

**DUTCH - BANGLA BANK LIMITED**

**FINANCIAL STATEMENTS**

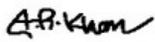
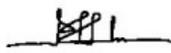
**For the period ended 30 September 2022**

**Dutch-Bangla Bank Limited**  
**Balance Sheet**  
**As at 30 September 2022**

PROPERTY AND ASSETS	Notes	30-Sep-22 Taka (Un-audited)	31-Dec-21 Taka (Audited)	30-Sep-21 Taka (Un-audited)
<b>Cash</b>				
In hand (including foreign currencies)	4	21,553,568,409	17,853,114,090	19,906,735,462
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)	5	21,121,525,805	17,863,639,768	18,848,043,995
		42,675,094,214	35,716,753,858	38,754,779,457
<b>Balance with other banks and financial institutions</b>				
In Bangladesh	6	11,016,461,654	12,404,257,887	11,101,788,255
Outside Bangladesh		(180,397,674)	956,190,048	495,492,455
		10,836,063,980	13,360,447,935	11,597,280,710
<b>Money at call on short notice</b>	7	2,600,000,000	-	2,840,000,000
<b>Investments</b>				
Government	8	102,135,709,699	107,955,029,777	110,190,798,965
Others		8,586,283,434	8,726,283,434	7,871,283,434
		110,721,993,133	116,681,313,211	118,062,082,399
<b>Loans and advances</b>				
Loans, cash credits, overdrafts, etc.	9	331,921,483,703	299,879,503,769	283,548,076,925
Bills purchased and discounted		24,956,205,656	19,568,567,985	19,911,582,800
		356,877,689,359	319,448,071,754	303,459,659,725
<b>Fixed assets including land, building, furniture and fixtures</b>	10	7,904,008,733	7,806,988,757	7,731,277,660
<b>Other assets</b>	11	24,087,568,017	21,386,202,543	23,219,715,855
<b>Non-banking assets</b>		-	-	-
<b>TOTAL ASSETS</b>		<b>555,702,417,436</b>	<b>514,399,778,058</b>	<b>505,664,795,806</b>
<b>LIABILITIES AND CAPITAL</b>				
<b>Liabilities</b>				
Borrowings from other banks, financial institutions and agents	12	33,768,535,491	28,974,520,236	29,922,107,262
<b>Deposits and other accounts</b>				
Current deposits and other accounts	13	118,805,011,514	104,093,219,774	94,021,511,835
Bills payable		5,082,568,511	4,219,947,608	4,172,241,785
Savings bank deposits		209,297,430,222	191,210,176,186	188,148,464,659
Term deposits		98,639,756,249	101,977,001,852	103,383,721,181
		431,824,766,496	401,500,345,420	389,725,939,460
Other liabilities	14	39,268,358,440	34,958,550,601	37,703,888,503
Subordinated debt	15	11,000,000,000	12,000,000,000	13,000,000,000
<b>TOTAL LIABILITIES</b>		<b>515,861,660,427</b>	<b>477,433,416,257</b>	<b>470,351,935,225</b>
<b>Shareholders' equity</b>				
Paid up share capital	16.2	6,957,500,000	6,325,000,000	6,325,000,000
Share premium	17	11,067,500	11,067,500	11,067,500
Statutory reserve	18	9,193,048,174	9,193,048,174	9,193,048,174
Other reserve	19	-	-	-
Dividend equalization account	20	1,766,827,195	1,766,827,195	1,766,827,195
Assets revaluation reserve	21	850,413,777	850,413,777	850,413,777
Revaluation reserve of HTM securities	22	164,415,768	181,135,270	79,391,829
Proposed dividend		-	-	-
Retained earnings	24	20,897,484,595	18,638,869,885	17,087,112,106
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<b>39,840,757,009</b>	<b>36,966,361,801</b>	<b>35,312,860,581</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>555,702,417,436</b>	<b>514,399,778,058</b>	<b>505,664,795,806</b>

	Notes	30-Sep-22 Taka (Un-audited)	31-Dec-21 Taka (Audited)	30-Sep-21 Taka (Un-audited)
<b>OFF-BALANCE SHEET ITEMS</b>				
<b>Contingent liabilities</b>	23			
Acceptances and endorsements		78,473,524,269	56,280,687,848	48,382,477,178
Letters of guarantee		6,591,518,153	5,336,987,314	5,696,437,757
Irrevocable letters of credit		36,722,427,064	44,519,600,967	39,032,550,956
Bills for collection		-	-	-
Other contingent liabilities		4,118,294,511	3,194,100,077	7,777,846,560
<b>Total contingent liabilities</b>		<b>125,905,763,997</b>	<b>109,331,376,206</b>	<b>100,889,312,451</b>
<b>Other commitments</b>				
Documentary credits and short term trade-related transactions		-	-	-
Forward assets purchased and forward deposits placed		-	-	-
Undrawn note issuance and revolving underwriting facilities		-	-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-	-
<b>Total other commitments</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>Total off-balance sheet items including contingent liabilities</b>		<b>125,905,763,997</b>	<b>109,331,376,206</b>	<b>100,889,312,451</b>
<b>Net Asset Value (NAV) Per Share</b>		<b>57.26</b>	<b>53.13</b>	<b>50.76</b>

The annexed notes 1 to 49 form an integral part of these financial statements.

 Chairman	 Director	 Managing Director & CEO	 Chief Financial Officer	 Company Secretary
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Dhaka, 25 October 2022

**Dutch-Bangla Bank Limited**  
**Profit and Loss Account**  
**For the period ended 30 September 2022**

	Notes	For the period ended 30 September (from January to September)		For the quarter ended 30 September (from July to September)	
		2022	2021	2022	2021
		Taka	Taka	Taka	Taka
Interest income	26	17,806,498,734	16,739,622,241	6,356,992,973	5,717,596,065
Interest paid on deposits and borrowings etc.	27	5,807,485,995	4,886,229,662	2,107,744,509	1,639,116,989
<b>Net interest income</b>		<b>11,999,012,739</b>	<b>11,853,392,579</b>	<b>4,249,248,464</b>	<b>4,078,479,076</b>
Investment income	28	5,392,115,037	5,446,035,476	1,840,549,138	1,854,728,507
Commission, exchange and brokerage	29.1	1,445,973,121	926,402,075	442,550,644	240,354,590
Revaluation gain on FC	29.2	1,636,972,722	306,222,779	958,904,729	183,036,067
Other operating income	30	2,763,932,836	2,606,955,800	868,597,315	847,349,642
<b>Total operating income</b>		<b>23,238,006,455</b>	<b>21,139,008,709</b>	<b>8,359,850,290</b>	<b>7,203,947,882</b>
Salary and allowances	32	4,835,865,410	4,259,862,150	1,607,268,439	1,386,259,195
Rent, taxes, insurance, electricity, etc.	34	1,790,821,130	1,601,416,705	623,692,764	556,214,235
Legal expenses	35	2,661,831	1,752,045	587,475	539,401
Postage, stamp, telecommunications, etc.	36	293,821,679	299,923,022	96,570,691	102,470,287
Stationery, printings, advertisements, etc.	37	451,114,383	495,313,086	139,153,846	156,268,168
Managing Director & CEO's salary and allowances	38	13,510,000	12,915,000	4,470,000	4,255,000
Directors' fees	39	266,350	282,206	237,000	213,755
Auditors' fees	40	656,500	384,374	456,500	121,596
Depreciation and repair of bank's assets	41	2,203,881,842	2,069,720,558	743,569,218	712,776,497
Other expenses	42	5,449,284,783	4,898,871,393	1,922,526,445	1,540,647,927
<b>Total operating expenses</b>		<b>15,041,883,908</b>	<b>13,640,440,539</b>	<b>5,138,532,378</b>	<b>4,459,766,061</b>
<b>Profit before provision</b>		<b>8,196,122,548</b>	<b>7,498,568,170</b>	<b>3,221,317,913</b>	<b>2,744,181,821</b>
Provision for loans and off-balance sheet exposures					
Specific provision for loans	14.1.4.1.A	401,511,560	859,239,392	232,252,042	127,448,431
General provision for loans	14.1.4.1.B.iv	420,092,834	153,916,445	127,888,775	98,215,540
General provision for off-balance sheet exposures	14.1.4.1.B.iii	371,708,237	180,491,737	2,000,000	81,380,779
		1,193,312,631	1,193,647,574	362,140,817	307,044,750
Other provision	14.1.2	90,000,000	10,000,000	-	-
<b>Total provision</b>		<b>1,283,312,631</b>	<b>1,203,647,574</b>	<b>362,140,817</b>	<b>307,044,750</b>
<b>Profit before taxes</b>		<b>6,912,809,917</b>	<b>6,294,920,596</b>	<b>2,859,177,096</b>	<b>2,437,137,071</b>
Provision for taxation					
Current tax	14.1.3	3,141,396,644	2,711,719,276	1,192,013,741	835,817,352
Deferred tax	11.2.2	(226,576,437)	(370,508,035)	(131,275,031)	(93,087,696)
		2,914,820,207	2,341,211,241	1,060,738,710	742,729,656
<b>Net profit after taxation</b>		<b>3,997,989,710</b>	<b>3,953,709,355</b>	<b>1,798,438,386</b>	<b>1,694,407,415</b>
<b>Appropriations</b>					
Statutory reserve	18	-	-	-	-
<b>Retained surplus to retained earnings</b>		<b>3,997,989,710</b>	<b>3,953,709,355</b>	<b>1,798,438,386</b>	<b>1,694,407,415</b>
<b>Earnings per share (EPS)</b>	24.2	<b>5.75</b>	<b>5.68</b>	<b>2.58</b>	<b>2.44</b>

The annexed notes 1 to 49 form an integral part of these financial statements.

  
Chairman

  
Director

  
Managing Director & CEO

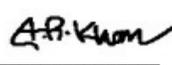
  
Chief Financial Officer

  
Company Secretary

**Dutch-Bangla Bank Limited**  
**Cash Flow Statement**  
**For the period ended 30 September 2022**

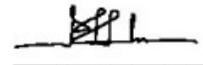
	Notes	30-Sep-22 Taka	30-Sep-21 Taka
<b>A) Cash flows from operating activities</b>			
Interest receipts in cash		23,001,408,816	28,419,834,881
Interest payments		(4,783,711,268)	(4,315,630,523)
Dividend receipts in cash		5,711,803	3,427,082
Gain on sale of shares		-	-
Gain on sale of securities		830,254,162	859,678,009
Recoveries of loan previously written-off		44,681,113	1,997,400
Fee and commission receipts in cash		724,485,228	736,867,642
Cash payments to employees		(5,033,507,513)	(4,473,422,178)
Cash payments to suppliers		(3,068,491,053)	(2,576,577,910)
Income taxes paid		(3,469,308,023)	(3,075,945,565)
Receipts from other operating activities	43	5,121,498,661	3,083,680,563
Payments for other operating activities	44	(5,201,944,077)	(4,144,225,096)
<b>Operating profit before changes in operating assets and liabilities</b>		<b>8,171,077,850</b>	<b>14,519,684,304</b>
<b>Increase/(decrease) in operating assets and liabilities</b>			
Statutory deposits		-	-
Purchase /sale of trading securities		10,977,537,546	(419,383,229)
Loans and advances to other banks		-	-
Loans and advances to customers		(38,213,725,645)	(37,539,179,395)
Other assets	45	(1,839,060,869)	(441,597,765)
Deposits from other banks		1,170,091	17,635,867
Deposits from customers		29,641,167,264	26,651,917,455
Other liabilities account of customers		4,737,118,982	2,338,794,639
Other liabilities	46	2,127,541,572	171,283,215
<b>Net cash from operating activities</b>		<b>15,602,826,790</b>	<b>5,299,155,090</b>
<b>B) Cash flows from investing activities</b>			
Payments for purchase of securities		(104,317,135,866)	(97,008,743,642)
Proceeds from sale of securities		99,295,976,099	91,955,643,752
Purchase of property, plant and equipment		(1,515,212,750)	(1,183,134,336)
Sale proceeds of property, plant and equipment		11,397,731	32,125,041
<b>Net cash used in investing activities</b>		<b>(6,524,974,786)</b>	<b>(6,204,109,185)</b>
<b>C) Cash flows from financing activities</b>			
Receipts from issue of loan capital and debt securities		-	-
Payment for redemption of loan capital and debt securities		(1,000,000,000)	(1,000,000,000)
Dividends paid		(1,105,985,688)	(835,885,603)
<b>Net cash from financing activities</b>		<b>(2,105,985,688)</b>	<b>(1,835,885,603)</b>
<b>D) Net increase / (decrease) in cash (A+B+C)</b>		<b>6,971,866,316</b>	<b>(2,740,839,698)</b>
<b>E) Cash and cash-equivalents at beginning of the period</b>		<b>54,621,135,843</b>	<b>61,314,398,944</b>
<b>F) Cash and cash-equivalents at end of the period (D+E)</b>	48	<b>61,593,002,159</b>	<b>58,573,559,246</b>
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	24.4	<b>22.43</b>	<b>7.62</b>

  
Chairman

  
Director

  
Managing Director & CEO

  
Chief Financial Officer

  
Company Secretary

**Dutch-Bangla Bank Limited**  
**Statement of Changes in Equity**  
**For the period ended 30 September 2022**

Figures in Taka

Particulars	Paid up share capital	Share premium	Statutory reserve	Dividend equalization account	Assets revaluation reserve	Revaluation reserve of HTM securities	Retained earnings	Total
Balance at 1 January 2021	6,325,000,000	11,067,500	9,193,048,174	1,766,827,195	850,413,777	181,135,270	18,638,869,885	36,966,361,801
Changes in accounting policy	-	-	-	-	-	-	-	-
<b>Restated balance</b>	<b>6,325,000,000</b>	<b>11,067,500</b>	<b>9,193,048,174</b>	<b>1,766,827,195</b>	<b>850,413,777</b>	<b>181,135,270</b>	<b>18,638,869,885</b>	<b>36,966,361,801</b>
Surplus/deficit on account of revaluation of properties	-	-	-	-	-	-	-	-
Surplus/deficit on account of revaluation of investments	-	-	-	-	-	(16,719,502)	-	(16,719,502)
Currency translation differences	-	-	-	-	-	-	-	-
Net gains and losses not recognized in the income statement	-	-	-	-	-	-	-	-
Payment of cash dividend during the period for the previous year	-	-	-	-	-	-	(1,106,875,000)	(1,106,875,000)
Transfer of stock dividend during the period for the previous year	632,500,000	-	-	-	-	-	(632,500,000)	-
Net profit for the nine months ended 30 September 2022	-	-	-	-	-	-	3,997,989,710	3,997,989,710
Transfer to Start up Fund	-	-	-	-	-	-	-	-
Issue of share capital	-	-	-	-	-	-	-	-
Appropriations during the period	-	-	-	-	-	-	-	-
<b>Balance at 30 September 2022</b>	<b>6,957,500,000</b>	<b>11,067,500</b>	<b>9,193,048,174</b>	<b>1,766,827,195</b>	<b>850,413,777</b>	<b>164,415,768</b>	<b>20,897,484,595</b>	<b>39,840,757,009</b>
<b>Balance at 30 September 2021</b>	<b>6,325,000,000</b>	<b>11,067,500</b>	<b>9,193,048,174</b>	<b>1,766,827,195</b>	<b>850,413,777</b>	<b>79,391,829</b>	<b>17,087,112,106</b>	<b>35,312,860,581</b>



Chairman



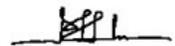
Director



Managing Director & CEO



Chief Financial Officer



Company Secretary

Dhaka, 25 October 2022

# Dutch-Bangla Bank Limited

## Notes to the Financial Statements As of and for the period ended 30 September 2022

### 1. Status of the Bank

**1.1** Dutch-Bangla Bank Limited (the Bank) is a scheduled commercial bank set up as a joint venture between Bangladesh and The Netherlands. Incorporated as a public limited company under the Companies Act 1994, the Bank obtained license from Bangladesh Bank on 23 July 1995 and started its banking business with one branch on 3 June 1996. The number of branches was 221 and Sub-branches was 103 as at 30 September 2022 all over Bangladesh. The Bank is listed with Dhaka Stock Exchange and Chittagong Stock Exchange as a publicly quoted company.

### 1.2 Nature of business

#### Main operation

The principal activities of the Bank are to carry on all kinds of commercial banking business in Bangladesh.

#### Mobile Banking Services

The Bank obtained the permission for conducting the Mobile Banking services from Bangladesh Bank on 28 April 2010 and started operation of Mobile Banking Services on 31 March 2011.

The principal activities of the Mobile Banking Services are to provide banking services to Mobile Banking customers through Mobile Phone and multiple delivery channels within the applicable rules & regulations and guidelines of Bangladesh Bank.

Mobile Banking Services are part of Main Operation of the Bank.

#### Agent Banking Services

The Bank obtained the permission for conducting the Agent Banking services from Bangladesh Bank on 27 July 2014 and Bank started operation of Agent Banking Services on 19 January 2015.

The principal activities of the Agent Banking Services are to provide banking services to the Bank customers through engagement of agents who conducts Banking Transaction on behalf of the Bank under a valid agency agreements rather than Bank's own Tellers/Cashiers to deliver the services within the applicable rules & regulations and guidelines of Bangladesh Bank.

Agent Banking Services are part of Main Operation of the Bank.

#### Off-shore Banking Unit (OBU)

The Off-shore Banking Unit (OBU) of the Bank is the separate business entity governed by the applicable rules & regulations and guidelines of Bangladesh Bank. The Bank obtained the permission for conducting the operations of OBU from Bangladesh Bank on 23 February 2010. The Bank started the operation of OBU on 12 July 2010. The number of OBUs were two as at 30 September 2022 located at Centralized Processing Centre (CPC), Head Office, Dhaka and Dhaka EPZ Branch, Dhaka.

The principal activities of the OBUs are to provide commercial banking services through its Units within the rules & regulations and guidelines of Bangladesh Bank applicable for the Off-shore Banking Units.

### 2. Significant accounting policies and basis of preparation of financial statements

#### 2.1 Basis of accounting

The financial statements of the Bank have been prepared under historical cost convention except investments which are measured at present value and in accordance with "First Schedule" of the Bank Companies Act, 1991 as amended under sub-section 38(4) of the Act, relevant Bangladesh Bank Circulars, International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Financial Reporting Act, 2015, the Companies Act, 1994, the Securities and Exchange Rules, 1987 and other rules and regulations applicable for Banks in Bangladesh.

