 Provisions for current tax has been made as per under section 82cc of Income Tax Ordinance, 1984.

36.2 **Deferred tax asset/(liabilities)**

Deferred tax has been calculated based on deductible/(taxable) difference arising due to difference in the carrying amount of the assets and its tax base in accordance with the provision of International Accounting Standard (IAS) 12 "Income Taxes".

Deferred tax asset/(liabilities) is arrived at as follows:

	Carrying amount at balance sheet	Tax base	(Taxable)/deductible temporary difference
	Taka	Taka	Taka
Assets:			
Fixed assets net off depreciation	2,145,870,371	2,087,571,966	(58,298,405)
Liabilities:			
Employee gratuity	8,800,000	-	8,800,000
Total	<u>2,154,670,371</u>	<u>2,087,571,966</u>	<u>(49,498,405)</u>
Applicable tax rate			37.50%
Deferred tax asset/(liabilities) as on December 31, 2022			(18,561,902)
Deferred tax asset/(liabilities) as on December 31, 2021			(16,835,106)
Deferred tax income/(expenses) accounted for during the year			<u>(1,726,796)</u>

		Amount in Taka	
		2022	2021
36(a)	Provision for income tax (consolidated)		
	GSP Finance Company (Bangladesh) Limited	6,909,519	122,322,128
	GSP Investments Limited	128,692	17,805,852
		7,038,211	140,127,980
37	Dividend :		
	For the year ended December 31, 2022		
	The Board of Directors has recommended No dividend for the year ended December 31, 2022 in its 249th Board of Directors meeting held on November 12, 2023.		
	For the year ended December 31, 2021		
	The Board of Directors of the Company had recommended dividend @10% of which 2.5% cash dividend and 7.5% stock dividend for the year ended December 31, 2021 subject to approval of Bangladesh Bank and subsequently applied to Bangladesh Bank for their approval. The shareholders of the Company approved the same subject to approval of Bangladesh Bank in its Annual General Meeting held on September 27, 2022. Bangladesh Bank has finally declined the declaration of dividend @10% of which 2.5% cash dividend and 7.5% stock dividend of the company for the year ended December 31, 2021 vide their letter no. DFIM(C) 1054/28/2023-3873 dated November 09, 2023.		
38	Earning per share :		
	Earning per share (EPS) is calculated in accordance with International Accounting Standard No. 33. Earning per share has been calculated as follows:		
	Net profit after tax	(606,168,535)	197,060,861
	Number of ordinary shares outstanding	157,068,585	157,068,585
	Earning per share	(3.86)	1.25
38(a)	Earning per share (Consolidated) :		
	Net profit after tax	(170,286,482)	226,737,284
	Number of ordinary shares outstanding	157,068,585	157,068,585
	Earning per share	(1.08)	1.44
	No diluted EPS is required to be calculated for the year since there was no scope of dilution of share during the year under		
	Reason for changing Earning Per Share (EPS):		
	Separate: EPS of GSP Finance Company (Bangladesh) Limited for the year ended December 31, 2022 is BDT (3.86), which was BDT 1.25 in the same period of the previous year. The main reason behind this changes we could not sufficient recovered from our clients so our interest income decrease from previous year and classified Lease, Loan & advances are increase. Required provision for lease, loans & advances are increased from previous year. As such, Earning Per Share (EPS) has decreased by BDT 5.11 during the period ended on December 31, 2022.		
	Consolidated: In consolidated financial statement, EPS of GSP Finance Company (Bangladesh) Limited for the year ended December 31, 2022 is BDT (1.08), which was BDT 1.44 in the same period of the previous year. The main reason behind this changes we could not sufficient recovered from our clients so our interest income decrease from previous year and classified Lease, Loan & advances are increase. Required provision for lease, loans & advances are increased from previous year. As such, Earning Per Share (EPS) has decreased by BDT 1.08 during the period ended on December 31, 2022.		
39	Net Asset Value per share (NAV):		
	Total Shareholders' equity	3,804,022,206	3,230,879,123
	Number of shares outstanding	157,068,585	157,068,585
	NAV per share	24.22	20.57
39(a)	Net Asset Value per share (NAV) (Consolidated):		
	Total Shareholders' equity	4,363,208,291	3,354,183,155
	Number of shares outstanding	157,068,585	157,068,585
	NAV per share	27.78	21.35
	Reason for changes in Net Asset Value per share (NAV):		
	Separate: NAV of GSP Finance Company (Bangladesh) Limited (GSPB) for the year ended December 31, 2022 is BDT 24.22, which was BDT 20.57 in the same period of the previous year. The main reason behind the changes GSPB revalued the land & building by BDT 2,133.59 million and decrease Retained Earning by BDT 600.17 million. As such, Net Asset Value per share (NAV) has increased by BDT 3.65 during the period ended on December 31, 2022.		
	Consolidated: In consolidated financial statement, NAV for the period ended December 31, 2022 is BDT 27.78, which was BDT 21.35 in the same period of the previous year. The main reason be BDT 163.25 million. As such, Net Asset Value per share (NAV) has increased by BDT 6.43 during the period ended on December 31, 2022.		

