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NOTICE OF THE 15TH ANNUAL GENERAL MEETING

The Fifteenth Annual General Meeting of the Shareholders of Infrastructure Development Company Limited will be held on Monday, 3 December 2012 at 6:30 p.m. at Ruposhi Bangla Hotel (Dalia), Dhaka.

Agenda for the meeting are:

1. To consider and adopt Board of Director's report of the Company and the Accounts of the Company with Auditor's Report thereon for the year ended on 30 June 2012.
2. To declare dividends of the Company for the FY 2011-2012.
3. To consider increase of Company's paid up capital to Tk.172 crore.
4. To elect Director(s) in place of those retire in accordance with the regulations 79, 80 and are eligible for re-election in accordance with the regulation 81 of schedule I to the Companies Act, 1994.
5. To appoint auditor(s) and fixing up their remuneration for the FY 2012- 2013.
6. Any other business.

The meeting will be followed by dinner at Palash & Shimul of Ruposhi Bangla Hotel Dhaka at 7:30 p.m.

You are requested to kindly attend the meeting.

Dated, Dhaka
18 November, 2012

By order of the Board

A handwritten signature in black ink, appearing to be 'H. Hossain', is written over a horizontal line.

Company Secretary



About IDCOL

Infrastructure Development Company Limited (IDCOL) was established on 14 May 1997 by the Government of Bangladesh (GoB). The Company was licensed by Bangladesh Bank as a non-bank financial institution (NBFI) on 5 January 1998. Since its inception, IDCOL is playing a major role in bridging the financing gap for developing medium and large-scale infrastructure and renewable energy projects in Bangladesh. After a decade, the company now stands as the market leader in private sector energy and infrastructure financing in Bangladesh.

CONSTITUTION AND OWNERSHIP

IDCOL is a non-bank financial institution registered as a public limited company under the Companies Act 1994. IDCOL's share capital is fully subscribed by the GoB.



SPECIALTIES

IDCOL is a unique financial institution because it:

- arranges both debt and equity for infrastructure projects
- is able to tailor interest rates, loan tenor, and grace period as required by the project
- provides financing in both local and foreign currency
- advises borrower(s) regarding the structure of financing
- provides credit, grants and technical assistance for the promotion of renewable energy in the rural areas



Vision

To help ensure economic development of the country and improve standard of living of the people through sustainable and environment-friendly investments.



Mission

To catalyze and optimize private sector participation in promotion, development, and financing of infrastructure as well as renewable energy, and energy efficient projects in a sustainable manner through public-private-partnership initiatives.

IDCOL Core Values

-  **Global standard and competence:** IDCOL is committed to deliver services to the stakeholders maintaining global standards and competence;
-  **Transparency and integrity:** IDCOL believes in maintaining transparency and integrity in all activities performed by the Company; and
-  **Social responsibility:** IDCOL is dedicated to perform as a development financial institution that articulates and discharges social responsibility.

IDCOL is managed by a seven-member independent Board of Directors comprising three senior government officials, two prominent business personalities, and one famous professional practitioner from the private sector and a full time Executive Director and Chief Executive Officer.



Iqbal Mahmood
Chairman, IDCOL and
Senior Secretary, Economic Relations Division



Fazle Kabir ndc
Director, IDCOL and
Secretary, Finance Division



Nazrul Islam Khan
Director, IDCOL and
Secretary, Ministry of Information &
Communication Technology



Maj. Gen. Amjad Khan Chowdhury (Retd.)
Director, IDCOL and
CEO, PRAN Group



Abdul Haque
Director, IDCOL and
Managing Director
Haq's Bay Automobiles Ltd.



Nihad Kabir
Director, IDCOL and
Senior Partner
Syed Ishtiaq Ahmed & Associates



Mahmood Malik
Executive Director & CEO

Credit Committee:

1. Mr. Fazle Kabir ndc
2. Mr. Nazrul Islam Khan
3. Ms. Nihad Kabir
4. Mr. Abdul Haque
5. Maj. Gen. Amjad Khan Chowdhury (Retd.)
6. Mr. Mahmood Malik

Recruitment & Promotion Committee:

1. Mr. Iqbal Mahmood
2. Mr. Nazrul Islam Khan
3. Ms. Nihad Kabir
4. Mr. Abdul Haque
5. Maj. Gen. Amjad Khan Chowdhury (Retd.)
6. Mr. Mahmood Malik

Audit Committee:

1. Mr. Abdul Haque
2. Ms. Nihad Kabir



IDCOL has a small and multi-skilled workforce comprising economists, financial and market analysts, engineers, lawyers, IT experts, environmental & social safeguard specialists and accountants. IDCOL's stakeholders include the government, private sector, NGOs, multilateral agencies, academics and the people of Bangladesh at large.

Mahmood Malik
Executive Director and CEO

S. M. Formanul Islam
Deputy CEO

S. M. Monirul Islam
General Manager (Accounts and Administration)

Md. Enamul Karim Pavel
Director (Loans)

M. Maftun Ahmed
Company Secretary

Md. Sohel Rana
Assistant Director (Internal Audit)

Md. Wahidur Rahman
Assistant Director (Technical)

M. Mizanur Rahman
Manager (Accounts)

Sadia Hoque
Senior Loan Officer

Mohammad Rashedul Islam
Senior IT Officer

Khandker Md. Readwanul Hoque
Investment Officer (Finance)

Noora Farhana
Investment Officer (Technical)

Md. Rasel Ahmed
Investment Officer (Marketing)

Nahida Akter
Accounts Officer

Md. Masudur Rahman
Loan Officer

Syedda Yeasmeen Meer
Consultant (Renewable Energy)

Nazmul Haque
Director (Investment)

Farzana Rahman
Assistant Director (Investment)

Md. Nazmul Haque Faisal
Senior Program Manager, NDBMP

Raihan Uddin Ahmed
Senior Environmental Consultant

Farhan Reza
Assistant Director (Loans)

Md. Miran Hossain
Senior Investment Officer

Md. Mahfuzur Rahman
Senior Investment Officer (Technical)

Shek Mijanur Rahman
Accounts Officer

Ashrafuzzaman Khan
Administrative Officer

Abu Muhammad Iqramul Hasan
Program Officer (Solar)

Tawhid Faraj
Accounts Officer

Zabir Ibne Raquib
Loan Officer

Junaed Tazdik
Consultant (Technical)

Md. Rakibuzzaman
Consultant (Investment)

Registered Office

UTC Building, Level-16, 8 Panthapath
Kawranbazar, Dhaka- 1215
G.P.O. Box- 619, Bangladesh
Tel: 9102171-8, Fax: 8116663
E-mail: contact@idcol.org
www.idcol.org

Business Hours

10:00 a.m. to 06:00 p.m.
Sunday to Thursday

Auditors

M/s A. Qasem & Co
Chartered Accounts

External Legal Counsels

M/s A. J. Mohammud Ali & Associates
M/s Huq & Company
M/s Law Associates
M/s Law Valley
M/s Syed Ishtiaq and Associates
M/s Hasan & Associates
M/s Abdur Razzaque & Associates
M/s Khurshid & Associates
M/s Rahman's Chambers
M/s Bhuiyan Islam & Zaidi
M/s Tanjib-ul Alam & Associates
M/s The Practice
M/s Legal Compliance

14-May-97	Incorporation of the Company
14-Nov-97	Signing of Project Agreement for USD 225 million with the International Development Association (IDA) under Private Sector Infrastructure Development Project (PSIDP)
5-Jan-98	Licensing from Bangladesh Bank as NBF
11-Apr-01	Financing of 1st Independent Power Plant (IPP) Project- 450 MW Meghnaghat Power Ltd.
16-Jul-02	Signing of Project Agreement with the International Development Association (IDA) under Rural Electrification and Renewable Energy Development Project (REREDP)
16-Jul-02	Signing of Financing Agreement for USD 7 million with the Global Environmental Facility (GEF) under the REREDP
1-Jan-03	Commencement of Solar Home System (SHS) Program
14-Dec-04	Financing of the 1 st ever Satellite Earth Station project in Bangladesh
6-Sep-05	Inauguration of installation of 50,000th SHS by the Honorable Prime Minister
22-Sep-05	Started working as a full-fledged financial institution with the financing of 11.6 MW captive power plant of Shah Cement Power Ltd.
5-Jan-06	Financing of the first ever land ports operated through the private sector on Build, Operate and Transfer (BOT) arrangement
28-Feb-06	Commencement of National Domestic Biogas and Manure Program (NDBMP)
20-Mar-06	Signing of Financing Agreement with the GIZ-German Technical Cooperation under Renewable Energy Project
15-Feb-07	Extending BDT 30 million to Ranks Telecom Ltd., the largest private sector PSTN operator of the country
19-Dec-07	Signing of the 1 st Emission Reduction Purchase Agreement in Bangladesh
26-Dec-07	Signing of Financing Agreement for EUR 25 million with the KfW-German Development Bank under Renewable Energy Project
30-Nov-08	Signing of Financing Agreement for USD 165 million with the Asian Development Bank under Public Private Infrastructure Development Facility (PPIDF)
2-Dec-08	Launching of Shonchalok Facility for the Information and Communication Technology (ICT) sector
28-Oct-09	Extending BDT 260 million to Fiber@Home Ltd. for setting up the first nationwide telecommunication transmission network of Bangladesh
26-Nov-09	Signing of Subsidiary Loan Agreement for USD 18 million with the Islamic Development Bank under Improving Rural Households Livelihood through Solar Energy Project
20-Dec-09	Financing of 1 st solar based irrigation project
23-Mar-10	Investing BDT 1,000 million in senior, secured, non-convertible bond of Orascom Telecom Bangladesh Ltd.
1-Apr-10	Opening of 1 st Regional Office under the SHS Program
8-Apr-10	Financing of the Central Effluent Treatment Plant at CEPZ
12-Apr-10	Financing of 1 st solar based mini-grid project
18-Feb-12	Inauguration ceremony for installation of new 1 million Solar Home Systems and 20,000 Biogas plants under IDCOL Renewable Energy Programs by the Honorable Prime Minister
26-Jun-12	Registration with UNFCCC to avail CDM benefits under the SHS Program

IDCOL PRODUCTS & SERVICES

Infrastructure Sector

- Long-term local and foreign currency loans
- Debt and equity arrangement
- Agency Services
- Corporate advisory services

Renewable Energy & Energy Efficiency Initiatives

- Concessionary credit and grant support
- Advisory services
- Technical assistance and quality assurance
- Capacity development of stakeholders
- Facilitation in availing CDM benefits

Training Programs

- Project Finance
- Financial Modeling
- Renewable Energy

LENDING TERMS

- IDCOL's rates are generally market based for infrastructure projects. It matches lending term of other commercial lenders
- IDCOL also offers concessionary loans for renewable energy, energy efficiency, environment and ICT sector programs

- ☞ BDT 1,200 million as paid-up capital.
- ☞ BDT 652 million as reserve.
- ☞ IDCOL is a multi-donor funded financing institution and currently manages:
 - ❑ Reflows from USD 80 million loan extended to 450 MW Meghnaghat Power Ltd. project;
 - ❑ USD 308 million from International Development Association (IDA) for implementing Rural Electrification and Renewable Energy Development Project (REREDP). IDCOL initially received USD 56 million and later on USD 80 million and USD 172 million under 1st and 2nd additional financing agreements, respectively;
 - ❑ USD 165 million from Asian Development Bank (ADB) for financing infrastructure and renewable energy projects under Public-Private Infrastructure Development Facility (PPIDF);
 - ❑ USD 18 million from Islamic Development Bank (IDB) for financing renewable energy projects under Participating in the Financing of Improving Rural Households Livelihood through Solar Energy Project in Bangladesh;
 - ❑ EUR 16.5 million from KfW- German Financial Cooperation for financing renewable energy projects;
 - ❑ EUR 9.2 million from GIZ- German Technical Cooperation for financing renewable energy projects;
 - ❑ USD 7 million from Global Environment Facility (GEF) for financing REREDP;
 - ❑ EUR 13.1 million from SNV- Netherlands Development Organization, KfW and other donors for implementing a nationwide domestic biogas and manure program;
 - ❑ USD 15.25 million from Global Partnership on Output-Based Aid (GPOBA) arranged by the World Bank for financing REREDP.
 - ❑ USD 3.3 million from the Government of Japan and ADB for financing of renewable energy projects under PPIDF.



IDCOL Programs and Projects

Large and Medium-Sized Infrastructure Projects

IDCOL provides long-term debt financing to viable privately-owned and operated infrastructure projects. To be eligible for IDCOL funding, projects must be included in the GoB's priority list and use proven technology. Infrastructure sectors in the current priority list include:

- Power Generation
- Telecommunications
- Information and Communication Technology (ICT)
- Ports
- Renewable Energy
- Energy Efficiency
- Social Infrastructure
- Gas and Gas related Infrastructure
- Water Supply
- Toll Roads and Bridges
- Shipyards and Shipbuilding
- Hotel and Tourism
- Mass Transportation Systems
- Urban Environmental Services, and
- Other projects approved by IDCOL Board



450 MW Meghnaghat Power Plant

Renewable Energy Program

Under Renewable Energy Program, IDCOL's current focus is on two major areas:

- a) Solar Home System (SHS)
- b) Domestic Biogas Plant

In addition to the above, IDCOL has financed various other renewable energy projects:

- 250 kW biomass (rice husk) gasification-based power plant
- 400 kW biomass (rice husk) gasification-based power plant along with a precipitated silica production plant
- 470 kW biogas (from poultry litter) based power plants
- 100 kWp solar photovoltaic based mini-grid
- 47.3 kWp solar irrigation pumps
- 50 kW biogas based power plant
- Solar-diesel hybrid power system for 98 telecom BTSs.

A. IDCOL SHS Program

IDCOL currently promotes SHSs in the off-grid remote rural areas of Bangladesh through its thirty (30) Participating Organizations (POs), namely:

- | | | |
|---------------------|--|------------------------|
| 1. BRIDGE; | 6. Hilful Fuzul Samaj Kalyan Sangstha; | 11. Shubashati; |
| 2. BRAC Foundation; | 7. IDF; | 12. Srizon Bangladesh; |
| 3. CMES; | 8. PMUK; | 13. TMSS; |
| 4. COAST Trust; | 9. PDBF; | 14. UBOMUS; |
| 5. Grameen Shakti; | 10. Rural Services Foundation; | 15. NUSRA; |
| | | 16. DESHA; |

Programs and Projects



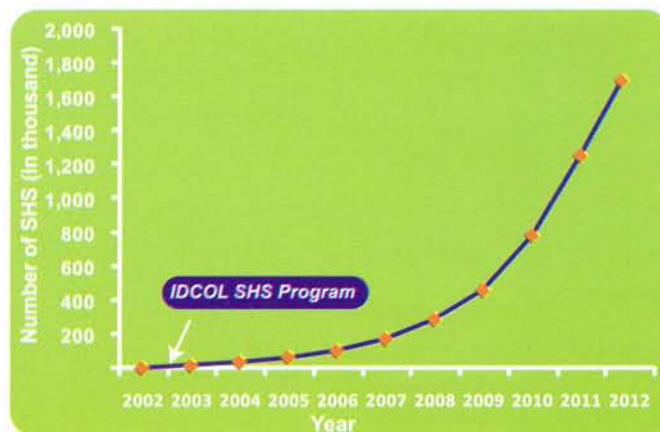
- | | |
|-------------------------------------|-------------------------------------|
| 17. Al-Falah Aam Unnayan Sangstha; | 24. ADAMS; |
| 18. AVA; | 25. RDF; |
| 19. Ingen Technology Limited; | 26. Xenergeia Limited; |
| 20. Rimso Foundation; | 27. Bright Green Energy Foundation; |
| 21. REDI; | 28. SolarEn Foundation; |
| 22. Green Housing & Energy Limited; | 29. Patakuri Society and; |
| 23. Shakti Foundation; | 30. RISDA. |

SHSs are sold (mostly through micro-credit) by POs to the households and business entities in the remote rural areas of Bangladesh. IDCOL provides refinancing facility to the POs and channels grants to reduce the SHSs' costs as well as support the institutional development of the POs. In addition, IDCOL also provides technical, logistics, promotional and training assistance to the POs.



Solar Home Systems Financed by IDCOL

IDCOL started its SHS Programme in 2003 with an initial target to finance 50,000 SHSs with financial assistance from the World Bank and GEF. Subsequently, KfW- German Financial Cooperation, GIZ- German Society for International Cooperation, Asian Development Bank (ADB), Islamic Development Bank (IDB), GPOBA (managed by the World Bank), participated in the program by providing refinancing and grant support. IDCOL now has a revised target of financing 4 million SHSs by 2015. Up to October 2012, a total of 1,768,401 SHSs have been installed under the program. IDCOL's Solar Program is one of the fastest growing renewable energy programs in the world. It has brought significant change in lives in remote rural areas of Bangladesh through providing access to electricity.



