

GSP Finance Company (Bangladesh) Limited
Financial Statements (Un-Audited)
As at and for the period ended March 31, 2023

GSP FINANCE COMPANY (BANGLADESH) LIMITED
CONSOLIDATED BALANCE SHEET (UN-AUDITED)
AS AT MARCH 31, 2023

	Notes	Amount in Taka	
		31.03.2023	31.12.2022
PROPERTY AND ASSETS			
Cash		12,484,400	18,651,362
In hand (including foreign currencies)	3.1(a)	141,876	100,812
Balance with Bangladesh Bank and its agents bank(s) (including foreign currencies)	3.2(a)	12,342,524	18,550,550
Balance with other banks and financial institutions	4(a)	193,482,169	210,578,538
In Bangladesh		193,482,169	210,578,538
Outside Bangladesh		-	-
Money at call and short notice	5(a)	-	-
Investments	6(a)	461,665,543	476,074,513
Government		-	-
Others		461,665,543	476,074,513
Leases, loans and advances	7(a)	8,961,563,427	8,740,221,891
Bills purchased and discounted	8(a)	-	-
Fixed assets including premises, furniture and fixtures	9(a)	2,146,812,522	2,148,406,068
Other Assets	10(a)	216,475,358	200,804,637
Non-business assets	11	-	-
Total Assets		11,992,483,421	11,794,737,009
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from banks, other financial institutions and agents:	12(a)	1,737,288,921	1,645,107,314
Deposits and other accounts	13(a)	2,105,265,215	2,002,944,839
Current deposits		-	-
Bills payable		-	-
Savings deposits		-	-
Term deposits		2,105,265,215	2,002,944,839
Bearer certificate of deposit		-	-
Other deposits		-	-
Other liabilities	14(a)	3,971,032,706	3,783,476,565
Total Liabilities		7,813,586,842	7,431,528,718
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	2,096,001,242
Retained earnings:			
Retained earnings balance	18(a)	(42,608,539)	141,703,143
Total equity attributable to equity holders of the company		4,178,896,556	4,363,208,238
Non-controlling interest		24	53
Total liabilities and Shareholders' equity		11,992,483,421	11,794,737,009

OFF-BALANCE SHEET ITEMS

Contingent liabilities

18.1

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

Amount in Taka	
31.03.2023	31.12.2022

--	--

Other commitments

18.2

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

--	--

Total off-balance sheet items including contingent liabilities

Net Assets Value (NAV) per share

26.61

27.78

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

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Sd/-
Managing Director & CEO

Sd/-
Director

Sd/-
Chairman

GSP FINANCE COMPANY (BANGLADESH) LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2023

		Amounts In Taka	
		Jan. 1 to Mar. 31, 2023	Jan. 1 to Mar. 31, 2022
	<u>Notes</u>		
Interest income from leases, loans and advances	19(a)	84,501,850	216,621,421
Interest expenses on borrowings, deposits, etc	20(a)	(105,061,165)	(84,199,321)
Net Interest income		(20,559,315)	132,422,100
Investment income	21(a)	6,250,105	7,296,390
Commission, exchange and brokerage	22(a)	146,495	1,417,956
Other operating income	23(a)	1,199,964	3,518,084
Total operating income		(12,962,750)	144,654,530
Salary and allowances	24(a)	12,355,247	7,717,899
Rent, taxes, insurance, electricity, etc.	25(a)	213,546	172,781
Legal expenses	26(a)	124,000	385,000
Postage, stamp, telecommunication, etc.	27(a)	11,997	11,894
Stationery, printing, advertisements, etc.	28(a)	740,370	227,540
Managing Director's salary and allowances	29(a)	200,000	1,425,000
Directors' fees	30(a)	192,000	-
Audit fees	31(a)	63,250	54,625
Charges on loan losses		-	-
Depreciation and repairs of company's assets	32(a)	1,658,566	1,348,696
Other operating expenses	33(a)	1,517,567	3,807,784
Total operating expenses		17,076,543	15,151,218
Profit before provision		(30,039,292)	129,503,312
Provision for leases, loans and advances & investments	34(a)	152,721,614	51,196,931
Other provision		-	-
Total provision		152,721,614	51,196,931
Total profit before Income tax		(182,760,907)	78,306,380
Provision for income tax			
Current Tax		1,200,435	29,364,893
Deferred tax		350,370	373,040
Total Provision for income tax	35(a)	1,550,805	29,737,932
Net profit after income tax		(184,311,712)	48,568,448
Attributable to			
Shareholders of the company		(184,311,682)	48,568,447
Non-controlling interest		(29)	1
Retained earnings brought forward from previous period		141,703,143	141,703,211
		(42,608,569)	190,271,659
Appropriations:			
Statutory reserve	16	-	9,237,472
Dividend paid from Retained earnings for the year		-	-
		-	9,237,472
Retained earnings carried to the balance sheet	18(a)	(42,608,539)	181,034,186
Earnings per share (EPS)	36(a)	(1.17)	0.31

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Sd/-
Managing Director & CEO

Sd/-
Director

Sd/-
Chairman

GSP FINANCE COMPANY (BANGLADESH) LIMITED
CONSOLIDATED CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2023

	Amount In Taka	
	Jan. 1 to Mar. 31 2023	Jan. 1 to Mar. 31 2022
Cash flows from operating activities:		
Interest receipt in cash	83,143,484	214,169,608
Interest payment	(89,304,793)	(89,848,587)
Dividend receipts	5,956,721	5,972,329
Commission, Exchange and brokerage	93,659	1,417,956
Recoveries of loan previously written-off		
Income taxes paid	(1,200,435)	(1,233,016)
Receipts from other operating activities	2,640,673	4,842,145
Payments for other operating activities	(16,441,151)	(13,822,522)
Cash generated from operating activities before changes in operating assets and liabilities	(15,111,842)	121,497,913
Increase / decrease in operating assets and liabilities		
Statutory deposit		
Trading securities		
Leases, loans and advances	(111,599,646)	(128,661,748)
Other assets	(15,895,010)	1,922,291
Deposit and other accounts	62,320,376	(15,503,221)
Other liabilities on account of customers		
Trading liabilities		
Other liabilities	(24,010,499)	(8,492,111)
	(89,184,779)	(150,734,789)
Net cash flow from operating activities	(104,296,621)	(29,236,876)
Cash flows from investing activities:		
Proceeds from sale of securities	21,720,646	5,208,753
Payments for purchases of securities	(7,018,293)	(3,536,720)
Purchase of fixed assets		(247,400)
Proceeds from sale of fixed assets		
Payment against lease obligation		
Net cash used by investing activities	14,702,354	1,424,633
Cash flows from financing activities:		
Receipts of borrowings from banks, other financial institutions and agents	91,607,944	20,544,394
Repayment of borrowings from banks, other financial institutions and agents	(25,277,008)	(58,762,533)
Receipts against issue of share capital	-	-
Dividend paid in cash	-	-
Net cash flow/used by financing activities	66,330,936	(38,218,139)
Net increase / (decrease) in cash and cash equivalents	(23,263,331)	(66,030,382)
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the period	229,229,900	229,229,900
Cash and cash equivalents at the end of the period	205,966,569	163,199,518
Cash and cash equivalents at the end of the period		
cash in hand (including foreign currencies)	141,876	150,239
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	12,342,524	15,674,904
Balance with banks and other financial institutions	193,482,169	320,469,356
Money at call and short notice		
	205,966,569	336,294,498
Net Operating Cash Flow per share (NOCFPS)	(0.66)	(0.19)