		Amount in Taka	
		2022	2021
40	Net Operating Cash Flow per share:		
	Net cash flow from operating activities	(180,515,453)	151,422,221
	Number of shares outstanding	157,068,585	157,068,585
	NOCFPS	(1.15)	0.96
40(a)	Net Operating Cash Flow per share (Consolidated):		
	Net cash flow from operating activities	(181,393,130)	131,230,603
	Number of shares outstanding	157,068,585	157,068,585
	NOCFPS	(1.15)	0.84
Reason for changes in Net Operating Cash Flows Per Share (NOCFPS):			
Separate: NOCFPS of GSP Finance Company (Bangladesh) Limited for the year ended December 31, 2022 is BDT (1.15), which was BDT 0.96 in the same period of the previous year. The main reason behind this variance is the interest income from loans and advances has decrease by BDT 474.64 million and decrease other operating income by BDT 98.72 million. As such aggregately cash outflow from operating activities has decreased by BDT 331.94 million during the period ended on December 31, 2022 from the same period of the previous year.			
Consolidated: In consolidated financial statement, NOCFPS for the period ended December 31, 2022 is BDT (1.15), which was BDT 0.84 in the same period of the previous year. The main reason behind this variance is the interest income from loans and advances has decrease by BDT 600.45 million and decrease other operating income by BDT 103.63 million. As such aggregately cash outflow from operating activities has decreased by BDT 312.62 million during the period ended on December 31, 2022 from the same period of the previous year.			
41	Composition of Shareholders' Equity :		
	Paid up capital	1,570,685,850	1,570,685,850
	Statutory reserve	554,818,003	554,818,003
	Other reserve	2,096,001,242	916,689,624
	Retained earnings	(417,482,889)	188,685,646
	Total:	3,804,022,206	3,230,879,123
41(a)	Composition of Shareholders' Equity (Consolidated):		
	Paid up capital*	1,570,685,850	1,570,685,850
	Statutory reserve	554,818,003	554,818,003
	Other reserve	2,096,001,242	916,689,624
	Retained earnings	141,703,143	311,989,621
	Non-controlling interest	53	57
		4,363,208,291	3,354,183,155

***Date of issue & other information:**

Date	Types of Paid up Capital	No. of Shares	Face Value Per Share	Taka
01-10-1995	Promoter Share	22,505	100	2,250,500
29-11-1995	Allotment	25,000	100	2,500,000
15-06-1996	Allotment	1,429,177	100	142,917,700
26-02-1997	Allotment	23,318	100	2,331,800
06-07-2000	Allotment	100,000	100	10,000,000
15-02-2001	Allotment	100,000	100	10,000,000
23-04-2006	Bonus @ 10%	170,000	100	17,000,000
26-04-2008	Bonus @ 10%	187,000	100	18,700,000
12-04-2009	Bonus @ 5%	102,850	100	10,285,000
	Before Split	2,159,850		215,985,000
	After Split	21,598,500	10	215,985,000
15-02-2011	Bonus @ 28%	6,047,580	10	60,475,800
02-04-2012	IPO	20,000,000	10	200,000,000
13-05-2012	Bonus @ 10%	4,764,608	10	47,646,080
08-06-2013	Bonus @ 15%	7,861,603	10	78,616,030
20-02-2014	Bonus @ 12%	7,232,675	10	72,326,740
23-02-2015	Bonus @ 55%	37,127,730	10	371,277,300
14-03-2018	Bonus @ 23.50%	24,588,682	10	245,886,830
30-09-2020	Bonus @ 10.50%	13,568,245	10	135,682,450
30-09-2021	Bonus @ 10.00%	14,278,962	10	142,789,620
	Total	157,068,585		1,570,685,850

		Amount in Taka	
		2022	2021
42	Reconciliation of Operating Activities of Cash Flows:		
	Net Profit After Tax	(606,168,535)	197,060,861
	Depreciation	4,661,901	3,231,914
	Provision for lease and loans	534,269,330	112,145,575
	Provision for taxation	6,909,519	122,322,128
	Increase in lease and loans	(321,320,149)	66,847,968
	Income tax paid	(5,182,723)	(4,478,562)
	Increase in deposit and other accounts	77,744,934	(344,258,766)
	Increase in other liabilities	138,214,611	16,038,609
	Decrease in other assets	(9,644,341)	(17,487,506)
	Cash flows from operating activities	(180,515,453)	151,422,221
42(a)	Reconciliation of Operating Activities of Cash Flows (Consolidated):		
	Net Profit After Tax	(170,286,482)	226,737,284
	Depreciation	5,268,839	3,980,245
	Provision for lease and loans	697,551,635	205,969,866
	Provision for taxation	7,038,211	140,127,980
	Increase in lease and loans	(923,474,615)	(92,711,811)
	Income tax paid	(5,328,336)	(4,671,310)
	Increase in deposit and other accounts	77,744,934	(344,258,766)
	Increase in other liabilities	139,882,637	14,607,129
	Decrease in other assets	(9,789,954)	(18,550,013)
	Cash flows from operating activities	(181,393,130)	131,230,603

Reason for changes in Net Operating Cash Flows Per Share (NOCFPS):

Separate: NOCFPS of GSP Finance Company (Bangladesh) Limited for the year ended December 31, 2022 is BDT (1.15), which was BDT 0.96 in the same period of the previous year. The main reason behind this variance is the interest income from loans and advances has decrease by BDT 474.64 million and decrease other operating income by BDT 98.72 million. As such aggregately cash outflow from operating activities has decreased by BDT 331.94 million during the period ended on December 31, 2022 from the same period of the previous year.