Progress of IDCOL SHS Program

B. National Domestic Biogas and Manure Program

With support from SNV, Netherlands Development Organization and KfW, IDCOL has undertaken the National Domestic Biogas and Manure Program (NDBMP). Recently, the World Bank has also committed financial support for the program under its Household Energy Initiatives. Under this program, IDCOL has a revised target to install 100,000 domestic size biogas plants in Bangladesh by 2016. Gas produced from these plants is being used for cooking purposes in rural households and this is expected to have a positive impact on the environment by preventing deforestation and improving soil fertility. In addition, the slurry, by-product of biogas plants, is a very good organic fertilizer.



A biogas plant financed by IDCOL

IDCOL is implementing the program through its 32 Lending and Construction Participating Organizations (LCPOs) and 4 Manufacturing Participating Organizations (MPOs).

LCPOs:

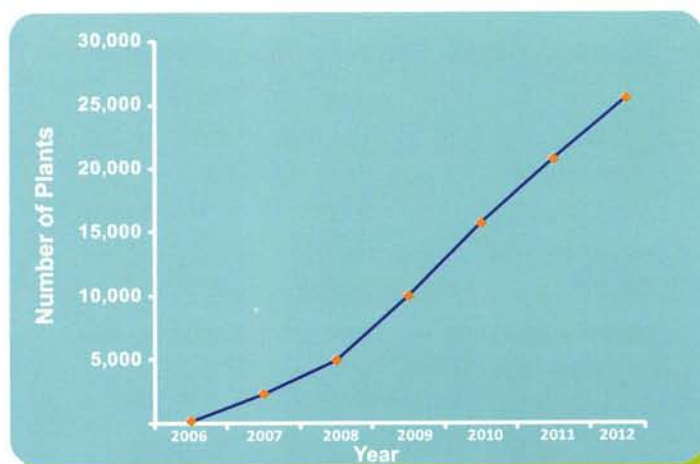
1. Grameen Shakti;
2. Hossain Biogas and Compost Fertilizer Company Ltd.;
3. Srizon Bangladesh;
4. Rahman Renewable Energy Company Ltd.;
5. Rural Services Foundation;
6. SonaliUnnayan Foundation ;
7. AnannyoSamajKallyanSangostha;
8. RISDA-Bangladesh;
9. MohilaBohumukhiSikkha Kendra;
10. Shubashati;
11. DESHA;
12. Shariatpur Development Society;
13. Rural Reconstruction Foundation;
14. Gonoshasthaya Kendra;
15. Gram Bikash Kendra;
16. SETU;
17. NIRAPAD Engineering;
18. Basic Organization Network for Development and Humanitarian Aid for Nation;
19. Development of Poor Society;
20. SamajUnnayan Kendra;
21. Access toward Livelihood and Welfare Organisation;
22. Center for Community Development & Research;
23. WAVE Foundation;
24. MAKs Renewable Energy Co. Ltd.;
25. Network for Universal Services and Rural Advancement;
26. Bright Green Energy Foundation;
27. Association for Development Activity of Manifold Social-work;
28. Green Housing & Energy Limited;
29. Ghashful;
30. People's Integer Progressive Association for Social Activities;
31. LPEP Renewable Energy Bangladesh Ltd.;
32. Grameen Motsho O Poshusampad Foundation.

MPOs:

1. Nooreya Biogas Engineering;
2. Advance Engineering;
3. Rathul Engineering;
4. Nirapad Engineering.

A national steering committee and an expert level technical committee provide guidelines for the project implementation. The latter has developed an improved model of biogas plant. Up to October 2012, a total of 25,524 plants have been constructed in several district of the country.

IDCOL provides Tk. 9,000 as investment subsidy to each household for installing biogas plants as per the specifications and standards set by IDCOL / SNV.



Progress of IDCOL biogas program

Training Courses

IDCOL organizes training courses on project finance and financial modeling. These courses are intended to improve the understanding of young bank professionals with regard to the techniques employed in cash flow lending as well as the principles used to make them successful. The courses are also designed for officials representing government organizations, project sponsors and development companies, international organizations and consulting firms.

Project finance training course has about twenty modules, covering various subjects such as origin and development of modern project finance, bankability aspects of project agreements, loan agreements, interest rate swap, and issues related to subordinated debt and design of security package.

Financial modeling course is designed to enable the participants to work with financial models as well as constructing new models. While every projects will have unique features, and each spreadsheet its own techniques, certain principles apply generally to the construction of financial models, and these principles are the main focus of this training.



Project Finance course jointly organized by ADFIMI and IDCOL

Till date, IDCOL trained more than one thousand professionals in seventeen training courses on project finance, twelve courses on financial modelling, and a special course for officials of Prime Minister's Office and Ministry of Finance on loan evaluation techniques. Moreover, IDCOL arranged three training programs on rural electrification and renewable energy program implementation for officials of various Ethiopian and Ghanian government agencies. More than fifty senior government officials were trained under such program.

ACHIEVEMENTS OF IDCOL

Financed/Extended:

Power Generation:

- USD 80 million to Meghnaghat 450MW Combined Cycle Power Plant, the single largest loan provided by a Bangladeshi Financial Institution to the private sector.
- BDT 600 million to Summit Uttaranchal Power Limited and Summit Pubanchal Power Limited for setting up four small power plants with a total capacity of 110 MW.
- BDT 500 million to Barakatullah Electro Dynamics Limited for setting up a 50 MW rental power plant at Fenchuganj, Sylhet.
- BDT 1,000 million to Quantum Power Systems Limited for setting up two rental power plants with a total capacity of 215 MW at Bheramara, Khutia and Noapara, Jessore with.
- BDT 200 million to Malancha Holdings Limited for the installation of a 34.5 MW power plant at Dhaka Export Processing Zone.
- BDT 200 million to Venture Energy Resource Limited for establishing a 34.5 MW rental power plant at Bhola.
- BDT 153.3 million to 33.75 MW expansion plant of Summit Power Limited.
- BDT 120 million to Shah Cement Power Limited, an 11.6 MW power plant.

Ports:

- BDT 80 million for two land port projects, namely Panama Hilli Port Link Limited and Panama Sonamasjid Port Link Limited.

Telecommunications:

- BDT 360 million and USD 10 million to Pacific Bangladesh Telecom Limited (PBTL) cellular network expansion project.
- BDT 300 million to Banglalion Communications Limited for setting up a broadband wireless access network
- USD 3 million to Bangla Trac Communications Limited for setting up an International Gateway (IGW).
- BDT 260 million to Fiber@Home Limited for setting up a nationwide telecommunication transmission network (NTTN).
- BDT 125 million to Grameen Phone Limited cellular network expansion project.
- BDT 50 million to DNS SatComm Satellite Earth Station.
- BDT 30 million to Ranks Telecom Limited PSTN project.
- BDT 1,000 million in senior, secured, nonconvertible bond of Orascom Telecom Bangladesh Limited.
- BDT 500 million in unsecured, senior bond of Grameenphone Limited.

ICT:

- BDT 9.2 million to the IT enabled services industry through a credit line to Premier Bank Ltd. under the Shonchalok program.

Gas and Gas Related Infrastructure:

- BDT 31 million to Thermex Trade Limited for setting up a CNG refuelling station.

Urban Environmental Services:

- BDT 152.52 million to Chittagong Waste Treatment Plants Private Limited for setting up a Central Effluent Treatment Plant at Chittagong Export Processing Zone

Other Renewable Energy:

- BDT 46.17 million as loan and grant to Purabi Green Energy Limited for setting up a 100 kW solar photovoltaic based mini grid at Sandwip.
- BDT 21.5 million as loan and grant to Dreams' Power (Pvt.) Limited for installation of 250-kW biomass gasification based power plant and expansion of its distribution network.
- BDT 14.45 million as loan and grant to Rashid KrishiKhamar Limited for setting up a 50-kW biogas based power plant.
- BDT 3.15 million as loan and grant to Grameen Shakti for setting up a 11.2 kW solar PV based submersible water pump at Shapahar, Naogaon.
- BDT 42.83 million to Electro Solar Power Limited for setting up a solar photovoltaic module assembling plant.
- BDT 95 million to Radiant Alliance Limited for setting up a solar photovoltaic module assembling plant.
- BDT 64.00 million to Sustainable Energy and Agro Resources Limited for 400kW biomass gasification based power plant.
- BDT 123 million to InGen Technology Limited for setting up solar-diesel hybrid power system for 72 base transceiver stations (BTSs) of Grameenphone Ltd.
- BDT 1.74 million as loan to Seed Bangla Foundation for five bio-electricity plants.

Approved during the Financial Year 2011-12: Power Generation:

- USD30 million to Energypac Confidence Power Venture Chittagong Limited for establishing a 108 MW power plant at Patiya, Chittagong.

Telecommunications:

- BDT 1,500 million to Grameenphone Limited as part of syndicated term loan facility.



100 kW Solar PV based mini grid at Sandwip



Solar-diesel hybrid power system for BTS of Grameenphone Ltd.



400kW biomass gasification based power plant

ICT:

- BDT 32.43 million to Click House Studio Limited for production of three-dimensional (3D) animation works.

Urban Environmental Services:

- BDT 50.04 million to Chittagong Waste Treatment Plants Private Limited for expansion of Central Effluent Treatment Plant at Chittagong EPZ.

Other Renewable Energy:

- BDT 68.20 million to Phenix Agro Limited for setting-up four 100 kW biogas based electricity generation plants and an organic fertilizer plant.
- BDT 18.07 million to Japan Solartech (Bangladesh) Limited for solar-diesel hybrid power systems at 10 BTS sites of Grameenphone Limited.
- BDT 24.00 million to Rahimafooz Renewable Energy Limited for solar-diesel hybrid power systems at 10 BTS sites of Grameenphone Ltd. (GP) and 6 BTS sites of Orascom Telecom Bangladesh Limited.
- BDT 5.25 million loan and BDT 7.00 million grant to Network for Universal Services and Rural Advancement for 5 solar PV based irrigation plants.
- BDT 8.86 million loan and BDT 11.82 million grant to Survivor's-Sancred Solar System Limited for 10 solar PV based irrigation plants.
- BDT 4.45 million loan and BDT 5.93 million grant to Green Housing & Energy Limited for 6 solar PV based irrigation plants.

Disbursed:

- BDT 15,542 million refinancing and grants to its POs for the promotion of 1,199,098 Solar Home Systems (approximately) in the remote rural areas of Bangladesh till November 2012.
- BDT 353 million refinancing and grants to its POs for the promotion of 20,714 Biogas Plants (approximately) in the remote rural areas of Bangladesh till November 2012.

Arranged:

- Syndicated Term Loan Facility of USD 30 million and BDT 2,280 million for 108 MW HFO based power plant of Energypac Confidence Power Venture Chittagong Limited.
- Syndicated Term Loan Facility of BDT 100.07 million for expansion of Central Effluent Treatment Plant at Chittagong EPZ of Chittagong Waste Treatment Plant Private

- Syndicated Term Loan Facility of BDT 5,330 million for 110 MW Bheramara Power Plant and 105 MW Noapara power plant projects of Quantum Power Systems Limited.
- Syndicated Term Loan Facility of BDT 1,250 million for 51 MW power project of Barakatullah Electro Dynamics Limited.
- Syndicated Term Loan Facility of BDT 205 million for Central Effluent Treatment Plant at Chittagong EPZ of Chittagong Waste Treatment Plant Private Limited.
- Syndicated Equity and Term Loan Facility of BDT 128.3 million for DNS SatComm Satellite Earth Station Project, the single largest ICT infrastructure project of the country in the private sector.
- Syndicated Term Loan Facility of BDT 390 million for Shah Cement Power Ltd.
- Syndicated Term Loan Facility of BDT 265 million for Panama Hilli and Panama Sonamasjid Land port projects.
- Co-arranged USD 30 million for Pacific Bangladesh Telecom Limited expansion project 2006.
- Co-arranged BDT 2,500 million term loan facility for Malancha Holdings Limited power project.
- Co-arranged BDT 920 million term loan facility for Venture Energy Resources power project.
- Co-arranged BDT 3,955 million term loan facility for SUPCL and SPPCL power project.



Directors' Report

Directors' Report to the Shareholders

Dear Shareholders,

The Directors of your Company have the pleasure of submitting before you their annual report together with the audited accounts of your Company for the year ended on 30 June 2012.

Overview of Bangladesh Economy

In spite of global economic recession, Bangladesh has been able to demonstrate macroeconomic stability during FY 2011- 12. Significant growth in the industry and service sectors contributed to the overall economic growth, to an acceptable level in the last fiscal.

Bangladesh economy achieved a growth of 6.32 percent in FY2011-12 which is slightly lower than that of FY 2010-11 (6.71 percent). This performance was facilitated by 2.53 percent growth in agriculture, 9.47 percent growth in industry and 6.06 percent growth in service sector. Per capita GDP in FY 2010-11 reached USD 772 and per capita GNI rose to USD 848. The inflation stood at 8.56 percent at the end of April 2012 compared to 10.17 percent at the end of the same period in 2011.

The export earnings of the country in FY 2011-12 was USD 23.99 billion which surpassed the export earnings in 2010-11 by 19.49 percent. Imports during the same period also increased by 18 percent in FY 2011-12. Consequently, the trade deficit declined by 11.60 percent in FY2011-12.

In FY 2011-12, flow of remittance increased by 10.24 percent than that of previous fiscal and reached USD 12.84 billion while foreign currency reserve at the end of the fiscal stood at USD 10.36 billion, which is 5.01 percent lower than that of previous year.

In FY2011-12, the average exchange rate of BDT against USD was 79.10 compared to 71.17 in FY2010-11. The percentage change of depreciation of BDT against USD was 9.38.

Scenario of Infrastructure Sector

According to the Global Competitiveness Report 2011-12, infrastructure ranking of Bangladesh was 134th among 142 countries. According to Vision 2021, the Government envisages to transform Bangladesh from a low-income economy to a leading middle-income economy, which requires a growth in infrastructure from current 2% to 6% of GDP. However, the level of investments required to upgrade the infrastructure to the desired level is beyond the fiscal resources of the public sector. Hence, the private sector participation is required for need assessment, project implementation, and most importantly, financing.

The PPP office has also finalised a draft Public Private Partnership (PPP) Act, 2012 keeping provision for promotion of local investments in implementing infrastructure projects. Provisions for additional and special fiscal incentives have been incorporated in the Act for large PPP projects as well. The Act, once legislated, will replace all the existing PPP Policy and Guidelines.

Scenario of Renewable Energy Sector

Given the global climate change scenario and carbon trading prospect, renewables have emerged as an alternative source of energy solution around the world. Bangladesh has enormous potential in developing renewable energy from different sources i.e. solar energy, biomass, and biogas. Other renewable energy sources include wind, bio-fuel, gasohol, geothermal, wave and tidal energy, which are expected to be explored in future.

In line with the international trend, the Government of Bangladesh has taken a systematic approach towards renewable energy development. As part of its initiatives, the Government adopted Renewable Energy Policy (REP) in 2008 and formed a focal point called Sustainable and Renewable Energy Development Authority (SREDA) for coordinating activities related to the development of renewable energy technologies and financing mechanisms.

B. National Domestic Biogas and Manure Program

With support from SNV, Netherlands Development Organization and KfW, IDCOL has undertaken the National Domestic Biogas and Manure Program (NDBMP). Recently, the World Bank has also committed financial support for the program under its Household Energy Initiatives. Under this program, IDCOL has a revised target to install 100,000 domestic size biogas plants in Bangladesh by 2016. Gas produced from these plants is being used for cooking purposes in rural households and this is expected to have a positive impact on the environment by preventing deforestation and improving soil fertility. In addition, the slurry, by-product of biogas plants, is a very good organic fertilizer.



A biogas plant financed by IDCOL

IDCOL is implementing the program through its 32 Lending and Construction Participating Organizations (LCPOs) and 4 Manufacturing Participating Organizations (MPOs).

LCPOs:

1. Grameen Shakti;
2. Hossain Biogas and Compost Fertilizer Company Ltd.;
3. Srizon Bangladesh;
4. Rahman Renewable Energy Company Ltd.;
5. Rural Services Foundation;
6. SonaliUnnayan Foundation ;
7. AnannyoSamajKallyanSangostha;
8. RISDA-Bangladesh;
9. MohilaBohumukhiSikkha Kendra;
10. Shubashati;
11. DESHA;
12. Shariatpur Development Society;
13. Rural Reconstruction Foundation;
14. Gonoshasthaya Kendra;
15. Gram Bikash Kendra;
16. SETU;
17. NIRAPAD Engineering;
18. Basic Organization Network for Development and Humanitarian Aid for Nation;
19. Development of Poor Society;
20. SamajUnnayan Kendra;
21. Access toward Livelihood and Welfare Organisation;
22. Center for Community Development & Research;
23. WAVE Foundation;
24. MAKS Renewable Energy Co. Ltd.;
25. Network for Universal Services and Rural Advancement;
26. Bright Green Energy Foundation;
27. Association for Development Activity of Manifold Social-work;
28. Green Housing & Energy Limited;
29. Ghashful;
30. People's Integer Progressive Association for Social Activities;
31. LPEP Renewable Energy Bangladesh Ltd.;
32. Grameen Motsho O Poshusampad Foundation.