In cases, any requirement of provisions and circulars issued by Bangladesh Bank differs with those of other regulatory authorities, the provisions & circulars issued by Bangladesh Bank prevailed. Material departures from the requirement of IAS & IFRS are as follows:

### 2.1.1 Investment in shares and Securities

#### IFRS

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

#### Bangladesh Bank:

As per BRPD circular no. 14 dated 25 June 2003 investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited balance sheet respectively. Provision should be made for any loss arising from diminution in value of investment.

### 2.1.2 Revaluation gain/loss on Government securities

#### IFRS

As per requirement of IFRS 9, all financial assets are into two classifications - measured at amortised cost and measured at fair value. For securities like treasury bills and treasury bonds designated as "held for trading" falls under "fair value measurement" and any change in the fair value is recognized through fair value through profit and loss account. T-bills and T-Bonds not designated as "held for trading" (i.e., held to maturity) are measured at amortized cost method and interest income is recognized through the profit and loss account.

#### Bangladesh Bank:

As per DOS circular no. 05 dated 26 May 2008, HFT securities are revalued on the basis of marking to market and at year end any gains on revaluation of securities which have not matured as at the balance sheet date are recognized in other reserve as a part of equity and any losses on revaluation of securities which have not matured as at the balance sheet date are charged in the profit and loss account. Interest on HFT securities including amortization of discount are recognized in the profit and loss account.

### 2.1.3 Provision on loans and advances

#### IFRS

As per IFRS 9, an entity shall recognised an impairment allowance on loans & advances based on the expected credit loss. Expected credit losses are required to be measured through a loss allowance at an amount equal to the (i) 12-month expected credit losses or (ii) full lifetime expected credit losses. For loans & Advances whose credit risk increased significantly since initial recognition, a loss allowance for full lifetime expected credit losses is required. For loans & advances whose credit risk didn't increased significantly, a loss allowance equal to the 12-month expected credit losses is required.

#### Bangladesh Bank:

As per BRPD circular No.24 (17 November 2019), BRPD circular No.6 (19 May 2019), BRPD circular No.4 (16 May 2019), BRPD circular No.3 (21 April 2019), BRPD circular No.15 (27 September 2017), BRPD circular No.16 (18 November 2014), BRPD circular no. 14 dated 23 September 2012, BRPD circular no. 19 dated 27 December 2012, BRPD circular no. 05 dated 29 May 2013 & BRPD circular no. 16 dated 18 November 2014, a general provision @ 0.25% to 2% under different categories of unclassified loans (good/standard loans) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard loans, doubtful loans and bad losses has to be provided @ 5% & 20%, @ 5%, 20% & 50% and @ 100% respectively for loans and advances depending on time past due. Again as per BRPD circular no. 10 dated 18 September 2007, BRPD circular no. 14 dated 23 September 2012, a general provision @ 1% is required to be provided for all off-balance sheet exposures and BRPD circular no. 50 dated 14 December 2021, a special general provision-Covid -19 @ 2% is required to be provided for deferral loans. Such provision policies are not specifically in line with those prescribed by IFRS 9.

### 2.1.4 Recognition of interest in suspense

#### IFRS

Loans and advances to customers are generally classified at amortised cost as per IFRS 9 and interest income is recognized through effective interest rate method to the gross carrying amount over the term of the loan. Once a loan is impaired, interest income is recognized in profit and loss account on the same basis based on revised carrying amount.

#### Bangladesh Bank:

As per BRPD circular no. 14 dated 23 September 2012, once a loan is classified, interest on such loans are not allowed to be recognized as income, rather the corresponding amount needs to be credited to an interest in suspense account, which is presented as liability in the balance sheet.

### 2.1.5 Other comprehensive income

#### IFRS

As per IAS 1 Other Comprehensive Income (OCI) is a component of financial statements or the elements of Other Comprehensive Income are to be included in a Single Other Comprehensive Income (OCI) Statement.

#### Bangladesh Bank:

Bangladesh Bank has issued templates for financial statements as per BRPD circular no. 14 dated 25 June 2003, which will strictly be followed by all banks. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income nor are the elements of Other Comprehensive Income allowed to include in a Single Comprehensive Income (OCI) Statement. As such the company does not prepare the other comprehensive income statement. However elements of OCI, if any, are shown in the statements of changes in equity.

### 2.1.6 Financial instruments – presentation and disclosure

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

### 2.1.7 Repo and Reverse Repo transactions

#### IFRS

As per IFRS 9 when an entity sells a financial asset and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (repo), the arrangement is treated as a loan and the underlying asset continues to be recognised at amortised cost in the entity's financial statements. The difference between selling price and repurchase price will be treated as interest expense. The same rule applies to the opposite side of the transaction (reverse repo).

#### Bangladesh Bank:

As per DOS Circular letter no. 6 dated 15 July 2010 and subsequent clarification in DOS circular no. 2 dated 23 January 2013, when a bank sells a financial asset and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (repo or stock lending), the arrangement is accounted for as a normal sales transactions and the financial assets are derecognized in the seller's book and recognized in the buyer's book. However, as per Debt Management Department (DMD) circular letter no. 7 dated 29 July 2012, non primary dealer banks are eligible to participate in the Assured Liquidity Support (ALS) program, whereby such banks may enter collateralized repo arrangements with Bangladesh Bank. Here the selling bank accounts for the arrangement as a loan, thereby continuing to recognize the asset.

### 2.1.8 Financial guarantees

#### IFRS

As per IFRS 9, financial guarantees are contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the original or modified terms of a debt instrument. Financial guarantee liabilities are recognized initially at their fair value plus transaction costs that are directly attributable to the issue of the financial liabilities. The financial guarantee liability is subsequently measured at the higher of:

(i) the amount of the loss allowance and (ii) the amount initially recognised less, the cumulative amount of income recognised in accordance with the principles of IFRS 15. Financial guarantees are included within other liabilities.

#### Bangladesh Bank:

As per BRPD circular no. 14 dated 25 June 2003, financial guarantees such as letter of credit, letter of guarantee will be treated as Off-Balance Sheet items. No liability is recognized for the guarantee except the cash margin.

### 2.1.9 Cash and cash equivalent

#### IFRS

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

#### Bangladesh Bank:

Some cash and cash equivalent items such as 'money at call and on short notice', Treasury bills, Bangladesh Bank bills and Prize bond are not shown as cash and cash equivalent. Money at call and on short notice presented on the face of the balance sheet, and Treasury bills, Prize bonds are shown in investments.

### 2.1.10 Cash flow statement

#### IFRS

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

**Bangladesh Bank:**

As per BRPD circular no. 14 dated 25 June 2003, cash flows is the mixture of direct and indirect method.

**2.1.11 Balance with Bangladesh Bank: (CRR)**

**IFRS**

Balance with Bangladesh Bank should be treated as other asset as it is not available for use in day to day operations as per IAS 7.

**Bangladesh Bank:**

Balance with Bangladesh Bank is treated as cash and cash equivalents.

**2.1.12 Presentation of intangible asset**

**IFRS**

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

**Bangladesh Bank:**

There is no requirement for regulation of intangible assets in BRPD circular no. 14 dated 25 June 2003.

**2.1.13 Off-balance sheet items**

**IFRS**

There is no concept of off-balance sheet items in any IFRS; the off-balance sheet item e.g., Letter of credit, Letter of guarantee etc are considered as contingent liability and require disclosure on note to the financial statements.

**Bangladesh Bank:**

As per BRPD circular no. 14 dated 25 June 2003, off balance sheet items (e.g. Letter of credit, Letter of guarantee etc.) must be disclosed separately on the face of balance sheet.

**2.1.14 Disclosure of appropriation of profit**

**IFRS**

There is no requirement to show appropriation of profit in the face of statement of comprehensive income.

**Bangladesh Bank:**

As per BRPD circular no. 14 dated 25 June 2003, an appropriation of profit should be disclosed in the face of profit and loss account.

**2.1.15 Loans and advance net of provision**

**IFRS**

Loans and advances should be presented net of provisions.

**Bangladesh Bank:**

As per BRPD circular no. 14 dated 25 June 2003, provision on loans and advances are presented separately as liability and cannot be netted off against loans and advances.

**2.1.16 Name of Financial Statements**

**IFRS**

As per IAS 1 : Presentation of financial of financial statements, Components of financial statements are defined as statement of financial position and statement of profit or loss and other comprehensive income.

**Bangladesh Bank:**

As per BRPD 14, statement of financial position is defined as "Balance Sheet" whilst statement of profit or loss and other comprehensive income is defined as "Profit and Loss Account"

## 2.2 IFRS 16: Leases

IFRS 16 Leases is effective for the annual reporting periods beginning on or after 1 January 2019. IFRS 16 defines that a contract is (or contains) a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. IFRS 16 significantly changes how a lessee accounts for operating leases. Under previous IAS 17, an entity would rent an office building or a branch premises for several years with such a rental agreement being classified as operating lease would have been considered as an off balance sheet item. However, IFRS 16 does not require a lease classification test and hence all leases shall be accounted for as on balance sheet item (except some limited exception i.e. short-term lease, leases for low value items).

Under IFRS 16, an entity shall be recognizing a right-of-use (ROU) asset (i.e. the right to use the office building, branches, service center, call center, warehouse, etc.) and a corresponding lease liability. The asset and the liability are initially measured at the present value of unavoidable lease payments. The depreciation of the lease asset (ROU) and the interest on the lease liability is recognized in the profit or loss account over the lease term.

## 2.3 Functional and presentation currency

These financial statements are presented in Taka, which is the Bank's functional currency. Figures appearing in these financial statements have been rounded off to the nearest Taka.

## 2.4 Use of estimates and judgments

The preparation of financial statements requires management to make informed judgments, estimates and assumptions that affect the application of accounting policies and the amounts of assets, liabilities, income and expenses reported in the financial statements. Actual results may differ from these estimates.

## 2.5 Foreign currency transactions

Foreign currency transactions are converted into Taka using the exchange rates prevailing on the dates of respective transactions. In terms of instructions contained in Bangladesh Bank's Letter No. BRPD(R)717/2004-959 dated 21 November 2004, foreign currency assets and liabilities are translated into Taka at the weighted average rate as on balance sheet date as determined by Bangladesh Bank. Gains and losses arising from foreign currency transactions are credited/charged to profit and loss account.

## 2.6 Taxation

As per provisions of **International Accounting Standard (IAS) 12 'Income Taxes'**, provision for income taxes has been made as under:

### 2.6.1 Current tax

Provision for current income tax has been made @ 37.50% on taxable profit as per Income Tax Ordinance 1984 and as per Finance Act 2022.

### 2.6.2 Deferred tax

Deferred tax is accounted for all temporary timing differences arising between the tax base of assets and liabilities and their carrying value for financial reporting purpose. Tax rate (@ 37.5%) prevailing at the balance sheet date is used to determine deferred tax.

## 2.7 Bases for valuation of assets

### 2.7.1 Loans and advances

a) Loans and advances are stated at gross amount. Provision and interest suspense against loans and advances are shown separately as other liabilities. Interest income is accounted for on accrual basis until the loans and advances are defined as classified accounts as per Bangladesh Bank guidelines.

Interest on classified loans (other than bad/loss loans) are credited to interest suspense account instead of income account. Such interest kept in suspense account is reversed to income account only when respective loan accounts are regularized and /or realized in cash, in accordance with Bangladesh Bank guidelines.

As per Bangladesh Bank directives, interest on loans and advances classified as bad/loss is not accounted for. A separate memorandum record is maintained for such interest on bad/loss loans.

b) Provision for loans and advances is made on the basis of the year end review by the management of the Bank in line with the instructions contained in BRPD Master Circular No. 14 dated 23 September 2012, BRPD Circular No. 19 dated 27 December 2012, BRPD Circular No. 05 dated 29 May 2013, BRPD Circular No. 15 dated 23 December 2013, BRPD Circular No. 16 dated 18 November 2014, BRPD Circular No. 08 dated 02 August 2015, BRPD Circular No. 15 dated 27 September 2017, BRPD Circular No. 03 dated 21 April 2019, BRPD Circular No. 56 dated 10 December 2020, BRPD Circular No. 03 dated January 31, 2021; BRPD Circular No. 05 dated March 24, 2021, BRPD Circular No. 19 dated August 26, 2021, BRPD Circular Letter No. 45 dated October 04, 2021, BRPD Circular Letter No. 50 dated December 14, 2021, BRPD Circular Letter No. 51 dated December 29, 2021, BRPD Circular Letter No. 52 dated December 29, 2021, BRPD Circular Letter No. 53 dated December 30, 2021 and BRPD Circular Letter No. 14 dated June 22, 2022 issued by Bangladesh Bank on the following basis:

Category / status of loans and advances	Rates	
	Bangladesh Bank's requirement	Maintained by the Bank
<b>General provisions for unclassified loans and advances :</b>		
All unclassified loans (other than loans under small and medium enterprise financing, consumer financing, loans to Brokerage Houses (BHs) / Merchant Banks (MBs) / Stock Dealers (SDs) against Shares and staff loans)	1.00%	1.00%
Small and medium enterprise financing	0.25%	0.25%
Consumer financing (other than housing finance and loans for professionals under consumer financing scheme)	2.00%	2.00%
Consumer financing for housing finance, etc.	1.00%	1.00%
Consumer financing for credit card, for loans to professionals and loans to Brokerage Houses (BHs) / Merchant Banks (MBs) / Stock Dealers (SDs) against Shares etc.	2.00%	2.00%
Short term agricultural credit and Micro credit	1.00%	1.00%
<b>Special mention account</b>		
All loans (other than loans under small and medium enterprise financing, consumer financing, loans to Brokerage Houses (BHs) / Merchant Banks (MBs) / Stock Dealers (SDs) against Shares)	1.00%	1.00%
Small & Medium enterprise financing	0.25%	0.25%
Consumer financing (other than housing finance, Credit Card and loans for professionals under consumer financing scheme)	2.00%	2.00%
Consumer financing for housing finance, etc.	1.00%	1.00%
Consumer financing for Credit card, loans to professionals and loans to Brokerage Houses (BHs) / Merchant Banks (MBs) / Stock Dealers (SDs) against Shares etc.	2.00%	2.00%
<b>Specific provision for classified loans and advances:</b>		
Substandard Other	20.00%	20.00%
Substandard small and AG/MC	5.00%	5.00%
Doubtful Other	50.00%	50.00%
Doubtful small	20.00%	20.00%
Doubtful AG/MC	5.00%	5.00%
Bad/loss	100.00%	100.00%

#### **General provision**

General provision for all unclassified and SMA loans and advances (other than loans under small and medium enterprise financing, consumer financing, loans to Brokerage Houses (BHs) / Merchant Banks (MBs) / Stock Dealers (SDs) against Shares and staff loans) has been maintained @ 1%.

General provision for all unclassified and SMA loans and advance under small & medium enterprise financing has been maintained @ 0.25%.

General provision for all unclassified and SMA loans and advance under consumer financing for housing finance, Credit card, loans to professionals and loans to Brokerage Houses (BHs) / Merchant Banks (MBs) / Stock Dealers (SDs) against Shares has been maintained @ 1% to 2%.

#### **Specific provision**

Specific provision for classified loans and advances has been maintained @ 5% to 100% as prescribed by Bangladesh Bank.

- c) Loans and advances are written-off in line with Bangladesh Bank's BRPD Circular No. 02 dated 13 January 2003 and DOS Circular No. 01 dated 29 December 2004, when prospect of recovery of such loans and advances become non-existent. However, such write-off does not reduce the claim against the borrower. Detailed records for all write-off accounts are separately maintained by the Bank to continue the recovery efforts.

## 2.7.2 Investments

- a) Investments have been accounted for as follows :

<u>Particulars</u>	<u>Valuation method</u>
Government treasury bills	Amortised cost/ Fair value
Government treasury bonds	Amortised cost/ Fair value
Subordinated bonds	At redemption value
ICB's debenture	At redemption value
Prize bond	Cost price
Shares:	
Quoted	Cost or market price whichever is lower
Unquoted	Cost or Book value as per latest audited accounts whichever is lower

- b) The investment in government securities (Treasury bills and bonds) are classified into Held to Maturity (HTM) and Held for Trading (HFT) as per Bangladesh Bank's guidelines contained in DOS Circular Letter No. 05 dated 26 May 2008, DOS Circular Letter No. 05 dated 28 January 2009, DOS Circular No. 06 dated 15 July 2010 and under reference Letter No. DOS (SR)1153/120-A/2011-746 dated 29 December 2011. Reclassification of HTM securities into HFT securities are also done in compliance with Bangladesh Bank's guidelines.

The government securities under 'Held to Maturity (HTM)' category are valued at present value at amortized cost at the end of the year. The Held to Maturity securities are amortized to ensure a constant yield over the remaining period of maturity of the securities. The resulting gains / (losses) are credited to revaluation reserve account and shown in the equity. Such gains / (losses) are credited to income account at the time of maturity or sale of the security.

The government securities under 'Held for Trading (HFT)' category are valued at present value on the basis of marking to market method. The resulting gains / (losses) are transferred to other reserve account. The gains / (losses) arising on maturity or sale of such securities are credited to income.

## 2.7.3 Fixed assets

- a) All fixed assets are stated at cost or revalued amount less accumulated depreciation.
- b) Depreciation is charged over the estimated useful life of fixed assets excepting land on a straight line method. The useful life of fixed assets are reviewed on a yearly basis to determine if there has been any significant change in the expected pattern of consumption resulting in changes in estimated residual value and useful life of the fixed assets and if considered appropriate, adjustment is made at the balance sheet date.

The annual rates of depreciation based on estimated useful life for fixed assets are given below:

Building	2.50%
Interior decoration	10.00%
Furniture and fixtures	10.00%
ATM Booth	10.00%
ATM/Fast Track	12.50%
Computer equipment	20.00%
Computer software	20.00%
Other machinery and equipment	15.00%
Motor vehicles	20.00%
Books	10.00%
Right of use of asset - IFRS 16: lease	Over the lease term

- c) As at 31 December 2010, all immovable properties of the Bank including land, building and ready made floor spaces were revalued by a professionally qualified valuation firm and certified by the external auditors, M/S. A. Qasem & Co., Chartered Accountants. Accordingly, revaluation surplus is included in fixed assets and equity in terms of instructions contained in BRPD Circular No. 10 dated 25 November 2002.