Consolidated: In consolidated financial statement, NOCFPS for the period ended December 31, 2022 is BDT (1.15), which was BDT 0.84 in the same period of the previous year. The main reason behind this variance is the interest income from loans and advances has decrease by BDT 600.45 million and decrease other operating income by BDT 103.63 million. As such aggregately cash outflow from operating activities has decreased by BDT 312.62 million during the period ended on December 31, 2022 from the same period of the previous year.

43 Related party disclosures :

a. Particulars of Directors and their interest in different entities

SI no	Name of the Director	Status in GSPB	Entities where they have interest	Status in interested entity
01	Mr. Feroz U. Haider	Chairman	1. GSP Investments Limited 2. Republic Insurance Company Ltd. 3. S.F. Haider Foundation Ltd.	1. Chairman 2. Director 3. Chairman
02	Mr. Saber Hossain Chowdhury	Director & Vice Chairman	1. GSP Investments Limited 2. Karnaphuli Group of Companies. 3. Republic Insurance Company Ltd.	1. Director 2. Managing Director 3. Director
03	Dr. ATM Shamsul Huda	Director & Vice Chairman		
04	Mr. Wolf-Peter Berthold	Director		
05	Ms. Silwat A. Haider	Director		
06	Mr. Moin U. Haider	Director & Chairman EC	GSP Investments Ltd.	Director
07	Mr. Mohamed Abdul Jalil	Director		
08	Mr. F. A. Shamim Ahmed	Independent Director	GSP Investments	Director
09	Mr. Anwarul Bar Chowdhury	Independent Director		Director

b. Significant contract where the Company is party and wherein Directors have interest - Nil

c. Related party transactions

The Company in normal course of business carried out a number of transactions with other parties that fall within the definition of related party as per IAS 24. Related Party Disclosures. These related party loans/Leases were made at the competitive terms including interest rates and collateral requirements, as those offered to other customers of similar terms & conditions.

Name of the related party	Relationship	Nature of Transaction	Closing Balance 2022	Closing Balance 2021
GSP Investments Limited	Subsidiary Company	Loan and Advances	2,493,621,398	2,493,621,398
Employees Provident Fund of GSP Finance Company (Bangladesh) Limited	Employees Provident Fund	Borrowings	10,000,000	-
			2,503,621,398	2,214,840,810

d. Share issued to Directors and executives without consideration or exercisable at a discount - Nil

e. Lending policy to related parties

Related parties are allowed Loans and Advances as per General Loan Policy of the Company.

f. Investment in the Securities of Directors and their related concern - Nil

g. Receivable from Directors-Nil

44 Unacknowledged debt :

The Company had no claim against it, which has not been acknowledged as debt at the balance sheet date.

45 Number of employees :

The total number of full time employees of the Company and their remuneration above Tk.48,000/- per annum were 31. There were no employees earning less than Tk. 48,000/- per year.

46 Number of Board meeting and remuneration for attending thereof :

Total number of 8 (eight) Board of directors meetings were held during the year and directors remuneration for attending the board meeting was paid as per Company Law and Bangladesh Bank guidelines. No director has been paid any remuneration for any special service rendered.

47 Receivable from directors :

No amount is due from any of the directors of the Company.

48 Disclosure regarding branch :

As at December 31, 2022, the company has no branch in or outside of Bangladesh.

49 Disclosure of Executive Committee :

To conform with the Bangladesh Bank guidelines, the Board of Directors of GSP Finance Company (Bangladesh) Limited constituted the Executive Committee of the Board comprising members from the Board

50 Disclosure on Audit Committee:

50.1 Particulars of Audit Committee

According to the guidelines of Bangladesh Bank, the Board of Directors of GSP Finance Company (Bangladesh) Limited constituted the Audit Committee of the Board. Details of the committee members are as follows:

Name of the Members	Position in the Board	Position in the Committee
Ambassador Anwarul Bar Chowdhury (Retd.)	Independent Director	Chairman
Mr. Saber Hossain Chowdhury	Vice Chairman and Director	Member
Dr. ATM Shamsul Huda	Vice Chairman and Director	Member
Mr. Mohamed Abdul Jalil	Director	Member
Mr. Moin U. Haider	Director	Member

50.2 Activities of the audit committee during the year.

In the year 2022 the Audit Committee carried out the following activities:

- Reviewed the financial and other systems including internal control and its reporting procedure;
- Reviewed the duties, responsibilities, functions, degree of independence, due diligence with due care, objectivity and staffing of internal audit department;
- Recommend to the Board regarding appointment of the external auditors and their terms of appointment;
- Reviewed all the operational policies before being approved by the Board;
- Reviewed the effectiveness and independence for the statutory auditors;
- Reviewed along with the management, the quarterly and the half yearly financial statements before submission to the Board for approval;
- Reviewed along with the management, the annual financial statements before submission to the Board for approval;
- Ensured Strict adherence and compliance of the Bangladesh Accounting Standards and recommended the best accounting practices;
- Reviewed the delinquent portfolio and provided suitable guidelines;

50.3 Effective internal control and security documentation of the Company:

Having assessed the internal financial controls, information system and reporting models, the committee is of the opinion that:

- Procedures followed by the management for internal control of the company's activities under the manual set by the management in line with Bangladesh Bank's guidelines are satisfactory.
- Company's assets are reasonably safeguarded and the financial position of the company is on sound footing.
- Overdue and litigation position of the company as stated by the management presents a true and fair view.

51 Subsequent events/Financial Statement Authorized to Issue :

The Board of Directors of the company approved the financial statements on November 12, 2023 and recommended no dividend for the financial year ended December 31, 2022. The dividend proposal is subject to shareholders' approval at the forthcoming AGM. Except the fact as stated above, no circumstances have arisen since the statement of financial position date which would require adjustments, or disclosure in the financial statements.

52 Highlights on the overall activities :

Sl no.	Particulars	Amount in Taka	
		2022	2021
1	Paid up capital	1,570,685,850	1,570,685,850
2	Total eligible capital (note - 15.5.A)	2,884,552,070	2,893,663,027
3	Capital surplus / (deficit)	570,685,850	570,685,850
4	Total assets	10,545,514,782	9,162,344,756
5	Total deposits	2,002,944,839	1,925,199,905
6	Total leases, loans and advances	7,268,878,151	6,947,558,002
7	Total contingent liabilities and commitments	-	-
8	Credit deposit ratio	3.63	3.61
9	Percentage of classified leases, loans and advances against total leases, loans and advances	80.10	16.04
10	Profit after provisions and income tax	(606,168,535)	197,060,861
11	Leases, loans and advances classified for the year ended	5,822,696,987	1,114,587,829
12	Provision kept against classified leases, loans and advances	998,927,824	439,637,303
13	Provision surplus / (deficit)	-	4,986,000
14	Cost of fund	9.67	10.15
15	Interest earning assets	7,931,997,637	7,807,564,518
16	Non-interest earning assets	2,613,517,146	1,354,780,238
17	Return on assets (ROA) %	(5.75)	2.15
18	Return on investment (ROI) %	(15.75)	9.89
19	Income from investment	36,626,301	95,472,982
20	Earnings per share	(3.86)	1.25
21	Net Income per share	(3.86)	1.25
22	Price earnings ratio (times)	(7.00)	21.60

GSP FINANCE COMPANY (BANGLADESH) LIMITED
INVESTMENT IN SHARES
AS AT DECEMBER 31, 2022

ANNEXURE - A

Sl. No.	Name of the issuer company	No. of Shares	Cost price as at Dec. 31, 2022 (Tk)	Market Price as at Dec. 31, 2022 (Tk.)	Provision required as at Dec. 31, 2022 (Tk.)
Investment in quoted shares:					
1	Aftab Automobiles Ltd.	729,120	50,390,408	17,863,440	(32,526,968)
2	British American Tobacco Bangladesh Co. Ltd.	32,500	18,489,905	16,857,750	(1,632,155)
3	BRAC Bank Ltd.	153,494	8,418,949	5,909,519	(2,509,430)
4	BSRM Steels Limited	95,023	8,343,847	6,071,970	(2,271,877)
5	Energypac Power Generation Ltd.	1,192,800	49,984,000	41,151,600	(8,832,400)
6	Esquire Knit Composite Ltd.	20,890	940,050	720,705	(219,345)
7	Grameenphone Ltd.	169,909	69,105,428	48,695,919	(20,409,508)
8	Heidelberg Cement Bangladesh Ltd.	58,360	27,783,136	10,452,276	(17,330,860)
9	IDLC Finance Ltd.	44,562	2,694,030	2,072,133	(621,897)
10	Keya Cosmetics Ltd.	98,687	1,166,509	631,597	(534,912)
11	LankaBangla Finance Ltd.	798,842	19,738,041	20,769,892	1,031,851
12	National Bank Ltd.	3,280,676	26,892,659	27,229,611	336,952
13	Olympic Industries Ltd.	183,375	47,449,941	23,104,694	(24,345,247)
14	Peoples Leasing and Financial Services Ltd.	181,498	6,838,382	544,494	(6,293,888)
15	Robi Axiata Ltd.	618,000	25,507,205	18,540,000	(6,967,205)
16	Runner Automobiles Ltd.	7,566	540,450	366,194	(174,256)
17	Shahjalal Islami Bank Ltd.	1,870,995	36,203,683	35,174,706	(1,028,977)
18	Square Pharmaceuticals Ltd.	216,880	50,354,773	45,501,424	(4,853,349)
19	Union Capital Limited	62,804	1,465,354	621,760	(843,594)
Investment in unquoted shares:					
1	CDBL	571,181	2,569,450	2,569,450	-
Total			454,876,200	324,482,940	130,393,260