MPOs:

1. Nooreya Biogas Engineering;
2. Advance Engineering;
3. Rathul Engineering;
4. Nirapad Engineering.

Other classified loans were being closely monitored by IDCOL. Necessary actions under the Finance and Security documents would be taken against the borrowers if they fail to settle their outstanding within a short period of time.

Infrastructure projects

Power

During the reporting period, IDCOL in joint arrangement with IDLC raised USD 30 million and BDT 228 crore to finance 108 MW power project of ECPV Chittagong Ltd. IDCOL approved USD 30 million to the Project. IDCOL is expected to earn BDT 1.86 crore arrangement fee and BDT 2.46 crore processing fee from this service.

During the reporting period, IDCOL earned BDT 19.27 crore as interest and BDT 24.7 crore as repayment of loans disbursed to power projects in the previous years.

Telecommunication and IT

During the reporting period, IDCOL approved BDT 150 crore financing to Grameenphone Ltd. (GP) as part of BDT 846 crore syndicated term loan facility participated by 15 banks and financial institutions. IDCOL also acted as co-arranger under the facility. IDCOL is expected to earn BDT 80 lac as co-arrangement and participation fee under the GP financing.

IDCOL also approved BDT 3.24 crore to Click-House Studio Ltd. for production of three-dimensional (3D) animation software. During the reporting period, IDCOL disbursed BDT 2.25 crore to Fiber@Home Ltd. for expansion of its nationwide telecommunication transmission network.

IDCOL received BDT 20.84 crore as interest income and BDT 30 crore as repayment of loans previously disbursed to telecommunication and IT projects.

Others

IDCOL arranged additional BDT 10 crore financing for the expansion of Central Effluent Treatment Plant of Chittagong Waste Treatment Plants Ltd. IDCOL also approved and disbursed BDT 5 crore to this project.

IDCOL earned BDT 1.6 crore as interest income and BDT 37.80 lac as repayment of loans from this project.

Renewable Energy

IDCOL solar energy program

During the reporting period, 29 Partner Organizations (POs) of IDCOL installed 538,739 Solar Home Systems (SHSs) in the rural areas of Bangladesh, leading the total number of installation to 1,547,251. IDCOL disbursed BDT 729 crore as refinance and BDT 88.6 crore as grant to all POs. IDCOL also received BDT 104.8 crore as principal repayment and BDT 82 crore as interest during the period.

National domestic biogas and manure program

So far, a total of 24,790 domestic size biogas plants have been constructed under the program of which 4,290 plants have been constructed by 31 POs during the reporting period. IDCOL disbursed BDT 5.4 crore refinancing and BDT 3.4 crore grant to POs under the program.

Under the program, IDCOL received BDT 80 lac as interest, BDT 1.6 crore as principal repayment, and BDT 55.7 lac as monitoring fees.

Other renewable energy projects

During the reporting period, IDCOL approved about BDT 9.2 crore financing to various renewable energy projects i.e. 400-kW biomass gasification based power plant of Sustainable Energy and Agro Resources Ltd., solar powered Base Transceiver Station (BTS) projects of InGen Technology Ltd. and Japan Solar Bangladesh Ltd., three biogas based electricity plants of Seed Bangla Foundation, 5 MW solar PV assembling plant each of Radiant Alliance Ltd. and Electro Solar Power Ltd. Besides, IDCOL approved financing for a total of 22 solar irrigation pumps to be implemented by Network for Universal Services and Rural Advancement, Rural Communication Network and Services Ltd., Survivor's-Sanctred Solar System Ltd. and Green Housing and Energy Ltd.

IDCOL received BDT 2.31 crore as interest, BDT 1.68 crore as principal repayment from these projects.

Monitoring of Loans

Meghnaghat Power Ltd. (MPL) loan

During the reporting period, the Company effectively monitored its loans to MPL. All principal repayments, interests and fees due under the loan agreements were duly received. IDCOL, on behalf of the Government, received USD 5.32 million as interest, USD 5.5 million as principal repayment, and USD 0.15 million as monitoring fees.

Rural Electrification and Renewable Energy Development Project (REREDP)

During the reporting period, IDCOL, on behalf of the Government, received BDT 15.56 crore as interest, BDT 47 crore as principal repayment, and BDT 48 lac as monitoring fees.

Short-term deposit

During the reporting period, IDCOL earned an amount of BDT 47 crore from fixed deposits.

IDCOL's debt service performance

During the reporting period, performances of IDCOL under all the loans were current. IDCOL made a total debt service of BDT 41.07 crore under various projects as shown below:

Sl.	Project	Amount in BDT crore
1.	REREDP funded by IDA	19.43
2.	PPIDF funded by ADB	17.41
3.	Improving Rural Households Livelihood through Solar Energy Project in Bangladesh funded by IDB	4.23
Total		41.07

Contribution to national exchequer

Since its inception in 1997, IDCOL had paid BDT 166.4 crore as corporate income tax to the national exchequer out of which BDT 56.8 crore was paid during the reporting period.

Other activities

- In February 2012 Hon'ble Prime Minister Sheikh Hasina inaugurated installation of 10 lac new solar home systems and 20,000 biogas plants under IDCOL solar and biogas programs, respectively.
- IDCOL received "The Green Company of Bangladesh" award under Canada Business Award 2012 by Canada Bangladesh Chamber of Commerce and Industry (CBCCI).

- IDCOL, in collaboration with the partner organizations, conducted various training programs i.e. training for trainers, staff training, and customer training under IDCOL solar program under which training was imparted to 60 trainers, 2,500 staffs and 170,328 customers.
- A technical audit of IDCOL Solar Program was conducted by United International University during the reporting period.
- Under IDCOL's solar and biogas programs, about 5,000 new jobs were created for diploma engineers, technicians, masons, local youths and other professionals.
- A total of 90 professionals from banks and financial institutions, corporate houses, Government agencies etc. were trained on Project Finance and Financial Modelling in two training programs.
- IDCOL adopted Environmental and Social Safeguard Framework (ESSF) guideline for appraising infrastructure and renewable energy projects, ensuring compliances with all relevant regulatory and donor agencies.
- Through IDCOL's initiatives, all enlisted battery suppliers under IDCOL Solar Program obtained ISO 14001:2004 (Environmental Management System) and OHSAS 18001:2007 (Occupational Health Safety) certificates.
- IDCOL participated in the Electricity Camp 2011 organized by the Ministry of Power, Energy and Mineral Resources where 35,000 rover scouts participated in a four-day long camp where basic knowledge regarding energy efficiency, renewable energy etc. was provided.
- IDCOL NDBMP program obtained ISO-9001-2008 certificate.
- NDBMP declared six more biogas villages and biogas week was observed during 17-23 December 2011.
- Under NDBMP, IDCOL arranged about 109 training programs on biogas mason training, biogas supervisor training, management training, training for trainers, female motivators training, bio-slurry user training, and credit risk management where 3,138 participants were trained.
- CRAB retained "AA1" (long-term) and "ST-1" (short-term) ratings for IDCOL.

Personnel

IDCOL currently has a total of 164 officials, staffs, and inspectors working under IDCOL infrastructure and renewable energy programs.

Led by an Executive Director and CEO, IDCOL personnel team include economist, financial analysts, lawyers, engineers, chartered accountants, and environmental and social expert.

IDCOL has expanded its operation in the solar energy program by setting up 4 more regional offices in Bogura, Borguna, Brahmanbaria, and Faridpur. Previously, IDCOL had 6 regional offices in Dhaka, Chittagong, Rangpur, Sylhet, Khulna and Barisal. Each of these offices is managed by a regional supervisor and some technical inspectors. Currently, a total of 114 technical inspectors and quality inspectors are conducting physical verification and managing operations of SHSs and biogas plants financed by IDCOL. Moreover, 7 collection efficiency inspectors are working under the program to monitor collection efficiency of unit offices of the partner organizations (POs).

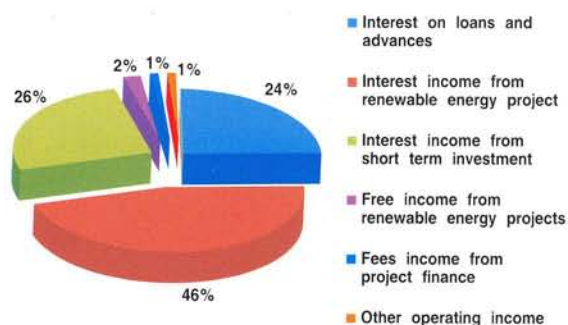
In order to meet the organizational needs and to face future challenges, the executives and officers of the Company regularly participated in various national and international training courses, seminars and workshops. Some of the notable overseas training programs attended by IDCOL officials were "Policy Support for Introduction of Solar Power Generation", "International Financial Reporting Standards", "Public-Private Partnership", etc.

Accounts

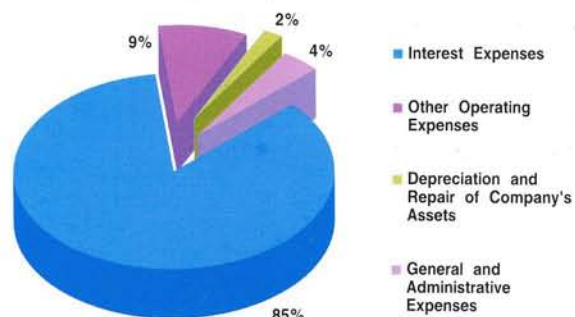
During the reporting period, the total revenue of the Company was BDT 181 crore out of which BDT 44 crore was interest from infrastructure projects; BDT 83 crore interest from renewable energy projects; BDT 1.5 crore fees income from the infrastructure projects; BDT 3.6 crore fees income from renewable energy projects, BDT 47 crore was income from short-term investments and BDT 2.1 crore from other operating income.

During the same period, the Company's operating and interest expenses were BDT 48 crore and profit before tax and provision was BDT 19.4 crore. Provision of BDT 13.5 crore has been made for loans and advances and BDT 56.8 crore for tax. Retained Earnings at the end of the reporting period was BDT 65.2 crore. The Board has proposed payment of BDT 10 crore as dividends to the Government and issuance of bonus share of BDT 52 crore to increase Company's paid up capital from BDT 120 crore to BDT 172 crore leaving a balance of BDT 1.20 crore as retained earnings to be carried forward to the FY 2012-2013.

Operating Income 2011-12



Operating Expenses 2011-12



Auditors

Shareholders had appointed M/s. A. Qasem & Co. as auditors for the Company's accounts for the Financial Year 2011-2012.

Significant events during post-reporting period

- IDCOL has signed a financing agreement with the World Bank for providing USD 128 million for implementing renewable energy projects under REREDP II.
- IDCOL signed a financing agreement with GIZ for providing Euro 1.5 million grant support for 96,000 small solar home systems.
- Japan International Cooperating Agency is considering providing USD 125 million for implementing Renewable Energy Development Project.
- Power Division has approached Bangladesh Climate Change Resilience Fund for USD 25 million to implement IDCOL's solar irrigation pump projects.
- IDCOL along with 15 banks and financial institutions signed Facility Agreement with Grameenphone Ltd. for providing BDT 846 crore in the form of syndicated term loan facility.
- IDCOL NDBMP program has been approved by the national CDM Board of Bangladesh.
- IDCOL NDBMP program has been approved by the national CDM Board of Bangladesh.
- IDCOL has decided to set up a solar equipment testing laboratory in Bangladesh under Rural Electrification and Renewable Energy Development Program.
- IDCOL, in collaboration with Association of National Development Finance Institutions (ADFIMI), has conducted an international training program on 'Overview of Project Finance vis à vis Corporate Finance'.
- IDCOL officials made presentations in various international seminar & conferences, e.g.:
 - Global Sustainable Finance Conference arranged by the World Federation of Development Financing Institutions held in Germany;
 - Clean Energy Program Design, Implementation and Monitoring arranged by the Institute for Public-Private Partnerships held in Washington DC, USA;
 - Program for Scaling up Renewable Energy in Low Income Countries jointly arranged by the World Bank, ADB, Inter-American Development Bank and the held in Nairobi, Kenya.
 - Third Asia-Pacific Dialogue on Clean Energy Governance, Policy, Law and Regulation jointly arranged by USAID and ADB held in Manila, Philippines;

Investment outlook

Infrastructure

IDCOL currently has a robust pipeline of large as well as medium and small infrastructure projects. A number of these projects are expected to be financed in the next fiscal.

Major large projects in the pipeline of IDCOL include 108 MW HFO based power plant at Chittagong, 335 MW dual fuel power plant at Mehgnaghat, 108 MW gas based power plant at Ghorasal, 100 MW dual fuel power plant at Jamalpur, 150 MW dual fuel power plant at Kaliakar, 163 MW gas based power plant at Fenchuganj, and several tourism sector projects.

IDCOL expects to finance several small and medium infrastructure projects, such as, central effluent treatment plant at Comilla Export Processing Zone, plastic waste to fuel project, liquefied natural gas terminal project, etc.

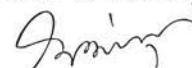
Renewable Energy and Energy Efficiency

IDCOL envisions financing installations of four million SHSs by 2015 and one lac biogas plants by 2016. IDCOL also plans to finance installations of 50 mini-grid projects, 1,500 solar irrigation pumps, 30 biomass gasification based power plants, and 450 bio-electricity plants in off-grid areas by 2016. IDCOL has decided to finance environment friendly and energy efficient technologies e.g. Tunnel Kiln, Hybrid Hoffman in the automatic brick kiln sector of Bangladesh.

Finally, I would like to offer my sincere thanks to the members of the Board of Directors and the officers and employees of the Company for their cooperation and hard work ensuring smooth operation of the Company during the year 2011-2012. I also offer my thanks and gratitude to the shareholders for their guidance and assistance in running the Company.

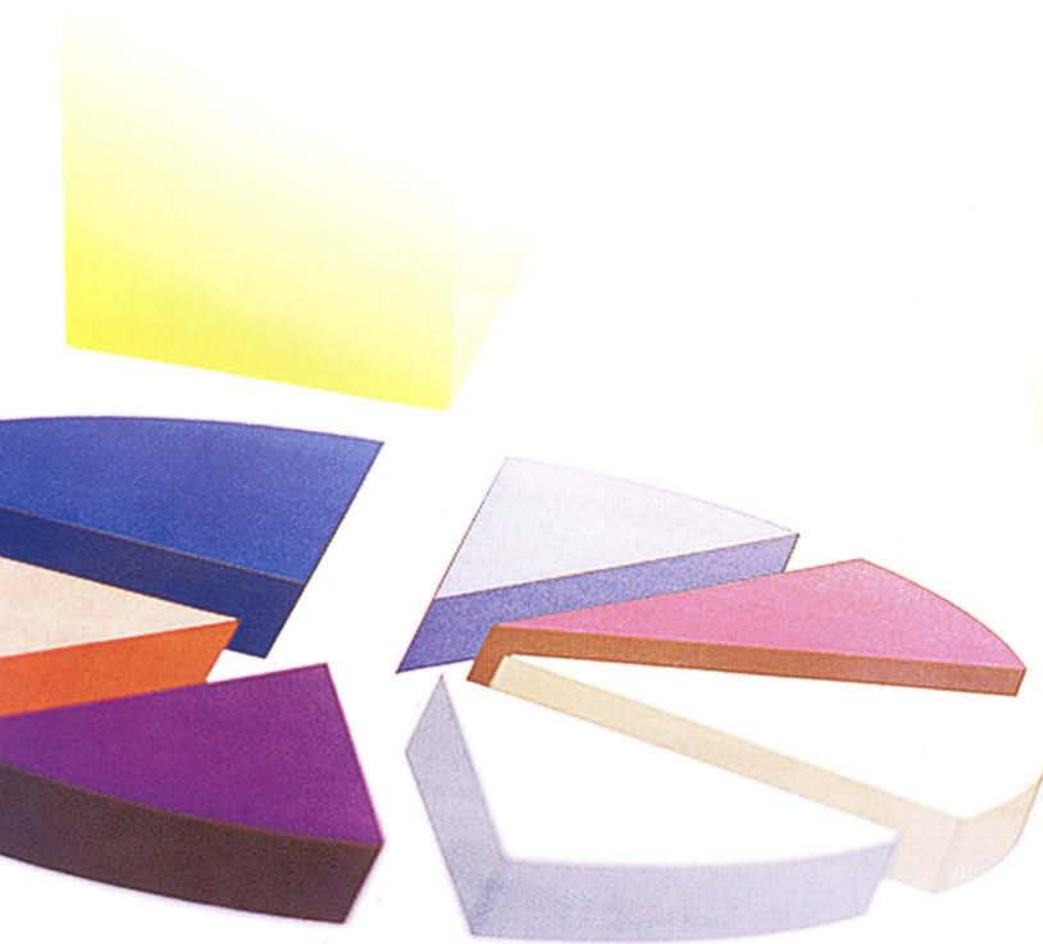
Date: 22 November, 2012

By order of the Board

A handwritten signature in black ink, likely of the Chairman.

