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Financial Information

# Report on CEO's and CFO's Responsibilities

The following is provided to the Board of Directors of Mutual Trust Bank Limited, in our capacity as the persons responsible for performing the functions of Managing Director & CEO and Chief Financial Officer of the Bank.

In accordance with the Notification No. SEC/CMRRCD/2006-158/134/Admin/44 of August 7, 2012 of the Bangladesh Securities & Exchange Commission, we declare that for the financial year ended 31 December 2015:

- (i) We have reviewed the financial statements for the year, and that to the best of our knowledge and belief:
  - a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - b) These statements, together, present a true and fair view of the company's affairs and are in compliance with the existing accounting standards and applicable laws.
- (ii) There are, to the best of our knowledge and belief, no transactions entered into by the company during the year, which are fraudulent, illegal or violation of the company's Code of Conduct.



Anis A. Khan  
Managing Director & CEO



Sayed Abul Hashem, FCA, FCMA  
EVP & Chief Financial Officer

# Independent Auditor's Report

এম,জে, আবেদীন এন্ড কোং  
চার্টার্ড একাউন্টেন্টস  
**M.J. ABEDIN & CO**  
CHARTERED ACCOUNTANTS

Telephone Off : +880-2-9675340, 9666508  
Fax : +880-2-58616524  
E-mail : audit@mjabedin.com  
mjabinbd@gmail.com  
Web Site : www.mjabinbd.com

National Plaza (3rd Floor)  
109, Bir Uttam C.R. Datta Road,  
Dhaka-1205, Bangladesh

**INDEPENDENT AUDITORS' REPORT  
TO THE SHAREHOLDERS OF  
MUTUAL TRUST BANK LIMITED**

*Report on the Financial Statements*

We have audited the accompanying consolidated financial statements of Mutual Trust Bank Limited and its subsidiaries (the "Group") as well as the separate financial statements of Mutual Trust Bank Limited (the "Bank") , which comprise the consolidated balance sheet and the separate balance sheet as at 31 December 2015 and the consolidated and separate profit and loss accounts, consolidated and separate statements of changes in equity and consolidated and separate cash flow statements for the year then ended, and a summary of significant accounting policies and other explanatory information.

*Management's Responsibility for the Financial Statements and Internal Controls*

Management is responsible for the preparation of consolidated financial statements of the Group and also separate financial statements of the Bank that give a true and fair view in accordance with Bangladesh Financial Reporting Standards as explained in note 2.01 and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements of the Group and also separate financial statements of the Bank that are free from material misstatement, whether due to fraud or error. The Bank Company Act, 1991(as amended in 2013) and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Bank. The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

*Auditors' Responsibility*

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements of the Group and separate financial statements of the Bank. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements of the Group and separate financial statements of the Bank, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of consolidated financial statements of the Group and separate financial statements of the Bank that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements of the Group and also separate financial statements of the Bank.

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

*Opinion*

In our opinion, the consolidated financial statements of the Group and also separate financial statements of the Bank give a true and fair view of the consolidated financial position of the Group and the separate financial position of the Bank as at 31 December 2015, and of its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards as explained in note 2.01.

An independent member firm of  
**MOORE STEPHENS**  
INTERNATIONAL LIMITED



#### Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Securities and Exchange Rules 1987, the Bank Company Act, 1991(as amended in 2013) and the rules and regulations issued by Bangladesh Bank, we also report the following:

- (a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof.
- (b) to the extent noted during the course of our audit work performed on the basis stated under the Auditors' Responsibility section in forming the above opinion on the consolidated financial statements of the Group and the separate financial statements of the Bank and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the Financial Statements and Internal Control:
  - i) internal audit, internal control and risk management arrangements of the Group and the Bank as disclosed in note 2.29 of the financial statements appeared to be materially adequate and
  - ii) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Bank and its related entities;
- (c) the financial statements of subsidiaries of the Bank **MTB Capital Limited** and **MTB Securities Limited** have been audited by, **Ahmed and Akhtar**, Chartered Accountants who have expressed an unqualified opinion on those financial statements and financial statements of **MTB Exchange (UK) Ltd.** have been compiled by, **Jahan & Co.** Chartered Management Accountants and have been properly reflected in the consolidated financial statements;
- (d) in our opinion, proper books of account as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books;
- (e) the consolidated balance sheet and consolidated profit and loss account of the Group and the separate balance sheet and separate profit and loss account of the Bank dealt with by the report are in agreement with the books of account;
- (f) the expenditure incurred was for the purposes of the Bank's business;
- (g) the consolidated financial statements of the Group and the separate financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as with related guidance issued by Bangladesh Bank;
- (h) adequate provisions have been made for advances which are, in our opinion, doubtful of recovery;
- (i) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- (j) the information and explanation required by us have been received and found satisfactory;
- (k) we have reviewed over 80% of the risk weighted assets of the Bank and we have spent around 3,296 person hours for the audit of the books and accounts of the Bank and
- (l) Capital to Risk Weighted Assets Ratio (CRAR) as required by the Bangladesh Bank has been maintained adequately during the year.