*Investment in quoted shares
*Investment in unquoted shares
Total:

Cost Price
452,306,750
2,569,450
454,876,200

GSP FINANCE COMPANY (BANGLADESH) LIMITED
SCHEDULE OF FIXED ASSETS (CONSOLIDATED)
AS AT 31 DECEMBER 2022

ANNEXURE - B

SL No.	Particulars	COST				Rate %	DEPRECIATION				Written Down Value as on 31.12.21
		Opening Balance on 01.01.21	Addition during the year	Revaluation during the year	Adjustment during the year		Closing Balance as on 31.12.21	Charged during the year	Adjustment during the year	Closing Balance as on 31.12.21	
1	Land & Land Development	953,437,500	-	1,165,312,500	-	-	2,118,750,000	-	-	-	2,118,750,000
2	Office Building	20,535,534	-	-	-	10	20,535,534	180,818	13,999,118	5,876,351	14,659,182
3	Office Equipment	31,263,187	357,750	-	156,400	20	25,764,705	1,902,918	156,400	27,511,223	3,953,313
4	Furniture & Fixtures	8,750,747	-	-	38,959	10	8,231,877	171,329	38,959	8,364,247	347,541
5	Software	1,340,000	-	-	-	20	1,229,113	22,177	-	1,251,290	88,710
6	Office Decoration	695,534	-	-	-	10	695,534	15,733	-	553,938	141,596
7	Telephone Systems	1,196,991	3,800	-	-	20	1,194,756	1,928	-	1,196,684	4,107
8	Motor Vehicle	19,932,725	-	-	-	20	19,932,725	2,973,936	-	9,471,110	10,461,614
9	Electrical Goods & Installation	4,095,278	-	-	-	20	4,095,278	-	-	4,095,277	2
10	Generator & Installation	1,128,896	-	-	-	20	1,128,896	-	-	1,128,896	1
11	House Property	20,950,712	-	-	-	10	20,950,711	-	8,118,000	12,832,711	1
AS AT 31 DECEMBER 2022		1,063,327,103	361,550	1,165,312,500	8,313,359		2,220,687,794	5,268,839	22,312,477	72,281,725	2,148,406,067

GSP FINANCE COMPANY (BANGLADESH) LIMITED
SCHEDULE OF FIXED ASSETS (CONSOLIDATED)
AS AT 31 DECEMBER 2021

ANNEXURE - B

SL No.	Particulars	COST				Rate %	DEPRECIATION				Written Down Value as on 31.12.21
		Opening Balance on 01.01.21	Addition during the year	Revaluation during the year	Adjustment during the year		Closing Balance as on 31.12.21	Charged during the year	Adjustment during the year	Closing Balance as on 31.12.21	
1	Land & Land Development	953,437,500	-	-	-	-	953,437,500	-	-	-	953,437,500
2	Office Building	20,535,534	-	-	-	10	20,535,534	385,842	-	19,694,651	840,882
3	Office Equipment	31,152,932	110,255	-	-	20	31,263,187	1,951,032	-	25,764,705	5,498,481
4	Furniture & Fixtures	8,734,967	15,780	-	-	10	8,750,747	206,432	-	8,231,877	518,870
5	Software	1,340,000	-	-	-	20	1,201,391	27,722	-	1,229,113	110,887
6	Office Decoration	695,534	-	-	-	10	520,724	17,481	-	538,205	157,329
7	Telephone Systems	1,196,991	-	-	-	20	1,192,369	2,387	-	1,194,756	2,235
8	Motor Vehicle	9,932,725	10,000,000	-	-	20	5,107,822	1,389,352	-	6,497,174	13,435,550
9	Electrical Goods & Installation	4,095,278	-	-	-	20	4,095,277	-	-	4,095,277	2
10	Generator & Installation	1,128,896	-	-	-	20	1,128,896	-	-	1,128,896	-
11	House Property	20,950,712	-	-	-	10	20,950,711	-	-	20,950,711	1
AS AT 31 DECEMBER 2021		1,053,201,068	10,126,035	-	-		1,083,327,103	3,980,245	-	89,325,363	974,001,734

GSP FINANCE COMPANY (BANGLADESH) LIMITED
SCHEDULE OF FIXED ASSETS
AS AT 31 DECEMBER 2022

ANNEXURE - C

Sl. No.	Particulars	COST			Rate %	DEPRECIATION				Written Down Value as on 31.12.22
		Opening Balance on 01.01.22	Addition during the year	Revaluation during the year		Adjustment during the year	Closing Balance as on 31.12.22	Charged during the year	Adjustment during the year	Closing Balance as on 31.12.22
1	Land & Land Development	953,437,500	-	-	-	-	953,437,500	-	-	953,437,500
2	Office Building	20,535,534	-	-	10	-	19,694,649	180,818	-	19,875,467
3	Office Equipment	30,236,808	330,050	-	20	156,400	24,932,934	1,860,070	156,400	26,636,504
4	Furniture & Fixtures	8,653,382	-	-	10	38,959	8,614,423	167,085	38,964	8,305,075
5	Telephone Systems	1,196,991	3,800	-	20	-	1,194,191	1,928	-	1,196,664
6	Motor Vehicle	13,690,000	-	-	20	-	2,864,127	2,462,000	-	5,316,127
7	Electrical Goods & Installation	4,095,278	-	-	20	-	4,095,278	-	-	4,095,278
8	Generator & Installation	1,128,896	-	-	20	-	1,128,896	-	-	1,128,896
9	House Property	20,950,712	-	-	10	8,118,000	12,832,712	-	8,118,000	12,832,712
AS AT 31 DECEMBER 2022		1,053,925,101	333,850	-		8,313,359	1,045,945,592	4,661,901	8,313,364	966,558,753