Sd /-
Chief Financial Officer

Sd /-
Company Secretary

Sd /-
Managing Director & CEO

Sd /-
Director

Sd /-
Chairman

GSP FINANCE COMPANY (BANGLADESH) LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2023

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, 2022	1,570,685,850	916,689,624	554,818,003	141,703,211	3,183,896,688	53	3,183,896,741
Net profit after tax for the period	-	-	-	48,568,447	48,568,447	1	48,568,448
Transferred to statutory reserve	-	-	9,237,472	(9,237,472)	-	-	-
Balance as at 31st March 2022	1,570,685,850	916,689,624	564,055,474	181,034,186	3,232,465,135	54	3,232,465,189
Balance as at January 01, 2023	1,570,685,850	2,096,001,242	554,818,003	141,703,143	4,363,208,238	53	4,363,208,291
Net profit after tax for the period	-	-	-	(184,311,682)	(184,311,682)	(29)	(184,311,711)
Transferred to statutory reserve	-	-	-	-	-	-	-
Balance as at 31st March 2023	1,570,685,850	2,096,001,242	554,818,003	(42,608,539)	4,178,896,556	24	4,178,896,579

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

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Sd/-
Managing Director & CEO

Sd/-
Director

Sd/-
Chairman

GSP FINANCE COMPANY (BANGLADESH) LIMITED
BALANCE SHEET (UN-AUDITED)
AS AT MARCH 31, 2023

	Notes	Amount in Taka	
		31.03.2023	31.12.2022
PROPERTY AND ASSETS			
Cash	3	12,457,360	18,632,378
In hand (including foreign currencies)		114,836	81,828
Balance with Bangladesh Bank and its agents bank(s) (including foreign currencies)		12,342,524	18,550,550
Balance with other banks and financial institutions	4	191,728,741	208,243,286
In Bangladesh		191,728,741	208,243,286
Outside Bangladesh		-	-
Money at call and short notice	5	-	-
Investments	6	440,467,230	454,876,200
Government		-	-
Others		440,467,230	454,876,200
		7,485,719,688	7,268,878,151
Leases , loans and advances	7.1	7,485,719,688	7,268,878,151
Bills purchased and discounted	8	-	-
Fixed assets including premises, furniture and fixtures	9	2,144,399,115	2,145,870,371
Other Assets	10	464,909,406	449,014,396
Non-business assets	11	-	-
Total Assets		10,739,681,541	10,545,514,782
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from banks ,other financial institutions and agents:	12	1,737,288,921	1,645,107,314
Deposits and other accounts	13	2,105,265,215	2,002,944,839
Current deposits		-	-
Bills payable		-	-
Savings deposits		-	-
Term deposits		2,105,265,215	2,002,944,839
Bearer certificate of deposit		-	-
Other deposits		-	-
Other liabilities	14	3,283,238,906	3,093,440,423
Total Liabilities		7,125,793,042	6,741,492,577
Capital / Shareholders' Equity		3,613,888,499	3,804,022,206
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	2,096,001,242
Retained earnings:			
Retained earnings balance	18	(607,616,596)	(417,482,889)
Total liabilities and Shareholders' equity		10,739,681,541	10,545,514,782

		Amount in Taka	
		31.03.2023	31.12.2022
OFF-BALANCE SHEET ITEMS			
Contingent liabilities	18.1		
Acceptances and endorsements			
Letter of guarantee			
Irrevocable letter of credit			
Bills for collection			
Other contingent liabilities			
Other commitments	18.2		
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			
Total off-balance sheet items including contingent liabilities			
Net assets value (NAV) per share		23.01	24.22

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Sd/-
Managing Director & CEO

Sd/-
Director

Sd/-
Chairman

GSP FINANCE COMPANY (BANGLADESH) LIMITED
PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2023

		Amounts In Taka	
		Jan. 1 to Mar. 31, 2023	Jan. 1 to Mar. 31, 2022
	Notes		
Interest income from leases, loans and advances	19	77,352,791	183,703,185
Interest expenses on borrowings, deposits, etc	20	(105,061,165)	(84,199,321)
Net Interest Income		(27,708,375)	99,503,863
Investment income	21	6,221,649	7,210,170
Commission, exchange and brokerage	22	-	-
Other operating income	23	1,198,464	3,517,084
Total operating income		(20,288,261)	110,231,117
Salary and allowances	24	11,584,090	7,129,023
Rent, taxes, insurance, electricity, etc.	25	213,546	168,281
Legal expenses	26	124,000	350,000
Postage, stamp, telecommunication, etc.	27	11,997	11,894
Stationery, printing, advertisements, etc.	28	737,870	223,340
Managing Director's salary and allowances	29	-	1,125,000
Directors' fees	30	128,000	-
Audit fees	31	48,875	48,875
Charges on loan losses		-	-
Depreciation and repairs of company's assets	32	1,536,276	1,197,944
Other operating expenses	33	1,204,670	3,352,614
Total operating expenses		15,589,324	13,606,971
Profit before provision		(35,877,585)	96,624,146
Provision for leases, loans and advances & investments	34	152,721,614	22,127,510
Other provision		-	-
Total provision		152,721,614	22,127,510
Total profit before income tax		(188,599,198)	74,496,637
Provision for Income tax			
Current Tax	35	1,192,655	27,936,239
Deferred tax	35	341,854	373,040
Total Provision for Income tax		1,534,509	28,309,278
Net profit after Income tax		(190,133,707)	46,187,358
Retained earnings brought forward from previous year		(417,482,889)	188,685,646
		(607,616,596)	234,873,004
Appropriations:			
Statutory reserve	16	-	9,237,472
Dividend paid from Retained earnings for the year		-	-
		-	9,237,472
Retained earnings carried to the balance sheet	18	(607,616,596)	225,635,533
Earning per share (EPS)	36	(1.21)	0.29

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Sd/-
Managing Director & CEO

Sd/-
Director

Sd/-
Chairman

GSP FINANCE COMPANY (BANGLADESH) LIMITED
CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2023