## 2.8 Off-balance sheet exposures

In compliance with the instruction contained in BRPD Circular No. 10 dated 18 September 2007 issued by Bangladesh Bank, provision against the off-balance sheet exposures of the Bank as at reporting date has been made as under:

Category / status of Off-balance sheet exposures	Rates	
	Bangladesh Bank's requirement	Maintained by the Bank
<b>General provision for Off-balance sheet exposures</b>		
All types of Off-balance sheet exposures	1.00%	1.00%

## **2.9 Bases for valuation of liabilities and provisions**

### **2.9.1 Retirement benefits to the employees**

The retirement benefits accrued for the employees of the Bank as at the reporting date have been accounted for in accordance with the provisions of **International Accounting Standard (IAS) 19, 'Employee Benefits'** as outlined below:

#### **a) Provident fund**

There is a Provident Fund Scheme under defined contribution plan. The Fund is operated by a separate Board of Trustees approved by the National Board of Revenue as per Income Tax Ordinance, 1984. All eligible employees contribute 10% of their basic pay to the Fund. The Bank also contributes equal amount of employees' contribution to the Fund. Benefits from the Fund is given to eligible employees at the time of retirement/resignation as per approved rules of the Fund.

#### **b) Gratuity fund**

The Bank has a separate Board of Trustees for operating the staff gratuity fund approved by the National Board of Revenue. The provision for the gratuity fund is made in the books of account of the Bank for the eligible employees on the basis of the assessment made by the management at the year / period end [**Note 14.1**]. The amount of provision is transferred to the Board of Trustees of the Fund on a yearly basis.

#### **c) Superannuation fund**

The Bank has a separate Board of Trustees for operating the staff superannuation fund approved by the National Board of Revenue. The provision for the superannuation fund is made in the books of account of the Bank for the eligible employees on the basis of the assessment made by the management at the year / period end. The amount of provision is transferred to the Board of Trustees of the Fund on a yearly basis.

### **2.9.2 Workers' Profit Participation Fund (WPPF)**

Consistent with the Industry practice and in accordance with the Bank Company Act, 1991, no provision has been made for WPPF.

## **2.10 Revenue recognition**

The revenues of the Bank during the year have been recognized in terms of the provisions of International Financial Reporting Standards 15, 'Revenue from contracts with customers' and International Financial Reporting Standards 9 "Financial Instruments" as outlined below:

### **2.10.1 Interest income**

#### **a) Interest income from loans and advances and lease finance**

The policy for accounting of interest income on loans and advances is stated in **2.7.1.a** and **2.7.2** above.

#### **b) Other interest income**

Interest income from investments, Money at call on short notice and fund placement with other banks and financial institutions is recognized on accrual basis.

### **2.10.2 Fees and commission income**

Fees and commission income arising from different services provided by the Bank is recognized on cash receipt basis. Commission realized on letters of credit and letters of guarantee is credited to income at the time of effecting the respective transactions.

### **2.10.3 Dividend income**

Dividend income is recognised when the right to receive payment is established.

#### **2.10.4 Interest paid on deposits and borrowings**

Interest paid on deposits, borrowings etc. are accounted for on accrual basis.

#### **2.10.5 Other operating expenses**

All other operating expenses are provided for in the books of the accounts on accrual basis.

#### **2.11 Earnings per share**

Earnings per share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares outstanding as at 30 September 2022 as per **International Accounting Standard (IAS) 33, 'Earnings Per Share'**.

#### **2.12 Cash flow statement**

Cash flow statement has been prepared under mixture of Direct and Indirect method as recommended in the BRPD Circular No. 14 dated 25 June 2003 issued by the Banking Regulation & Policy Department of Bangladesh Bank.

#### **2.13 Statement of liquidity**

The liquidity statement of assets and liabilities as at the reporting date has been prepared on residual maturity term as per the following bases:

- a) Balance with other banks and financial institutions, Money at call on short notice etc. are on the basis of their maturity term.
- b) Investments are on the basis of their maturity.
- c) Loans and advances are on the basis of their repayment / maturity schedule.
- d) Fixed assets are on the basis of their useful life.
- e) Other assets are on the basis of their realization/adjustment.
- f) Borrowing from other banks, financial institutions and agents are as per their maturity /repayment term.
- g) Deposits and other accounts are on the basis of their maturity term and past trend of withdrawal by the depositors.
- h) Other long term liabilities are on the basis of their maturity term.
- i) Provisions and other liabilities are on the basis of their payment /adjustment schedule.

#### **2.14 Events after the reporting period**

- a) There were no material post balance sheet events which could affect the values stated in these financial statements.

#### **2.15 Reconciliation of books of account**

Books of account with regard to inter-bank (in Bangladesh and outside Bangladesh) transactions and inter-branch transactions are reconciled in all material respects. There were no un-reconciled entries which could materially affect the financial condition or results of the Bank.

#### **2.16 Reporting period**

The reporting period of these financial statements cover nine months of the calendar year from 1 January 2022 to 30 September 2022.

#### **2.17 Offsetting**

No asset or liability has been offset or reduced by any other asset or liability unless a legal right [10, 28 (revaluation gain on securities), 29.2 and 30.2] of set-off exists and the offsetting represents the expectation as to the realization or settlement of the asset or liability in normal course of business.

## 2.18 Compliance report on International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs)

The Financial Reporting Act 2015 (FRA) was enacted in 2015. Under the FRA, the Financial Reporting Council (FRC) is formed and it is yet to issue financial reporting standards for public interest entities such as banks. The Bank Companies Act 1991 has been amended to require banks to prepare their financial statements under such financial reporting standards. The FRC has been formed but yet to issue any financial reporting standards as per the provisions of the FRA and hence International Financial Reporting Standards (IFRS) as approved by the Institute of Chartered Accountants of Bangladesh (ICAB) are still applicable. Subject to the departures mentioned above, the Bank has complied with all the applicable Accounting and Financial Reporting Standards for preparation and presentation of the financial statements of the Bank as at 30 September 2022 as noted below:

<b>International Accounting Standards (IASs)</b>	<b>IAS Number</b>	<b>Status of compliance by DBBL</b>
Presentation of Financial Statements	IAS -1	Complied
Inventories	IAS -2	Complied
Statement of Cash Flows	IAS -7	Complied
Accounting Policies, Changes in Accounting Estimates and Errors	IAS -8	Complied
Events After the Reporting Period	IAS -10	Complied
Income Taxes	IAS -12	Complied
Property, Plant and Equipment	IAS -16	Complied
Employee Benefits	IAS -19	Complied
Accounting for Government Grants and Disclosure of Government Assistance	IAS -20	Not applicable
The Effects of Changes in Foreign Exchange Rates	IAS -21	Complied
Borrowing Costs	IAS -23	Complied
Related Party Disclosures	IAS -24	Complied
Accounting and Reporting by Retirement Benefit Plans	IAS -26	Complied
Separate Financial Statements	IAS -27	Not applicable
Investments in Associates and Joint Ventures	IAS -28	Not applicable
Financial Reporting in Hyperinflationary Economics	IAS -29	Not applicable
Financial Instruments: Presentation	IAS -32	Complied
Earnings Per Share	IAS -33	Complied
Interim Financial Reporting	IAS -34	Complied
Impairment of Assets	IAS -36	Complied
Provisions, Contingent Liabilities and Contingent Assets	IAS -37	Complied
Intangible assets	IAS -38	Complied
Financial Instruments: Recognition and Measurement	IAS -39	Complied
Investment Property	IAS -40	Not applicable
Agriculture	IAS -41	Not applicable

<b>International Financial Reporting Standards (IFRSs)</b>	<b>IFRS Number</b>	<b>Status of compliance by DBBL</b>
First-time Adoption of International Financial Reporting Standards	IFRS - 1	Not applicable
Share-based Payment	IFRS - 2	Not applicable
Business Combinations	IFRS - 3	Not applicable
Insurance Contracts	IFRS - 4	Not applicable
Non-current Assets Held for Sale and Discontinued Operations	IFRS - 5	Not applicable
Exploration for and Evaluation of Mineral Resources	IFRS - 6	Not applicable
Financial Instruments : Disclosures	IFRS - 7	Complied
Operating Segments	IFRS - 8	Complied
Financial instruments	IFRS - 9	Complied
Consolidated Financial Statements	IFRS - 10	Not applicable
Joint Arrangements	IFRS - 11	Not applicable
Disclosure of Interests in other Entities	IFRS - 12	Not applicable
Fair Value Measurement	IFRS - 13	Complied
Regulatory deferral accounts	IFRS - 14	Not applicable
Revenue from contracts with customers	IFRS - 15	Complied
Leases	IFRS - 16	Complied

\* Subject to the departure specified above to comply with Bangladesh Bank Regulations

## 2.19 Approval of the financial statements

The Board of Directors of the Bank in its 258th meeting held on 25 October 2022 approved the financial statements of the Bank for the period ended 30 September 2022.

### **3.1 Risk Management**

Banking risk is defined by DBBL as prospect of potential losses or foregone profits that can be triggered by internal and external factors. The objective of risk management system is to identify, assess, record and actively manage any internal and external risks that could pose a threat to the attainment of the core objectives of the Bank. Therefore, as part of risk management system potential risks in Bank's operations and transactions, in assets, liabilities, income, costs and off-balance sheet items identified and assessed, and timely and adequate measures are initiated to actively manage and mitigate such risks within a risk-return framework. In DBBL, only calculated banking risks are taken while conducting banking business to strike a balance between risks and returns. Risks are clearly identified, quantified, mitigated or minimized to protect capital and maximize value to the shareholders.

#### **3.1.1 Core risk management**

Within risk management framework, all core banking risks of DBBL are proactively managed. Bank's risk management system adequately complies with an effective risk management system as required by BRPD circular no.17 (7 October 2003) and BRPD circular no.4 (5 March 2007). Bangladesh Bank monitors the progress of implementation of its risk management guidelines through on-site inspections and off-site supervisions. The risk management systems in place at the Bank are discussed below.

##### **3.1.1.1 Credit risk**

Credit risk is the most significant and inherent risk in banking business. Every loan exposure or transaction with counterparty involves the Bank to some extent of credit risks. Credit Risk Management is at the heart of the overall risk management system of the Bank. It is designed and regularly updated to identify, measure, manage and mitigate credit risk to maintain and improve quality of loan portfolio and reduce actual loan losses and to ensure that approved processes are followed and appropriate due diligence are made in approving new credit facilities and renewals.

The salient features of credit risk management practices in place at different levels of DBBL management and board are as under:

- I. Credit policy is approved by the Board
- II. Credit approval is delegated properly
- III. Independent Credit Risk Management Division is responsible for assessing and mitigating credit risk
- IV. Separate Credit Administration Division is responsible for documentation and disbursements
- V. Independent Special Asset Management Division is responsible for managing non-performing loans
- VI. Adequate loan-loss provisions (principal) and interest suspense accounts are maintained
- VII. Conducting Internal Credit Risk Rating (ICRR) for mitigating credit risk
- VIII. Eligible Borrowers' credit ratings are conducted for assessing client and industry specific credit risk
- IX. Credit operations are regularly audited by independent Internal Audit Division
- X. Early warning system is in place for raising red flag for potential credit problem for taking timely actions
- XI. Board of directors of the Bank, Executive Committee and Risk Management Committee of the board are regularly and adequately reported on existing and potential credit risks of the Bank and measures taken by the management for mitigating such credit risks
- XII. Environmental issues are properly assessed and mitigated while financing any project or industry

##### **3.1.1.2 Asset liability management risk**

The Asset-Liability (ALCO) management risk includes the process, procedures for managing & mitigating liquidity risk, interest rate risk, and foreign exchange risk of DBBL. ALCO works under specific Terms of References (functions) approved by the Board. Treasury Division (Front Office) and ALM desk under regular supervision of ALCO reviews the overall liquidity, interest rate and foreign exchange exposures and risk of DBBL and take appropriate measures in line with industry best practice.

##### **3.1.1.3 Liquidity risk**

Liquidity risk is the risk that we may not meet our financial obligation as they become due. Liquidity risks also include our inability to liquidate any asset at reasonable price in a timely manner. It is the policy of the Bank to maintain adequate liquidity at all times in both local and foreign currencies. Liquidity risks are managed on a short, medium and long-term basis. There are approved limits for credit/deposit ratio, liquid assets to total assets ratio, maturity mismatch, commitments for both on-balance sheet and off-balance sheet items and borrowing from money market to ensure that loans and investments are funded by stable sources, maturity mismatches are within limits and that cash inflow from maturities of assets, customer deposits in a given period exceeds cash outflow by a comfortable margin even under a stressed liquidity scenario.

##### **3.1.1.4 Interest rate risk**

Interest rate risk is the potential impact on the Bank's earnings and net asset value due to changes in market interest rates. Interest rate risk is the result of mismatches of interest rate re-pricing of financial assets and liabilities. DBBL uses the following tools for measuring the interest rate risk:

###### **a. Gap analysis**

Under this system, a gap i.e. the difference between the amount of financial assets and the amount of liabilities is calculated at a pre-determined time bucket. The interest rate factor is then applied on the assessed financial value of Gap for measuring the earning impact due to movement of interest rate.

b. Duration analysis

Duration is the time-weighted average maturity of the present value of the cash flows from on balance sheet assets and liabilities. It measures the relative sensitivity of the value of these instruments to changing interest rates and therefore reflects on the economic value i.e. the present value of shareholders' equity of the Bank.

**3.1.1.5 Foreign exchange risk**

Foreign exchange risk is the potential loss arising from changes in foreign currency exchange rate in either direction. Assets and liabilities denominated in foreign currencies generally entail foreign exchange risks.

The Bank operates its foreign exchange and money market activities under a centralized and single functional area. DBBL's dealing room is equipped with advanced technology and experienced personnel. Bank's Exchange Rate Committee meets on a daily basis to review the prevailing market condition, exchange rate, exposure and transactions to mitigate foreign exchange risk.

**3.1.1.4 Internal control and compliance**

Internal Control and Compliance (ICC) ensures compliance with laws and regulations, policies and procedures issued by both the bank management and the regulators. ICC enhances confidence over the bank and facilitates risk based bank examination. This is one of the means for reducing potential losses associated with unwanted events.

Banking is a diversified financial activities involving different risks. The issues of effective internal control system, good governance, transparency of all financial activities, accountability towards its stakeholders and regulators are highly important for ensuring smooth performance of the banking company. An effective internal control & compliance system has no alternative for protecting the stakeholders of a banking company.

Dutch-Bangla Bank Limited has established an appropriate and effective internal control environment through the Board of Directors, Management, organizational and procedural controls and an independent audit mechanism in order to ensure that the Bank is managed and controlled in a sound and prudent manner.

Internal Control and Compliance (ICC) operates independently as a division consisting of four units (Audit & Inspection, Compliance, Monitoring & ICC Secretariat) with prime responsibility to determine risks by evaluating overall Business, Operations & Credit Portfolios of the Bank. The key objective of ICC is to assist and guide in all aspects of the bank using adequate resources for identification of weaknesses and taking appropriate measures to overcome the same to be a compliant bank.

**3.1.1.5 Operational Risk**

Operational risk can be defined as the possibilities of losses resulting from inadequacy or failed internal processes, systems and people or from external events.

Operational risk includes legal and regulatory risk, business process and change risk, fiduciary or disclosure breaches, technology failure, financial crime and environmental risk. It exists in some form in every Bank business and function. Operational risk can not only result in financial loss, but also regulatory sanctions and damage to the Bank's reputation. DBBL is successful at managing operational risk with a view to safeguarding client assets and preserving shareholder value.

DBBL manages operational risks in the following manner:

- I. Risks are identified with reference to the relevant policy manuals, processes, and practices;
- II. Departmental Control Function Check List (DCFCL) is in place for evaluation of control;
- III. Review of safety and control measures of premises and equipments;
- IV. Management of technological and information security risks; and
- V. Ensuring the Bank's business continuity while facing unforeseen crisis under a business continuity and disaster management plan.

**3.1.1.6 Money Laundering Risk and Terrorist Financing Risk**

The Government through its bodies, particularly 'Bangladesh Financial Intelligence Unit (BFIU)' has been playing a vital role to enhance the compliance status of Anti-Money Laundering (AML) and Combating the Financing of Terrorism (CFT) among the local banks & financial institutions. Bangladesh has become the prestigious Co-Chair of the APG (Asia-Pacific Group on Money Laundering). All these have made our country viable and reliable to both the global regulators and investors. DBBL has become confident to nourish its financial-system and structure with more dynamism and professionalism to protect its customers' deposits and reputation from any Money Laundering (ML) or Terrorist Financing (TF) risks.

The Bank, under the legal framework of the "Money Laundering Prevention Act, 2012 ( amended in 2015)" and Anti Terrorism Act, 2009 (amended in 2013), has been pursuing the policy of strict compliance with all regulatory directives and culture of good governance in all aspects of its banking services and operations.

**3.1.1.7 Legal Risks**

In DBBL, legal risks are covered by recognizing potential losses from litigation or possible litigation at an early stage and by formulating solutions for reducing, restricting and avoiding such risks and creating adequate provision there- against.

### 3.1.1.8 Business Risk

Business risk covers the risk of losses arising from lower non-interest income and higher expenses from the budgeted amount. The business risk is resulted from the market condition, greater customer expectation and / or technological development that may be significantly different from the assumptions made at the time of planning.

Business risk in DBBL is managed by setting clear targets for specific business units, in terms of business volume, income, cost, cost-income ratio, quality of assets etc. with an ongoing process of continuous improvement.

### 3.1.1.9 Reputational Risk

Reputational risk is defined as the risk of losses, falling business volume or income as well as reduced value of the company arising from business events that may reduce the confidence of the customers & clients, shareholders, investors, counterparties, business partners, credit rating agencies, regulators and general public in DBBL.

The branches and operational divisions are directly responsible for reputational risks arising from their business operations. Reputational risks may also arise from a deficiency in managing other risks. All risk must therefore be managed effectively in order to uphold the Bank's reputation. The management ensures that DBBL is aware of any changes in market perceptions as soon as possible. Accordingly, all business policies and transactions are subjected to careful consideration. DBBL takes necessary precautions to avoid business policies and transactions that may result in significant tax, legal or environmental risks. Reputational risk is also factored into major credit decisions that may lead to credit proposal being declined.