Chairman

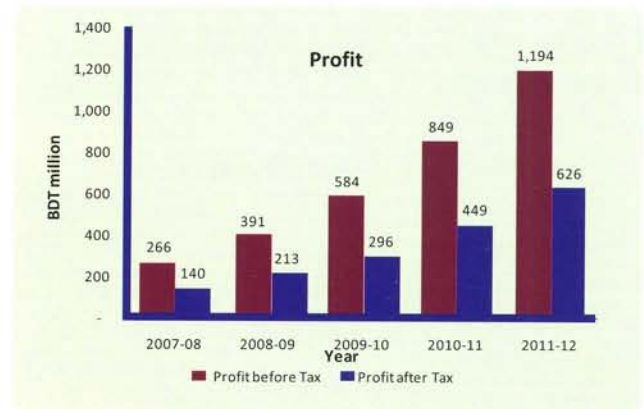
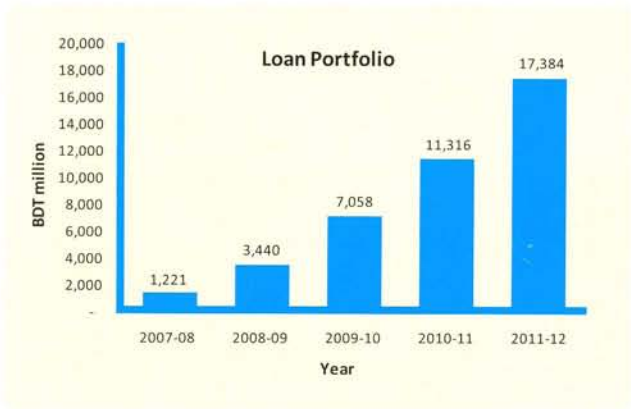
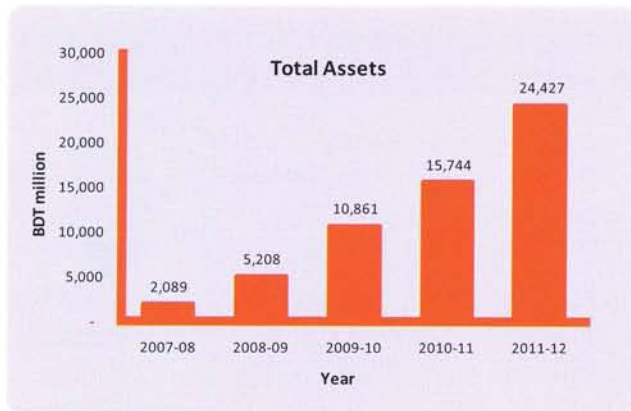
Key Operating and Financial **Highlights**



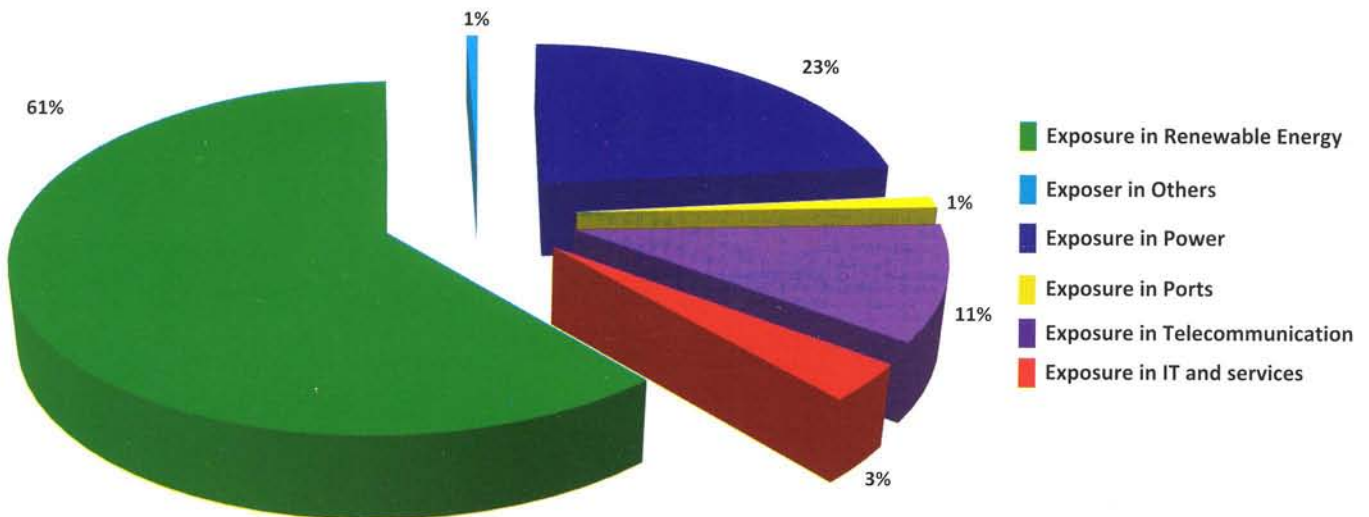
Key Operating and Financial Highlights



Particulars	2007-08	2008-09	2009-10	2010-11	2011-12
Financial Performance (BDT million):					
Long-term Investment	-	-	1,000.00	800.00	800.00
Short term Investment	460	970	1,880	3,023	4,442
Loan Portfolio	1,221	3,440	7,058	11,316	17,384
Exposure in Power	339	800	1,640	2,630	4,040
Exposure in Ports	82	40	82	132	203
Exposure in Telecommunication	778	369	757	1,214	1,866
Exposure in IT and services	-	119	245	392	603
Exposure in Renewable Energy	-	2,081	4,290	6,878	10,566
Others	22	31	43	70	107
Total assets	2,089	5,208	10,861	15,744	24,427
Total Liabilities	4,428	4,487	9,904	14,417	22,575
Net current assets	704	1,487	2,084	3,087	4,504
Operational Performance (BDT million):					
Operating income	286	439	718	1,001	1,399
Operating expenses	20	22	44	65	70
Financial expenses	-	6	99	247	411
Profit before tax	266	391	584	849	1,194
Net profit after tax	140	213	296	449	626
Financial Ratios:					
Debt equity ratio (Times)	2.58	5.89	9.63	10.33	11.24
Debt ratio (%)	0.68	0.82	0.85	0.87	0.85
Current ratio (Times)	8.62	8.86	5.98	9.83	5.08
Return on assets (%)	6.71%	4.09%	2.72%	2.85%	2.56%
Return on Investment (%)	11.47%	6.19%	3.67%	3.71%	3.44%
Return on shareholders' equity (%)	25.55%	29.53%	30.91%	33.88%	33.80%
Profit Margin (%)	48.97%	47.79%	36.20%	35.99%	36.14%
Opex as % of Operating Income	6.93%	4.94%	6.08%	6.45%	5.00%
Earnings per share (BDT)	35.01	42.58	44.81	51.64	52.16
Equity Statistics:					
Number of shares (No.)	4,000,000	5,000,000	6,600,000	8,700,000	12,000,000
Paid up Capital (BDT million)	400	500	660	870	1,200
Shareholders' equity (BDT million)	548	721	957	1,326	1,852



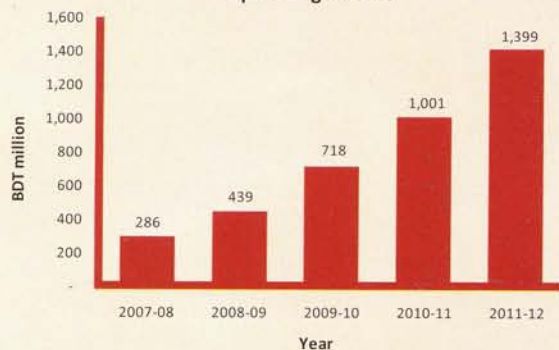
Sector-wise Loan Portfolio-2012



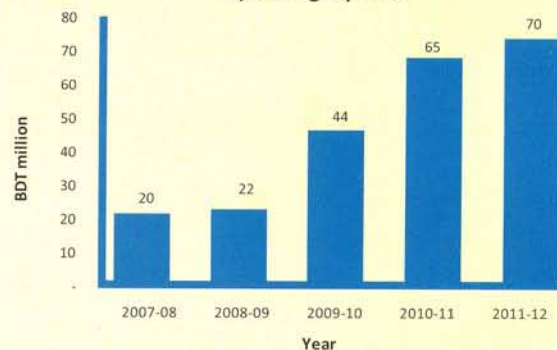
Key Operating and Financial Highlights



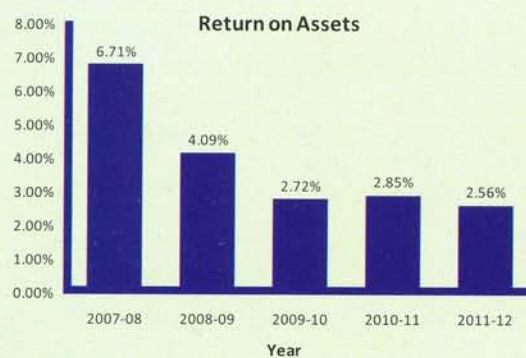
Operating Income



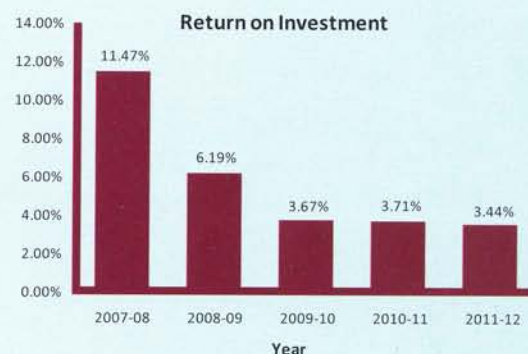
Operating Expense



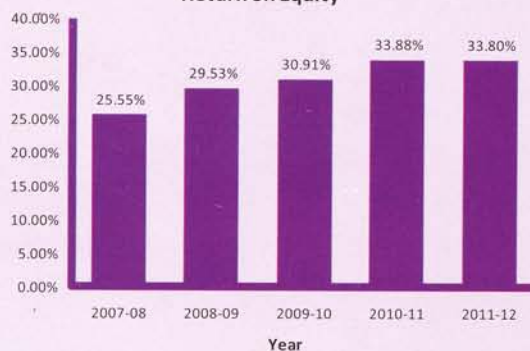
Return on Assets



Return on Investment



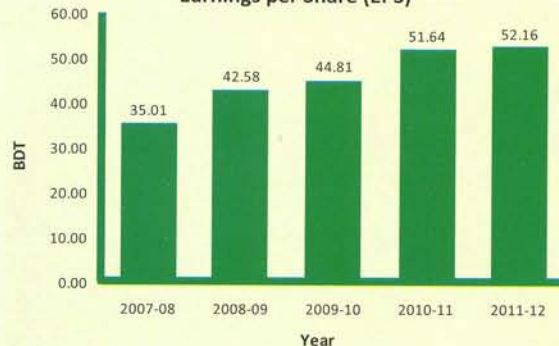
Return on Equity



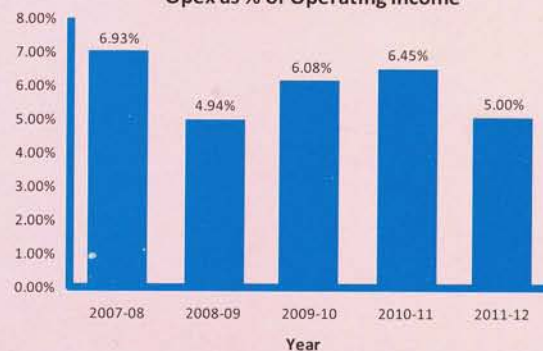
Profit Margin



Earnings per Share (EPS)



Opex as % of Operating Income



Credit Rating of IDCOL

Long-term : AA1

Short-term : ST-1

AA1: Financial Institutions rated 'AA' have very strong capacity to meet its financial commitments. It differs from the highest-rated Financial Institution only to a small degree. AA is judged to be of very high quality and is subject to very low credit risk.

ST-1: Financial Institutions rated in this category are considered to have the highest capacity for timely repayment of obligations. Financial Institution rated in this category are characterized with excellent position in terms of liquidity, internal fund generation, and access to alternative sources of funds is outstanding.

Rated by- Credit Rating Agency of Bangladesh (CRAB)

Auditors' Report to the Shareholders of Infrastructure Development Company Limited

We have audited the accompanying financial statements of Infrastructure Development Company Limited, which comprise the statement of financial Position as at 30 June 2012 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Infrastructure Development Company Limited as at 30 June 2012 and its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).

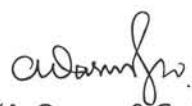
Report on Other Legal and Regulatory Requirements

The financial statements comply with the Company's Act, 1994, Financial Institution Act, 1993 and other applicable laws and regulations.

We also report that:

- a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b. in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
- c. the Company's financial position, statement of comprehensive income and statement of cash flows dealt with by the report are in agreement with the books of account;
- d. the financial statements have been drawn up in conformity with the rules and regulations issued by Bangladesh Bank to the extent applicable to the company;
- e. the expenditure incurred and payments made were for the purpose of the companies business;
- f. adequate provisions have been made for advances, which are in our opinion, doubtful of recovery;
- g. the company has complied with the relevant laws pertaining to reserves and maintenance of liquid assets;
- h. the information and explanations required by us have been received and found satisfactory; and
- i. 80 percent of the risk weighted assets have been reviewed spending over 1200 hours.

Dated, Dhaka
November 20, 2012


(A. Qasem & Co.)
Chartered Accountants

Financial Statements



Infrastructure Development Company Limited Statement of Financial Position As at 30 June 2012

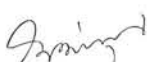
	Notes	Amount in Taka	
		2012	2011
PROPERTY AND ASSETS			
Cash	03	71,428,476	114,622
Cash in Hand (including foreign currencies)		2,570	561
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		71,425,906	114,061
Balance with other banks and financial institutions	04	4,695,092,307	2,897,320,823
In Bangladesh		4,695,092,307	2,897,320,823
Outside Bangladesh		-	-
Money at call and short notice		-	-
Investments	05	800,000,000	800,000,000
Government		-	-
Others		800,000,000	800,000,000
Loans and advances	06	17,384,282,982	11,316,088,883
Loans, Cash, Credit & Over Draft etc.		17,384,282,982	11,316,088,883
Bills Discounted and Purchased		-	-
Fixed assets including land, building, furniture and fixtures	07	33,554,982	27,649,441
Other assets	08	1,443,075,065	702,348,438
Non-banking assets		-	-
Total assets		24,427,433,812	15,743,522,207
LIABILITIES & CAPITAL			
Liabilities			
Borrowings from Government of Bangladesh	09	20,812,049,207	13,689,679,038
Deposit and other accounts		-	-
Other liabilities	10	1,763,436,443	727,799,415
Total liabilities		22,575,485,650	14,417,478,453
Capital/Shareholders' equity			
Paid-up Capital	11	1,200,000,000	870,000,000
Statutory and general reserve		-	-
Revaluation and amortization reserve in Govt. securities		-	-
Retained surplus from profit and loss account		651,948,162	456,043,754
Total shareholders' equity		1,851,948,162	1,326,043,754
Total liabilities and shareholders' equity		24,427,433,812	15,743,522,207

These financial statements should be read in conjunction with the annexed notes 1 to 16.

Infrastructure Development Company Limited Off-Balance Sheet Items As at 30 June 2012

	Notes	Amount in Taka	
		2012	2011
Contingent Liabilities:			
Acceptances and Endorsements		-	-
Letters of Guarantee		-	-
Letters of Credit		-	-
Bills for Collection		-	-
Other Contingent Liabilities		-	-
Claims against the Bank not acknowledged as debt		-	-
Other commitments:		-	-
Documentary credit and short-term trade related transactions		-	-
Liability on account of outstanding forward exchange contract		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total Off-Balance Sheet Items		-	-

These financial statements should be read in conjunction with the annexed notes 1 to 16.


Chairman


Director

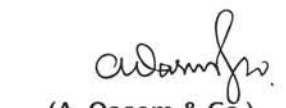

Director


Executive Director and CEO


Company Secretary

Signed in terms of our report of even date annexed

Dhaka,
November 20, 2012


(A. Qasem & Co.)
Chartered Accountants

Infrastructure Development Company Limited Statement of Comprehensive Income For the year ended 30 June 2012

	Notes	Amount in Taka	
		2012	2011
Operating income			
Interest on loans and advances	12.1	440,054,292	387,657,610
Interest income from renewable energy projects	12.2	828,728,359	490,591,889
Interest income from short term investment	12.3	468,629,114	262,681,104
Interest expenses	13.1	(410,701,967)	(247,427,622)
Net interest income		1,326,709,798	893,502,982
Fees income from renewable energy projects	12.4	36,065,164	86,358,577
Fees income from project finance	12.5	15,080,510	15,808,023
Other operating income	12.6	21,371,041	5,420,106
Total operating income (A)		1,399,226,514	1,001,089,687
Operating expenses			
Salary and allowance	13.2a	9,558,989	5,773,937
Rent, taxes, insurance, electricity etc.	13.2b	878,945	696,273
Legal expenses	13.2c	1,288,450	534,043
Postage, stamp, telecommunication etc.	13.2d	665,738	472,416
Stationery, printing, advertisement etc.	13.2e	1,743,820	797,487
Chief Executive's salary and fees	13.2f	4,481,673	5,528,844
Directors' fees	13.2g	448,500	569,250
Auditors' fees	13.2h	96,558	91,960
Changes on loan losses		-	-
Depreciation and repair of Company's assets	13.3	7,231,036	6,188,076
Other operating expenses	13.4	43,549,699	43,886,191
Total operating expenses (B)		69,943,409	64,538,476
Profit/(Loss) before amortization, provision & tax (C) = (A - B)		1,329,283,105	936,551,211
Amortization for Valuation Adjustment (D)		-	-
Profit/(Loss) before provision & tax (E) = (C - D)		1,329,283,105	936,551,211
Provision for loans and advances	10.5	135,008,453	87,396,506
Other provision		-	-
Total provision (F)		135,008,453	87,396,506
Net profit/(loss) before Tax (G) = (E - F)		1,194,274,652	849,154,705
Provision for tax	10.2	568,370,244	399,861,106
Net profit/(loss) after tax		625,904,408	449,293,599
Appropriation:			
Statutory reserve		-	-
General reserve		-	-
Retained surplus		625,904,408	449,293,599
Earnings Per Share (EPS)		52.16	51.64

These financial statements should be read in conjunction with the annexed notes 1 to 16.