	Amount in Taka	
	Jan. 1 to Mar. 31, 2023	Jan. 1 to Mar. 31, 2022
Cash flows from operating activities:		
Interest receipt in cash	77,352,791	181,251,372
Interest payment	(99,304,793)	(89,848,587)
Dividend receipts	5,928,265	5,933,428
Recoveries of loan previously written-off		
Income taxes paid	(1,192,655)	(1,225,236)
Receipts from other operating activities	1,491,849	4,793,826
Payments for other operating activities	(13,887,193)	(12,140,089)
Cash generated from operating activities before changes in operating assets and liabilities	(29,611,736)	88,764,714
Increase / decrease in operating assets and liabilities		
Statutory deposit		
Trading securities		
Leases, loans and advances	(141,599,646)	(96,219,675)
Other assets	(15,895,010)	1,979,219
Deposit and other accounts	102,320,376	(15,503,221)
Other liabilities on account of customers		
Trading liabilities		
Other liabilities	(24,010,499)	(10,211,111)
	(79,184,779)	(119,954,788)
Net cash flow from operating activities	(108,796,515)	(31,190,074)
Cash flows from investing activities:		
Proceeds from sale of securities	21,720,646	4,343,493
Payments for purchases of securities	(7,018,293)	(3,536,720)
Purchase of fixed assets		(247,400)
Proceeds from sale of fixed assets		
Payment against lease obligation		
Net cash used by investing activities	14,702,354	559,373
Cash flows from financing activities:		
Receipts of borrowings from banks, other financial institutions and agents	92,181,606	20,544,394
Repayment of borrowings from banks, other financial institutions and agents	(20,777,008)	(58,762,533)
Dividend paid in cash		
Net cash flow/used by financing activities	71,404,598	(38,218,139)
Net increase / (decrease) in cash and cash equivalents	(22,689,563)	(68,848,840)
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the period	226,875,664	226,875,664
Cash and cash equivalents at the end of the period	204,186,101	158,026,824
Cash and cash equivalents at the end of the period		
cash in hand (including foreign currencies)	114,836	123,199
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	12,342,524	15,674,904
Balance with banks and other financial institutions	191,728,741	315,621,526
Money at call and short notice		
	204,186,101	331,419,628
Net Operating Cash Flow per share (NOCFPS)	(0.69)	(0.20)

Sd /-
Chief Finance Officer

Sd /-
Company Secretary

Sd /-
Managing Director & CEO

Sd /-
Director

Sd /-
Chairman

**GSP FINANCE COMPANY (BANGLADESH) LIMITED
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2023**

Particulars	Paid up capital (Tk.)	Capital Reserve(Tk.)	Statutory Reserve(Tk.)	Retained Earnings (Tk.)	Total (Tk.)
Balance as at January 01, 2022	1,570,685,850	916,689,624	554,818,003	188,685,646	3,230,879,123
Net profit after tax for the period				46,187,358	46,187,358
Transferred to statutory reserve	-	-	9,237,472	(9,237,472)	-
Balance as at 31st March 2022	1,570,685,850	916,689,624	564,055,474	225,635,533	3,277,066,481
Balance as at January 01, 2023	1,570,685,850	2,096,001,242	554,818,003	(417,482,889)	3,804,022,206
Net profit after tax for the period	-	-	-	(190,133,707)	(190,133,707)
Transferred to statutory reserve	-	-	-	-	-
Balance as at 31st March 2023	1,570,685,850	2,096,001,242	554,818,003	(607,616,596)	3,613,888,499

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

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Sd/-
Managing Director & CEO

Sd/-
Director

Sd/-
Chairman

GSP FINANCE COMPANY (BANGLADESH) LIMITED
NOTES TO THE CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2023

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

2.2 Components of the financial statements

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

- a) Consolidated and Separate Balance Sheet as at 31 March 2023;
- b) Consolidated and Separate Profit and Loss Account for the period ended 31 March 2023;
- c) Consolidated and Separate Statement of Cash Flows for the period ended 31 March 2023;
- d) Consolidated and Separate Statement of Changes in Equity for the period ended 31 March 2023;
- e) Notes to the Consolidated and Separate Financial Statements for the period ended 31 March 2023.

2.3 Directors' responsibility statement

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

2.4 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.

2.5 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 or market price, whichever is lower, on an aggregate portfolio basis. Investment in non-marketable shares has been valued at cost or intrinsic value whichever is lower.

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:

1 to 2	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 for the period.

2.21 General

Comparative Information

Comparative information has been disclosed in respect of the period 2022 for all numerical information in the Financial Statements and also the narrative and descriptive information where it is relevant for understanding of the current period's Financial Statements.

Previous period figures have been rearranged wherever considered necessary to conform to current period'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 Date of authorisation

The Board of directors has authorised this financial statements for public issue on November 30, 2023.

2.25 Reporting

This first quarter financial statements has been prepared based on International Accounting Standard (IAS) - 34: "Interim Financial Reporting".

- 2.26 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

2.27 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.

2.28 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 36.

		Amount in Taka	
		31-03-2023	31-12-2022
3.00	CASH		
3.1	Cash in hand		
	In local currency	114,836	81,828
	In foreign currency	-	-
		<u>114,836</u>	<u>81,828</u>
3.1(a)	Cash in hand (consolidated)		
	GSP Finance Company (Bangladesh) Limited	114,836	81,828
	GSP Investments Limited	27,040	18,984
		<u>141,876</u>	<u>100,812</u>
3.2	Balance with Bangladesh Bank and its agents Bank(s)		
	In local currency	12,342,524	18,550,550
	In foreign currency	-	-
		<u>12,342,524</u>	<u>18,550,550</u>
3.2(a)	Balance with Bangladesh Bank and its agents Bank(s) (consolidated)		
	GSP Finance Company (Bangladesh) Limited	12,342,524	18,550,550
	GSP Investments Limited	-	-
		<u>12,342,524</u>	<u>18,550,550</u>
4	Balance with banks and other financial institutions		
	In Bangladesh (note -4.1)	191,728,741	208,243,286
	Outside Bangladesh	-	-
		<u>191,728,741</u>	<u>208,243,286</u>
	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	191,728,741	208,243,286
	GSP Investments Limited	1,753,428	2,335,252
		<u>193,482,169</u>	<u>210,578,538</u>
4.1	Current deposits		
	Nationalised Commercial Bank	-	-
	Private Commercial Bank	-	-
	Foreign Commercial Bank	-	-
		<u>-</u>	<u>-</u>
	Short-term deposits		
	Nationalised Commercial Bank	-	-
	Private Commercial Bank	2,541,164	12,507,920
	Foreign Commercial Bank	465,118	465,118
		<u>3,006,282</u>	<u>12,973,039</u>
	Fixed deposits (FDR)		
	Nationalised Commercial Bank	-	-
	Private Commercial Bank	38,000,000	43,000,000
	Foreign Commercial Bank	-	-
	Financial Institutions	150,722,459	152,270,247
		<u>188,722,459</u>	<u>195,270,247</u>
	Total	<u>191,728,741</u>	<u>208,243,286</u>
5	Money at call and short notice:		
		-	-
		<u>-</u>	<u>-</u>