### 3.1.1.10 Compliance Risk

The success of DBBL is largely dependent on the trust and confidence of our existing and potential customers, our shareholders, our staff, our regulators and the general public in our integrity and ethical standard. The confidence largely depends on meticulous compliance with applicable legal and regulatory requirements and internal policies of DBBL. The confidence also depends on conformity with generally accepted market norms and standards in our business operations. The Board of Directors is primarily responsible for compliance with all applicable norms and regulations. The Board discharges its responsibilities itself and through delegation of authorities to Executive Committee, Audit Committee and Risk Management Committee of the Board. The objective is to identify any compliance risks at an early stage that may undermine the integrity and the success of DBBL and to mitigate the risks in most appropriate way.

### 3.1.1.11 Technology Risk

Technology risk is the risk of financial loss arising from failure, exploitation of vulnerabilities or other deficiencies in the electronic platforms that support our daily operations and the system applications and infrastructure on which they reside. As a component of operational risk, technology risk is inherent not only in our IT assets, but also in the people and processes that interact with them. Cyber risk, which is part of technology risk, is the risk that our systems will not operate properly or will be compromised as a result of cyber-attacks, security breaches, unauthorized access, loss or destruction of data, unavailability of service, computer viruses or other events that could have an adverse security impact. Any such event could subject us to litigation or cause us to suffer a financial loss, a disruption of our businesses, liability to our clients, regulatory intervention or reputational damage. We could also be required to expend significant additional resources to modify our protective measures or to investigate and remediate vulnerabilities or other exposures. Service and infrastructure disruption risks are managed through our business continuity management plan, our technology risk management program and other contingency and resiliency plans. Although we have business continuity plans, our businesses face a wide variety of operational risks, including technology risk arising from dependencies on IT, third-party suppliers and the worldwide telecommunications infrastructure. As a large IT investment financial services company in Bangladesh, we operate in a complex technological landscape covering our diverse business model. Ensuring that the confidentiality, integrity and availability of information assets are protected is critical to our operations.

## 3.2 General

Wherever considered necessary previous period's figures have been rearranged to conform with the current period's presentation.

	<b>30-Sep-22</b>	<b>31-Dec-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>4. Cash in hand (including foreign currencies)</b>		
Local currency	21,541,979,648	17,823,419,696
Foreign currencies	11,588,761	29,694,394
	<b>21,553,568,409</b>	<b>17,853,114,090</b>
<b>5. Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)</b>		
Bangladesh Bank		
Local currency	18,106,157,901	16,993,708,064
Foreign currencies	2,833,200,984	442,609,553
	<b>20,939,358,885</b>	<b>17,436,317,617</b>
Sonali Bank Limited (as an agent of Bangladesh Bank) - Local currency	182,166,920	427,322,151
	<b>21,121,525,805</b>	<b>17,863,639,768</b>

	<u>30-Sep-22</u> Taka	<u>31-Dec-21</u> Taka
<b>5.1 Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR)</b>		
Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the Section 33 of the Bank Companies Act, 1991 and of instructions contained in MPD Circular No. 4 and 5 dated 1 December 2010, DOS Circular No. 1 dated 19 January 2014, MPD Circular No. 1 and 2 dated 23 June 2014, DOS Circular No. 26 dated 19 August 2019 and MPD Circular No. 3 dated 09 April 2020 issued by Bangladesh Bank.		
<b>5.1.1 Cash Reserve Requirement (CRR): average 4.0% of average demand and time liabilities with minimum 3.5% on any date</b>		
Required reserve	17,540,098,000	16,246,605,000
Actual reserve maintained		
Balance with Bangladesh Bank-Local currency [Note 5]	18,106,157,901	16,993,708,064
Balance with Bangladesh Bank - Foreign currencies used from FC clg. A/C (for OBO)	-	-
	<u>18,106,157,901</u>	<u>16,993,708,064</u>
<b>Surplus/(deficit)*</b>	<b><u>566,059,901</u></b>	<b><u>747,103,064</u></b>
<b>Cash Reserve Maintained:</b> average at least 4.0% with minimum 3.5% throughout the accounting period and 4.13% on the Balance Sheet date	<b>4.13%</b>	<b>4.18%</b>
<b>5.1.2 Statutory Liquidity Ratio (SLR): 13% of average demand and time liabilities</b>		
Required reserve	58,075,726,000	53,568,524,000
Available for maintenance:		
Cash in hand (including foreign currencies)	21,553,568,409	17,853,114,090
Balance with Sonali Bank Limited (as an agent of Bangladesh Bank)	182,166,920	427,322,151
Balance with Bangladesh Bank in excess of CRR	566,059,901	747,103,064
Unencumbered approved securities (treasury bills and bonds, debentures etc.)	102,130,760,499	107,947,138,277
Foreign currencies used in BDT from FC clg. A/C and Nostro A/C	-	-
	<u>124,432,555,729</u>	<u>126,974,677,582</u>
<b>Surplus</b>	<b><u>66,356,829,729</u></b>	<b><u>73,406,153,582</u></b>
<b>Statutory Liquidity Ratio (SLR) Maintained (%)</b>	<b>27.85%</b>	<b>30.81%</b>
<b>6. Balance with other banks and financial institutions</b>		
In Bangladesh		
Main Operation [Note 6.1]	16,441,986,317	17,910,691,156
Off-shore Banking Unit	51,370,102	29,609,281
Less: Inter Bank transactions [Note 12]	(5,476,894,765)	(5,536,042,550)
	<u>11,016,461,654</u>	<u>12,404,257,887</u>
Outside Bangladesh		
Main Operation [Note 6.1]	(180,397,674)	956,190,048
Off-shore Banking Unit	-	-
	<u>(180,397,674)</u>	<u>956,190,048</u>
<b>Total Balance with other banks and financial institutions</b>	<b><u>10,836,063,980</u></b>	<b><u>13,360,447,935</u></b>

	<b>30-Sep-22</b>	<b>31-Dec-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>6.1 Balance with other banks and financial institutions - Main Operation</b>		
<b>(a) In Bangladesh</b>		
In current deposit accounts with		
Janata Bank Limited	2,717,132	27,316,054
Sonali Bank Limited	2,228,698,014	296,607,388
Standard Chartered Bank, Dhaka	92,310,028	143,791,801
Islami Bank Bangladesh Limited	67,509	77,071,163
Agrani Bank Limited	486,737	284,062
Al Arafah Islami Bank Limited	-	-
The City Bank Limited	43,718	43,989
National Bank Limited	-	27,448
	<b>2,324,323,138</b>	<b>545,141,905</b>
In special notice deposit accounts with		
Sonali Bank Limited	16,901,043	2,168,638,425
National Bank Limited	-	157,375
The City Bank Limited	4,359	4,359
Rupali Bank Limited	2,012,280	33,311,430
Agrani Bank Limited	29,339,276	50,092,220
Janata Bank Limited	6,204,292	59,420,542
Dhaka Bank Limited	-	2,149,136
Islami Bank Limited	290,472,137	371,265,152
Mutual Trust Bank Limited	164,239	987,510
	<b>345,097,626</b>	<b>2,686,026,149</b>
In fixed deposit accounts with		
Jamuna Bank Limited	-	1,500,000,000
IFIC Bank Limited	-	1,000,000,000
NCC Bank Limited	1,500,000,000	-
One Bank Limited	-	1,000,000,000
Dhaka Bank Limited	-	500,000,000
Exim Bank Limited	1,000,000,000	1,000,000,000
Cityzens Bank PLC	210,000,000	-
Modhumoti Bank Limited	-	100,000,000
Midland Bank Limited	300,000,000	
Agrani Bank Limited	2,000,000,000	
	<b>5,010,000,000</b>	<b>5,100,000,000</b>
In fixed deposit accounts (in foreign currency) with		
Islami Bank Bangladesh Limited	406,782,000	423,625,000
Off-shore Banking Unit, Dutch-Bangla Bank Limited	5,475,783,553	5,535,898,102
	<b>5,882,565,553</b>	<b>5,959,523,102</b>
<b>Other financial institutions</b>		
In fixed deposit accounts with		
Investment Corporation of Bangladesh	2,440,000,000	2,680,000,000
International Leasing & Financial Services Limited	90,000,000	90,000,000
Bangladesh Industrial Finance Company Limited (BIFC)	350,000,000	350,000,000
IDLC Finance Limited	-	500,000,000
	<b>2,880,000,000</b>	<b>3,620,000,000</b>
<b>Total (a) In Bangladesh</b>	<b>16,441,986,317</b>	<b>17,910,691,156</b>

**(b) Outside Bangladesh****In demand deposit accounts (interest bearing) with**

Name of the correspondent Bank	Currency	30-Sep-22			31-Dec-21		
		Amount in foreign currency	Exchange rate for per unit foreign currency	Amount in Taka	Amount in foreign currency	Exchange rate for per unit foreign currency	Amount in Taka
Mashreqbank PSC, New York, USA	USD	377,644	101.6955	38,404,693	544,200	85.8000	46,692,332
Commerzbank AG, Frankfurt, Germany	EURO	(388,814)	98.4412	(38,275,282)	92,955	97.3658	9,050,596
AB Bank Ltd., Mumbai, India	ACU	(84,282)	101.6955	(8,571,109)	160,232	85.8000	13,747,922
Citibank N.A., New York, USA	USD	(2,720,548)	101.6955	(276,667,480)	1,923,937	85.8000	165,073,787
ICICI Bank Limited, Mumbai, India	ACU	(26,895)	101.6955	(2,735,123)	169,449	85.8000	14,538,753
				<b>(287,844,301)</b>			<b>249,103,390</b>

**In demand deposit account (non-interest bearing) with**

Name of the correspondent Bank	Currency	30-Sep-22			31-Dec-21		
		Amount in foreign currency	Exchange rate for per unit foreign currency	Amount in Taka	Amount in foreign currency	Exchange rate for per unit foreign currency	Amount in Taka
Standard Chartered Bank, London, UK	GBP	35,466	109.7600	3,892,709	162,668	115.7099	18,822,273
Standard Chartered Bank, New York, USA	USD	2,705,503	101.6955	275,137,516	5,580,347	85.8000	478,793,734
Standard Chartered Bank, AG, Germany	EUR	(73,660)	98.4412	(7,251,160)	64,599	97.3658	6,289,701
ICICI Bank Ltd., Hong Kong	USD	(11,940)	101.6955	(1,214,212)	130,143	85.8000	11,166,303
JP Morgan Chase Bank N.A., New York, USA	USD	(800,886)	101.6955	(81,446,530)	816,794	85.8000	70,080,889
Standard Chartered Bank, Colombo, Sri Lanka	ACU	(74,490)	101.6955	(7,575,341)	11,987	85.8000	1,028,467
Commerzbank AG, Frankfurt, Germany	CHF	56,715	103.8981	5,892,585	19,833	93.8012	1,860,321
The Bank of Tokyo-Mitsubishi UFJ Ltd., Tokyo, Japan	JPY	389,374	0.7046	274,353	12,103,716	0.7463	9,033,003
Bank of Montreal Canada	CAD	(38,919)	74.4095	(2,895,954)	64,721	67.0732	4,341,028
Axis Bank, India	ACU	956	101.6955	97,221	94,294	85.8000	8,090,450
Commerzbank AG, Frankfurt, Germany	AUD	84,067	65.8783	5,538,159	78,407	62.1878	4,875,975
Mashreqbank PSC, Mumbai, India	ACU	(410,455)	101.6955	(41,741,392)	392,749	85.8000	33,697,880
Mashreqbank PSC, Mumbai, India	EUR	683	98.4412	67,278	683	97.3658	66,543
Mashreq Bank PSC, Dubai, UAE	AED	1,137,680	27.6835	31,494,951	709,918	23.3565	16,581,198
Standard Chartered Bank, Mumbai, India	ACU	(80,452)	101.6955	(8,181,558)	97,933	85.8000	8,402,648
HDFC Bank Limited	ACU	(638,296)	101.6955	(64,911,797)	194,768	85.8000	16,711,116
Meezan Bank, Karachi, Pakistan	ACU	(88,750)	101.6955	(9,025,481)	8,012	85.8000	687,398
Bank of Ceylon, Colombo, Sri Lanka	ACU	21,050	101.6955	2,140,658	4,173	85.8000	358,016
Kookmin Bank, Seoul, Korea	USD	13,075	101.6955	1,329,717	158,917	85.8000	13,635,085
Al Rajhi Bank in Riyadh, Saudi Arabia	SAR	100,908	26.9893	2,723,436	98,842	22.8465	2,258,188
Habib Metropolitan Bank, Karachi, Pakistan	ACU	30,498	101.6955	3,101,469	3,572	85.8000	306,442
				<b>107,446,627</b>			<b>707,086,658</b>
				<b>(180,397,674)</b>			<b>956,190,048</b>
<b>Total (b) Outside Bangladesh</b>				<b>16,261,588,643</b>			<b>18,866,881,204</b>

	<b>30-Sep-22</b>	<b>31-Dec-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>7. Money at call on short notice</b>		
<b>a) With banks</b>		
Community Bank Bangladesh Limited	100,000,000	
The City Bank Limited	300,000,000	-
Dhaka Bank Limited	700,000,000	-
Agrani Bank Limited	500,000,000	-
	<b>1,600,000,000</b>	-
<b>b) With non bank financial institutions</b>		
IDLC Finance Limited	500,000,000	-
DBH Finance Corporation Ltd.	500,000,000	-
	<b>1,000,000,000</b>	-
Total (a+b)	<b>2,600,000,000</b>	-
<b>8. Investments</b>		
In Government securities		
Treasury bills		
7-day treasury bills	-	-
14-day treasury bills	-	-
91-day treasury bills	-	-
182-day treasury bills	3,969,632,500	-
364-day treasury bills	3,206,327,509	2,687,778,250
	7,175,960,009	2,687,778,250
Treasury bonds		
2-year treasury bonds	30,275,839,522	45,741,558,829
5-year treasury bonds	16,595,051,323	15,088,139,824
10-year treasury bonds	33,079,177,462	32,757,012,498
15-year treasury bonds	11,097,488,804	7,839,861,345
20-year treasury bonds	3,907,243,379	3,832,787,531
	94,954,800,490	105,259,360,027
<b>Total treasury bills and bonds</b>	<b>102,130,760,499</b>	<b>107,947,138,277</b>
Prize bonds	4,949,200	7,891,500
	<b>102,135,709,699</b>	<b>107,955,029,777</b>
Other investments		
Subordinated bonds [Note 8.2]	7,580,000,000	7,720,000,000
Shares [Note 8.3]	1,006,283,434	1,006,283,434
	<b>8,586,283,434</b>	<b>8,726,283,434</b>
	<b>110,721,993,133</b>	<b>116,681,313,211</b>
<b>8.1 Classification of investments</b>		
Government treasury bills and bonds		
Held for trading (HFT)	33,219,057,836	44,196,595,382
Held to maturity (HTM)	68,911,702,663	63,750,542,895
<b>Total investments in government securities</b>	<b>102,130,760,499</b>	<b>107,947,138,277</b>
Prize bonds	4,949,200	7,891,500
Other investments	8,586,283,434	8,726,283,434
	<b>110,721,993,133</b>	<b>116,681,313,211</b>

	30-Sep-22 Taka	31-Dec-21 Taka
<b>8.2 Other investments -subordinated bonds</b>		
IFIC Bank Limited	1,000,000,000	1,000,000,000
Exim Bank Bangladesh Limited	1,000,000,000	1,000,000,000
Northwest Power Generation Company Limited	900,000,000	1,000,000,000
Standard Bank Limited	1,000,000,000	1,000,000,000
Islami Bank Bangladesh Limited	1,000,000,000	1,000,000,000
Ashugonj Power Distribution Limited	500,000,000	500,000,000
Bank Asia Limited	500,000,000	500,000,000
Al-Arafah Islami Bank Limited	1,400,000,000	1,400,000,000
First Security Islami Bank Mudaraba Bond	280,000,000	320,000,000
	<b>7,580,000,000</b>	<b>7,720,000,000</b>

<b>8.3 Other investments - shares and bonds</b>				
<b>In shares and bonds (quoted and unquoted)</b>				
<b>Quoted</b>	Share: RAK Ceramics (Bangladesh) Limited		5,664	5,664
	Bond: Beximco Green-Sukuk al Istisna'a		1,000,000,000	-
			<b>1,000,005,664</b>	<b>5,664</b>
<b>Unquote</b>	Share: Central Depository Bangladesh Limited		6,277,770	6,277,770
	Bond: Beximco Green-Sukuk al Istisna'a		-	1,000,000,000
			<b>6,277,770</b>	<b>1,006,277,770</b>
			<b>1,006,283,434</b>	<b>1,006,283,434</b>

<b>8.4 Valuation of Investments</b>				
Quoted shares and bonds *	Number of share/bond	Cost Value	Market Value	Incr./ (Decreased)
Share: RAK Ceramics (Bangladesh) Limited	214	5,664	5,664	-
Bond: Beximco Green-Sukuk al Istisna'a	10,000,000	1,000,000,000	1,000,000,000	-
<b>Total Value Increased/(Decreased)</b>				-

\* Valuation investment in Capital Market: Cost value is Market Value as per DOS Circular Letter No. 30/2022.

\*\* Valuation of all others investment: Cost value are not less than Market Value.