** As per management decision in the 237th board meeting dated 09/08/2023 this asset is held for sale.

Revalued Assets:

Sl. No.	Particulars	COST			Rate %	DEPRECIATION				Written Down Value as on 31.12.22
		Opening Balance on 01.01.22	Addition during the year	Revaluation during the year		Adjustment during the year	Closing Balance as on 31.12.22	Charged during the year	Adjustment during the year	Closing Balance as on 31.12.22
1	Land & Land Development	-	-	-	-	-	-	-	-	-
2	Office Building	-	-	-	10	-	-	-	-	-
Total		-	-	-		-	-	-	-	-
GRAND TOTAL AS AT 31		1,053,925,101	333,850	1,165,312,500		8,313,359	1,165,312,500	4,661,901	22,312,482	2,145,870,371

GSP FINANCE COMPANY (BANGLADESH) LIMITED
SCHEDULE OF FIXED ASSETS
AS AT 31 DECEMBER 2021

ANNEXURE - C

Sl. No.	Particulars	COST			Rate %	DEPRECIATION				Written Down Value as on 31.12.21
		Opening Balance on 01.01.21	Addition during the year	Revaluation during the year		Adjustment during the year	Closing Balance as on 31.12.21	Charged during the year	Adjustment during the year	Closing Balance as on 31.12.21
1	Land & Land Development	953,437,500	-	-	-	-	953,437,500	-	-	953,437,500
2	Office Building	20,535,533	-	-	10	-	19,306,809	365,840	-	19,694,649
3	Office Equipment	30,141,758	95,055	-	20	-	23,028,116	1,904,818	-	24,932,934
4	Furniture & Fixtures	8,653,382	-	-	10	-	7,975,017	201,937	-	8,176,954
5	Telephone Systems	1,196,991	-	-	20	-	1,192,369	2,387	-	1,194,756
6	Motor Vehicle	3,690,000	10,000,000	-	20	-	2,127,195	736,932	-	2,864,127
7	Electrical Goods & Installation	4,095,278	-	-	20	-	4,095,278	-	-	4,095,278
8	Generator & Installation	1,128,896	-	-	20	-	1,128,896	-	-	1,128,896
9	House Property	20,950,712	-	-	10	8,118,000	12,832,712	-	-	12,832,712
AS AT 31 DECEMBER 2021		1,043,830,046	10,095,055	-		-	1,053,925,101	3,231,914	-	970,886,799

Valuation Report



জি. কে. এডজাস্টার্স লিঃ
G.K. ADJUSTERS LTD.

[Licenced Certified Surveyor Government of Bangladesh]

DUPLICATE

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Valuation Report # GKAL:VL:08:1999:2008:22 dt:08.11.22
of
GSP Finance Company (Bangladesh) Limited
1, Paribagh,
Mymensignh Road,
Ramna, Dhaka.





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INTRODUCTION

As a part of the assigned service, the team of **G.K. ADJUSTERS LTD.** has performed a physical verification of Assets (Land & Land developments) listed in the company's financial statement as on December 31, 2022. Information from available sources has been assembled, and inquiries on the planning permission & location of the properties carried out. Our procedure also includes verifying the ownership of assets, and reliability and accuracy of other information provided by the management.

Please note that for the purposes of this assignment a Government Licensed Survey Firm **G.K. ADJUSTERS LTD** has been appointed in order to present an independent assessment of the valuation of the said assets.

The subsequent part of the report elaborates on the assignment including methodology applied, the process used, and methods of valuation, detailed particulars of land and land development.

THE ENGAGEMENT TEAM

As independent valuer of **G.K. ADJUSTERS LTD**, we have employed sufficient number of skilled and experienced peoples to perform the assignment diligently. For the purposes of this assignment, Survey firm **G.K. ADJUSTERS LTD** has been appointed by GSP Finance Company (Bangladesh) Limited in order to present an independent assessment of the valuation of the said assets. The persons involved in valuation process as follow:

SL#	Name	Role	Qualification	Experience
1	Ms. Sathi Yasmin	Managing Director & Chief Surveyor	C.I.M.A [UK] Licensed Surveyor of IDRA.	20 years
2	Mr. Md. Oliul Islam Khan	Senior Surveyor	Graduate. Professionally trained in survey.	24 years
3	Mr. Md. Motaleb Hossain	Senior Surveyor	MBS (Accounting).	14 years

FAIRNESS OF OPINION

The valuation has been undertaken in accordance with the International Valuation Standard (IVS) as well as complying with the requirement of BSEC Directive no. SEC/CMRRCD/2009 - 193/150/ Admin; dated August 18, 2013. Thus the fundamental principles of Ethical Conduct namely integrity, objectivity, competence, confidentiality and professional behavior have been maintained throughout the valuation and have taken all possible steps to avoid or mitigate possible threats to compliance of these principles. As the scope of work was a valuation based on market value of land only, the relevant IVS were: IVS Framework, IVS 103: Reporting and IVS 400: Real property Interest.