**M. J. ABEDIN & CO**  
Chartered Accountants

Dated, Dhaka  
15 March 2016



# Consolidated Balance Sheet

As at December 31, 2015

		Amount in BDT	
	Note	2015	2014
<b>Property and Assets</b>			
Cash	3(a)	9,485,078,898	8,933,605,158
In Hand (Including Foreign Currency)		1,664,181,296	1,592,524,446
Balance with Bangladesh Bank and its agent Bank (s) (including Foreign Currency)		7,820,897,602	7,341,080,712
<b>Balance with Other Banks &amp; Financial Institutions</b>	<b>4(a)</b>	<b>3,134,309,829</b>	<b>2,173,783,801</b>
In Bangladesh		2,464,407,003	1,898,902,497
Outside Bangladesh		669,902,826	274,881,304
<b>Money at Call and Short Notice</b>	<b>5.00</b>	<b>1,790,000,000</b>	-
<b>Investments</b>	<b>6(a)</b>	<b>26,210,389,906</b>	<b>20,767,846,269</b>
Government		23,542,771,441	18,482,257,105
Others		2,667,618,465	2,285,589,164
<b>Loans and Advances</b>	<b>7(a)</b>	<b>97,588,775,690</b>	<b>77,140,918,049</b>
Loans, Cash Credit, Overdrafts, etc.		95,251,684,203	74,940,867,534
Bills Purchased and Discounted		2,337,091,487	2,200,050,515
<b>Fixed Asset including Premises, Furniture &amp; Fixture</b>	<b>8(a)</b>	<b>3,181,829,846</b>	<b>2,488,892,429</b>
<b>Other Assets</b>	<b>9(a)</b>	<b>4,682,931,966</b>	<b>4,795,916,269</b>
<b>Non-Banking Assets</b>		-	-
<b>Total Property and Assets</b>		<b>146,073,316,135</b>	<b>116,300,961,975</b>
<b>Liabilities and Capital</b>			
<b>Borrowing from other Banks, Financial Institutions &amp; Agents</b>	<b>10(a)</b>	<b>5,096,591,403</b>	<b>3,744,412,388</b>
<b>Deposits and Other Accounts</b>	<b>11(a)</b>	<b>118,404,718,858</b>	<b>96,064,737,074</b>
Current Deposits & Other Accounts		9,585,910,146	8,224,267,403
Bills Payable		1,253,293,664	1,284,280,568
Savings Deposits		17,908,495,890	14,383,897,873
Special Notice Deposits		13,677,064,566	7,996,686,936
Fixed Deposits		55,707,789,090	49,411,783,655
Deposit-Products		20,272,165,502	14,763,820,639
<b>Other Liabilities</b>	<b>12(a)</b>	<b>8,767,689,699</b>	<b>7,221,285,354</b>
<b>Subordinated Debt</b>	<b>13.00</b>	<b>4,875,000,000</b>	<b>2,500,000,000</b>
<b>Total Liabilities</b>		<b>137,143,999,961</b>	<b>109,530,434,816</b>
<b>Capital/Shareholders' Equity</b>			
Paid up Capital	14.00	3,693,159,670	3,077,633,060
Statutory Reserve	15(a)	2,721,143,746	2,276,079,020
Revaluation Reserve on Investment in Securities		1,311,845,893	520,276,266
Foreign Currency Translation gain		3,366,587	2,344,209
General Reserve	16.00	446,777,324	276,777,324
Retained Earnings	17(a)	752,894,582	617,298,134
<b>Total Shareholders' Equity</b>		<b>8,929,187,802</b>	<b>6,770,408,013</b>
<b>Minority Interest</b>		<b>128,373</b>	<b>119,146</b>
<b>Total Liabilities and Shareholders' Equity</b>		<b>146,073,316,135</b>	<b>116,300,961,975</b>
<b>Net Asset Value (NAV) per share</b>		<b>24.18</b>	<b>22.00</b>