## 9. Loans and advances

### Main Operation [Note 9.1]

Loans, cash credits, overdrafts, etc.  
Bills purchased and discounted

331,116,403,865	299,139,586,778
1,941,308,867	1,789,290,459
<b>333,057,712,732</b>	<b>300,928,877,237</b>

### Off-shore Banking Unit

Loans, cash credits, overdrafts, etc.  
Bills purchased and discounted

805,079,838	739,916,991
23,014,896,789	17,779,277,526
<b>23,819,976,627</b>	<b>18,519,194,517</b>

### Total loans and advances

<b>356,877,689,359</b>	<b>319,448,071,754</b>
------------------------	------------------------

## 9.1 Loans, cash credits, overdrafts etc. - Main operation

### In Bangladesh

Overdraft  
Cash credit  
Export cash credit  
Transport loan  
House building loan  
Loan against trust receipt  
Term loan - industrial  
Term loan - other  
Payment against document - cash  
Payment against document - EDF  
Consumer finance  
Staff loan

31,189,384,410	28,063,798,778
37,639,204,685	38,381,644,088
18,400,093,277	17,498,215,560
1,537,884,682	1,714,766,854
5,593,863,355	5,426,269,095
3,937,895,924	2,140,626,933
95,616,963,472	98,691,081,230
82,237,502,465	63,885,258,334
96,840,548	173,072,018
2,256,615,173	2,362,073,635
52,017,269,952	40,194,189,537
592,885,922	608,590,716
<b>331,116,403,865</b>	<b>299,139,586,778</b>

### Outside Bangladesh

-	-
<b>331,116,403,865</b>	<b>299,139,586,778</b>

### Bills purchased and discounted

Payable in Bangladesh  
Inland bills purchased  
Payable outside Bangladesh  
Foreign bills purchased and discounted

1,941,303,092	1,747,651,238
5,775	41,639,221
<b>1,941,308,867</b>	<b>1,789,290,459</b>

Total loans and advances

<b>333,057,712,732</b>	<b>300,928,877,237</b>
------------------------	------------------------

	30-Sep-22 Taka	31-Dec-21 Taka
<b>9.2 Net loans and advances including bills purchased and discounted - Main operation</b>		
Total loans, advances and lease receivables [Note 9.1]	333,057,712,732	300,928,877,237
Less : Provision against loans and advances (specific and general) [Note 9.4(b)]	11,608,422,553	10,777,993,403
Less : Cumulative balance of interest suspense account [Note 14.1.4]	5,930,221,657	5,312,506,060
	<b>315,519,068,523</b>	<b>284,838,377,774</b>

**9.3 Loans and advances including bills purchased and discounted are classified into the following broad categories - Main operation**

**a) Loans and advances**

In Bangladesh

Loans

Cash credit

Overdraft

262,287,814,770	232,694,143,912
37,639,204,685	38,381,644,088
31,189,384,410	28,063,798,778
<b>331,116,403,865</b>	<b>299,139,586,778</b>
-	-
<b>331,116,403,865</b>	<b>299,139,586,778</b>

Outside Bangladesh

**b) Bills purchased and discounted**

Payable in Bangladesh

Payable outside Bangladesh

1,941,303,092	1,747,651,238
5,775	41,639,221
<b>1,941,308,867</b>	<b>1,789,290,459</b>
<b>333,057,712,732</b>	<b>300,928,877,237</b>

**Total (a+b)**

**9.4 a) Classification of loans and advances including bills purchased and discounted**

Status of loans and advances	Year					
	30-Sep-22			Mix (%)	31-Dec-21	
	Outstanding amount (Taka)				Total Outstanding amount (Taka)	Mix (%)
	Main Operation [Note 9.4.b]	Off-shore Banking Unit	Total			
<b>Unclassified loans and advances</b>						
Standard (including staff loans)	311,934,431,407	23,819,976,627	335,754,408,034	94.08%	300,321,467,637	94.01%
Special mention account	6,601,381,505	-	6,601,381,505	1.85%	7,161,455,941	2.24%
<b>Total unclassified loans and advances</b>	<b>318,535,812,912</b>	<b>23,819,976,627</b>	<b>342,355,789,539</b>	<b>95.93%</b>	<b>307,482,923,578</b>	<b>96.25%</b>
<b>Classified loans and advances</b>						
Substandard	2,221,848,593	-	2,221,848,593	0.62%	1,168,486,935	0.37%
Doubtful	332,570,757	-	332,570,757	0.09%	403,178,517	0.13%
Bad/loss	11,967,480,470	-	11,967,480,470	3.35%	10,393,482,723	3.25%
<b>Total classified loans and advances</b>	<b>14,521,899,820</b>	<b>-</b>	<b>14,521,899,820</b>	<b>4.07%</b>	<b>11,965,148,176</b>	<b>3.75%</b>
<b>Total loans and advances</b>	<b>333,057,712,732</b>	<b>23,819,976,627</b>	<b>356,877,689,359</b>	<b>100.00%</b>	<b>319,448,071,754</b>	<b>100.00%</b>

b) Classification and provisioning of loans and advances including bills purchased and discounted

b.1) Main Operation

Classification / Status of loans and advances	Amount of outstanding loans and advances as at 30 September 2022	Base for provision (Taka)	Percentage (%) of provision required as per Bangladesh Bank's directives	Amount of provision required as at 30 September 2022 (Taka)	Amount of provision required as at 31 December 2021 (Taka)
<b>Unclassified loans and advances</b>					
All unclassified loans (other than loans under small and medium enterprise, consumer financing and short term agricultural credit)	203,210,722,248	203,210,722,248	1%	2,032,107,224	1,956,795,941
Small and medium enterprise financing	42,351,725,254	42,351,725,254	0.25%	106,719,503	98,972,249
Consumer financing (other than housing finance under consumer financing scheme)	36,330,899,823	36,330,899,823	2%	726,617,996	531,820,069
Consumer Financing(Credit Card)	3,415,620,444	3,415,620,444	2%	68,312,409	60,885,152
Consumer financing (for housing finance)	19,263,343,572	19,263,343,572	1%	192,633,436	148,128,562
Loans to BHs/MBs/SDs	621,550,605	621,550,605	2%	12,431,012	8,755,907
Short term agricultural credit	5,900,656,257	5,900,656,257	1%	59,006,563	17,972,562
Micro credit	839,913,204	839,913,204	1%	8,399,132	5,120,667
	<b>311,934,431,407</b>	<b>311,934,431,407</b>		<b>3,206,227,275</b>	<b>2,828,451,109</b>
<b>Special mention account</b>					
All unclassified loans (other than loans under small enterprise and consumer financing)	5,139,606,750	5,139,606,750	1%	168,641,691	189,754,543
Small & Medium enterprise financing	1,209,522,538	1,209,522,538	0.25%	3,023,806	2,516,838
Consumer financing (other than housing finance under consumer financing scheme)	76,675,122	76,675,122	2%	1,533,502	1,199,796
Consumer Financing (Credit Card)	57,679,863	57,679,863	2%	1,153,597	1,484,440
Consumer financing (for housing finance)	117,897,232	117,897,232	1%	1,178,972	1,267,104
	<b>6,601,381,505</b>	<b>6,601,381,505</b>		<b>175,531,568</b>	<b>196,222,721</b>
<b>Sub-total General Provision [A]</b>	<b>318,535,812,912</b>	<b>318,535,812,912</b>		<b>3,381,758,843</b>	<b>3,024,673,830</b>
<b>Special General Provision-Covid 19 (Calculated) [B]</b>				2,141,445,145	2,141,445,145
<b>Classified loans and advances</b>					
Substandard Small	705,082,800	238,552,762	5%	11,927,638	10,268,926
Substandard Other	1,508,599,364	1,272,183,864	20%	254,436,773	66,495,067
Substandard AG/MC	8,166,429	6,893,764	5%	344,688	193,435
Doubtful Small	173,707,760	46,317,137	20%	9,263,427	4,287,457
Doubtful Other	154,234,826	59,340,214	50%	29,670,107	95,536,686
Doubtful AG/MC	4,628,171	3,569,593	5%	178,480	75,015
Bad /loss	11,967,480,470	5,755,762,743	100%	5,759,296,112	5,434,916,503
<b>Sub-total [C]</b>	<b>14,521,899,820</b>	<b>7,382,620,077</b>		<b>6,065,117,225</b>	<b>5,611,773,088</b>
<b>Total provision required [A+B+C]</b>	<b>333,057,712,732</b>	<b>325,918,432,989</b>		<b>11,588,321,213</b>	<b>10,777,892,063</b>
<b>b.1.1) Main Operation</b>					
Provision required				11,588,321,213	10,777,892,063
Provision maintained				11,608,422,553	10,777,993,403
<b>Provision surplus (i)</b>				<b>20,101,340</b>	<b>101,340</b>
<b>b.2) Off-shore Banking Unit</b>					
Provision required				238,199,766	185,191,945
Provision maintained				238,199,766	185,191,945
<b>Provision surplus (ii)</b>				<b>-</b>	<b>-</b>
<b>Provision surplus</b>					
Main Operation (i)				20,101,340	101,340
Off-shore Banking Unit (ii)				-	-
<b>Total provision surplus against loans and advances including bills purchased and discounted (i+ii) *</b>				<b>20,101,340</b>	<b>101,340</b>

\* Provision requirement restated for 31 December 2021 as per instruction of Bangladesh Bank letter No. DOS (BSS-2)/1158-09/DBBL/2022-4373 dated 28 August 2022 .

	<b>30-Sep-22</b>	<b>31-Dec-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>10. Fixed assets at cost or revalued amount including land, building, furniture and fixtures</b>		
<b>Main Operation [Note 10.1]</b>		
Total cost	21,971,488,986	20,575,970,867
Less: Accumulated depreciation	14,067,480,335	12,768,982,192
	<b>7,904,008,651</b>	<b>7,806,988,675</b>
<b>Off-shore Banking Unit</b>		
Total cost	101,633	101,633
Less: Accumulated depreciation	101,551	101,551
	<b>82</b>	<b>82</b>
<b>Total Fixed assets at cost or revalued</b>	<b>7,904,008,733</b>	<b>7,806,988,757</b>
<b>10.1 Fixed assets at cost or revalued amount including land, building, furniture and fixtures - Main Operation</b>		
Land	748,360,000	748,360,000
Building	424,858,909	424,858,909
Interior decoration	1,657,334,097	1,465,386,681
Furniture and fixtures	527,083,988	463,311,175
Other machinery and equipment	3,053,077,884	2,861,414,699
Computer equipment	6,886,554,594	6,289,756,388
Computer software	643,265,179	643,265,179
Motor vehicles	574,224,441	634,742,220
ATM Booth	1,448,198,995	1,398,966,717
ATM and Fast Track (ATM & Deposit Machine)	3,268,687,255	2,906,065,255
Right of use of asset - IFRS 16: lease	2,739,649,053	2,739,649,053
Books	194,591	194,591
	<b>21,971,488,986</b>	<b>20,575,970,867</b>
Less: Accumulated depreciation	14,067,480,335	12,768,982,192
	<b>7,904,008,651</b>	<b>7,806,988,675</b>
<b>11. Other assets</b>		
Main Operation [Note 11.1]	24,129,409,932	21,398,168,624
Off-shore Banking Unit	273,243	230,533
Less: Inter Bank transactions [Note 14]	(42,115,158)	(12,196,614)
	<b>24,087,568,017</b>	<b>21,386,202,543</b>
<b>11.1 Other assets - Main operation</b>		
Income generating other assets (Note 11.1.a)	-	-
Non-income generating other assets (Note 11.1.b)	24,129,409,932	21,398,168,624
	<b>24,129,409,932</b>	<b>21,398,168,624</b>
<b>11.1.a Income generating other assets</b>		
i) Investment in shares of subsidiary companies:		
In Bangladesh	-	-
Outside Bangladesh	-	-
	-	-
<b>11.1.b Non-income generating other assets</b>		
i) Stationery, stamps, printing materials in stock	355,206,369	280,893,091
ii) Advance rent and advertisement	1,029,081,217	832,142,193
iii) Interest accrued on investment but not collected, commission and brokerage receivable on shares and debentures and other income receivable	2,070,690,197	1,908,234,413
iv) Security deposits	23,353,124	23,218,575
v) Preliminary, formation and organization expenses, renovation/development expenses and prepaid expenses	436,188,323	423,434,453
vi) Branch adjustment (net)	-	-
vii) Suspense account	477,770,219	145,839,025
viii) Silver	-	-
ix) Others [Note 11.2]	19,737,120,483	17,784,406,874
	<b>24,129,409,932</b>	<b>21,398,168,624</b>
<b>11.2 Break-up of others</b>		
Encashment of Sanchaya Patra (awaiting realization)	620,092,088	436,458,825
Advance tax [Note 11.2.1]	9,521,790,548	9,302,605,792
Deferred tax [Note 11.2.2]	3,143,123,981	2,916,547,544
Sundry assets [Note 11.2.3]	6,452,113,866	5,128,794,713
	<b>19,737,120,483</b>	<b>17,784,406,874</b>

	<b>30-Sep-22</b>	<b>31-Dec-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>11.2.1 Advance tax</b>		
The amount is stated after adjustment of advance income tax against final assessment orders for the accounting years 1996, 1997, 2001, 2002, 2003, 2004, 2005, 2006, 2007, 2008, 2009, 2015, 2016, 2017, 2018, 2019 and 2020. [Note 14.1.2 and 14.1.2.2]		
<b>11.2.2 Deferred tax</b>		
Opening balance	2,916,547,544	2,272,090,028
Increase/(decrease) of Deferred tax assets for the period [Note 11.2.2.1]	226,576,437	644,457,516
Closing balance	<b>3,143,123,981</b>	<b>2,916,547,544</b>
<b>11.2.2.1 Detail calculation of deferred tax asset / (liability)</b>		
In terms of instructions contained in BRPD Circular No. 11 dated 12 December 2011 and provision of <b>International</b>		
<b>i) Temporary timing difference in written down value (WDV) of Fixed Assets</b>		
Accounting written down value [carrying amount] of fixed assets (excluding value of land) [A]	4,942,947,259	4,601,248,498
Written down value of fixed assets as per Tax (Tax base) as of the balance sheet date (excluding value of land) [B]	6,238,544,983	5,695,986,526
<b>Temporary timing difference in Accounting WDV and Tax WDV (excluding value of land) [B - A]</b>	1,295,597,724	1,094,738,028
<b>ii) Temporary timing difference in provision for other classified assets</b>	700,949,000	610,949,000
<b>iii) Temporary timing difference in specific provision for loans and advances</b>	6,075,117,225	5,611,773,088
<b>iv) Temporary timing difference in provision for Gratuity</b>	310,000,000	460,000,000
<b>Total amount of temporary timing differences in assets / (liabilities) [i+ii+iii] [C]</b>	<b>8,381,663,949</b>	<b>7,777,460,116</b>
Effective tax rate [D]	37.50%	37.50%
<b>Deferred tax asset / (liability) [ C X D]</b>	<b>3,143,123,981</b>	<b>2,916,547,544</b>
Increase/(decrease) of Deferred tax asset for the period [Note 11.2.2]	<b>226,576,437</b>	<b>644,457,516</b>
<b>11.2.3 Sundry assets</b>		
Sundry debtors	181,723,410	110,002,962
Cash remittance	543,922,045	316,929,215
Others	5,726,468,411	4,701,862,536
	<b>6,452,113,866</b>	<b>5,128,794,713</b>
<b>12. Borrowings from other banks, financial institutions and agents</b>		
Main Operation [Note 12.1]	17,263,400,188	17,431,389,584
Off-shore Banking Unit	21,982,030,068	17,079,173,202
Less: Inter Bank transactions [Note 6]	(5,476,894,765)	(5,536,042,550)
	<b>33,768,535,491</b>	<b>28,974,520,236</b>
<b>12.1 Borrowings from other banks, financial institutions and agents- Main operation</b>		
<b>a) In Bangladesh</b>		
Secured		
Refinance from Bangladesh Bank		
Housing [Note 12.3]	133,914	187,486
Financial Stimulus Fund	468,724,352	1,346,960,821
Export Development Fund (EDF)	15,972,392,535	15,274,493,852
Small and Medium Enterprise (SME) [Note 12.2, 12.3]	34,207,500	62,652,917
Financial Sector Support Project (FSSP)	786,830,675	750,175,060
	<b>17,262,288,976</b>	<b>17,434,470,136</b>
Unsecured		
Call Money Borrowing		
From other Banks, Financial Institutions and Agents		
Credit lines		
From Other Bank	-	(3,225,000)
From Off-shore Banking Unit, Dutch-Bangla Bank Limited	1,111,212	144,448
	<b>1,111,212</b>	<b>(3,080,552)</b>
	<b>17,263,400,188</b>	<b>17,431,389,584</b>
<b>b) Outside Bangladesh</b>		
Secured	-	-
Unsecured	-	-
	-	-
Total (a+b)	<b>17,263,400,188</b>	<b>17,431,389,584</b>

	<b>30-Sep-22</b>	<b>31-Dec-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>12.2 Small and Medium Enterprise (SME)</b>		
Refinance facility (ies) availed from Bangladesh Bank under the following schemes for Small and Medium Enterprises :		
Women Entrepreneur Fund [Note 12.3]	10,394,167	25,192,917
SMEDP-2 Fund	23,813,333	37,460,000
	<b>34,207,500</b>	<b>62,652,917</b>
<b>12.3 Assets pledged as security for liability</b>		
As at the reporting date of these financial statements, the Bank had no assets pledged as security except the Balance with Bangladesh Bank (local currency) against liability of refinance facility availed from Bangladesh Bank under the Housing Loan, Small & Medium Enterprising Financing under Asian Development Bank Fund, International Development Agency (IDA) and Enterprise Growth and Bank Modernization Programme (EGBMP) Fund and Women Entrepreneur Fund by the Bank. [Note 12.11]		
<b>13. Deposits and other accounts</b>		
<b>Main Operation [Note 13.1]</b>		
Current deposits and other accounts	118,770,394,845	104,037,941,646
Bills payable	5,082,568,511	4,219,947,608
Savings bank deposits	209,297,430,222	191,210,176,186
Term deposits	98,639,756,249	101,977,001,852
	<b>431,790,149,827</b>	<b>401,445,067,292</b>
<b>Off-shore Banking Unit</b>		
Current deposits and other accounts	34,616,669	55,278,128
Bills payable	-	-
	<b>34,616,669</b>	<b>55,278,128</b>
<b>Total Deposits and other accounts</b>	<b>431,824,766,496</b>	<b>401,500,345,420</b>
<b>13.1 Deposits and other accounts - Main Operation</b>		
Current deposits and other accounts		
Current deposits	104,954,030,052	92,587,103,006
Foreign currency deposits	2,188,992,369	2,036,836,430
Sundry deposits	11,627,372,424	9,414,002,210
	<b>118,770,394,845</b>	<b>104,037,941,646</b>
Bills payable		
Payment order	5,065,297,772	4,202,676,269
Demand draft	17,270,739	17,271,339
	<b>5,082,568,511</b>	<b>4,219,947,608</b>
Savings bank deposits	<b>209,297,430,222</b>	<b>191,210,176,186</b>
Term deposits		
Fixed deposits	62,454,386,645	61,809,150,286
Special notice deposits	36,064,429,122	40,068,746,081
Non resident foreign currency deposits	2,149,104	1,813,188
Resident foreign currency deposits	92,061,750	67,579,422
Monthly term deposits	26,729,628	29,712,875
	<b>98,639,756,249</b>	<b>101,977,001,852</b>
	<b>431,790,149,827</b>	<b>401,445,067,292</b>
<b>13.1.2 Segregation of deposits and other accounts</b>		
Other than inter-bank deposits	431,755,370,698	401,411,458,254
Inter-bank deposits [Note 13.3]	34,779,129	33,609,038
	<b>431,790,149,827</b>	<b>401,445,067,292</b>