OBJECTIVE OF THE ASSIGNMENT

The main objective of the assignment is to determine the present/current value of land and building of GSP Finance Company (Bangladesh) Limited by applying recognized, accepted and realistic procedure of valuation methods on agreed date. The basic reasons for revaluation are to present a true and fair value of Lands and Development of the company in the Balance Sheet of the company.

CUT-OFF DATE

The cut off the valuation is November 06, 2022.

METHODS USED

The team will adopt current market price method for land and building.

BASIS OF VALUATION OF LAND

To determine the basis of valuation of land in Dhaka city is rather a difficult and tricky proposition as there is no uniformity in price of land. It has been observed on many occasion that plot lying side by side and having equal facilities may fetch different price without any apparent and convincing reason. We have as such valued the land on the basis of plot being purchased and sold in the locality during the last six month. We have also enquired from the local people and inhabitants of the area at a random basis to arrive at an average consensus value as to the present price of the land in the locality.

Again, value of the land in the present market condition is a relative term as the seller and the buyer look at it from different point. Moreover, it differs from a willing seller and an unwilling seller and similarly a willing buyer will have different value then that of an unwilling buyer.

BASIS OF VALUATION OF BUILDING

The building has been valued taking into consideration the present cost of construction materials, labour cost and workmanship etc. as well as we have taken into consideration the materials used for the construction of the building and the quality of its finishing work, fixture and fittings etc. to arrive at a fair and reasonable value of the same.

FOR VALUATION OF LAND THE FOLLOWING FACTORS WERE CONSIDERED

For land valuation in various occasions we found that the plot(s) located side by side with the same facilities and importance, fetch different prices, without obvious reason whatsoever. During the course of valuation, we have inquired local people with a view to arrive at an average consensus rate as to the market price of the land in locally, also considering location, size of the land and the infrastructure in and around and future prospects of the locality. We also consider plot being purchased and sold in that particular area.





For the purpose of this assignment a Survey firm G.K. ADJUSTERS LTD has been appointed in order to provide an independent assessment of the valuation.

The property is located at 1, Paribagh, P.S. Ramna, Dist: Dhaka, under Dhaka municipal corporation, Mouza: Ramna, J.L. # 04, Sheet # 21, Ward# 22, Touzi # 5237BI, C.S. Khatian # 16837 and S.A. Khatian#14, part of C.S. Dag # 08 and S.A. Dag # 9/75. The total area of land measuring 01 bigha, 01 katha, 03 chatak equivalent to 21.1875 katha.

METHODOLOGY

Our investigation included review and analysis of those information as well as discussions with Company management concerning the history and nature of business, its economic status and prospects and personal inspection of the Company property, which also included a review and analysis of pertinent proprietary information. For the purpose of valuation, we have carried out the following works:

A PHYSICAL VERIFICATION OF THE LAND AND LAND DEVELOPMENT IN QUESTION HAS BEEN UNDER TAKEN

All the land sites under evaluation were visited and measured in accordance with the deeds held by GSP Finance Company (Bangladesh) Limited. By measuring and physically verifying reconciliation of the actual property and plant was carried out. The plot of land measuring more or less 01 bigha 01 katha 03 chatak equivalent to 21.1875 katha as per papers as submitted to us.

It is a commercial plot and bounded by Paribagh main road on the north, three storied and five storied 1st class structure building of other owners on the south, land of P.G. Hospital on the east, pucca road on the west, The plot is located opposite of SPL Diganta Tower and about 50 yards off towards west from Kazi Nazrul Islam Avenue. The plot is encircled by average 7 ft. high burnt bricks boundary wall on all sides with an iron gate. Facilities like gas, water and electricity etc. are available within the plot.

THE CONDITION OF THE BUILDING

Present occupancy and physical condition of all the land sites were checked to get reasonable assurance on the condition of the land and building. A three storied 1st class structure [2nd floor 2nd class structure] commercial building has been constructed over the plot. It is an old building and the details description of the building has been shown in the valuation portion of the report.

RE-ASSESSED THE REPLACEMENT COST AND/OR RE-SALE VALUE OF ASSETS

The team worked on re-assessing the replacement cost or resale value of land and land development. As the revaluation date cost value of the assets are as follows:

Particulars of Assets	Amount in Tk.
Land and land development	Tk: 95,34,37,500.00
Buildings	Tk: 8,40,885.00





INFORMATION WAS EXTRACTED AND VERIFIED WITH VARIOUS SOURCES OF THE CONCERNED REGION

Information from local brokers as well as from the officers at the revenue office was gathered. This process allowed the Valuers to obtain territory rates currently applicable for the concerned area in question. Dissemination of information with regards to City corporation rates was provided and the assessment of the Valuers is based in totality on this information.