		Amount in Taka	
		31-03-2023	31-12-2022
5(a)	Money at call and short notice (consolidated)		
	GSP Finance Company (Bangladesh) Limited	-	-
	GSP Investments Limited	-	-
6	Investments		
	Investment classified as per nature:		
	Government	-	-
	Others (note-6.1)	440,467,230	454,876,200
		<u>440,467,230</u>	<u>454,876,200</u>
6(a)	Investments (consolidated)		
	GSP Finance Company (Bangladesh) Limited	440,467,230	454,876,200
	GSP Investments Limited	21,198,313	21,198,313
		<u>461,665,543</u>	<u>476,074,513</u>
6.1	Other investments:		
	Investment in shares (Annexure-A)	440,467,230	454,876,200
	Debenture and bonds	-	-
	Other investment	-	-
	Gold etc.	-	-
		<u>440,467,230</u>	<u>454,876,200</u>
6.2	Other investments:		
	Investment in quoted Shares	437,897,780	452,306,750
	Investment in unquoted Shares	2,569,450	2,569,450
		<u>440,467,230</u>	<u>454,876,200</u>
7	Leases , Loans and advances :		
7.1	a) Inside Bangladesh		
	Leases	1,533,695,376	1,457,045,181
	Loans and advances	5,952,024,313	5,811,832,970
	Cash credits	-	-
	Overdrafts	-	-
		<u>7,485,719,688</u>	<u>7,268,878,151</u>
	b) outside Bangladesh		
		<u>7,485,719,688</u>	<u>7,268,878,151</u>
7.2	Classification of Leases, loans and advances :		
	Unclassified :		
	Standard	567,227,339	1,366,604,212
	Special mention account	911,040,422	79,576,952
		<u>1,478,267,761</u>	<u>1,446,181,164</u>
	Classified :		
	Sub-standard	2,481,931	3,353,698
	Doubtful	971,861,570	1,353,031,320
	Bad/Loss	5,033,108,426	4,466,311,969
		<u>6,007,451,927</u>	<u>5,822,696,987</u>
	Total	<u>7,485,719,688</u>	<u>7,268,878,151</u>

		Amount in Taka	
		31-03-2023	31-12-2022
7(a) Leases, Loans and advances (consolidated)			
GSP Finance Company (Bangladesh) Limited	7,485,719,688	7,268,878,151	
GSP Investments Limited	3,964,965,138	3,964,965,138	
	11,450,684,826	11,233,843,289	
Less: Inter company transaction (Loan to GSPI)	2,489,121,399	2,493,621,398	
	<u>8,961,563,427</u>	<u>8,740,221,891</u>	
8 Bills purchased and discounted			
Payable in Bangladesh	-	-	
Payable outside Bangladesh	-	-	
	<u>-</u>	<u>-</u>	
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	2,211,258,092	1,053,925,101	
Addition during the period	-	333,850	
Revaluation surplus during the period	-	1,165,312,500	
	2,211,258,092	2,219,571,451	
Adjustment during the period	-	8,313,359	
Closing Balance (A)	<u>2,211,258,092</u>	<u>2,211,258,092</u>	
Less : Accumulated Depreciation :			
Opening Balance	65,387,721	83,038,302	
Charged during the period:	1,471,256	4,661,901	
	66,858,977	87,700,203	
Adjustment during the period	-	22,312,482	
Closing Balance (B)	<u>66,858,977</u>	<u>65,387,721</u>	
Written Down Value (A-B) (Annexure -C)	<u>2,144,399,115</u>	<u>2,145,870,371</u>	
9(a) Fixed assets including premises, furniture and fixtures (consolidated)			
GSP Finance Company (Bangladesh) Limited	2,144,399,115	2,145,870,371	
GSP Investments Limited	2,413,407	2,535,697	
Written Down Value (Annexure -B)	<u>2,146,812,522</u>	<u>2,148,406,068</u>	
10 Other assets			
Corporate Tax paid in advance and Tax at source	53,418,287	52,225,632	
Advance, Deposits and Prepayments	48,028,450	48,028,450	
Sundry Debtors	14,877,927	175,574	
Interest Receivable on FDR	98,584,781	98,584,781	
Investment in Subsidiary : GSP Investments Limited	249,999,960	249,999,960	
	<u>464,909,406</u>	<u>449,014,396</u>	

		Amount in Taka	
		31-03-2023	31-12-2022
10(a) Other assets (consolidated)			
GSP Finance Company (Bangladesh) Limited	464,909,406	449,014,396	
GSP Investments Limited	1,797,981	1,790,201	
	466,707,387	450,804,597	
Less: Inter company transaction (Equity)	249,999,960	249,999,960	
Less: Inter company transaction (Receivable)	232,068	-	
	216,475,358	200,804,637	
11 Non-business assets	-	-	
As at 31 March 2023, GSP Finance Company (Bangladesh) Limited does not have any non-business assets.	-	-	
12 Borrowings from banks ,other financial institutions and agents:			
In Bangladesh (note-12.1)	1,737,288,921	1,645,107,314	
Outside Bangladesh	-	-	
	1,737,288,921	1,645,107,314	
12.1 In Bangladesh			
Call borrowing			
Nationalised Commercial Bank	62,600,000	63,900,000	
Private Commercial Bank	800,000	29,700,000	
	63,400,000	93,600,000	
Term loan			
Nationalised Commercial Bank	-	-	
Private Commercial Bank	1,288,103,395	1,153,685,268	
Foreign Commercial Bank	111,695,385	111,033,332	
Bangladesh Bank (Refinance)	274,090,141	286,788,714	
	1,673,888,921	1,551,507,314	
Total	1,737,288,921	1,645,107,314	
12(a) Borrowings from banks ,other financial institutions and agents (consolidated)			
GSP Finance Company (Bangladesh) Limited	1,737,288,921	1,645,107,314	
GSP Investments Limited	3,016,454,606	2,933,072,271	
	4,753,743,527	4,578,179,585	
Less: Inter company transaction (Loan to GSPI)	3,016,454,606	2,933,072,271	
	1,737,288,921	1,645,107,314	
13 Deposits and other accounts:			
Current deposits	-	-	
Bills payable	-	-	
Savings deposits	-	-	
Term deposits (note-13.1)	2,105,265,215	2,002,944,839	
Bearer certificate of deposit	-	-	
Other deposits	-	-	
	2,105,265,215	2,002,944,839	
13.1 Term deposits			
Deposits from banks and other financial institutions	1,375,200,000	1,285,200,000	
Deposits from other than banks and financial institutions	730,065,215	717,744,839	
	2,105,265,215	2,002,944,839	