	<b>30-Sep-22</b>	<b>31-Dec-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>13.1.3 Details of inter-bank deposits</b>		
In current deposits account		
Al-Arafah Islami Bank Limited	231,078	231,423
Bangladesh Development Bank Limited	8,886,092	237,185
Bangladesh Commerce Bank Limited	4,231,861	33,183
Rajshahi Krishi Unnayan Bank	872,799	873,144
Brac Bank Limited	1,549,657	1,556,542
Southeast Bank Limited	890	1,925
	<b>15,772,377</b>	<b>2,933,402</b>
In special notice deposits account		
Janata Bank Limited	50,214	51,484
Dhaka Bank Limited	17,648,757	29,310,473
National Credit and Commerce Bank Limited	151,324	151,902
Prime Bank Limited	1,032,500	1,033,061
ICB Islami Bank Limited	123,957	121,041
The City Bank Limited	-	7,675
	<b>19,006,752</b>	<b>30,675,636</b>
	<b>34,779,129</b>	<b>33,609,038</b>
<b>14. Other liabilities</b>		
Main Operation [Note 14.1]	38,852,554,544	34,724,894,125
Off-shore Banking Unit	457,919,054	245,853,090
Less: Inter Bank transactions [Note 11]	(42,115,158)	(12,196,614)
	<b>39,268,358,440</b>	<b>34,958,550,601</b>
<b>14.1 Other liabilities- Main operation</b>	<u>Notes</u>	
Unclaimed Dividend Account	14.1.1	2,579,565
Provision for expenses		1,429,100,666
Contribution to Dutch-Bangla Bank Limited Employees' Superannuation Fund		40,000,000
Contribution to Dutch-Bangla Bank Limited Employees' Gratuity Fund		310,000,000
Provision for interest on credit lines, refinance scheme and subordinated debt		280,776,302
Branch adjustment (net)		1,709,047,887
Provision for classified assets	14.1.2	700,949,000
Provision for taxation	14.1.3	12,721,582,939
Accumulated provision for loans and advances including off-balance sheet exposures	14.1.4.1	13,047,847,702
Cumulative balance of interest suspense account	14.1.5	5,930,221,657
Start up Fund	14.1.6	110,598,225
Risk Fund for fixed assets		36,606,548
lease liability - IFRS-16		1,929,524,947
CSR Fund		288,241,401
Others		315,477,706
		<b>38,852,554,544</b>
		<b>34,724,894,125</b>
<b>14.1.1 Unclaimed Dividend Account</b>		
Opening balance		1,690,253
Add: Dividend transferred by the Bank to the account during the period		944,279,643
Less: Amount withdrawn by the Shareholders of the Bank from the account during the period		943,390,331
Balance at the end of the period		<b>2,579,565</b>
		<b>1,690,253</b>

	<b>30-Sep-22</b>	<b>31-Dec-21</b>		
	<b>Taka</b>	<b>Taka</b>		
<b>14.1.2 Provision for classified assets</b>				
Provision for other classified assets [Note 14.1.2.1]	700,949,000	610,949,000		
Provision for nostro accounts [Note 14.1.2.3]	-	-		
	<b>700,949,000</b>	<b>610,949,000</b>		
<b>14.1.2.1 Provision for other classified assets</b>				
As per BRPD Circular No. 14 dated 25 June 2001, the following amount has been provided in the financial statements of the Bank as provision for other classified assets (legal expenses recoverable from the defaulted borrowers):				
Opening balance	610,949,000	610,949,000		
Add: Provision made for the period	90,000,000	-		
Closing balance [Note 14.1.2.2]	<b>700,949,000</b>	<b>610,949,000</b>		
<b>14.1.2.2 Break up of provision for other classified assets</b>				
BIFC (Provision against placement of FDRs classified as Bad)	367,666,667	367,666,667		
International Leasing (Provision against placement of FDRs classified as Bad)	90,000,000	90,000,000		
Beximco Green-Sukuk al Istisna'a (Provision against investment in bonds) [Note 8.4]	75,000,000	-		
Legal expenses receivable	52,167,353	41,442,094		
Protested bills receivable	47,745,956	38,514,503		
Others	68,369,024	73,325,736		
	<b>700,949,000</b>	<b>610,949,000</b>		
<b>14.1.2.3 Provision for nostro accounts</b>				
As per instructions contained in the Circular Letter No. FEPD (FEMO)/01/2005-677 dated 13 September 2005 issued by Foreign Exchange Policy Department of Bangladesh Bank, following provision has been made against the un-reconciled debit balance of nostro accounts:				
Opening balance	-	-		
Add: Adjustment during the year	-	-		
Closing balance	-	-		
<b>14.1.3 Provision for taxation</b>				
<b>Current tax</b>				
Opening balance	12,830,309,562	18,351,135,454		
Add: Provision made for the period [Note 14.1.3.1]	3,141,396,644	3,216,094,480		
Less: Adjustment made against Advance Tax/Adjustment made against final assessment orders by the Deputy Commissioner of Taxes or the Appellate Authority	3,250,123,267	8,736,920,372		
Closing balance [Note 14.1.3.2]	<b>12,721,582,939</b>	<b>12,830,309,562</b>		
<b>14.1.3.1 Current tax - Provision for the period</b>				
	<b>On Taka</b>	<b>Tax rate</b>		
Banking business income (calculated) *	8,045,688,558	37.50%	3,017,133,209	3,767,403,054
Add: Capital gain on share *	830,254,162	15.00%	124,538,124	-
Add: Dividend income *	5,711,803	20.00%	1,142,361	1,223,426
Less: Rebate on allowable CSR (calculated)	14,170,500	10.00%	(1,417,050)	(2,982,000)
Less: Provision kept			-	(549,550,000)
			<b>3,141,396,644</b>	<b>3,216,094,480</b>
			<b>8,051,400,361</b>	<b>10,052,525,276</b>

**14.1.3.2** Assessment of income tax has been finalized with the tax authority for the accounting years 1996, 1997, 2001, 2002, 2003, 2004, 2005, 2006, 2007, 2008, 2009, 2015, 2016, 2017, 2018, 2019 and 2020. [Note 11.2.1]

Final assessment of income tax for accounting years 1998, 1999, 2000, 2010, 2011, 2012, 2013 and 2014 are pending with Appellate Authorities. Full tax provision has been made in the accounts for the respective years based on the latest assessment orders made by the Deputy Commissioner of Taxes or Appellate Authorities.

	<b>30-Sep-22</b>	<b>31-Dec-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>14.1.4 Accumulated provision for loans and advances and Off-balance sheet exposures</b>		
Main Operation [Note 14.1.3.1]	13,047,847,702	11,845,710,315
Off-shore Banking Unit	238,199,766	185,191,945
	<b>13,286,047,468</b>	<b>12,030,902,260</b>
<b>14.1.4.1 Accumulated provision for loans and advances and Off-balance sheet exposures -Main Operation</b>		
<b>A. Specific provision for bad and doubtful loans and advances</b>		
Opening balance	5,611,773,088	4,200,100,253
Less: Fully provided debt written-off	(17,151,464)	179,093,801
Add: Recoveries of amounts previously written-off	44,681,113	133,926,562
Add: Specific provision for the period	401,511,560	1,456,840,074
Less: Recoveries and Provision no longer required	-	-
Add: Net charge to profit and loss account	-	-
Provision held at the end of the period [Note 9.4(b)]	<b>6,075,117,225</b>	<b>5,611,773,088</b>
<b>B. General provision</b>		
<b>General provision against unclassified loans and advances [i]</b>		
Opening balance	3,024,673,830	2,629,854,485
General provision for the period *	367,085,013	394,819,345
Provision held at the end of the period [Note 9.4(b)]	<b>3,391,758,843</b>	<b>3,024,673,830</b>
<b>Special General Provision-Covid-19 against deferred loans [ii]</b>		
As per the instructions contained in BRPD Circular No. 50 dated 14 December 2021 and BRPD Circular No. 52 dated 29 December 2021, following provision has been made against the Special General Provision-Covid-19 of the Bank:		
Opening balance	2,141,546,485	817,531,599
Special general provision - Covid 19 for the year	-	1,324,014,886
Provision held at the end of the year [Note 9.9(b)]	<b>2,141,546,485</b>	<b>2,141,546,485</b>
<b>General provision against Off-balance sheet exposures [iii]</b>		
As per the instructions contained in BRPD Circular No. 8 dated 7 August 2007 and BRPD Circular No. 10 dated 18 September 2007, following provision has been made against the Off-balance sheet exposures of the Bank:		
Opening balance	1,067,716,912	802,508,068
Add: Provision made for the period	371,708,237	265,208,844
Provision held at the end of the period [Note 14.1.4.4] **	<b>1,439,425,149</b>	<b>1,067,716,912</b>
Accumulated general provision for loans and advances including deferred loans & off-balance sheet exposures - Main Operation [B]	<b>6,972,730,477</b>	<b>6,233,937,227</b>
Accumulated provision (Specific & General) for loans and advances including deferred loans & off-balance sheet exposures -Main Operation [A+B]	<b>13,047,847,702</b>	<b>11,845,710,315</b>
* <b>General provision made for the period against unclassified loans and advances [iv]</b>		
Main Operation [B.i]	367,085,013	394,819,345
Off-shore Banking Unit	53,007,821	33,651,894
	<b>420,092,834</b>	<b>428,471,239</b>
<b>14.1.4.2 Accumulated provision for loans and advances and Off-balance sheet exposures</b>		
Specific provision for bad and doubtful loans and advances-Main Operation [Note 14.1.4.1.A]	6,075,117,225	5,611,773,088
General provision against unclassified loans and advances-Main Operation [Note 14.1.4.1.B.i]	3,391,758,843	3,024,673,830
Special General Provision-Covid-19 against deferred loans [Note 14.1.4.1.B.ii]	2,141,546,485	2,141,546,485
General provision against Off-balance sheet exposures [Note 14.1.4.1.B.iii]	1,439,425,149	1,067,716,912
General provision against unclassified loans and advances-Off-Shore Banking Unit [C]	238,199,766	185,191,945
	<b>13,286,047,468</b>	<b>12,030,902,260</b>
<b>14.1.4.3 General provision maintained against unclassified loans and off-balance sheet exposures [14.1.4.1.B+14.1.4.2.C]</b>	<b>7,210,930,243</b>	<b>6,419,129,172</b>

	<b>30-Sep-22</b>	<b>31-Dec-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>14.1.4.4 Provision Surplus for General provision against Off-balance sheet exposures</b>		
General provision against Off-balance sheet exposures - Maintained [Note 14.1.4.1.B.iii] **	1,439,425,149	1,067,716,912
General provision against Off-balance sheet exposures - Required	1,227,788,120	1,067,716,912
<b>Provision Surplus for General provision against Off-balance sheet exposures</b>	<b>211,637,029</b>	<b>-</b>
** Provision has been maintained against litigated issue reference LC No. DBBL/105990071, dated 01 November 1999, M/s. M. N. Trading, Dhaka.		
<b>14.1.5 Cumulative balance of interest suspense account</b>		
Opening balance	5,312,506,060	4,841,730,487
Add: Amount transferred to interest suspense account during the period	2,536,563,961	6,860,375,573
Less: Amount transferred from interest suspense account during the period	1,880,430,901	6,115,737,361
Less: Amount written-off/waived during the period	38,417,464	273,862,639
Balance at the end of the period	<b>5,930,221,657</b>	<b>5,312,506,060</b>
<b>14.1.6 Cumulative balance of Start up Fund</b>		
Opening balance	110,598,225	-
Add: Fund made during the period/year	-	110,598,225
Balance at the end of the period	<b>110,598,225</b>	<b>110,598,225</b>
<b>15. Subordinated debt</b>		
<b>Subordinated debt - Taka 5,000,000,000</b>		
The Bank arranged a subordinated debt from six scheduled local banks for Taka 5,000,000,000 for a term of seven years to strengthen the Tier-2 capital as well as total capital of the Bank during June 2017 with the approval of Bangladesh Bank. The principal amount is repayable in five (5) equal installments with two years moratorium, last installment of which is payable on 14 June 2024.	2,000,000,000	3,000,000,000
The interest rate for the subordinated debt is approximately @ 7.97% p.a.		
<b>Subordinated debt - Taka 5,000,000,000</b>		
The Bank arranged a subordinated debt from six scheduled local banks for Taka 5,000,000,000 for a term of seven years to strengthen the Tier-2 capital as well as total capital of the Bank during December 2018 with the approval of Bangladesh Bank. The principal amount is repayable in five (5) equal installments with two years moratorium, last installment of which is payable on 26 December 2025.	4,000,000,000	4,000,000,000
The interest rate for the subordinated debt is approximately @ 7.22% p.a.		
<b>Subordinated debt - Taka 5,000,000,000</b>		
The Bank arranged a subordinated debt from five scheduled local banks for Taka 5,000,000,000 for a term of seven years to strengthen the Tier-2 capital as well as total capital of the Bank during December 2020 with the approval of Bangladesh Bank. The principal amount is repayable in five (5) equal installments with two years moratorium, last installment of which is payable on 14 December 2027.	5,000,000,000	5,000,000,000
The interest rate for the subordinated debt is approximately @ 7.22% p.a.		
<b>Total</b>	<b>11,000,000,000</b>	<b>12,000,000,000</b>

As per BRPD Circular No. 13 dated 14 October 2009, BRPD Circular No. 35 dated 29 December 2010 and Letter No. BRPD(BIC)661/14B(P)/2010-340 dated 22 December 2010, FEPD (external debts & grants section)/701/K-1/2013-463 dated 17 December 2013 and Letter No. BRPD(BIC)661/148(P)/2013/2560 dated 30 December 2013 issued by Bangladesh Bank, the above noted debt capital (Subordinated debt) is considered as a component of supplementary capital (Tier 2 capital) of the Bank within the regulatory limits.

	30-Sep-22	31-Dec-21
	Taka	Taka
<b>16. Share capital</b>		
<b>16.1 Authorized share capital</b>		
1500,000,000 ordinary shares of Taka 10 each	15,000,000,000	15,000,000,000
<b>16.2 Issued, subscribed and fully paid up share capital</b>		
632,500,000 ordinary shares of Taka 10 each	6,957,500,000	6,325,000,000
<b>16.2.1 Raising of capital</b>		
The paid-up share capital of the Bank was raised in the following manner:		
<b>From the sponsor shareholders before IPO</b>		
By issuing of 1,800,000 ordinary shares of Taka 100 each	180,000,000	180,000,000
<b>Through Initial Public Offering (IPO)</b>		
The Bank raised Taka 22,135,000 through initial public offering in the year 2001 against issuance of 221,350 ordinary shares of Taka 100 each	22,135,000	22,135,000
The premium of Taka 50 was also applied for 221,350 shares against face value of Taka 100 each [Note 17]		
<b>Bonus shares</b>		
Bonus shares @ 3.94719 against 1 existing share of Taka 100 each for the year 2007	797,865,000	797,865,000
Bonus shares @ 0.5 against 1 existing share of Taka 100 each for the year 2008	500,000,000	500,000,000
Bonus shares @ 0.333 against 1 existing share of Taka 100 each for the year 2009	500,000,000	500,000,000
Bonus shares @ 1.5 against 1 existing share of Taka 10 each for the year 2018	3,000,000,000	3,000,000,000
Bonus shares @ 0.1 against 1 existing share of Taka 10 each for the year 2019	500,000,000	500,000,000
Bonus shares @ 0.15 against 1 existing share of Taka 10 each for the year 2020	825,000,000	825,000,000
Bonus shares @ 0.10 against 1 existing share of Taka 10 each for the year 2021 *	632,500,000	-
	<b>6,957,500,000</b>	<b>6,325,000,000</b>

**\* Note:**

The Board of Directors of the Bank in its 248th meeting held on 06 March 2022 recommend 17.5% cash dividend and 10% stock dividend for the year 2021. The recommendation of dividend was approved by the shareholders of the Bank in the 26th AGM held on 24 April 2022.

**16.3 Capital to Risk Weighted Assets Ratio (CRAR) under Basel III:**

As per Section 13 of the Bank Company (Amended) Act, 2018 and instructions contained in BRPD Circular No. 18 dated 21 December 2014, [Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for banks in line with Basel III)], the eligible regulatory capital of the Bank as of 30 September 2022 stood at Taka 52,788,919,523 against the risk based capital requirement of Taka 42,460,992,614. As a result, there was a capital surplus of Taka 10,327,926,909 in risk based capital adequacy ratio as on 30 September 2022.