FACTORS CONSIDERED FOR EVALUATION OF LANDS

We have taken in to account the following elements:

- Location of the land;
- Commercial importance of the area;
- Means of communication;
- Long-term possession right on the lease hold land;
- Demand/scarcity of land in the area;
- Size of the land;
- Recent sale prices of land adjacent to the relevant areas;
- Rate procured from the respective/ concerned authorities;
- Land actually in possession of the Company.

OTHER FACTORS WHICH WERE TAKEN INTO CONSIDERATION ARE THE FOLLOWING

- Whether the land has planning permission
- Location, Accessibility and availability of resources surcharges & electricity
- Size of land and future potential development & Information from local residents.

VALUATION REPORT

As per our scope of services and appointment instructions, GSP Finance Company (Bangladesh) Limited was appointed to provide an opinion on the current value of assets under the scope of work. With the help of qualified Survey firm (independent reviewers), the following valuation for each of the assets have been derived upon.

Please see the following and remaining pages for details of land and its valuation.

PRESENT VALUE OF THE LAND

From our local enquiry and cross check we are of the considered view that the present price of the land in the area under is around **Tk:10,00,00,000.00 per katha** on an average taking into consideration as to the location, size of the plot and the facilities in and around.

Therefore, on the basis of our above calculated estimate, the value of 21.1875 katha land comes to **Tk:211,87,50,000.00**



**PRESENT VALUATION OF THE BUILDING**

**Three storied 1st class structure [2nd floor 2nd class structure]
commercial building**

Ground floor

Built of burnt bricks wall with paint, tiles/
mosaic floor, RCC beam/column /roof,
wooden/thai door, steel/ thai aluminum
glass with grill windows, well decorated
office room etc. measuring

3,900 sft. @ Tk:2,000.00 Tk: 7,800,000.00

1st floor

Construction same as that of ground floor
etc. measuring

2,500 sft. @ Tk:2,000.00 Tk: 5,000,000.00

2nd floor

Built of burnt bricks wall with paint,
tiles/mosaic floor, C.I sheet roof over M.S
angle with false ceiling, wooden/ thai
door, steel/thai aluminum glass with grill
windows, well decorated office room

2,500 sft. @ Tk:1,500.00 Tk: 3,750,000.00

Other cost

Electricity, gas & water, iron gate,
boundary wall etc.

>> Lump sum

Tk: 2,000,000.00

Tk: 18,550,000.00

Less: 20% depreciation [-]

Tk: 3,710,000.00

Tk:14,840,000.00

On the basis of our above calculated estimate, the present value of the land and building has been
summerised as under:

SUMMARY OF VALUATION

Land : 2,11,875 decimal	@ Tk:10,00,00,000.00	Tk:211,87,50,000.00
Building:		<u>Tk: 1,48,40,000.00</u>
		<u>Tk:213,35,90,000.00</u>

A set of photograph of the land & building and its projection is enclosed herewith.





RESTRICTION, RELIANCE ON INFORMATION AND DISCLAIMER

We G.K. ADJUSTERS LTD state that we do not have any direct or financial interest in the Properties described herein. The valuer's inspection and report does not constitute a structural survey and is not intended as such. This report is also provided on the basis that we will not be liable for losses resulting from natural reason and Government policy.

This report is relevant as at the date of preparation and to circumstances prevailing at that time. However, within a rapidly changing for pandemic/epidemic economic environment experiencing fluctuations in interest rates, rents and building expenditure, returns on property and values as a consequence can change over a relatively short time scale. We therefore strongly recommend that before any action is taken involving acquisitions, disposal, shareholding restructure or other transaction, that you consult the valuer.

This valuation is current as at the date of valuation only. The value assessed herein may change significantly and unexpectedly over a relatively short period, (Including as a result of general market movements or factors specific to the particular Properties). We do not accept liability for losses arising from such subsequent changes in value. Without limiting the generality of the above comment, we do not assume any responsibility or accept any of the valuation, or such earlier date if you become aware of any factors that have any effect of the valuation.

In preparing our valuation assessment, we have relied upon and assumed the accuracy and completeness of all information that is available from public sources and all information that was furnished to us by GSP Finance Company (Bangladesh) Limited. We have evaluated that information through analysis, inquiry and examination for the purpose of forming our indicative valuation assessment.

Our report has been prepared with utmost care and diligence and the statements and conclusions in our report are given in good faith and belief, on reasonable grounds, that such statements and conclusions are not false or misleading. We have made certain forecast and we believe these are realistically assumed. The purpose of placing the valuation was to give a realistic valuation of fixed assets. Such valuation may be relied upon for any other purpose but we do not assume any responsibility if the user differs with the conclusions arrived at this report for any purpose other than those mentioned in this report.

This report is issued without prejudice.

Thanking you,

Sincerely yours,
For G.K. Adjusters Ltd.

Sathi Yasmin
Director