		Amount in Taka	
		31-03-2023	31-12-2022
13(a) Deposits and other accounts (consolidated)			
GSP Finance Company (Bangladesh) Limited		2,105,265,215	2,002,944,839
GSP Investments Limited		-	-
		<u>2,105,265,215</u>	<u>2,002,944,839</u>
14 Other liabilities			
Expenditure and other payable (note-14.1)		45,067,542	38,617,988
Provision for leases, loans and advances		1,244,671,196	1,084,708,073
Special provision 2% (15% payment for deferral clients)		29,088,111	30,109,777
Provision for investment in share		124,173,418	130,393,260
Provision for income tax (note-14.2)		1,265,436,918	1,263,902,408
Provision for Deferred tax		17,557,846	17,215,991
Interest suspense account-Lease Loan		434,955,162	405,188,405
Interest suspense account-FDR Interest		98,584,781	98,584,781
Provision for Other Assets		28,450	28,450
Advance rental / installment against leases, loans and advances		10,020,409	11,236,216
Provision for gratuity		9,000,000	8,800,000
Unclaimed Dividend		4,655,073	4,655,073
		<u>3,283,238,906</u>	<u>3,093,440,424</u>
14.1 Expenditure and other payable			
Sundry Creditors		230,000	52,500
Accrued interest on deposits		30,360,509	22,837,086
Interest Payable on Term Loan		1,235,986	3,003,037
TDS Payable		13,022,172	12,359,864
Audit Fee		48,875	195,500
Security Deposit		170,000	170,000
		<u>45,067,542</u>	<u>38,617,988</u>
14.2 Provision for income tax:			
Balance at the beginning of the period		1,263,902,408	1,258,719,685
Provision made during the period		1,534,509	5,182,723
		<u>1,265,436,918</u>	<u>1,263,902,408</u>
Adjustment for the period		-	-
Balance at the end of the period		<u>1,265,436,918</u>	<u>1,263,902,408</u>
14(a) Other liabilities (consolidated)			
GSP Finance Company (Bangladesh) Limited		3,283,238,906	3,093,440,424
GSP Investments Limited		688,025,868	690,036,073
		<u>3,971,264,774</u>	<u>3,783,476,498</u>
Less: Inter company transaction		232,068	-
		<u>3,971,032,706</u>	<u>3,783,476,498</u>
15 Share Capital:			
15.1 Authorized capital			
200,000,000 Ordinary shares of Tk. 10 each		<u>2,000,000,000</u>	<u>2,000,000,000</u>
15.2 Issued, Subscribed & Paid up Capital :			
157,068,585 Ordinary shares of Tk.10 each		<u>1,570,685,850</u>	<u>1,570,685,850</u>
	% of share holding 2022		
Domestic Shareholding Position	85.99%	1,350,632,762	1,350,632,762
Foreign Shareholding Position	14.01%	220,053,088	220,053,088
	<u>100.00%</u>	<u>1,570,685,850</u>	<u>1,570,685,850</u>
16 Statutory reserve			
Balance at the beginning of the period		554,818,003	554,818,003
Add: Transferred during the period		-	-
Balance at the end of the period		<u>554,818,003</u>	<u>554,818,003</u>

		Amount in Taka	
		31-03-2023	31-12-2022
17	Other Reserve:		
	Capital Reserve/ Revaluation Reserve :		
	Balance at the beginning of the period	2,096,001,242	916,689,624
	Add: Addition during the period	-	1,179,311,618
	Balance at the end of the period	2,096,001,242	2,096,001,242
18	Retained earnings		
	Balance at the beginning of the period	(417,482,889)	188,685,646
	Less: Dividend paid for the year	-	-
	Add: Net profit/(Loss) for the period	(190,133,707)	(606,168,535)
		(607,616,596)	(417,482,889)
	Less: Transfer to statutory reserve	-	-
	Balance at the end of the period	(607,616,596)	(417,482,889)
18(a)	Retained earnings (consolidated)		
	Balance at 01 January	141,703,143	311,989,621
	Less: Dividend	-	-
	Add: Net Profit/(Loss) for the year	(184,311,712)	(170,286,482)
		(42,608,569)	141,703,139
	Less: Transfer to Statutory Reserve	-	-
	Less: Non-controlling Interest	(29)	(4)
		(42,608,539)	141,703,143
18(aa)	Retained earnings of subsidiary		
	Balance at the beginning of the period	119,735,180	123,303,990
	Add: Net profit for the period	(82,060,341)	(3,568,810)
		37,674,839	119,735,180
18.1	Contingent liabilities		
	Acceptances and endorsements	-	-
	Letter of guarantee (18.1.1)	-	-
	Irrevocable letter of credit	-	-
	Bills for collection	-	-
	Other contingent liabilities	-	-
		-	-
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	-	-
		-	-
At the end of the period, the Company does not have any liabilities , which was not shown in the accounts.			

		Amount in Taka	
		31-03-2023	31-03-2022
19	Interest income on leases, loans and advances:		
	Lease income	13,178,432	24,749,427
	Interest on loans and advances	64,174,359	158,953,758
	Interest during grace period	-	-
	Total interest income on leases, loans and advances	77,352,791	183,703,185
	Interest on balance with banks and other financial institutions	-	-
		77,352,791	183,703,185
19(a)	Interest income on leases, loans and advances (consolidated)		
	GSP Finance Company (Bangladesh) Limited	77,352,791	183,703,185
	GSP Investments Limited	7,149,059	137,704,357
		84,501,850	321,407,542
	Less: Inter company transaction	-	104,786,121
		84,501,850	216,621,421
20	Interest expenses on deposits, borrowings, etc. :		
	a) Interest expenses on borrowings :		
	Interest on term loans	31,122,112	28,418,387
	Interest on call loans	1,176,132	1,097,493
	Interest on Bank over draft	5,226,831	4,152,844
	Bank charges	7,835	12,697
		37,532,910	33,681,421
	b) Interest expenses on deposits :	67,528,254	50,517,900
	Total	105,061,165	84,199,321
20(a)	Interest expenses on deposits, borrowings, etc. (consolidated)		
	GSP Finance Company (Bangladesh) Limited	105,061,165	84,199,321
	GSP Investments Limited	87,882,335	104,786,121
		192,943,500	188,985,442
	Less: Inter company transaction	87,882,335	104,786,121
		105,061,165	84,199,321
21	Investment income:		
	Dividend on Share	5,928,265	5,933,428
	Profit on Share Trading	293,384	1,276,742
		6,221,649	7,210,170
21(a)	Investment income (consolidated)		
	GSP Finance Company (Bangladesh) Limited	6,221,649	7,210,170
	GSP Investments Limited	28,456	86,220
		6,250,105	7,296,390
22	Commission , exchange and brokerage		
	Commission , exchange and brokerage	-	-
22(a)	Commission , exchange and brokerage (consolidated)		
	GSP Finance Company (Bangladesh) Limited	-	-
	GSP Investments Limited	146,495	1,417,956
		146,495	1,417,956
23	Other operating income:		
	Income from FDR	431,464	2,466,511
	Documentation charge	-	53,000
	Delinquent interest	-	272,521
	Service charge	-	15,000
	Income from house property	749,000	656,000
	Miscellaneous earnings	18,000	54,052
		1,198,464	3,517,084