Chairman


Director


Director


Executive Director and CEO


Company Secretary

Signed in terms of our report of even date annexed

Dhaka,
November 20, 2012


(A. Qasem & Co.)
Chartered Accountants

Statement of Cash Flows



Infrastructure Development Company Limited Statement of Cash Flows For the year ended 30 June 2012

	Notes	Amount in Taka	
		2012	2011
A. Cash flows from operating activities			
Interest received		1,737,411,765	1,140,930,604
Interest paid		(410,701,967)	(247,427,622)
Dividend received		-	-
Fees income received		51,145,674	102,166,600
Payment of income tax		-	(467,525,112)
Paid to employees and suppliers		(62,712,373)	(58,350,400)
Receipts from other operating activities		20,333,382	5,981,861
Operating profit/(loss) before changing in operating assets and liabilities (Increase)/decrease in operating assets and liabilities		1,335,476,481	475,775,929
Advances, deposits and prepayments		(3,422,589)	(5,214,888)
Advance income tax		(512,719,977)	66,780,483
Receivables		(226,783,039)	(125,755,839)
Interest suspense account		38,181,744	7,270,933
Payables and accrued expenses		291,907,239	8,375,765
Deferred liability - gratuity		1,629,498	297,628
Net cash from operating activities (A)		924,269,357	427,530,011
B. Cash flows from investing activities			
Acquisition of fixed assets		(9,360,089)	(10,832,597)
Net cash from investing activities (B)		(9,360,089)	(10,832,597)
C. Cash flows from financing activities			
Loan from Government of Bangladesh		7,122,370,169	4,477,345,264
Investment		-	200,000,000
Loans and advances		(6,068,194,099)	(4,258,241,326)
Dividend paid		(100,000,000)	(80,000,000)
Net cash from financing activities (C)		954,176,070	339,103,938
D. Net increase in cash and cash equivalents (A+B+C)		1,869,085,338	755,801,352
E. Effect of exchange rate change on cash and cash equivalent		-	-
F. Cash and cash equivalents at the beginning of the year		2,897,435,445	2,141,634,092
G. Cash and cash equivalents at the end of the year		4,766,520,783	2,897,435,444
Cash and cash equivalents at the end of the year			
Cash in hand (including foreign currencies)		2,570	561
Balance with Bangladesh Bank and its agent banks		71,425,906	114,061
Balance with other banks and financial institutions		4,695,092,307	2,897,320,823
		4,766,520,783	2,897,435,445

These financial statements should be read in conjunction with the annexed notes 1 to 16.

Chairman

Director

Director

Executive Director and CEO

Company Secretary

Signed in terms of our report of even date annexed

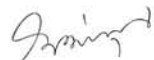
Dhaka,
November 20, 2012

(A. Qasem & Co.)
Chartered Accountants

Infrastructure Development Company Limited Statement of Changes in Equity For the year ended 30 June 2012

Particulars	Paid up Capital	Revaluation Reserve on Government Securities	Statutory Reserve	General Reserve	Profit and Loss Account	Total
	Taka	Taka	Taka	Taka	Taka	Taka
Balance as at 01 July 2011	870,000,000	-	-	-	456,043,754	1,326,043,754
Changes in accounting policy	-	-	-	-	-	-
Restated balance	870,000,000	-	-	-	456,043,754	1,326,043,754
Surplus/deficit on account of revaluation of properties	-	-	-	-	-	-
Surplus on account of revaluation of investments in Government Securities:	-	-	-	-	-	-
Held to Maturity (HTM)	-	-	-	-	-	-
Held for Trading (HFT)	-	-	-	-	-	-
Currency transaction differences	-	-	-	-	-	-
Net gains and losses not recognized in the income statement	-	-	-	-	-	-
Bonus Share	330,000,000	-	-	-	(330,000,000)	-
Net profit for the year	-	-	-	-	625,904,408	625,904,408
Payment of dividend	-	-	-	-	(100,000,000)	(100,000,000)
Statutory Reserve	-	-	-	-	-	-
Balance as at 30 June 2012	1,200,000,000	-	-	-	651,948,162	1,851,948,162

These financial statements should be read in conjunction with the annexed notes 1 to 16.


Chairman


Director


Director


Executive Director and CEO


Company Secretary

Signed in terms of our report of even date annexed

Dhaka,
November 20, 2012


(A. Qasem & Co.)
Chartered Accountants

Infrastructure Development Company Limited
Liquidity Statement
(Asset and Liability Maturity Analysis)
As at 30 June 2012

Particulars	Up to 01 month	1 - 3 months	3 - 12 months	1 - 5 years	More than 5 years	Total
	Taka	Taka	Taka	Taka	Taka	Taka
Assets:						
Cash in hand (including balance with Bangladesh Bank)	71,428,476	-	-	-	-	71,428,476
Balance with other banks and financial institutions	266,217,132	3,923,500,000	505,375,175	-	-	4,695,092,307
Money at call and short notice	-	-	-	-	-	-
Investments	-	200,000,000	200,000,000	400,000,000	-	800,000,000
Loans and advances	-	869,214,149	1,738,428,298	6,084,499,044	8,692,141,491	17,384,282,982
Fixed assets	2,773,811	4,938,230	7,343,681	10,739,814	7,759,447	33,554,983
Other assets	432,922,520	432,922,520	288,615,013	144,307,507	144,307,507	1,443,075,065
Non-banking assets	-	-	-	-	-	-
Total assets	773,341,938	5,430,574,899	2,739,762,168	6,639,546,364	8,844,208,444	24,427,433,813
Liabilities:						
Borrowings from Government of Bangladesh	-	-	-	2,081,204,921	18,730,844,286	20,812,049,207
Deposits	-	-	-	-	-	-
Other Accounts	-	-	-	-	-	-
Provision and other liabilities	176,311,285	352,694,480	529,041,719	529,041,719	176,347,240	1,763,436,443
Total liabilities	176,311,285	352,694,480	529,041,719	2,610,246,640	18,907,191,526	22,575,485,650
Net Liquidity Gap	597,030,653	5,077,880,419	2,210,720,448	4,029,299,724	(10,062,983,082)	1,851,948,163

Infrastructure Development Company Limited
Notes to the financial statements
as at and for the year ended 30 June 2012

1. Background

The Infrastructure Development Company Limited (IDCOL), a non-bank financial institution, was incorporated in Bangladesh on May 14, 1997 as a government owned public limited company under the Companies Act 1994 with assistance from the World Bank under Private Sector Infrastructure Development Project (PSIDP). The primary objective of the company is to promote significant participation of the private sector in investment and operation, ownership and maintenance of new infrastructure facilities. IDCOL has access to resources provided by the World Bank, Asian Development Bank, GIZ, KfW, SNV-Netherlands Development Organisation, Islamic Development Bank and the Government of Bangladesh to place in projects across a range of infrastructure sectors and has been mandated to provide long-term debt financing to viable infrastructure projects in the private sector for power generation, gas and gas related infrastructure, toll roads and bridges, water supply, urban environmental services, ports, telecommunications, renewable energy and other similar projects for the development of infrastructure of the country.

It also channels grants and provides soft loans for the development of rural infrastructure i.e. renewable energy. Since 2002, IDCOL is implementing part of the Rural Electrification and Renewable Energy Development Projects (REREDP). The project is jointly funded by International Development Association (IDA) and Global Environment Facility (GEF), Asian Development Bank (ADB), GIZ, KfW, Islamic Development Bank (IDB) and GPOBA. Under the project, IDCOL has a target to finance 4,000,000 Solar Home Systems (SHS), 1550 solar irrigation pumps, solar based mini-grid, biogas and biomass based power projects, etc. through its participating organisations (POs) working in rural areas.

In the year 2006, IDCOL undertook another project called National Domestic Biogas and Manure Programme (NDBMP) with assistance from SNV-Netherlands and KfW, Germany. Under this project, IDCOL through its POs intends to finance about 100,000 domestic size biogas plants in the remote rural areas of the country by the year 2016. In addition, IDCOL from the reflows of its earlier loans and government contribution, has financed several projects including power plants, telecom projects, IT projects, land ports, CNG refuelling station, central ETP project, solar powered telecom BTSs etc.

The Board of Directors of IDCOL comprises senior government officials and prominent business personalities from the private sector and a full time Executive Director and CEO.

2. Significant accounting policies

2.1 Basis of accounting

The financial statements of the Company under reporting have been prepared under historical cost convention in accordance with generally accepted accounting principles as laid down in the International Financial Reporting Standards (IFRSs) applicable to the company so far as adopted by the Institute of Chartered Accountants of Bangladesh as Bangladesh Financial Reporting Standards (BFRSs). The reported financial statements, i.e. Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Shareholder's Equity and Statement of Cash Flows were prepared by capturing the transactions of Infrastructure Development Company Limited. The financial statements of projects accounts are being maintained and prepared separately showing movement of funds, i.e. loans and grants received from various donors, lenders, etc., realisation of principal and interest from borrowers, loan and grants disbursed to borrowers, repayment of loans to donors, lenders, etc. These projects accounts are being audited and reported separately. The consolidated movement of funds of these projects are shown in note 14.

2.2 Property, plant and equipment

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

Category of assets	Rate of depreciation
Office space	10%
Furniture, fixture and decoration	10%
Computer and other office equipment	25%
Vehicle	20%
Software	30%

2.3 Accounting for grant

Accounting for grant has been made in accordance with Bangladesh Accounting Standards (BAS) - 20 "Accounting for Government Grants and Disclosure of Government Assistance".

Grant has been recognized as income to the extent of depreciation on grant funded assets.

2.4 Exchange rate fluctuations and gains or losses thereon

Monetary assets and liabilities at the balance sheet date have been retranslated into Bangladesh Taka at the rate prevailing on that date. Gain/losses arising on fluctuations of exchange rate is credited/charged to statement of comprehensive income.

Infrastructure Development Company Limited

Notes to the financial statements

as at and for the year ended June 30, 2012

	Notes	Amount in Taka	
		2012	2011
3 CASH			
3.1 Cash in Hand:			
Local Currency		2,570	561
Foreign Currencies		-	-
		<u>2,570</u>	<u>561</u>
3.2 Balance with Bangladesh Bank and its agent bank:			
Bangladesh Bank in local currency		13,735,756	114,061
Bangladesh Bank in foreign currency		57,690,150	-
		<u>71,425,906</u>	<u>114,061</u>
Total (Note 3.1+3.2)		<u><u>71,428,476</u></u>	<u><u>114,622</u></u>
3.3 Cash Reserve Ratio (CRR)			
Minimum reserve required @ 2.5% of average balance of term deposit			
Actual reserve held with Bangladesh Bank			
Surplus		-	-
Total Surplus		<u>-</u>	<u>-</u>
3.4 Statutory Liquidity Ratio (SLR)			
Minimum reserve required @ 5% of average liabilities excluding funds from banks/FIs			
Actual Reserve held		-	-
Surplus		-	-
Total Surplus		<u>-</u>	<u>-</u>
4 Balance with other banks and financial institutions in Bangladesh			
In local currency	4.1	4,376,305,257	2,845,562,751
In foreign currency	4.2	318,787,050	51,758,072
	4.3	<u>4,695,092,307</u>	<u>2,897,320,823</u>
4.1 In local currency:			
a) Current and short-term deposits in local currency			
Janata Bank Ltd.	4.1.a-I	242,982,738	14,640,672
The City Bank Ltd.	4.1.a-II	6,984,141	5,771,334
Prime Bank Ltd.	4.1.a-III	2,704,580	2,133,787
National Credit and Commerce Bank Ltd.	4.1.a-IV	77,542	-
National Bank Ltd.	4.1.a-V	56,256	16,958
		<u>252,805,257</u>	<u>22,562,751</u>
4.1.a-I Janata Bank Limited			
Accounts under donor funded projects			
IDA-4643-BD : The World Bank		-	2,593,426
IDA 5013-BD : The World Bank		208,658,882	-
PPIDF 2453-A : Asian Development Bank		2,886,858	282,553
PPIDF 2453-B : Asian Development Bank		723	718
IDB 151-BD : Islamic Development Bank		1,782,336	910,892
Company accounts			
STD Account		29,653,940	10,853,083
		<u>242,982,738</u>	<u>14,640,672</u>
4.1.a-II The City Bank Limited			
Accounts under donor funded projects			
NDBMP : KfW Development Bank		5,744,914	3,298,581
Company accounts			
Imprest account		1,239,227	2,472,753
		<u>6,984,142</u>	<u>5,771,334</u>

Notes	Amount in Taka	
	2012	2011
4.1.a-III Prime Bank Limited		
Accounts under donor funded projects		
-	-	-
Company accounts		
Salary account	2,033,816	1,947,566
Accounts for Regional Offices		
Barisal	133,777	1,625
Bogra	81,419	-
Chittagong	50,783	24,706
Dhaka	73,481	-
Faridpur	98,566	-
Rangpur	163,005	87,053
Khulna	69,734	72,837
	2,704,580	2,133,787
4.1.a-IV National Credit and Commerce Bank Limited		
Accounts under donor funded projects		
-	-	-
Company accounts		
Accounts for Regional Offices		
Brahmanbaria	77,542	-
	77,542	-
4.1.a-V National Bank Limited		
Accounts under donor funded projects		
-	-	-
Company accounts		
Accounts for Regional Offices		
Sylhet	56,256	16,958
	56,256	16,958
b) Fixed deposits in local currency		
Fixed deposit receipt (three months' term) with:		
Bank Al Falah Ltd.	48,500,000	50,000,000
Mutual Trust Bank Ltd.	-	67,000,000
NCC Bank Ltd.	200,000,000	-
One Bank Ltd.	200,000,000	-
Standard Bank Ltd.	262,000,000	199,300,000
Shahjalal Islamic Bank Ltd.	300,000,000	300,500,000
Dhaka Bank Ltd.	92,500,000	92,500,000
Premier Bank Ltd.	50,000,000	68,000,000
EXIM Bank Ltd.	313,500,000	300,000,000
AB Bank Ltd.	220,000,000	235,000,000
Bank Asia Ltd.	80,000,000	-
IFIC Bank Ltd.	195,000,000	-
National Bank Ltd.	250,000,000	-
Southeast Bank Ltd.	250,000,000	-
United Commercial Bank Ltd.	189,000,000	249,200,000
First Security Islamic Bank Ltd.	142,000,000	70,000,000
Jamuna Bank Ltd.	191,000,000	173,000,000
Prime Bank Ltd.	103,000,000	235,500,000
Social Islamic Bank Ltd.	-	-
Trust Bank Ltd.	-	30,000,000
Commercial Bank of Ceylon	-	150,000,000
Al-Arafah Islami Bank Ltd.	300,000,000	300,000,000
BRAC Bank Ltd.	140,000,000	-
BASIC Bank Ltd.	120,000,000	-
Pubali Bank Ltd.	30,000,000	-
Mercantile Bank Ltd.	247,000,000	203,000,000