The details of capital to risk-weighted asset ratio (CRAR) are furnished below:

	<b>30-Sep-22</b> <b>Taka</b>	<b>31-Dec-21</b> <b>Taka</b>
Total assets (excluding off-balance sheet assets)	555,702,417,436	514,399,778,058
Total off-balance sheet assets	125,905,763,997	109,331,376,206
Total Risk weighted assets [RWA] against		
i. Credit Risk		
On-balance sheet	243,757,309,108	223,026,032,453
Off-balance sheet	43,348,229,973	34,741,388,159
	287,105,539,080	257,767,420,612
ii. Market Risk	4,906,683,800	4,953,750,961
iii. Operational Risk	47,675,718,031	43,396,211,348
<b>A) Total Risk weighted assets (RWA) [i+ii+iii]</b>	<b>339,687,940,912</b>	<b>306,117,382,921</b>
<b>B) Minimum Capital Requirement (MCR) with Capital Conservation Buffer (CCB) [12.5% of RWA]</b>	<b>42,460,992,614</b>	<b>38,264,672,865</b>
<b>C) Common Equity Tire 1 (CET1) capital</b>		
Paid-up share capital	6,957,500,000	6,325,000,000
Share premium	11,067,500	11,067,500
Statutory reserve	9,193,048,174	9,193,048,174
Dividend equalization account	1,766,827,195	1,766,827,195
Retained earnings (net off proposed cash dividend for the previous year, if any)	20,897,484,595	18,638,869,885
	<b>38,825,927,464</b>	<b>35,934,812,754</b>
Less : Other Intangible Assets (computer software)	83,677,673	120,023,186
Less : Deferred tax asset (95%)	2,164,260,511	1,999,194,163
	<b>36,577,989,280</b>	<b>33,815,595,405</b>
<b>D) Additional Tier-1 Capital</b>		
Non-cumulative irredeemable preference shares	-	-
Instruments issued by the banks that meet the qualifying criteria for AT1	-	-
Others (if any item approved by Bangladesh Bank)	-	-
Less Regulatory Adjustments from AT-1 Capital	-	-
	<b>36,577,989,280</b>	<b>33,815,595,405</b>
<b>E) Tier 1 Capital [C+D]</b>	<b>36,577,989,280</b>	<b>33,815,595,405</b>
<b>F) Tier 2 Capital</b>		
General provision maintained against unclassified loans and off-balance sheet exposures [Note 14.1.3.2]	7,210,930,243	6,419,129,172
Subordinated debt capital [Total S. debt, Taka 11,000,000,000 less due within 1 Year, Taka 2,000,000,000]	9,000,000,000	10,000,000,000
Assets revaluation reserves	-	-
Revaluation reserves of HTM securities	-	-
	<b>16,210,930,243</b>	<b>16,419,129,172</b>
Less: Revaluation Reserves for Fixed Assets and Securities	-	-
	<b>16,210,930,243</b>	<b>16,419,129,172</b>
<b>G) Total Eligible Regulatory Capital (Tier 1 and 2) [E+F]</b>	<b>52,788,919,523</b>	<b>50,234,724,577</b>
<b>Total capital surplus [G - B]</b>	<b>10,327,926,909</b>	<b>11,970,051,712</b>
<b>Capital to Risk Weighted Assets Ratio (CRAR):</b>		
Common Equity Tier-1 to RWA (C/A)*100	10.77%	11.05%
Tier-1 Capital to RWA (E/A)*100	10.77%	11.05%
Tier-2 Capital to RWA (F/A)*100	4.77%	5.36%
<b>Capital to Risk Weighted Assets Ratio (CRAR) (G/A)*100</b>	<b>15.54%</b>	<b>16.41%</b>

	<b>30-Sep-22</b>	<b>31-Dec-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>17. Share premium</b>		
Taka 50 per share on 221,350 ordinary shares of Taka 100 each at the time of issuing shares through initial public offering in the year 2001 *	<b>11,067,500</b>	<b>11,067,500</b>
* In compliance with Securities and Exchange Commission (SEC) Order No. SEC /CMRRCD/2009-193/109 dated 15 September 2011 and with the approval of shareholders in the 3rd Extra-ordinary General Meeting (EGM) held on 13 November 2011, the denomination of shares (face value) has been changed from Taka 100 each to Taka 10 each with effect from 4 December 2011 and accordingly the number of shares have been restated.		
<b>18. Statutory reserve</b>		
As per Section 24 (1) of the Bank Companies Act, 1991, an amount equivalent to 20% of profit before taxes for the period has been transferred to the statutory reserve fund as under.:		
Opening balance	9,193,048,174	9,193,048,174
Add: Transferred from profit during the period	-	-
Closing balance	<b>9,193,048,174</b>	<b>9,193,048,174</b>
<b>19. Other reserve</b>		
Revaluation reserve of HFT securities [Note 19.1]	-	-
	-	-
<b>19.1 Other reserve</b>		
In terms of First Schedule (Section 38) of the Bank Companies Act, 1991, and instructions contained in BRPD Circular No. 5 dated 26 May 2008 and Letter No. DOS (SR)1153/120-A/2011-746 dated 29 December 2011 the revaluation reserve for HFT securities has been made as under:		
Opening balance	-	-
Add: Reserve made for the period	-	-
Less: Adjustment during the period	-	-
Closing balance	-	-
<b>20. Dividend equalization account</b>		
As per BRPD Circular Letter No. 18 dated 20 October 2002 issued by Bangladesh Bank, ' <i>Dividend Equalization Account</i> ' has been created by transferring the amount from the profit that is equal to the cash dividend paid in excess of 20%.		
Opening balance	1,766,827,195	1,766,827,195
Add: Transferred for previous year's dividend paid	-	-
Closing balance	<b>1,766,827,195</b>	<b>1,766,827,195</b>
<b>21. Assets revaluation reserve</b>		
In terms of <b>International Accounting Standard (IAS) 16, 'Property, Plant and Equipment'</b> , and instructions contained in BRPD Circular No. 10 dated 25 November 2002 issued by Bangladesh Bank, all the immovable properties of the Bank has been revalued by a professionally qualified valuation firm of the country. The rationale of the valuation has also been certified by the Bank's external auditors, M/s. A. Ames & Co., Chartered Accountants. Accordingly, revaluation surplus of Taka 850,413,777 has been included in equity.		
Opening balance	850,413,777	850,413,777
Add : Addition during the period (net)	-	-
Closing balance	<b>850,413,777</b>	<b>850,413,777</b>
<b>22. Revaluation reserve of HTM securities [Note 2.7.3(b)]</b>		
Opening balance	181,135,270	96,905,831
Add: Reserve transferred to Income Account during the period	(16,719,502)	84,229,439
Closing balance	<b>164,415,768</b>	<b>181,135,270</b>
<b>23. Contingent liabilities</b>		
Main Operation [Note 23.1]	125,905,763,997	109,331,376,206
Off-shore Banking Unit	-	-
	<b>125,905,763,997</b>	<b>109,331,376,206</b>

	30-Sep-22 Taka	31-Dec-21 Taka
<b>23.1 Contingent liabilities - Main Operation</b>		
a) Acceptances and endorsements	<b>78,473,524,269</b>	<b>56,280,687,848</b>
b) Letters of guarantee		
Local	5,914,688,705	5,283,252,595
Foreign	676,829,448	53,734,719
	<b>6,591,518,153</b>	<b>5,336,987,314</b>
c) Irrevocable letters of credit		
Local		
Cash	363,478,134	466,719,336
Usance	25,441,593	9,027,116
Back to back	12,043,407,887	10,532,887,841
	<b>12,432,327,614</b>	<b>11,008,634,293</b>
Foreign		
Cash	15,151,148,943	14,523,335,470
Usance	6,164,174,467	12,051,475,326
Back to back	2,974,776,040	6,936,155,878
	<b>24,290,099,450</b>	<b>33,510,966,674</b>
	<b>36,722,427,064</b>	<b>44,519,600,967</b>
d) Bills for collection		
Inward	-	-
Outward	-	-
	-	-
e) Other contingent liabilities		
Travelers' cheques	-	-
Export Development Fund	-	-
Bangladesh Shanchaya Patra	2,572,115,000	2,559,685,000
Others	1,546,179,511	634,415,077
	<b>4,118,294,511</b>	<b>3,194,100,077</b>
Total (a+b+c+d+e)	<b>125,905,763,997</b>	<b>109,331,376,206</b>
<b>24. Retained Earnings</b>		
Main Operation [Note 24.1]	19,500,430,332	17,470,139,892
Off-shore Banking Unit	1,397,054,263	1,168,729,993
	<b>20,897,484,595</b>	<b>18,638,869,885</b>
<b>24.1 Retained Earnings-Main Operation</b>		
Balance at 1 January	17,470,139,892	13,951,517,082
Dividend paid for previous year's	(1,106,875,000)	(825,000,000)
Transfer to dividend equalization fund for previous year's dividend paid	-	-
Transfer to paid up share capital for previous year's bonus share	(632,500,000)	(825,000,000)
Transfer to Start up Fund [Note 14.1.5]	-	(110,598,225)
Retained surplus for the current year	3,769,665,440	5,279,221,035
Closing balance	<b>19,500,430,332</b>	<b>17,470,139,892</b>
	<b>30-Sep-22</b>	<b>30-Sep-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>24.2 Calculation of Earnings Per Share (EPS)</b>		
The earnings per share of the Bank has been calculated in accordance with the <b>International Accounting Standard (IAS) 33, 'Earnings Per Share'</b> under Basic Earning Per Share method as follows:		
Basic earnings (net profit after tax) [numerator]	3,997,989,710	3,953,709,355
Number of ordinary shares outstanding [denominator] *	695,750,000	695,750,000
Earnings Per Share	<b>5.75</b>	<b>5.68</b>
<b>24.3 Calculation of Net Asset Value (NAV) Per Share</b>		
Total Shareholders Equity [numerator]	39,840,757,009	35,312,860,581
Number of ordinary shares outstanding [denominator]*	695,750,000	695,750,000
Net Asset Value (NAV) Per Share	<b>57.26</b>	<b>50.76</b>
<b>24.4 Net Operating Cash Flow Per Share (NOCFPS) [Note 47.1, 47.2]</b>		
Net cash from operating activities [numerator]	15,602,826,790	5,299,155,090
Number of ordinary shares outstanding [denominator]*	695,750,000	695,750,000
Net operating cash flow per share (NOCFPS) for the period	<b>22.43</b>	<b>7.62</b>
Net operating cash flow per share (NOCFPS) for the quarter	<b>1.05</b>	<b>(14.14)</b>

\* As per requirement of IAS 33 - "Earning Per Share (EPS)", previous year's EPS was restated for the increase of number of ordinary shares outstanding through issue of bonus share during the first half of 2020. [Note 16.2.1]

		<b>30-Sep-22</b>	<b>30-Sep-21</b>
		<b>Taka</b>	<b>Taka</b>
<b>25.</b>	<b>Particulars of profit and loss account</b>		
	Income		
		<i>Notes</i>	
	Interest, discount and other similar income	26	17,806,498,734
	Dividend income	28	5,711,803
	Gains less losses arising from investment securities	28	4,556,149,072
	Capital gain on sales of government securities	28	830,254,162
	Fees, commission and brokerage	29.1.1	724,485,228
	Gains less losses arising from dealing in foreign currencies	29.1.2	721,487,893
	Gains less losses arising from Revaluation gain on FC	29.2	1,636,972,722
	Income from non-banking assets		-
	Other operating income	30	2,763,932,836
	Profit less losses on interest rate changes		-
			<b>29,045,492,450</b>
			<b>26,025,238,371</b>
	Expenses		
	Interest, fee and commission	27	5,807,485,995
	Directors' fees	39	266,350
	Administrative expenses	31	8,184,642,942
	Other operating expenses	42	5,449,284,783
	Depreciation on banking assets	41	1,407,689,833
			<b>20,849,369,902</b>
			<b>18,526,670,201</b>
	Profit before provision		<b>8,196,122,548</b>
			<b>7,498,568,170</b>
<b>25.1</b>	<b>Profit Restated as per Bangladsh Bank Instruction</b>	<b>Previous</b>	<b>Restated as per BB Instruction</b>
	Previous Profit before provision as on 30 June 2022	<b>5,263,046,036</b>	<b>5,263,046,036</b>
	(-) Exchange Earnings: 50% of May-June TFR to CSR Fund		288,241,401
	Restated Profit before provision as on 30 June 2022		4,974,804,635
	(-) Provision and Taxation	2,775,253,311	2,775,253,311
	<b>Net Profit as on 30 June 2022 [A]</b>	<b>2,487,792,725</b>	<b>2,199,551,324</b>
	<b>EPS as on 30 June 2022 [C]</b>	<b>3.58</b>	<b>3.16</b>
	Third Quarter Profit before Provision for 2022 [D]		3,221,317,913
	<b>Profit before Provision as on 30 September 2022 [E=A+D]</b>		<b>8,196,122,548</b>
	Provision and Taxation up to 30 September 2022 [F]		4,198,132,838
	<b>Net Profit as on 30 September 2022 [G=E-F]</b>		<b>3,997,989,710</b>
	<b>EPS as on 30 September 2022 [H]</b>		<b>5.75</b>
	<b>Net Profit for the Third Quarter 2022 [G-A]</b>		<b>1,798,438,386</b>
	<b>EPS for Third Quarter 2022 [H-C]</b>		<b>2.58</b>
<b>26.</b>	<b>Interest income</b>		
	Main Operation [Note 26.1]		17,131,081,859
	Off-Shore Banking Unit		807,400,939
	Less: Inter Bank transactions [Note 27]		(131,984,064)
			<b>17,806,498,734</b>
			<b>16,739,622,241</b>
<b>26.1</b>	<b>Interest income - Main Operation</b>		
	Interest on loans and advances		
	House building loan		222,696,822
	Transport loan		92,753,556
	Term loan - industrial		5,083,983,517
	Term loan - others		1,872,772,429
	Secured overdraft		1,423,060,632
	Cash credit		1,414,751,587
	Payment against document - cash		2,175,819
	Payment against document EDF- others		171,127,940
	Loan against trust receipts		105,874,455
	Export cash credit		98,830,248
	Loan against accepted bills		125,973,351
	Staff loan		18,989,216
	SME and consumer finance		5,974,144,040
			<b>16,607,133,612</b>
			<b>15,977,369,878</b>
	Interest on balance with other banks and financial institutions		
	Fixed deposits		239,294,167
	Special notice deposits		2,712,410
	Nostro accounts		2,449,717
	Money at call on short notice		279,491,953
			<b>523,948,247</b>
			<b>368,855,220</b>
			<b>17,131,081,859</b>
			<b>16,346,225,098</b>

	<b>30-Sep-22</b>	<b>30-Sep-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>27. Interest paid on deposits and borrowings etc.</b>		
Main Operation [Note 27.1]	5,402,224,361	4,714,743,958
Off-shore Banking Unit	537,245,698	251,102,557
Less: Inter Bank transactions [Note 26]	(131,984,064)	(79,616,853)
	<b>5,807,485,995</b>	<b>4,886,229,662</b>
<b>27.1 Interest paid on deposits and borrowings - Main Operation</b>		
Interest paid on deposits [Note 27.2]	4,599,409,420	3,878,216,706
Interest paid on borrowings [Note 27.3]	802,814,941	836,527,252
	<b>5,402,224,361</b>	<b>4,714,743,958</b>
<b>27.2 Interest paid on deposits</b>		
Savings deposits	1,374,943,781	1,187,138,482
Special notice deposits	477,446,499	553,920,861
Fixed deposits	2,713,142,402	2,121,840,162
Non-resident foreign currency deposits	32,801,239	14,926,464
Resident foreign currency deposits	772,596	47,534
Monthly term deposits	302,903	343,203
	<b>4,599,409,420</b>	<b>3,878,216,706</b>
<b>27.3 Interest paid on borrowings</b>		
Interest on borrowing - call loan and term loan	25,430,875	4,239,222
Interest on credit lines	-	-
Interest paid on subordinated debt	635,329,037	723,148,310
Interest on borrowing under REPO and Re-financing facilities with Bangladesh Bank	127,130,268	104,538,872
Interest on borrowing under REPO with other banks	14,924,761	4,600,848.00
	<b>802,814,941</b>	<b>836,527,252</b>
<b>28. Investment income</b>		
Dividend on shares	5,711,803	3,427,082
Interest on treasury bills, bonds and debentures		
Interest on treasury bills and bonds	4,015,435,360	4,225,628,090
Interest on reverse REPO with other banks	2,959,246	235,309
Interest on subordinated bonds	537,754,466	357,066,986
	<b>4,556,149,072</b>	<b>4,582,930,385</b>
Capital gain on sales of government securities	830,254,162	859,678,009
Gain on sale of shares	-	-
	<b>5,392,115,037</b>	<b>5,446,035,476</b>
<b>29.1 Commission, exchange and brokerage</b>		
Commission [Note 29.1.1]	724,485,228	736,867,642
Exchange earnings [Note 29.1.2]	721,487,893	189,534,433
	<b>1,445,973,121</b>	<b>926,402,075</b>

	<b>30-Sep-22</b>	<b>30-Sep-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>29.1.1 Commission</b>		
Commission on Remittances-Local	5,607,419	7,543,745
Commission on Remittances-Foreign	15,684,729	21,174,685
Commission on Letter of Credit-Import	67,927,835	73,824,262
Commission on Letter of Credit-Export	555,383,095	553,536,934
Commission on Export Bills	6,705,098	7,256,485
Commission on Letter of Guarantee	31,467,230	32,341,707
Commission on Sale of Government Saving Instruments	41,596,347	38,455,324
Commission on Banker to the issue & underwriting	-	2,709,000
Other Commission	113,475	25,500
	<b>724,485,228</b>	<b>736,867,642</b>
<b>29.1.2 Exchange earnings</b>		
Exchange earnings from General activities and Treasury dealings (net) *	721,487,893	189,534,433
	<b>721,487,893</b>	<b>189,534,433</b>
	* Exchange earnings from General activities and Treasury dealings (net) restated for 30-Sep-2021	
<b>29.2 Revaluation gain on FC</b>		
Revaluation gain on FC (net)	1,636,972,722	306,222,779
	<b>1,636,972,722</b>	<b>306,222,779</b>
<b>30. Other operating income</b>		
Main Operation [Note 30.1]	2,751,369,007	2,597,243,140
Off-shore Banking Unit	12,563,829	9,712,660
	<b>2,763,932,836</b>	<b>2,606,955,800</b>
<b>30.1 Other operating income - Main Operation</b>		
Charges for service	102,299,365	94,863,805
Income from IT service	2,028,540,654	2,101,735,835
Recoveries from client	138,702,332	113,894,218
Service charges on deposit accounts	215,249,821	54,038,319
Income from Export-Import	56,921,435	81,516,812
Examination and appraisal fees	950,000	-
Document handling charges-Export	4,325,362	561,116
Locker Rent	7,601,923	5,375,543
Gain on sale of fixed assets [Note 30.2]	894,790	19,032,449
Income from Mobile and Agent Banking Services	83,083,584	31,911,600
Other earning	112,799,741	94,313,443
	<b>2,751,369,007</b>	<b>2,597,243,140</b>
<b>30.2 Gain on sale of fixed assets</b>		
Some impaired items of fixed assets were sold during the period as under:		
Gain on sale of fixed assets [Note 30.3]	894,790	19,032,449
	<b>894,790</b>	<b>19,032,449</b>
<b>30.3 Calculation of income from sale of fixed assets</b>		
Sale proceeds [A]	11,397,731	32,125,041
Cost price of the sold items	119,694,631	94,828,923
Less: Accumulated depreciation	109,191,690	81,736,331
Written down value [B]	<b>10,502,941</b>	<b>13,092,592</b>
Net gain [A - B]	<b>894,790</b>	<b>19,032,449</b>