		Amount in Taka	
		31-03-2023	31-03-2022
23(a)	Other operating income (consolidated)		
	GSP Finance Company (Bangladesh) Limited	1,198,464	3,517,084
	GSP Investments Limited	1,500	1,000
		<u>1,199,964</u>	<u>3,518,084</u>
24	Salary and allowances:		
	Basic pay and allowances	11,147,374	6,742,979
	Bonus	-	-
	Company's contribution to provident fund	236,716	236,044
	Gratuity	200,000	150,000
		<u>11,584,090</u>	<u>7,129,023</u>
24(a)	Salary and allowances(consolidated)		
	GSP Finance Company (Bangladesh) Limited	11,584,090	7,129,023
	GSP Investments Limited	771,157	588,876
		<u>12,355,247</u>	<u>7,717,899</u>
25	Rent, taxes, insurance, electricity, etc.:		
	Rent, rate and taxes	-	-
	Insurance	32,373	-
	Power and electricity	181,173	168,281
		<u>213,546</u>	<u>168,281</u>
25(a)	Rent, taxes, insurance, electricity, etc.(consolidated)		
	GSP Finance Company (Bangladesh) Limited	213,546	168,281
	GSP Investments Limited	-	4,500
		<u>213,546</u>	<u>172,781</u>
26	Legal expenses :		
	Legal expenses	124,000	350,000
		<u>124,000</u>	<u>350,000</u>
26(a)	Legal expenses (consolidated)		
	GSP Finance Company (Bangladesh) Limited	124,000	350,000
	GSP Investments Limited	-	35,000
		<u>124,000</u>	<u>385,000</u>
27	Postage,stamp,telecommunication etc.:		
	Postage and courier	2,830	4,360
	Telephone, fax, and mobile	6,667	7,534
	Stamp and court fee	2,500	-
		<u>11,997</u>	<u>11,894</u>
27(a)	Postage,stamp,telecommunication etc.(consolidated)		
	GSP Finance Company (Bangladesh) Limited	11,997	11,894
	GSP Investments Limited	-	-
		<u>11,997</u>	<u>11,894</u>
28	Stationery, printing, advertisement, etc.:		
	Printing and stationery	96,120	133,095
	Advertisement and publicity	641,750	90,245
		<u>737,870</u>	<u>223,340</u>

		Amount in Taka	
		31-03-2023	31-03-2022
28(a)	Stationery, printing, advertisement, etc.(consolidated)		
	GSP Finance Company (Bangladesh) Limited	737,870	223,340
	GSP Investments Limited	2,500	4,200
		<u>740,370</u>	<u>227,540</u>
29	Managing Director's salary and allowances :		
	Remuneration	-	1,125,000
	Other benefits	-	-
		<u>-</u>	<u>1,125,000</u>
29(a)	Managing Director's salary and allowances (consolidated)		
	GSP Finance Company (Bangladesh) Limited	-	1,125,000
	GSP Investments Limited	200,000	300,000
		<u>200,000</u>	<u>1,425,000</u>
30	Directors' fees :		
	Directors fees	128,000	-
		128,000	-
	Other benefits	-	-
		<u>128,000</u>	<u>-</u>
30(a)	Directors' fees (consolidated)		
	GSP Finance Company (Bangladesh) Limited	128,000	-
	GSP Investments Limited	64,000	-
		<u>192,000</u>	<u>-</u>
31	Audit fees:		
		48,875	48,875
		<u>48,875</u>	<u>48,875</u>
31(a)	Audit fees (consolidated)		
	GSP Finance Company (Bangladesh) Limited	48,875	48,875
	GSP Investments Limited	14,375	5,750
		<u>63,250</u>	<u>54,625</u>
32	Depreciation and repairs of company's assets:		
	Depreciation on company's fixed assets (Annexure-C)	1,471,256	1,177,944
	Repairs of companies fixed assets	65,020	20,000
		<u>1,536,276</u>	<u>1,197,944</u>
32(a)	Depreciation and repairs of company's assets (consolidated)		
	GSP Finance Company (Bangladesh) Limited	1,536,276	1,197,944
	GSP Investments Limited	122,290	150,752
		<u>1,658,566</u>	<u>1,348,696</u>
33	Other operating expenses:		
	Office maintenance	717,345	1,091,387
	Travelling and conveyances	116,535	127,963
	Motor vehicle running expenses	210,161	345,873
	Fees and subscriptions	5,750	1,450,000
	Staff welfare expenses	26,798	130,591
	Entertainment expenses	128,081	206,800
		<u>1,204,670</u>	<u>3,352,614</u>

		Amount in Taka	
		31-03-2023	31-03-2022
33(a)	Other operating expenses(consolidated)		
	GSP Finance Company (Bangladesh) Limited	1,204,670	3,352,614
	GSP Investments Limited	312,897	455,170
		<u>1,517,567</u>	<u>3,807,784</u>
34	Provision for leases, loans and advances & investments:		
	Provision for leases, loans and advances	158,941,456	12,694,758
	Provision for Investment in Share	(6,219,842)	9,432,752
		<u>152,721,614</u>	<u>22,127,510</u>
34(a)	Provision for leases, loans and advances & investments (consolidated)		
	GSP Finance Company (Bangladesh) Limited	152,721,614	22,127,510
	GSP Investments Limited	-	29,069,421
		<u>152,721,614</u>	<u>51,196,931</u>
35	Provision for income tax:		
	Current tax (35.1)	1,192,655	27,936,239
	Deferred tax (35.2)	341,854	373,040
		<u>1,534,509</u>	<u>28,309,278</u>
35.1	Current tax If the company fall in loss then current tax as per section 163 of Income Tax Act 2023 will be 0.60% of gross receipts or advance tax paid at source whichever is higher.		
35.2	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
	Assets:		
	Fixed assets net off depreciation	2,144,399,115	2,088,599,115 (55,800,000)
	Liabilities:		
	Employee gratuity	9,000,000	- 9,000,000
	Total	<u>2,153,399,115</u>	<u>2,088,599,115 (46,800,000)</u>
	Applicable tax rate		37.50%
	Deferred tax asset/(liabilities) as on March 31, 2023		(17,550,000)
	Deferred tax asset/(liabilities) as on December 31, 2022		(17,208,146)
	Deferred tax income/(expenses) accounted for during the period		<u>(341,854)</u>
35(a)	Provision for income tax (consolidated)		
	GSP Finance Company (Bangladesh) Limited	1,534,509	28,309,278
	GSP Investments Limited	16,296	1,428,654
		<u>1,550,805</u>	<u>29,737,932</u>
36	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	(190,133,707)	46,187,358
	Number of ordinary shares outstanding	157,068,585	157,068,585
	Earning per share	(1.21)	0.29

Amount in Taka	
31-03-2023	31-03-2022

36(a) Earning per share (Consolidated) :

Net profit after tax	(184,311,712)	48,568,448
Number of ordinary shares outstanding	157,068,585	157,068,585
Earning per share	-1.17	0.31

No diluted EPS is required to be calculated for the period since there was no scope of dilution of share during the period under review.