Notes	Amount in Taka	
	2012	2011
Fixed deposit receipt (six months' term) with: DBH Fin Corp. Ltd. IDLC Finance Ltd.	100,000,000 100,000,000 4,123,500,000	100,000,000 - 2,823,000,000
4.2 Deposits in foreign currency		
a) Fixed deposit receipt (three/six months' term) with: Janata Bank Ltd. Commercial Bank of Ceylon	234,033,800 71,341,375 305,375,175	- - -
b) Current and short-term deposits in foreign currency Janata Bank Ltd.	13,411,875 13,411,875	51,758,072 51,758,072
Total (a+b)	318,787,050	51,758,072
4.3 Maturity grouping of balances:		
On demand	266,217,132	74,320,823
Less than three months	3,923,500,000	2,723,000,000
More than three months but less than one year	505,375,175	100,000,000
More than one year but less than five years	-	-
More than five years	-	-
	4,695,092,307	2,897,320,823
5 INVESTMENTS		
a. Government Securities:	-	-
Sub total	-	-
b. Other Investments: Investment in bonds (Note 5.1)	-	-
Balance at July 1	800,000,000	1,000,000,000
Principal payment during the year	-	(200,000,000)
Sub total	800,000,000	800,000,000
Grand Total (a + b)	800,000,000	800,000,000
5.1 Investment in bonds		
IDCOL purchased 100 numbers of senior, secured, non-convertible and coupon bearing bonds of Tk 1(one) crore each issued by Orascom Telecom Bangladesh Limited (OTBL) with 4(four) years maturity at 13.50% interest rate p.a.		
5.2 Maturity Grouping of Investments:		
On demand	-	-
Less than three months	200,000,000	-
More than three months but less than one year	200,000,000	200,000,000
More than one year but less than five years	400,000,000	600,000,000
More than five years	-	-
	800,000,000	800,000,000
6 Loans and advances		
6.1 Inside Bangladesh		
Long-term finance (Note 6.2)	17,384,282,982	11,316,088,883
Short-term finance	17,384,282,982	11,316,088,883
Outside Bangladesh	-	-
	17,384,282,982	11,316,088,883
6.2 Long-term finance:		
Balance at July 1	11,316,088,883	7,057,847,557
Add: Disbursement made during the year	7,701,809,917	5,468,302,705
	19,017,898,800	12,526,150,262
Less: Realisation during the year	(1,633,615,818)	(1,210,061,379)
Balance at June 30	17,384,282,982	11,316,088,883

Notes	Amount in Taka	
	2012	2011
6.3 Disclosure for utilization of fund under donor funded projects		
A. PSIDP and REREDP funded by IDA	Annex-A	
Loan extended from reflows under PSIDP (Credit No. 2995-BD)	93,872,915	14,697,115
Loan extended from reflows under REREDP (Credit No. 3679-BD)	315,998,536	206,701,464
	409,871,451	221,398,579
B. REREDP funded by IDA (Credit No. 4643-BD)	Annex-B	
Refinancing to Partner Organisations	-	3,485,028,747
Loan to other renewable projects	2,373,450	38,967,932
	2,373,450	3,523,996,679
C. REREDP funded by IDA (Credit No. 5013-BD)	Annex-C	
Refinancing to Partner Organisations	3,025,473,118	-
Loan to other renewable projects	-	-
	3,025,473,118	-
D. PPIDF funded by ADB (Loan No. 2454-BAN)		
Loan to Large infrastructure projects	-	-
	-	-
E. PPIDF funded by ADB (Loan No. 2453-BAN)	Annex-D	
Refinancing to Partner Organisations (RES)	2,976,655,558	385,379,862
Loan to small and medium sized infrastructure projects (SMIP)	-	100,610,623
	2,976,655,558	485,990,485
F. Solar Energy project funded by IDB (Loan No. BD-151)	Annex-E	
Refinancing to Participating Organisations (POs)	596,924,893	413,451,548
	596,924,893	413,451,548
G. NDBMP funded by KFW (Project No. 2006.65.612)	Annex-F	
Refinancing to Participating Organisations (POs)	56,294,637	43,458,837
	56,294,637	43,458,837
	7,067,593,107	4,688,296,128
Utilization of funds under donor funded projects during the period are further detailed in	Annex A-F.	
6.4 Maturity grouping of loans and advances :		
Repayable on Demand	-	-
Not more than 3 months	869,214,149	769,017,401
More than 3 months but not more than 1 year	1,738,428,298	2,320,881,724
More than 1 year but not more than 5 years	6,084,499,044	7,836,264,723
More than 5 years	8,692,141,491	389,925,036
	17,384,282,982	11,316,088,883
6.5 Disclosure for significant concentration:		
a) Advances to allied concerns of Directors	-	-
b) Advances to Chief Executive and other executives	-	-
c) Advances to customers' group		
i) Power	4,040,276,617	2,629,969,229
ii) Ports	202,744,808	131,974,282
iii) Telecommunication	1,865,684,418	1,214,444,721
iv) IT and services	602,572,615	392,237,361
v) Renewable energy	10,566,131,964	6,877,895,889
d) Industrial loans	-	-
e) Other loans	106,872,560	69,567,401
	17,384,282,982	11,316,088,883
6.6 Geographical Location - wise Loans and Advances:		
Dhaka Region	6,411,977,533	4,173,799,273
Chittagong Region	2,563,694,532	1,668,805,968
Khulna Region	2,097,100,902	1,365,082,485
Rajshahi Region	977,483,174	636,280,857
Barisal Region	1,897,391,567	1,235,084,107
Rangpur	812,456,387	528,858,665
Sylhet Region	2,624,178,887	1,708,177,528
Total	17,384,282,982	11,316,088,883

		Amount in Taka	
Notes		2012	2011
6.7	Classification of loans and advances		
	Unclassified		
	Standard	16,950,251,901	11,182,630,403
	Special Mention Account	29,683,854	1,133,771
		16,979,935,755	11,183,764,173
	Classified		
	Sub-Standard	279,120,959	15,278,864
	Doubtful	1,133,771	31,045,555
	Bad or loss	124,092,498	86,000,291
		404,347,227	132,324,710
		17,384,282,982	11,316,088,883
	Particulars of required provision for loans and advances		
	Status	Base for provision	Rate
	General provision	16,979,935,755	
	Standard loans/ advances	16,950,251,901	1%
	Special mention account(SMA)	29,683,854	5%
		170,986,712	111,882,993
	Specific provision	404,347,227	
	Sub-standard	279,120,959	20%
	Doubtful	1,133,771	50%
	Bad/loss	124,092,498	100%
		180,483,575	104,578,841
	Total provision required	351,470,287	216,461,834
	Movement of provision of loans		
	Balance as on July 01	216,461,834	129,065,328
	Provision made during the year	135,008,453	87,396,506
	Adjustment during the year		
	Balance as on June 30	351,470,287	216,461,834
6.8	Net Loans and advances:		
	Carrying amount	17,384,282,982	11,316,088,883
	Less: Interest suspense (Note 10.4)	57,254,548	19,072,804
	Provision for loans and advances (Note 6.7, 10.5)	351,470,287	216,461,834
		408,724,835	235,534,638
	Net loans and advances	16,975,558,147	11,080,554,245

7. Fixed assets including land, building, furniture and fixtures

Amounts in taka

Name of assets	Cost			Rate	Depreciation			
	Balance as on July 01, 2011	Addition during the year	Disposal during the year		Balance as on June 30, 2012	Charged during the year	Adjustments during the year	Balance as on June 30, 2012
Office space	19,412,311	-	-	10%	19,412,311	752,402.43	-	12,640,689
Furniture, fixture and decoration	5,105,079	1,144,428	2,653,264	10%	3,596,243	294,539.12	(1,637,447)	945,391
Interior decoration at UTC building	1,368,029	5,711,244	1,368,029	10%	5,711,244	571,124.45	(779,137)	571,124
Furnishing for CEO/ED	200,000	-	200,000	10%	-	-	(54,200)	-
Computer & other office equipment	12,773,873	4,101,037	-	25%	16,874,910	2,273,608.38	-	10,054,085
Software	3,182,903	143,737	-	30%	3,326,640	711,530.73	-	1,666,402
Vehicle	15,596,051	4,047,325	1,243,040	20%	18,400,336	2,627,831.24	(982,356)	7,889,011
Balance as on 30 June 2012	57,638,246	15,147,771	5,464,333		67,321,684	7,231,036.35	(3,453,139.82)	33,766,702
Balance as on 30 June 2011	44,031,212	13,607,034	-		57,638,246	6,188,076.00	-	29,988,805
								27,649,441

Acquisition of fixed assets under grant funds provided by donors

	Balance as on July 01, 2011	Addition during the year	Disposal during the year	Balance as on June 30, 2012
The World Bank				
Furniture, fixture & decoration	2,254,860	635,100	2,254,860	635,100
Computer & other office equipment	8,639,013	2,365,244	-	11,004,257
Software	666,376	143,737	-	810,113
Vehicle	1,534,576	529,200	1,243,040	820,736
Sub total	13,094,825	3,673,281	3,497,900	13,270,206
SNV-Netherlands Development Organisation				
Furniture, fixture & decoration	2,162,694	57,240	-	2,219,934
Computer & other office equipment	2,519,360	45,968	-	2,565,328
Software	398,778	-	-	398,778
Vehicle	1,560,000	-	-	1,560,000
Sub total	6,640,832	103,208	-	6,744,040
Grand total	19,735,657	3,776,489	3,497,900	20,014,246

Notes	Amount in Taka	
	2012	2011
8 OTHER ASSETS		
Advances, deposits and prepayments (Note 8.1)	35,765,906	32,343,317
Advance income tax paid	807,279,484	294,559,507
Accounts receivables (Note 8.2)	589,037,421	362,254,382
Deferred expenses - Investment Advisory services	10,992,254	13,191,232
	1,443,075,065	702,348,438
8.1 Advances, deposits and prepayments		
Advance		
Directors remuneration	5,000	15,000
Cash fund for SHS project	6,730,846	893,158
Book for project finance course	865,800	18,000
Salary advance/car loan	2,938,063	2,491,067
Training expenses/travelling advance	1,227,353	1,132,466
NDBMP expenses/refinancing	23,954,588	24,853,583
ELIB project expenses	39,756	2,935,543
	35,761,406	32,338,817
Deposit		
Internet/e-mail	2,000	2,000
Telephone	2,500	2,500
	4,500	4,500
	35,765,906	32,343,317
8.2 Accounts receivables		
Interest on fixed deposit	79,167,408	45,112,079
Training fees	15,000	45,000
Monitoring & other fees	2,696,344	2,510,568
Interest on REP financing	312,812,422	237,388,180
Interest on NDBMP refinancing	1,484,800	1,054,409
Interest on loans and advances	169,198,146	25,248,915
Administration fees under renewable energy projects	5,791,100	24,769,936
Others	17,872,20	26,125,295
	589,037,421	362,254,382
9 Borrowings from other banks, financial institutions and agents		
In Bangladesh (Note 9.1)	20,812,049,207	13,689,679,038
Outside Bangladesh		
	20,812,049,207	13,689,679,038
9.1 In Bangladesh		
Unsecured long-term loans from the Government of Bangladesh sourced from:		
IDA financing under PSIDP	9.1.1 3,472,472,948	3,392,472,948
IDA financing under REREDP	9.1.2 10,735,593,911	7,052,077,762
ADB financing under PPIDF	9.1.3 5,590,565,165	2,613,022,762
IDB financing under renewable energy programme	9.1.4 826,896,480	501,309,762
KFW financing under NDBMP	9.1.5 186,520,703	130,795,804
	20,812,049,207	13,689,679,038
Abbreviations:		
IDA : International Development Association (The World Bank)		
PSIDP : Private Sector Infrastructure Development Project		
REREDP : Rural Electrification and Renewable Energy Development Project		
ADB : Asian Development Bank		
PPIDF : Public-Private Infrastructure Development Facility		
IDB : Islamic Development Bank		
KFW : German Development Bank		
NDBMP : National Domestic Biogas and Manure Programme		
9.1.1 IDA financing under PSIDP		
Balance at July 1	3,392,472,948	3,377,775,883
Add: Drawdown made during the year	80,000,000	14,697,065
	3,472,472,948	3,392,472,948
Less: Repayment made during the year		
Balance at June 30	3,472,472,948	3,392,472,948
9.1.2 IDA financing under REREDP		
Balance at July 1	7,052,077,763	3,319,740,428
Add: Drawdown made during the year	3,683,516,148	3,732,337,335
	10,735,593,911	7,052,077,763
Less: Repayment made during the year		
Balance at June 30	10,735,593,911	7,052,077,763

Notes	Amount in Taka	
	2012	2011
9.1.3 ADB financing under PPIDF		
Balance at July 1	2,613,022,762	2,302,524,546
Add: Drawdown made during the year	2,977,542,403	310,498,216
	5,590,565,165	2,613,022,762
Less: Repayment made during the year	-	-
Balance at June 30	5,590,565,165	2,613,022,762
9.1.4 IDB financing under renewable energy programme		
Balance at July 1	501,309,762	124,956,000
Add: Drawdown made during the year	325,586,718	376,353,762
	826,896,480	501,309,762
Less: Repayment made during the year	-	-
Balance at June 30	826,896,480	501,309,762
9.1.5 KfW financing under NDBMP		
Balance at July 1	130,795,804	87,336,967
Add: Drawdown made during the year	55,724,899	43,458,837
	186,520,703	130,795,804
Less: Repayment made during the year	-	-
Balance at June 30	186,520,703	130,795,804
9.2 Maturity-wise grouping:		
On Demand	-	-
On Maturity	20,812,049,207	13,689,679,038
	20,812,049,207	13,689,679,038
10 OTHER LIABILITIES		
Payable and accrued expenses	10.1 373,835,057	81,927,818
Provision for income tax	10.2 969,620,303	401,250,059
Deferred liabilities - employee gratuity	10.3 2,984,582	1,355,084
Interest suspense account	10.4 57,254,548	19,072,804
Provision for loans and advances	10.5 351,470,287	216,461,834
Grant assets received from donors	10.6 8,271,667	7,731,816
	1,763,436,443	727,799,415
10.1 Payable and accrued expenses		
Interest payable to GoB - PPIDF	42,924,425	35,148,050
REREDP POs	5,443,755	663,877
Interest payable to GoB - REREDP	32,460,332	22,164,993
Initial deposit under REREDP	211,550,421	-
VAT payable	3,548	45,098
NDBMP POs	13,386,000	8,451,000
Other miscellaneous	8,158,943	2,370,913
Audit fee	767,544	492,899
Interest payable to GoB - IDB	50,568,399	8,256,795
Solar Home Project (GEF PDF-B Grant)	494,973	494,973
Office supplies and maintenance	26,110	15,686
Due diligent cost	114,000	114,000
Maintenance and utilities	371,542	209,345
Payable to promoters	45,035	45,035
Training expenses	12,140	137,964
Contribution to disaster management fund	7,507,890	3,317,190
Provision held at the end of the year	373,835,057	81,927,818
10.2 Provision for income tax		
Balance at July 1	401,250,059	468,914,065
Add: Provision made during the year	568,370,244	399,861,106
	969,620,303	868,775,171
Settlement of previous year's tax liabilities	-	(467,525,112)
Provision held at the end of the year	969,620,303	401,250,059

	Notes	Amount in Taka	
		2012	2011
10.3 Deferred liabilities - employee gratuity			
Balance at July 1		1,355,084	1,057,456
Add: Provision made during the year		1,986,161	825,556
		3,341,245	1,883,012
Settlement of previous year's liabilities		(356,663)	(527,928)
Provision held at the end of the year		2,984,582	1,355,084
10.4 Interest suspense account			
Balance at the beginning of the year		19,072,804	11,801,872
Amount transferred to "Interest Suspense" A/c during the year		38,830,000	8,892,703
		57,902,804	20,694,575
Transferred to Income during the year		(648,256)	(1,621,771)
Amount waived/written off during the year		-	-
Balance at the end of the year		57,254,548	19,072,804
10.5 Provision for loans and advances			
Provision held at the beginning of the year		216,461,834	129,065,328
Recoveries of amount previously written off		-	-
Provision for the year (see also note 6.7)		135,008,453	87,396,506
Less: Written off/waived		-	-
Provision held at the end of the year		351,470,287	216,461,834
10.6 Grant assets received from donors			
Balance as on July 01,		7,731,816	7,034,504
Addition during the year		3,776,489	2,774,437
		11,508,305	9,808,941
Depreciation/disposal charged during the year		(3,236,638)	(2,077,125)
Balance as on June 30		8,271,667	7,731,816
Grant assets received from:			
The World Bank		16,768,106	13,094,825
SNV - Netherlands Development Organization		6,744,040	6,640,832
		23,512,146	19,735,657
Accumulated depreciation:			
The World Bank		(11,364,616)	(8,747,463)
SNV - Netherlands Development Organization		(3,875,864)	(3,256,379)
		(15,240,480)	(12,003,842)
		8,271,666	7,731,815
11 Share Capital:			
Authorized capital:			
10,000,000 Ordinary shares @ Tk. 100 each		5,000,000,000	5,000,000,000
Issued, subscribed and paid-up capital			
12,000,000 (2011: 8,700,000) shares @ Taka 100 each		1,200,000,000	870,000,000

Detail of shareholding position of the company

Particulars	No. of shares, 2012	No. of shares, 2011	Taka	Taka
Economic Relations Division, Ministry of Finance	11,999,000	8,699,000	1,199,900,000	869,900,000
Mr. Iqbal Mahmood	500	-	50,000	-
Mr. M Musharraf Hossain Bhuiyan	-	500	-	50,000
Mr. Md. Abul Kalam Azad	50	50	5,000	5,000
Dr. M. Fouzul Kabir Khan	50	50	5,000	5,000
Dr. Nasiruddin Ahmed	50	50	5,000	5,000
Mr. Md. Mozammel Haque Khan	50	50	5,000	5,000
Dr. Ghulam Hussain	50	50	5,000	5,000
Dr. Mohammad Tareque	50	50	5,000	5,000
Mr. Nazrul Islam Khan	50	50	5,000	5,000
Maj. General Amjad Khan Chowdhury (Retd.)	50	50	5,000	5,000
Ms. Nihad Kabir	50	50	5,000	5,000
Mr. Arastoo Khan	50	-	5,000	-
Mr. Islam Sharif	-	50	-	5,000
Total	12,000,000	8,700,000	1,200,000,000	870,000,000