31. Administrative expenses		30-Sep-22 Taka	30-Sep-21 Taka
	Notes		
Salary and allowances	32	4,835,865,410	4,259,862,150
Rent, taxes, insurance, electricity, etc.	34	1,790,821,130	1,601,416,705
Legal expenses	35	2,661,831	1,752,045
Postage, stamp, telecommunications, etc.	36	293,821,679	299,923,022
Stationery, printings, advertisements etc.	37	451,114,383	495,313,086
Managing Director & CEO's salary and allowances	38	13,510,000	12,915,000
Auditors' fees	40	656,500	384,374
Repair and maintenance	41	796,192,009	748,114,180
		<b>8,184,642,942</b>	<b>7,419,680,562</b>
<b>32. Salary and allowances</b>			
Main Operation [Note 32.1]		4,834,932,820	4,259,625,996
Off-shore Banking Unit		932,590	236,154
		<b>4,835,865,410</b>	<b>4,259,862,150</b>
<b>32.1 Salary and allowances-Main Operation</b>			
Basic salary		1,997,046,332	1,734,505,972
House rent allowance		1,003,602,820	868,033,058
Conveyance allowance		212,231,136	182,085,384
Other allowances		247,132,652	251,979,545
Bank's contribution to provident fund		208,449,316	166,066,921
Medical expenses		204,710,368	180,480,042
Bonus		611,760,196	476,475,074
Gratuity		310,000,000	350,000,000
Superannuation		40,000,000	50,000,000
		<b>4,834,932,820</b>	<b>4,259,625,996</b>
<b>33. Number of employees and remuneration thereof</b>			
As per the Schedule XI of the Companies Act, 1994, the number of employees (including contractual employees) engaged for the whole year or part thereof who received a total remuneration of Taka 36,000 per annum or Taka 3,000 per month were 17,499 as at 30 September 2022 compared to 16,992 as at 30 September 2021.			
<b>34. Rent, taxes, insurance, electricity, etc.</b>			
Rent			
Office premises		872,082,081	778,210,384
ATM Booths and other installations		525,559,735	481,358,660
Less: Rent expenses adjusted for IFRS-16		(268,820,550)	(293,901,840)
		<b>1,128,821,266</b>	<b>965,667,204</b>
Rates and taxes			
Rates		1,263,000	1,768,780
Taxes		10,819,639	20,149,666
		<b>12,082,639</b>	<b>21,918,446</b>
Insurance			
Cash		39,121,226	38,838,947
Vehicles		2,526,156	4,155,888
Deposits		195,315,511	164,102,866
Staff		473	3,750,000
Other properties		14,312,748	18,366,492
		<b>251,276,114</b>	<b>229,214,193</b>
Electricity and sanitation			
Light and power		390,189,008	376,013,601
Water and sewerage		7,739,453	8,103,176
Utilities		712,650	500,085
		<b>398,641,111</b>	<b>384,616,862</b>
		<b>1,790,821,130</b>	<b>1,601,416,705</b>
<b>35. Legal expenses</b>			
Legal expenses		2,661,831	1,752,045
		<b>2,661,831</b>	<b>1,752,045</b>

	<b>30-Sep-22</b>	<b>30-Sep-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>36. Postage, stamp, telecommunications, etc.</b>		
Main Operation [Note 36.1]	293,821,679	299,922,447
Off-shore Banking Unit	-	575
	<b>293,821,679</b>	<b>299,923,022</b>
<b>36.1 Postage, stamp, telecommunications, etc.-Main Operation</b>		
Postage	23,081,443	36,478,037
Telephone	13,834,301	16,481,427
Radio link	239,832,983	230,538,891
Swift, Reuters, internet, etc.	17,072,952	16,424,092
	<b>293,821,679</b>	<b>299,922,447</b>
<b>37. Stationery, printings, advertisements etc.</b>		
Printing and stationery:		
Printed stationery	43,026,632	59,746,895
Security stationery	29,831,649	23,503,013
Petty stationery	59,776,914	42,777,513
	132,635,195	126,027,421
Publicity and advertisement	318,479,188	369,285,665
	<b>451,114,383</b>	<b>495,313,086</b>
<b>38. Managing Director &amp; CEO's salary and allowances</b>		
Basic salary	8,100,000	7,650,000
House rent allowance	720,000	720,000
House maintenance	360,000	360,000
Bank's contribution to provident fund	810,000	765,000
Other allowances	270,000	270,000
Leave fare assistance	450,000	450,000
Bonus	2,800,000	2,700,000
	<b>13,510,000</b>	<b>12,915,000</b>
<b>39. Directors' fees</b>		
Honorarium for attending meeting	261,940	279,435
Incidental expenses for attending meeting	4,410	2,771
	<b>266,350</b>	<b>282,206</b>
<b>40. Auditors' fees</b>		
Statutory annual audit fees	472,500	275,596
Special audit fees	184,000	108,778
Fees for various certification	-	-
	<b>656,500</b>	<b>384,374</b>
<b>41. Depreciation and repair of bank's assets</b>		
<b>Depreciation on fixed assets including building, furniture and fixtures</b>		
Main Operation [Note 41.1]	1,407,689,833	1,321,606,378
Off-shore Banking Unit	-	-
	<b>1,407,689,833</b>	<b>1,321,606,378</b>
<b>Repair and maintenance</b>		
Main Operation [Note 41.2]	796,192,009	748,114,180
Off-shore Banking Unit	-	-
	<b>796,192,009</b>	<b>748,114,180</b>
	<b>2,203,881,842</b>	<b>2,069,720,558</b>

	<b>30-Sep-22</b>	<b>30-Sep-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>41.1 Depreciation on fixed assets including land, building, furniture and fixtures - Main Operation</b>		
Land	-	-
Building (including lease hold property)	7,491,449	7,491,450
Interior decoration	88,230,498	69,305,685
Furniture and fixtures	22,864,229	22,519,686
Other machinery and equipment	208,296,208	201,475,759
Computer equipment	538,724,037	467,904,165
Computer software	36,345,513	35,361,863
Motor vehicles	70,783,751	61,698,835
ATM Booth	69,653,631	74,404,169
ATM and Fast Track (ATM & Deposit Machine)	129,704,427	123,245,357
Right of use of assets IFRS-16: lease	235,596,090	258,193,553.00
Books	-	5,856
	<b>1,407,689,833</b>	<b>1,321,606,378</b>
<b>41.2 Repair and maintenance - Main Operation</b>		
Premises	144,021,474	205,006,356
Vehicles	52,299,937	35,189,901
Computers	599,870,598	507,917,923
	<b>796,192,009</b>	<b>748,114,180</b>
<b>42. Other expenses</b>		
Main Operation [Note 43.1]	5,448,830,394	4,898,597,389
Off-shore Banking Unit	454,389	274,004
	<b>5,449,284,783</b>	<b>4,898,871,393</b>
<b>42.1 Other expenses- Main Operation</b>		
Entertainment expenses	37,959,736	22,706,111
Fuel and lubricant	47,319,374	37,860,033
Subscription and donations	21,901,252	34,615,707
Casual wages and allowances	1,360,608,244	868,499,241
Travelling expenses and allowances	487,931,381	425,240,933
Petty conveyance	33,029,420	54,637,133
News papers, periodicals, learning materials etc.	1,177,699	588,837
Crockeries	472,862	235,840
Debit and Credit Card expenses	416,924,751	558,472,332
Tele Banking Expenses	73,381,236	71,960,418
Cash carrying charges	40,370,008	36,012,478
ATM cash replenishment charges	449,700,000	449,650,060
Recruitment, training, seminar and workshop	13,344,731	3,546,292
Service charge on nostro account and others	53,002,898	38,279,313
Consultancy fees	13,233,339	10,503,321
Business promotion and development	566,208,595	556,203,938
Other Operational Expenses	534,522,856	600,000,000
Finance cost for right of use of asset - IFRS-16: lease	51,919,401	55,160,152
Laundry and cleaning	80,647	102,456
Other expenses for Mobile Banking Services	307,138,311	163,728,932
Other expenses for Agent Banking Services	901,743,429	883,251,735
Fixed Assts written-off	-	-
Miscellaneous	18,265,124	20,578,933
	<b>5,448,830,394</b>	<b>4,898,597,389</b>

	<b>30-Sep-22</b>	<b>30-Sep-21</b>
	<b>Taka</b>	<b>Taka</b>
<b>43. Receipts from other operating activities</b>		
Other operating income [Note 30]	2,763,932,836	2,606,955,800
Less: Income from sale of fixed assets (net)	894,790	19,032,449
	<b>2,763,038,046</b>	<b>2,587,923,351</b>
Exchange earnings (net) [Note 29.1.2]	721,487,893	189,534,433
Revaluation gain on FC (net) [Note 29.2]	1,636,972,722	306,222,779
	<b>5,121,498,661</b>	<b>3,083,680,563</b>
<b>44. Payments for other operating activities</b>		
Expenses for the year	5,993,394,760	5,313,138,088
Add: Opening accrued expenses	624,494,048	1,350,862,285
Add: Closing advance expenses	1,029,081,217	745,015,789
Less: Closing accrued expenses	1,612,883,755	2,576,361,872
Less: Opening advance expenses	832,142,193	688,429,194
	<b>5,201,944,077</b>	<b>4,144,225,096</b>
<b>45. Increase/(decrease) of other assets</b>		
Closing other assets		
Security deposits	23,353,124	22,777,605
Suspense account	477,770,219	304,264,623
Branch adjustment (net)	-	-
Encashment of Sanchaya Patra (awaiting realization)	620,092,088	1,061,483,266
Sundry debtors	181,723,410	98,455,058
Cash remittance	543,922,045	260,810,233
Others	5,726,511,121	3,248,445,896
	<b>7,573,372,007</b>	<b>4,996,236,681</b>
Opening other assets		
Security deposits	23,218,575	21,676,180
Suspense account	145,839,025	3,673,847
Branch adjustment (net)	-	-
Encashment of Sanchaya Patra (awaiting realization)	436,458,825	978,050,019
Sundry debtors	110,002,962	61,073,485
Cash remittance	316,929,215	91,558,511
Others	4,701,862,536	3,398,606,874
	<b>5,734,311,138</b>	<b>4,554,638,916</b>
	<b>1,839,060,869</b>	<b>441,597,765</b>
<b>46. Increase/(decrease) of other liabilities</b>		
Closing other liabilities		
Branch adjustment (net)	1,709,047,887	1,097,906,730
Cumulative balance of interest suspense account	5,930,221,657	4,923,878,486
Revaluation reserve for HTM securities	164,415,768	79,391,829
Revaluation reserve for HFT securities	-	-
Risk Fund for fixed assets	36,606,548	-
Liability for lease hold property	1,929,524,947	2,048,348,969
CSR Fund	288,241,401	-
Others	315,477,706	392,198,697
	<b>10,373,535,913</b>	<b>8,541,724,711</b>
Opening other liabilities		
Branch adjustment (net)	266,331,106	331,072,646
Cumulative balance of interest suspense account	5,312,506,060	4,841,730,487
Revaluation reserve for HTM securities	181,135,270	96,905,831
Revaluation reserve for HFT securities	-	-
Risk Fund for fixed assets	20,558,911	-
Liability for lease hold property	2,016,120,379	2,143,362,295
Others	449,342,615	957,370,237
	<b>8,245,994,341</b>	<b>8,370,441,496</b>
	<b>2,127,541,572</b>	<b>171,283,215</b>

		<b>30-Sep-22</b>	<b>30-Sep-21</b>
		<b>Taka</b>	<b>Taka</b>
<b>47.1 Reconciliation between Operating profit of the Bank and Cash flows from operating activities</b>			
<b>Profit before provision</b>		8,196,122,548	7,498,568,170
Depreciation on fixed assets		1,407,689,833	1,321,606,378
Gain/loss on sale of fixed assets		(894,790)	(19,032,449)
Adjustment of provision for loans and advances		44,681,113	1,997,400
Increase of interest receivable		638,761,010	7,017,665,402
Increase of interest payable		1,023,774,727	650,215,992
Increase of accrued expenses		614,257,604	1,084,854,559
Increase of advance expenses		(284,006,172)	39,754,418
Advance tax paid		(3,469,308,023)	(3,075,945,565)
<b>Operating profit before changes in operating assets and liabilities</b>		<b>8,171,077,850</b>	<b>14,519,684,304</b>
<b>Increase/(decrease) in operating assets and liabilities</b>			
Statutory deposits		-	-
Purchase /sale of trading securities		10,977,537,546	(419,383,229)
Loans and advances to other banks		-	-
Loans and advances to customers		(38,213,725,645)	(37,539,179,395)
Other assets		(1,839,060,869)	(441,597,765)
Deposits from other banks		1,170,091	17,635,867
Deposits from customers		29,641,167,264	26,651,917,455
Other liabilities account of customers		4,737,118,982	2,338,794,639
Other liabilities		2,127,541,572	171,283,215
<b>Net cash from operating activities</b>		<b>15,602,826,790</b>	<b>5,299,155,090</b>
<b>47.2 Net operating cash flow per share (NOCFPS) [Note 24.4]</b>		<b>22.43</b>	<b>7.62</b>
<b>47.3 Net operating cash flow per share (NOCFPS) increase/(decrease) mainly due to</b>			
<b>Increase/(decrease) in operating cash flow</b>			
	<b>Difference from previous period</b>		
Interest receivable	(6,378,904,391)	638,761,010	7,017,665,402
Purchase /sale of trading securities	11,396,920,775	10,977,537,546	(419,383,229)
Deposits from customers	2,989,249,809	29,641,167,264	26,651,917,455
Other liabilities	1,956,258,357	2,127,541,572	171,283,215
<b>Total</b>	<b>9,963,524,551</b>	<b>43,385,007,392</b>	<b>33,421,482,842</b>
<b>48. Cash and cash-equivalents</b>		<b>30-Sep-22</b>	<b>31-Dec-21</b>
		<b>Taka</b>	<b>Taka</b>
Main Operation [Note 48.1]		61,541,632,057	54,591,526,562
Off-shore Banking Unit		51,370,102	29,609,281
		<b>61,593,002,159</b>	<b>54,621,135,843</b>
<b>48.1 Cash and cash-equivalents - Main Operation</b>			
Cash in hand (including foreign currencies)		21,553,568,409	17,853,114,090
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		21,121,525,805	17,863,639,768
Balance with other banks and financial institutions		16,261,588,643	18,866,881,204
Prize bonds		4,949,200	7,891,500
Money at call on short notice		2,600,000,000	-
		<b>61,541,632,057</b>	<b>54,591,526,562</b>

**49. Disclosure of Related Party Transaction**

**49.1 Significant contracts in which the Bank, its subsidiary or any fellow subsidiary company was a party and wherein the Directors have interest subsisted at any time during the period or at the end of the period:**

a) As approved by Bangladesh Bank, Ref no: BRPD (P-3)/745(25)2019-4143, dated 10 June 2019, the Bank has entered into an agreement to rent 162,329 sft. of floor space for its head office and Corporate branch, located at 47, Motijheel Commercial Area, Dhaka-1000, from Mrs. Amina Ahmed, mother of Mr. Sayem Ahmed, a Sponsor Director & Chairman of the board of directors of the Bank. The agreement has been effective from October 01, 2019 for 10 years. Out of 162,329 sft spaces, monthly rent @ Taka 130 per sft is payable on 151,014 sft plus monthly car parking rent @ Tk.5,000 for 37 car parking space, totaling monthly rent of Taka 19,816,820. An advance of Taka 471,163,680 has been paid against the agreement which will be equally adjusted @ 50% of monthly rent in first 48 months.

b) As approved by Bangladesh Bank, Ref no: BRPD (P-3)745(25)/2016-110, dated 06 January 2016, the Bank has entered into an agreement to rent 38,718 sft. of floor space for its Data Center-2 at Dumni, Dhaka, from Mrs. Amina Ahmed, mother of Mr. Sayem Ahmed, a Sponsor Director & Chairman of the board of directors of the Bank. The agreement has been effective from January 16, 2016 for 06 years. Out of 38,718 sft spaces, monthly rent @ Tk. 80.00 per sft for 35,784 sft and @Tk.30.00 for 2,934 sft, totaling monthly rent of Taka 2,950,740.00. An advance of Tk.70,817,760.00 has been paid against the agreement which will be equally adjusted @ 50% of monthly rent in first 48 months

c) As approved by Bangladesh Bank, Ref no: BRPD (P-3)/745(25)/2013-2334, dated 19 December 2013, the Bank has entered into an agreement to rent 3,315 sft. floor space for its Dumni Branch at Dumni, Dhaka, from Mrs. Amina Ahmed, mother of Mr. Sayem Ahmed, a Sponsor Director & Chairman of the board of directors of the Bank. The agreement has been effective from November 01, 2013 for 9 years at a monthly rent @ Tk.30.00 per sft. An advance of Tk.3,580,200.00 has been paid against the agreement which is fully adjusted.

d) As approved by Bangladesh Bank, Ref no: BRPD (P-3)745(25)/2017-2686, dated 03 May 2017, the Bank has entered into an agreement to rent 8,730 sft. floor space for its Narayanganj Branch at Holding No. 45 (old), S.M. Maleh Road, Tanbazar, Narayanganj, from Mrs. Amina Ahmed, mother of Mr. Sayem Ahmed, a Sponsor Director & Chairman of the board of directors of the Bank. The agreement has been effective from January 01, 2017 for 06 years at a initial monthly rent @ Tk.55.00 per sft. and development & maintenance charge @ Tk25.00 per sft and present (after increment) Rent @Tk.63.25 per sft and development & maintenance charge @ Tk.28.75 per sft. An advance rent of Tk.19,878,210.00 has been paid against the agreement which is being adjusted @ 100% of monthly rent.

<b>49.2</b>	Shares issued to Directors and Executives to acquire shares at 'Nil' consideration or restricted shares plan exercisable at discount	Nil
<b>49.3</b>	Nature, type and elements of transactions with the related party:	As <b>Note 49.1</b>
<b>49.4</b>	Lending policies in respect of related party	
	a) Amount of transactions regarding loans and advances, deposits, guarantees and commitment	Nil
	b) Amount of transactions regarding principal items of deposits, expenses and commission	Nil
	c) Amount of provision against loans and advances given to related party	Not applicable
	d) Amount of guarantees and commitments arising out of the statement of affairs	Nil
<b>49.5</b>	Business other than the banking business with the related concerns of the Directors as per Section	Nil
<b>49.6</b>	Investments in securities of the Directors and their related concerns	Nil
<b>49.7</b>	The Managing Director & CEO is considered as key management personnel and related remuneration are disclosed in <b>Note 38</b> .	

Chairman

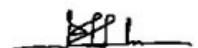
Director



Managing Director & CEO



Chief Financial Officer



Company Secretary