Reason for changing Earning Per Share (EPS):

Separate: EPS of GSP Finance Company (Bangladesh) Limited for the period ended March 31, 2023 is BDT (1.21), which was BDT 0.29 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 decreased from previous year and classified Lease, Loan & advances are increased. Required provision for lease, loans & advances are increased from previous year. As such, Earning Per Share (EPS) has decreased by BDT 1.50 during the period ended on March 31, 2023.

Consolidated: In consolidated financial statement, EPS of GSP Finance Company (Bangladesh) Limited for the period ended March 31, 2023 is BDT (1.17), which was BDT 0.31 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 decreased 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 1.48 during the period ended on March 31, 2023.

37 Net Asset Value per share (NAV):

Total Shareholders' equity	3,613,888,499	3,804,022,206
Number of shares outstanding	157,068,585	157,068,585
	23.01	24.22

37(a) Net Asset Value per share (NAV) (Consolidated):

Total Shareholders' equity	4,178,896,579	4,363,208,291
Number of shares outstanding	157,068,585	157,068,585
	26.61	27.78

Reason for changes in Net Asset Value per share (NAV):

Separate: NAV of GSP Finance Company (Bangladesh) Limited (GSPB) for the period ended March 31, 2023 is BDT 23.01, which was BDT 24.22 in the same period of the previous year. The main reason behind the changes decreased Retained Earning by BDT 190.13 million. As such, Net Asset Value per share (NAV) has decreased by BDT 1.21 during the period ended on March 31, 2023.

Consolidated: In consolidated financial statement, NAV for the period ended March 31, 2023 is BDT 26.61, which was BDT 27.78 in the same period of the previous year. The main reason behind the changes decreased Retained Earning by BDT 184.31 million. As such, Net Asset Value per share (NAV) has decreased by BDT 1.17 during the period ended on March 31, 2023.

38 Net Operating Cash Flow per share:

Net cash flow from operating activities	(108,796,515)	(31,190,074)
Number of shares outstanding	157,068,585	157,068,585
NOCFPS	(0.69)	(0.20)

38(a) Net Operating Cash Flow per share (Consolidated):

Net cash flow from operating activities	(104,296,621)	(29,236,876)
Number of shares outstanding	157,068,585	157,068,585
NOCFPS	(0.66)	(0.19)

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

Separate: NOCFPS of GSP Finance Company (Bangladesh) Limited for the year ended March 31, 2023 is BDT (0.69), which was BDT (0.20) in the same period of the previous year. The main reason behind this variance is the related interest income from loans and advances has decreased and decreased other operating income. As such cash flow from operating activities has decreased during the period ended on March 31, 2023 from the same period of the previous period.

Consolidated: In consolidated financial statement, NOCFPS for the period ended March 31, 2023 is BDT (0.66), which was BDT (0.19) in the same period of the previous year. The main reason behind this variance is the related interest income from loans and advances has decreased and decreased other operating income. As such cash flow from operating activities has decreased during the period ended on March 31, 2023 from the same period of the previous period.

39 **Composition of Shareholders' Equity :**

Paid up capital*
Statutory reserve
Other reserve
Retained earnings
Total:

Amount in Taka	
31-03-2023	31-03-2022
1,570,685,850	1,570,685,850
554,818,003	554,818,003
2,096,001,242	2,096,001,242
(607,616,596)	(417,482,889)
3,613,888,499	3,804,022,206

39(a) **Composition of Shareholders' Equity (Consolidated):**

Paid up capital
Statutory reserve
Other reserve
Retained earnings
Non-controlling interest

1,570,685,850	1,570,685,850
554,818,003	554,818,003
2,096,001,242	2,096,001,242
(42,608,539)	141,703,211
24	53
4,178,896,579	4,363,208,359

*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

40 **Reconciliation of Operating Activities of Cash Flows:**

Net Profit After Tax	(190,133,707)	46,187,358
Depreciation	1,471,256	1,177,944
Provision for lease and loans	152,721,614	22,127,510
Provision for taxation	1,534,509	28,309,278
Increase in lease and loans	(141,599,646)	(96,219,675)
Income tax paid	(1,192,655)	(1,225,236)
Decrease in deposit and other accounts	102,320,376	(15,503,221)
Increase in other liabilities	(19,542,368)	(18,023,252)
Decrease in other assets	(14,375,894)	1,979,219
Cash flows from operating activities	(108,796,515)	(31,190,074)

40(a) Reconciliation of Operating Activities of Cash Flows (Consolidated):

		Amount in Taka	
		31-03-2023	31-03-2022
Net Profit After Tax		(184,311,712)	48,568,448
Depreciation		1,593,544	1,328,696
Provision for lease and loans		152,721,614	51,196,931
Provision for taxation		1,550,805	29,737,932
Decrease in lease and loans		(111,599,646)	(128,661,748)
Income tax paid		(1,200,435)	(1,233,016)
Decrease in deposit and other accounts		62,320,376	(15,503,221)
Increase in other liabilities		(9,476,158)	(16,593,190)
Decrease in other assets		(15,895,010)	1,922,291
Cash flows from operating activities		(104,296,621)	(29,236,876)

41 Related party disclosures :

a. Particulars of Directors and their interest in different entities

Sl 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. Wajid Ali Khan Panni	Independent Director		
09	Mr. F. A. Shamim Ahmed	Independent Director	GSP Investments Ltd.	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	Balance 31.03.2023	Balance 31.12.2022
GSP Investments Limited	Subsidiary Company	Loan and Advances	2,489,121,399	2,493,621,398
Employees Provident Fund of GSP Finance Company (Bangladesh) Limited	Employees Provident Fund	Borrowings	10,000,000	10,000,000
			2,499,121,399	2,503,621,398

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

42 Subsequent events :

No material events occurred after the balance sheet date, non disclosure of which could affect the ability of the users of the financial statements to make proper evaluation and decisions.