		For the year ended	
		Amount in Taka	
Notes		2012	2011
THE DISCLOSURES IN THE PROFIT AND LOSS ACCOUNT			
12 Income:			
Interest on loans and advances	12.1	440,054,292	387,657,610
Interest income from renewable energy project	12.2	828,728,359	490,591,889
Interest income from short term investment	12.3	468,629,114	262,681,104
Fees income from renewable energy project	12.4	36,065,164	86,358,577
Fees income from project finance	12.5	15,080,510	15,808,023
Other operating income	12.6	21,371,041	5,420,106
		1,809,928,481	1,248,517,309
12.1 Interest on loans and advances			
Orascom Telecom Bond		109,500,000	137,175,000
Quantam Power System Ltd.		150,532,463	105,139,645
Barakatullah Electro Dynamics Ltd.		37,139,025	57,803,048
Pacific Bangladesh Telecom Ltd.		14,941,474	17,716,752
Venture Energy Resources Ltd.		4,946,534	13,557,602
BanglaLion Communication Ltd		39,978,084	9,833,244
Bangla Trac Communications Ltd.		7,034,633	7,805,416
Fiber@Home NTTN		34,125,153	6,900,704
Cittagong Waste Treatment Plant Ltd.		15,886,999	6,873,738
Summit Purbanchal Power Company Ltd.		-	5,581,609
Sonamasjid Port Link Ltd.		-	4,704,988
Summit Uttaranchal Power Company Ltd.		-	3,669,859
Solar BTS - InGen & Japan SolarTech		11,652,317	3,324,073
RanksTel		2,834,293	3,238,439
Solar Assembling Projects		10,332,863	2,644,753
Thermax		-	1,621,772
Dreams Power Ltd.		949,016	-
Rashid Krishi Khamar Ltd.		159,648	66,969
Biogas based power projects		41,790	-
		440,054,292	387,657,610
12.2 Interest income from renewable energy project			
Interest on REREDP refinancing		478,159,976	304,145,580
Interest on PPIDF refinancing		278,211,298	164,211,266
Interest on IDB refinancing		64,135,253	15,033,247
Interest on NDBMP refinancing		7,924,679	7,201,795
Interest on Bridging finance - SHS		297,153	-
		828,728,359	490,591,889
12.3 Interest income from short term investment			
Interest on fixed deposit		459,103,864	259,521,938
Interest on call money lending		9,525,250	3,159,167
		468,629,114	262,681,104
12.4 Fees income from renewable energy project			
Fees for administering SHS program - KfW		29,155,934	60,797,436
Fees for administering SHS program - GIZ		-	17,468,640
NDBMP administration fees - SNV and KfW		5,574,230	8,092,501
Enlistment of RE equipment		1,335,000	-
		36,065,164	86,358,577

For the year ended

Amount in Taka

	Notes	For the year ended	
		2012	2011
12.5 Fees income from project finance			
Monitoring and other fees		12,308,130	11,089,299
Loan application fees		-	3,522,756
Income from sponsors		2,772,380	853,328
Documentation fees		-	342,640
Commitment fees		-	-
		15,080,510	15,808,023
12.6 Other operating income			
Exchange gain		9,748,147	2,591,383
Grant income		3,236,638	2,077,125
Others		5,041,995	333,568
Bank interest		3,252,713	325,095
Interest on employee car loan		91,548	92,935
		21,371,041	5,420,106
13 Expenses			
Interest expenses	13.1	410,701,967	247,427,622
Administrative expenses	13.2	19,162,673	14,464,210
Depreciation on assets	13.3	7,231,036	6,188,076
Other operating expenses	13.4	43,549,699	43,886,191
		480,645,376	311,966,098
13.1 Interest expenses			
Borrowing cost under REREDP		194,308,310	127,069,057
Borrowing cost under PPIDF		174,082,053	112,622,420
Borrowing cost under IDB		42,311,604	7,736,145
		410,701,967	247,427,622
13.2 Administrative expenses			
a. Salary and allowances			
Salary and allowances		8,829,027	5,222,591
Gratuity		729,962	551,346
		9,558,989	5,773,937
b. Rent, taxes, insurance and electricity			
Insurance premium		328,080	230,980
Electricity		302,076	224,525
Holding tax		248,789	240,768
		878,945	696,273
c. Legal expenses			
Professional and legal fees		1,288,450	534,043
d. Postage, stamp, telecommunication, etc.			
Postage and courier		9,029	19,274
Telephone, Fax and E-mail		656,709	453,142
		665,738	472,416
e. Stationery, printing, advertisements, etc.			
Printing and stationers		998,991	323,184
Marketing, promotion and business development		-	-
Advertisement		744,829	474,303
		1,743,820	797,487
f. Chief Executive's salary and benefits			
Salary		1,517,485	1,879,162
Allowances		2,080,142	2,604,566
Bonus		732,296	857,198
Company's contribution to provident fund		151,750	187,918
		4,481,673	5,528,844
g. Directors' fees			
Honorarium for attending board meetings		390,000	495,000
Incidental expenses for attending meeting		58,500	74,250
		448,500	569,250
h. Auditors' fees			
		96,558	91,960
i. Changes on loan losses			
		-	-

Directors' remuneration for attending each board meeting during the year was Tk. 5,000 per Director.

		For the year ended	
		Amount in Taka	
Notes		2012	2011
13.3 Depreciation and repair of Company's assets (see also note 7)			
Office space		752,402	836,003
Furniture, fixture and decoration		294,539	312,976
Interior decoration at UTC building		571,124	65,433
Furnishing for CEO/ED		-	16,200
Computer & other office equipment		2,273,608	1,664,466
Software		711,531	954,871
Vehicle		2,627,831	2,338,129
		7,231,036	6,188,076
13.4 Other operating expenses			
Fees and charges to regulatory authorities		-	2,196,095
Repair and maintenance		2,341,131	1,484,315
Training and exposure visit		25,520	1,005,977
Bank and other charge		1,046,261	925,485
Meeting expenses		2,169,924	452,849
Maintenance and utility of UTC building		476,580	368,580
Conveyance and travelling expense		810,053	315,770
Seminar, workshop & roadshows		333,87	176,611
Office supplies and maintenance		738,057	174,698
Entertainment		331,304	127,586
Books and periodicals		121,859	29,858
Credit rating expenses		250,000	-
Financial closing expenses		-	-
Recruitment cost		388,608	-
Consulting and other services		-	-
Loss on disposal of fixed assets		1,321,509	-
Other office expenses		259,179	401,314
		10,613,858	7,659,138
Amortization of Investment Advisory service expenses		2,198,978	2,638,880
IDCOL contribution under renewable energy programme	13.4.1	30,736,863	33,588,173
		32,935,841	36,227,053
		43,549,699	43,886,191
13.4.1 IDCOL contribution under renewable energy programme			
a. Salary and allowances			
Salary and allowances		10,887,254	13,562,985
Gratuity		1,256,199	274,210
		12,143,453	13,837,195
b. Monitoring expenditure			
Physical Verification Exp. (Technical)-REP		847,586	6,104,314
Collection Efficiency Monitoring Exp-REP		-	566,924
		847,586	6,671,238
c. Regional office maintenance expenses			
Khulna RO		201,128	457,005
Sunamganj-RO		286,815	398,386
Chittagong RO		432,381	136,703
Rangpur RO		334,460	188,971
Barisal RO		397,181	208,106
Dhaka RO		364,909	-
Bogra		46,661	-
Faridpur		47,088	-
Bbaria		35,775	-
Barguna		13,000	-
		2,159,398	1,389,171

For the year ended

Notes	Amount in Taka	
	2012	2011
d. Insurance, fees, marketing expenses		
Insurance	243,874	135,341
Audit, Consultant's fees	420,986	400,939
Advertisement & promotion	2,062,326	548,721
	<u>2,727,186</u>	<u>1,085,001</u>
e. Postage, stamp, telecommunication, etc.		
Postage and courier	-	86,170
Telephone, Fax and Internet	1,219,099	367,992
	<u>1,219,099</u>	<u>454,162</u>
f. Stationery, supplies, printing etc.		
Stationers & supplies	501,319	525,470
Printing	405,378	911,290
	<u>906,697</u>	<u>1,436,760</u>
g. Other operating expenses		
Travelling & Conveyance	1,157,665	920,828
Entertainment	875,510	280,744
Meeting Expenses	1,140,886	854,702
Repair & Maintenance	323,937	339,144
Training, workshop & exposure visits	1,599,213	1,552,578
Legal and professional fees	1,400,000	1,338,871
Other Expenses	45,533	110,590
	<u>6,542,744</u>	<u>5,397,456</u>
h. Disaster management fund under solar program		
IDCOL contribution to the fund	4,190,700	3,317,190
	<u>4,190,700</u>	<u>3,317,190</u>
14 Consolidated movement of funds under projects		
Fund inflow		
Long term loans:		
Loan from IDA under PSIDP	14.1 6,546,400,000	5,928,000,000
Loan from IDA under REREDP	14.2 3,714,764,503	3,714,764,503
Loan from KfW under solar program	14.2 5,230,801	5,230,801
Loan from KfW under NDBMP	187,090,442	130,795,804
	<u>10,453,485,746</u>	<u>9,778,791,108</u>
Grants received for project implementation:		
Grant from World Bank (GEF & GPOBA) under REREDP	14.3 1,206,893,568	980,011,024
Grant from KfW under solar program	14.3 1,117,519,300	1,185,984,210
Grant from GTZ under solar program	14.3 669,594,083	732,506,153
Grant from KfW under NDBMP	110,306,556	66,310,911
	<u>3,104,313,506</u>	<u>2,964,812,299</u>
Principal repayment and interest received from projects:		
Principal repaid by the projects financed under PSIDP	Annex - G 2,450,430,425	1,840,807,973
Principal repaid by the projects financed under REREDP	Annex - G 1,454,711,250	984,537,374
Interest paid by the projects financed under PSIDP	Annex - G 5,502,518,648	4,596,881,951
Interest paid by the projects financed under REREDP	Annex - G 927,307,936	771,710,246
	<u>10,334,968,259</u>	<u>8,193,937,545</u>
Interest from bank accounts	13,479,862	8,358,778
	<u>23,906,247,372</u>	<u>20,945,899,730</u>
Fund outflow		
Loans and advances:		
Projects financed under PSIDP	Annex - G 6,546,400,000	5,928,000,000
Loan to POs under REREDP	Annex - G 3,714,753,512	3,714,753,512
Loan to POs under KfW funded solar program	Annex - G 5,230,801	5,230,801
Loan to POs under KfW funded NDBMP	170,713,851	117,705,550
	<u>10,437,098,164</u>	<u>9,765,689,863</u>

Notes	For the year ended	
	Amount in Taka	
	2012	2011
Grants utilized for project implementation:		
World Bank (GEF & GPOBA) grants provided to POs under REREDP	947,072,643	800,856,294
World Bank (GEF & GPOBA) grants used for project under REREDP	141,651,882	130,423,955
KfW grants provided to POs under solar program	852,323,951	933,118,494
KfW grants used for project under solar program	191,759,447	256,409,997
GTZ grants provided to POs under solar program	534,881,626	574,782,626
GTZ grants used for project under solar program	137,155,313	152,580,863
KfW grants provided to POs under NDBMP	99,143,000	65,088,000
KfW grants used for project under NDBMP	18,720,071	12,085,824
	2,922,707,933	2,925,346,054
On lending by IDCOL from reflows:		
Projects financed from reflows under PSIDP	4,659,125,226	4,150,310,684
Projects financed from reflows under REREDP	1,322,958,378	1,006,959,842
	5,982,083,604	5,157,270,525
Debt service of IDA loans	1,392,476,908	1,169,259,778
Refund, tax and charges	960,588	548,488
Balance at bank	3,170,920,174	1,927,785,023
	23,906,247,372	20,945,899,730

14.1 IDCOL had drawn an amount of USD 80,000,000 as sub loan from the World Bank under IDA Credit No. 2995-BD for financing Meghnaghat 450MW power plant. The loan amount was disbursed to the project company (AES Meghnaghat Ltd.) directly from the World Bank (IDA).

14.2 The World Bank (IDA) and KfW have provided the amount as loan under the project agreements signed among the GoB, donors and IDCOL. This loan is being used for providing refinance to Participating Organizations (POs) under IDCOL solar programme.

14.3 The donors provide two grants, for purchase of SHS: the buy-down grant to lower initial investment cost of SHS (Grant A), and the institutional development grant for POs (Grant B). Both the components of grants decline as market expands and becomes commercially viable. In addition to grants for POs, donors also provide grants for project implementation cost which includes; monitoring, supervision, marketing, physical verification of SHS, technical audit, capacity building of POs, consultants' fees, etc.

14.4 Disclosure for balance at bank accounts maintained under projects		
Repayment account in USD under IDA Credit# 2995-BD	2,044,284,752	1,231,539,956
Repayment account in BDT under IDA Credit# 2995-BD	20,460	13,893,375
CONTASA account # 36001563 under GPOBA grants	119,484,777	48,719,911
CONTASA account # 36001571 under IDA Credit# 3679-BD	-	-
Repayment A/c in BDT under IDA Credit# 3679-BD	916,102,534	621,973,911
EURO account # 208 under KfW fund for solar program	9,863	1,249
BDT account # 31001069 under KfW fund for solar program	78,989,967	453,128
BDT account # 31001038 under GIZ fund for solar program	167,213	7,903,425
EURO account # 01306606-02 under KfW fund for NDBMP	706	1,486
BDT account # 3101001984003 under KfW fund for NDBMP	11,859,903	3,298,581
	3,170,920,174	1,927,785,023

14.5 In consolidated movement of funds, amounts are cumulative and foreign currencies (USD and EURO) are converted into equivalent Bangladesh Taka applying exchange rates of BDT 81.83/USD and BDT 103.46/EURO prevailing at June 30, 2012.

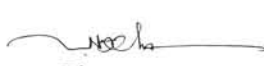
15 Figures in these notes and the accompanying financial statements have been rounded off to the nearest Taka.

16 Previous year's figures have been rearranged, where necessary, to conform to current year's presentation.

For Infrastructure Development Company Limited


Chairman


Director


Director


Executive Director and CEO


Company Secretary

Annex - A

Utilization of fund under IDA financed projects

On-lending to infrastructure projects from reflows under PSIDP (IDA Credit No. 2995-BD)

Sponsor	Project	BDT
Radiant Alliance Ltd.	Solar panel assembling project	80,000,000
Bridging finance to POs	IDCOL solar program	13,872,915
Total		93,872,915

On-lending to infrastructure projects from reflows under REREDP (IDA Credit No. 3679-BD)

Sponsor	Project	BDT
Bridging finance to POs	IDCOL solar program	315,998,536
Total		315,998,536

Annex - B

Utilization of fund under REREDP funded by IDA (Credit No. 4643-BD)

Refinancing to Participating Organisations (POs)

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

Participating Organizations

Grameen Shakti	-	136,166	-	2,346,362,053
BRAC Foundation	-	4,242	-	69,826,464
SRIZONY Bangladesh	-	10,341	-	173,337,101
COAST Trust	-	421	-	6,441,425
Thengamara Mohila Sabuj Sangha	-	1,684	-	29,732,622
Centre for Mass Education in Science	-	316	-	6,017,264
Shubashati	-	245	-	4,050,924
Integrated Development Foundation	-	1,289	-	22,001,026
Palli Daridra Bimochon Foundation	-	2,379	-	34,817,950
Padakhep Manabik Unnayan Kendra	-	253	-	4,231,764
Bangladesh Rural Integrated for Grab-Street Economy	-	1,397	-	22,513,006
Upakulio Biddutayan O Mohila Unnayan Samity	-	1,532	-	21,855,260
Hilful Fuzul Samaj Kallyan Sangstha	-	5,715	-	87,157,840
Rural Services Foundation	-	32,296	-	543,051,132
DESHA	-	2,075	-	34,797,606
NUSRA	-	916	-	14,682,082
AFAUS	-	55	-	968,960
AVA	-	1,924	-	36,253,045
RIMSO	-	343	-	5,677,756
REDI	-	308	-	5,032,556
INGEN	-	107	-	1,818,433
RDF	-	54	-	872,164
GHEL	-	398	-	6,350,654
ADAMS	-	146	-	2,358,719
Shakti Foundation	-	295	-	4,820,941
Total	-	204,897	-	3,485,028,747

Loan to other renewable projects

IDCOL has financed one solar photovoltaic (PV) based irrigation project of Grameen Shakti, one 100-kW solar PV based micro-grid of PUROBI Green Energy Limited (PGEL), one 400-kW biomass (rice hark) gasification based power project of Sustainable Energy Agro Limited (SEAL) and one 50-kW biogas based power project of Rashid Krishi Khamar Ltd.