GSP FINANCE COMPANY (BANGLADESH) LIMITED
INVESTMENT IN SHARES
AS AT MARCH 31, 2023

ANNEXURE - A

Sl. No.	Name of the issuer company	No. of Shares	Cost price as at Mar. 31, 2023 (Tk.)	Cost price per share	Market Price as at Mar. 31, 2023 (Tk.)	Market Price per share	Provision required as at Mar. 31, 2023 (Tk.)
Investment in quoted shares:							
1	Aftab Automobiles Ltd.	729,120	50,390,408	69.11	17,863,440	24.50	(32,526,968)
2	British American Tobacco Bangladesh Co. Ltd	43,981	24,007,302	545.86	22,812,945	518.70	(1,194,358)
3	BRAC Bank Ltd.	153,494	8,418,949	54.85	5,909,519	38.50	(2,509,430)
4	BSRM Steels Limited	95,023	8,343,847	87.81	6,071,970	63.90	(2,271,877)
5	Energypac Power Generation Ltd.	1,192,800	49,984,000	41.90	41,151,600	34.50	(8,832,400)
6	Esquire Knit Composite Ltd.	20,890	940,050	45.00	720,705	34.50	(219,345)
7	Grameenphone Ltd.	177,531	71,245,511	401.31	50,880,385	286.60	(20,365,127)
8	Green Delta Insurance	15,360	1,001,536	65.20	999,936	65.10	(1,600)
9	Heidelberg Cement Bangladesh Ltd.	58,360	27,783,136	476.06	10,452,276	179.10	(17,330,860)
10	IDLC Finance Ltd.	44,562	2,694,030	60.46	2,072,133	46.50	(621,897)
11	Keya Cosmetics Ltd.	98,687	1,166,509	11.82	631,597	6.40	(534,912)
12	Lafarge Holcime BD Ltd.	31,350	2,003,308	63.90	2,031,480	64.80	28,172
13	LankaBangla Finance Ltd.	798,842	19,738,041	24.71	20,769,892	26.00	1,031,851
14	Olympic Industries Ltd.	183,375	47,449,941	258.76	28,496,475	155.40	(18,953,466)
15	Peoples Leasing and Financial Services Ltd.	181,498	6,838,382	37.68	544,494	3.00	(6,293,888)
16	Robi Axiata Ltd.	618,000	25,507,205	41.27	18,540,000	30.00	(6,967,205)
17	Runner Automobiles Ltd.	7,566	540,450	71.43	366,194	48.40	(174,256)
18	Shahjalal Islami Bank Ltd.	1,870,995	36,203,683	19.35	35,548,905	19.00	(654,778)
19	Square Pharmaceuticals Ltd.	225,819	52,176,138	231.05	47,376,826	209.80	(4,799,312)
20	Union Capital Limited	62,804	1,465,354	23.33	483,591	7.70	(981,763)
Investment in unquoted shares:							
1	CDBL	571,181	2,569,450	4.50	2,569,450		-
Total			440,467,230		316,293,812		(124,173,419)

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



Cost Price
 437,897,780
 2,569,450
440,467,230

GSP FINANCE COMPANY (BANGLADESH) LIMITED
SCHEDULE OF FIXED ASSETS (CONSOLIDATED)
AS AT 31 MARCH 2023

ANNEXURE - B

SL No.	Particulars	COST				Rate %	DEPRECIATION				Written Down Value as on 31.03.23
		Opening Balance on 01.01.23	Addition during the period	Revaluation during the period	Adjustment during the period		Opening Balance on 01.01.23	Charged during the period	Adjustment During the period	Closing Balance as on 31.03.23	
1	Land & Land Development	2,118,750,000	-	-	-	-	-	-	-	-	2,118,750,000
2	Office Building	20,535,534	-	-	-	10	5,876,351	366,480	-	6,242,830	14,292,704
3	Office Equipment	31,484,537	-	-	-	20	27,511,223	463,901	-	27,975,124	3,489,413
4	Furniture & Fixtures	8,711,788	-	-	-	10	8,364,247	37,387	-	8,401,633	310,155
5	Software	1,340,000	-	-	-	20	1,251,290	4,435	-	1,255,725	84,275
6	Office Decoration	695,534	-	-	-	10	553,938	3,540	-	557,478	138,056
7	Telephone Systems	1,200,791	-	-	-	20	1,196,684	415	-	1,197,099	3,692
8	Motor Vehicle	19,932,725	-	-	-	20	9,471,110	717,387	-	10,188,497	9,744,228
9	Electrical Goods & Installation	4,095,278	-	-	-	20	4,095,277	-	-	4,095,277	-
10	Generator & Installation	1,128,896	-	-	-	20	1,128,896	-	-	1,128,896	-
11	House Property	12,832,712	-	-	-	10	12,832,711	-	-	12,832,711	1
AS AT 31 MARCH 2023		2,220,687,794	-	-	-		72,281,725	1,593,544	-	73,875,270	2,146,812,522
AS AT 31 DECEMBER 2022		1,063,327,103	361,550	1,165,312,500	8,313,359		89,325,363	5,268,839	22,312,477	72,281,725	2,148,406,067



GSP FINANCE COMPANY (BANGLADESH) LIMITED
SCHEDULE OF FIXED ASSETS
AS AT 31 MARCH 2023

ANNEXURE - C

SL No.	Particulars	COST				Rate %	DEPRECIATION				Written Down Value as on 31.03.23
		Opening Balance on 01.01.23	Addition during the period	Revaluation during the period	Adjustment during the period		Closing Balance as on 31.03.23	Charged during the period	Adjustment During the period	Closing Balance as on 31.03.23	
1	Land & Land Development	2,118,750,000	-	-	-	-	2,118,750,000	-	-	-	2,118,750,000
2	Office Building	20,535,534	-	-	-	10	20,535,534	366,480	-	6,242,829	14,292,706
3	Office Equipment	30,410,458	-	-	-	20	30,410,458	454,929	-	27,091,533	3,318,925
4	Furniture & Fixtures	8,614,423	-	-	-	10	8,614,423	36,432	-	8,341,507	272,916
5	Telephone Systems	1,200,791	-	-	-	20	1,200,791	415	-	1,197,099	3,692
6	Motor Vehicle	13,690,000	-	-	-	20	13,690,000	613,000	-	5,929,127	7,760,873
7	Electrical Goods & Installation	4,095,278	-	-	-	20	4,095,278	-	-	4,095,275	3
8	Generator & Installation	1,128,896	-	-	-	20	1,128,896	-	-	1,128,896	1
9	House Property	12,832,712	-	-	-	10	12,832,712	-	-	12,832,712	1
AS AT 31 MARCH 2023		2,211,258,092	-	-	-		2,211,258,092	1,471,256	-	66,858,977	2,144,399,115
AS AT 31 DECEMBER 2022		1,053,925,101	333,850	1,165,312,500	8,313,359		2,211,258,092	4,661,901	22,312,482	65,387,721	2,145,870,371