Project sponsors

Rashid Krishi Khamar Ltd.
Purobi Green Energy Ltd. (PGEL)
Sustainable Energy Agro Limited
Total

Amount in Taka	
2012	2011
2,373,450	-
-	4,939,705
-	34,028,227
2,373,450	38,967,932
2,373,450	3,523,996,679

Total fund utilized under IDA Credit No. 4643-BD

Annex - C

Utilization of fund under REREDP funded by IDA (Credit No. 5013-BD)

Refinancing to Participating Organisations (POs)

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

Participating Organizations	SHSs		Taka	
	2012	2011	2012	2011
ADAMS	1,715	-	26,762,044	-
AFAUS	273	-	6,084,744	-
AVA	4,373	-	80,507,227	-
Bangladesh Rural Integrated for Grab-Street Economy	3,778	-	73,543,434	-
BGEF	6,735	-	97,191,082	-
BRAC Foundation	3,042	-	48,793,846	-
Centre for Mass Education in Science	325	-	3,630,064	-
COAST Trust	-	-	-	-
DESHA	2,722	-	43,423,164	-
GHEL	1,344	-	22,174,186	-
Grameen Shakti	75,494	-	1,095,283,211	-
Hiilful Fuzul Samaj Kallyan Sangstha	7,153	-	93,942,701	-
INGEN	2,963	-	46,659,894	-
Integrated Development Foundation	1,772	-	31,994,297	-
NUSRA	4,095	-	61,512,738	-
Padakhep Manabik Unnayan Kendra	195	-	3,239,454	-
Palli Daridra Bimochon Foundation	2,510	-	32,394,501	-
Patakuri Society	2,362	-	32,801,758	-
RDF	11,982	-	167,762,107	-
REDI	2,029	-	31,945,700	-
RIMSO	3,243	-	59,008,399	-
Risda	1,471	-	22,874,934	-
Rural Services Foundation	28,485	-	412,402,187	-
SolarEn Foundation	9,579	-	136,918,146	-
Shakti Foundation	5,119	-	82,498,064	-
Shubashati	1,141	-	20,643,027	-
SRIZONY Bangladesh	17,237	-	253,531,983	-
Thengamara Mohila Sabuj Sangha	2,250	-	37,950,226	-
Upakulio Biddutayan O Mohila Unnayan Samity	-	-	-	-
Total	203,387	-	3,025,473,118	-

Project sponsors

Total

Total fund utilized under IDA Credit No. 5013-BD

Taka	
2012	2011
-	-
-	-
3,025,473,118	-

Annex - D

Utilization of fund under PPIDF funded by ADB (Loan No. 2453-BAN)

Refinancing to provided under ADB Loan # 2453 (SF) - Part A

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

Participating Organizations	SHSs		Taka	
	2012	2011	2012	2011
Grameen Shakti	118,411	-	1,933,531,124	-
BRAC Foundation	620	1,196	9,529,625	15,111,800
SRIZONY Bangladesh	1,586	3,584	21,435,263	57,683,318
COAST Trust	-	421	-	5,355,241
Thengamara Mohila Sabuj Sangha	-	927	-	16,170,453
Centre for Mass Education in Science	-	297	-	5,609,152
Shubashati	-	243	-	4,432,463
Integrated Development Foundation	-	1,057	-	18,172,654
Palli Daridra Bimochon Foundation	-	175	-	2,769,412
Padakhep Manabik Unnayan Kendra	-	198	-	3,360,883
Bangladesh Rural Integrated for Grab-Street Economy	-	2,153	-	33,189,425
Upakulio Biddutayan O Mohila Unnayan Samity	-	637	-	9,192,420
Hilful Fuzul Samaj Kallyan Sangstha	-	1,797	-	28,338,947
Rural Services Foundation	59,279	6,009	1,012,159,546	102,236,511
DESHA	-	1,162	-	19,301,743
NUSRA	-	1,012	-	15,901,097
AFAUS	-	217	-	4,100,240
AVA	-	1,316	-	24,796,949
RIMSO	-	173	-	2,705,261
GHEL	-	156	-	2,449,404
REDI	-	179	-	2,989,860
INGEN	-	651	-	11,512,629
	179,896	23,560	2,976,655,558	385,379,862

Loan provided under ADB Loan # 2453 (SF) - Part B

During the audit periods, IDCOL has provided financing facility to Banglalion Communications Limited (BCL) under the syndicated term loan facility of BDT 2,010 million for setting up and operating of a wireless broadband network to provide nationwide Broadband Wireless Access (BWA). IDCOL has also provided financing facility to Fiber@Home Limited for setting up and operating of a Nationwide Telecommunication Transmission Network (NTTN) using fiber optic technology.

Projects	Taka	
	2012	2011
Banglalion Communications Ltd.	-	4,326,923
Fiber@Home NTTN Project	-	96,283,700
	-	4,326,923
	2,976,655,558	389,706,785

Total fund utilized under ADB Loan No. 2453(SF)-BAN

Annex - E

Utilization of fund under Solar Energy project funded by IDB (Loan No. BD-151)

Refinancing to Participating Organisations (POs)

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

Participating Organizations	SHSs		Taka	
	2012	2011	2012	2011
ADAMS	793	144	12,778,134	2,091,017
AFAUS	212	196	4,229,400	3,816,830
AVA	1,669	1,463	24,046,625	26,874,581
BGEF	1,827	-	30,264,547	-
BRAC Foundation	-	2,257	-	39,830,480
BRIDGE	2,441	406	36,108,754	6,211,755
CMES	118	-	2,135,296	-
COAST Trust	-	438	-	6,539,185
DESHA	1,730	1,127	20,038,850	18,509,934
GHEL	1,493	535	23,010,099	8,428,402
Grameen Shakti	-	-	-	-
Hilful Fuzul	3,246	1,232	48,884,220	19,156,861
IDF	1,110	978	19,613,562	16,734,019
INGEN	996	1,344	17,645,107	23,482,080
Mukti	-	-	-	-
NUSRA	1,046	1,060	17,582,480	16,594,242
Padakhep	176	-	2,959,407	-
Patakuri	-	-	-	-
PDBF	762	183	12,476,412	2,835,124
RDF	2,816	1,966	43,169,460	28,718,389
REDI	791	86	12,419,171	1,429,848
RIMSO	826	759	14,570,471	12,406,587
RSF	3,397	4,454	78,883,987	75,593,403
Shakti Foundation	1,091	216	17,775,076	3,368,408
Shubashati	468	64	8,837,798	1,276,800
SolarEn	2,560	-	42,711,712	-
SRIZONY Bangladesh	3,246	1,584	53,353,681	26,052,295
TMSS	2,615	1,399	45,030,064	23,942,630
Upakulio Biddutayan	599	3,497	8,400,580	49,558,680
	36,028	25,388	596,924,893	413,451,548

Annex - F

Utilization of fund under NDBMP funded by KfW (Project No. 2006.65.612)

Refinancing to Participating Organisations (POs)

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

Participating Organizations	Biogas plants		Taka	
	2012	2011	2012	2011
ADAMS	30	-	458,104	-
Anannyo Samaj Kallyan Sangstha	16	23	257,519	321,256
Barendra Advancement Integrated Committee	25	28	351,624	354,143
Bhelabazar Samaj Unnayan Sangstha	21	63	147,993	833,113
DESHA	123	180	2,162,846	2,362,997
Ghashful	7	-	113,097	-
Gonosasthya Kendra	10	13	380,322	164,788
Gram Bikash Kendra	54	10	736,347	130,880
Grameen Motsho O Poshusampad Foundation	25	-	460,693	-
Grameen Shakti	2,563	2,597	43,691,006	34,136,951
Hilful Fuzul Samaj Kallyan Sangstha	-	-	920	1,476
Mohila Bohumukhi Sikkha Kendra	2	23	21,710	287,708
National Development Society	-	-	1,225	1,966
NUSRA	9	-	165,077	-
Padakhep Manabik Unnayan Kendra	-	-	834	1,339
PIPASA	4	-	56,783	-
RISDA Bangladesh	84	17	1,378,706	215,536
Rural Reconstruction Foundation	41	30	768,047	379,156
Rural Services Foundation	197	176	3,474,502	2,279,559
Sangram	-	-	2,934	4,709
Save Our Urban Life (SOUL)	-	-	16,895	27,116
SETU	16	53	252,463	674,497
Shariatpur Development Society	-	3	9,191	50,864
Sonali Unnayan Foundation	2	1	35,512	32,614
Srizony Bangladesh	75	91	1,240,237	1,198,170
Wave Foundation	6	-	110,052	-
Balance as per Income & Expenditure	3,310	3,308	56,294,637	43,458,837

Note: amount of actual refinancing extended to POs varied from the amount received from KfW due to fluctuation of exchange rates between Euro and BDT. Any shortfall/surplus in this connection has been adjusted with the subsequent receipts.

Infrastructure Development Company Limited

Notes to the financial statements

For the year ended 30 June 2012

Particulars	Disbursements		Loan Repayment		Loan outstanding		Interest received	
	USD	BDT	USD	BDT	USD	BDT	USD	BDT
REREDP								
BRAC Foundation	-	569,210,744	-	247,504,678	-	321,706,066	-	153,005,072
BRIDGE	-	66,763,139	-	21,204,837	-	45,558,301	-	16,159,092
CMES	-	30,172,345	-	13,612,121	-	16,560,224	-	8,662,720
COAST Trust	-	33,543,325	-	14,434,790	-	19,108,535	-	9,046,566
DORP	-	65,280	-	65,280	-	-	-	14,440
DPL	-	5,004,650	-	1,876,744	-	3,127,906	-	1,269,018
Grameen Shakti	-	2,367,534,392	-	945,532,637	-	1,422,001,755	-	612,532,990
HFSKS	-	58,772,698	-	16,011,645	-	42,761,052	-	13,319,209
IDF	-	35,788,964	-	15,461,196	-	20,327,767	-	9,648,036
Mukti	-	4,598,081	-	4,098,080	-	500,000	-	622,213
PDBF	-	21,478,591	-	6,636,340	-	14,842,251	-	5,146,301
PMUK	-	4,750,285	-	1,473,377	-	3,276,908	-	1,095,586
RSF	-	293,041,941	-	76,428,219	-	216,613,722	-	64,907,293
Shubashati	-	31,075,425	-	13,193,911	-	17,881,51	-	8,387,107
Strizony Bangladesh	-	100,243,294	-	44,553,469	-	55,689,825	-	27,221,182
TMSS	-	21,097,796	-	11,123,277	-	9,974,519	-	6,145,038
UBOMUS	-	76,843,365	-	25,044,780	-	51,798,585	-	18,586,436
Sub-total	-	3,719,984,31	-	1,458,255,381	-	2,261,728,932	-	955,768,301

PSIDP								
MPL-Senior	20,000,000	-	10,651,578	-	9,348,422	-	14,130,540	-
MPL-Subordinated	60,000,000	-	15,483,872	-	44,516,128	-	52,012,883	-
PBTL BDT Loan	-	260,000,000	-	260,000,000	-	-	-	74,896,431
DNS SatComm Ltd.	-	51,766,551	-	51,766,551	-	-	-	14,384,413
Sub-total	80,000,000	311,766,551	26,135,450	311,766,551	53,864,550	-	66,143,423	89,280,843
TOTAL	80,000,000	4,031,750,863	26,135,450	1,770,021,932	53,864,550	2,261,728,932	66,143,423	1,045,049,144

IDCOL is fund manager to the Government of Bangladesh (GoB) for these off-balance sheet loans. All interest and principal repayments under these loans are deposited directly into the GoB accounts. 97% of the interest under REREDP is deposited into GoB account, while the rest 3% is IDCOL fees.

IDCOL Events



Inauguration ceremony for installation of new 1 million Solar Home Systems and 20,000 Biogas plants under IDCOL Renewable Energy Programs by the Hon'ble Prime Minister



The Hon'ble Prime Minister **Sheikh Hasina** MP inaugurated the installation of 1 million Solar Home Systems (SHSs) and 20,000 biogas plants across the country under IDCOL Renewable Energy Programs on 18 February 2012 at Upazila Complex, Sandwip, Chittagong. Among others, Mr. Shamsul Haque Tuku MP, State Minister for Home, Dr. Tawfiq-e-Elahi Chowdhury Bir Bikram, Adviser to the Hon'ble Prime Minister, Mr. Iqbal Mahmood, Senior Secretary, Economic Relations Division and Chairman, IDCOL, and Mr. Islam Sharif, CEO, IDCOL were present in the event.

14th Annual General Meeting



The 14th Annual General Meeting (AGM) of IDCOL was held on 27 December 2011 at Radisson Blu Water Garden Hotel, Dhaka. Mr. Iqbal Mahmood, Chairman, IDCOL and Senior Secretary, Economic Relations Division presided over the meeting.

IDCOL paid Taka 100 million to the Government as dividend for the FY 2010-2011



IDCOL paid BDT 100 million to the Government as dividend for the FY 2010-2011. Mr. Iqbal Mahmood, Senior Secretary, ERD and Chairman, IDCOL handed over the dividend cheque to Mr. Abul Maal Abdul Muhith MP, Hon'ble Finance Minister to the Government of Bangladesh. IDCOL is one of the few Government owned entities that operate independently and pay dividends to the Government.

IDCOL received USD 172 million from the World Bank for its Renewable Energy Project



Following the success of Rural Electrification and Renewable Energy Development Project (REREDP), the World Bank extended 2nd additional financing amounting USD 172 million for further expansion of the program. Mr. Islam Sharif, Executive Director & CEO, IDCOL and Ms. Ellen A. Goldstein, Country Director, the World Bank signed the respective Project Agreement on 14 November 2011.

IDCOL received USD 172 million from the World Bank for its Renewable Energy Project



Following the success of Rural Electrification and Renewable Energy Development Project (REREDP), the World Bank extended an amount of USD 128 million for financing of solar home systems and house hold energy under REREDP-II. Mr. Mahmood Malik, Executive Director & CEO, IDCOL and Ms. Ellen A. Goldstein, Country Director, the World Bank signed the respective Project Agreement on 23 October 2012.

IDCOL co-arranges and participates in BDT 8,460 million Grameenphone Ltd. syndicated term loan



IDCOL and IDLC jointly arrange USD 30 million and BDT 2,280 million financing for 108 MW power plant of ECPV Chittagong Ltd.



Canada Business Award 2012

IDCOL received "The Green Company of Bangladesh" award under Canada Business Award 2012 by Canada Bangladesh Chamber of Commerce and Industry (CBCCI).

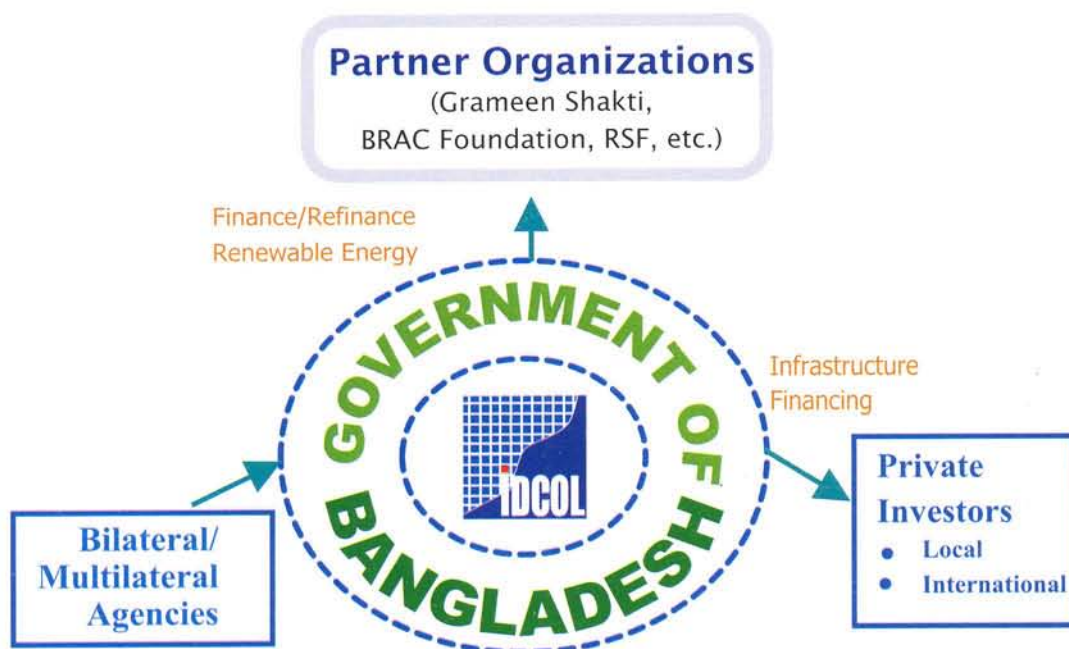


Annual Review & Planning Workshops

The Annual Review & Planning Workshop under the Solar Home System program was held during 22-25 November 2012 at Parjatan Motel, Bandarban. IDCOL officials and representatives from all Partner Organizations (POs) under the program attended the workshop.

The Annual Review & Planning Workshop under the Biogas program was held during 9-10 November 2012 at Zakaria Resort, Sylhet. All relevant stakeholders under the program attended the workshop.





Development Partners



The World Bank



Asian Development Bank

KfW

German Development Bank



Islamic Development Bank

SNV

SNV-Netherlands Development Organisation

giz

German Technical Cooperation