# Consolidated Balance Sheet

As at December 31, 2015

Note	Amount in BDT	
	2015	2014
<b>Off-Balance Sheet Items</b>		
<b>Contingent Liabilities</b>		
Letter of Guarantee	7,486,950,065	7,021,192,518
Irrevocable Letter of Credit	10,035,077,947	8,207,237,141
Bills for Collection	2,618,832,476	3,191,555,490
Other Contingent Liabilities	14,888,384,964	12,381,817,631
<b>Total Off Balance Sheet Items</b>	<b>35,029,245,452</b>	<b>30,801,802,780</b>
<b>Other Commitments</b>		
Documentary credits and short term trade related transactions	-	-
Forward asset purchased and forward deposit placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Claim against the bank not acknowledged as debt	-	-
Litigation pending against Bank	-	-
<b>Other Memorandum Items</b>		
Value of Travelers' Cheque on Hand	-	-
Value of Bangladesh Sanchoy Patra on Hand	-	-
<b>Total Off-Balance Sheet Items including Contingent Liabilities</b>	<b>35,029,245,452</b>	<b>30,801,802,780</b>

The annexed accounting policies and other notes form an integral part of these financial statements.



M.A. Rouf, JP  
Chairman



Md. Hedayetullah  
Vice Chairman



Syed Manzur Elahi  
Director



Anis A. Khan  
Managing Director & CEO

Signed as per our annexed report of same date.

15 March, 2016  
Dhaka



M.J. ABEDIN & CO.  
Chartered Accountants

# Consolidated Profit and Loss Account

For the year ended December 31, 2015

Particulars	Note	Amount in BDT	
		2015	2014
Interest Income	20(a)	10,790,129,679	9,716,735,358
Less: Interest Paid on Deposits and Borrowings etc.	21(a)	7,926,014,779	7,881,712,195
<b>Net Interest Income</b>		<b>2,864,114,900</b>	<b>1,835,023,163</b>
Income from Investments	22(a)	2,293,907,041	2,492,377,440
Commission, Exchange and Brokerage	23(a)	1,005,088,077	941,049,720
Other Operating Income	24(a)	417,144,416	421,761,120
		<b>3,716,139,534</b>	<b>3,855,188,280</b>
Total Operating Income		6,580,254,434	5,690,211,443
Less: Operating Expenses			
Salary and Allowances	25(a)	2,022,279,260	1,480,618,517
Rent, Tax, Insurance and Electricity	26(a)	551,878,393	527,554,464
Legal Expenses	27(a)	3,526,515	3,160,064
Postage, Stamps and Telephone	28(a)	14,972,388	13,580,176
Printing, Stationery and Advertisement	29(a)	100,566,611	105,650,937
Managing Director's Remuneration	25.01	16,240,933	14,999,333
Directors' Fee	30.00	2,468,150	1,724,500
Audit Fee	31(a)	1,426,336	1,449,419
Depreciation on and Repair to Bank's Property	32(a)	363,334,024	305,146,481
Other Expenses	33(a)	692,786,878	633,169,128
<b>Total Operating Expenses</b>		<b>3,769,479,487</b>	<b>3,087,053,020</b>
<b>Profit Before Provision</b>		<b>2,810,774,947</b>	<b>2,603,158,423</b>
Less: Provision against Loans & Advances including Off Balance Sheet Items	34.00	439,368,230	427,530,521
Less: Provision against Investments		90,236,109	243,760,404
Less: Provision against Other Assets		7,530,520	2,469,480
<b>Total Provision</b>		<b>537,134,859</b>	<b>673,760,405</b>
<b>Profit Before Tax</b>		<b>2,273,640,088</b>	<b>1,929,398,019</b>
<b>Less: Income Tax expenses</b>	35(a)	<b>907,443,078</b>	<b>967,838,025</b>
Current Tax		807,188,494	863,833,583
Deferred Tax (Income)/Expense		100,254,584	104,004,442
<b>Net Profit After Tax</b>		<b>1,366,197,010</b>	<b>961,559,993</b>
<b>Attributable to:</b>			
Shareholders of the Bank		1,366,187,784	961,534,013
Minority Interest		9,226	25,980
		<b>1,366,197,010</b>	<b>961,559,993</b>
<b>Retained Surplus Brought Forward</b>		<b>617,298,134</b>	<b>294,423,377</b>
		<b>1,983,485,918</b>	<b>1,255,957,391</b>
<b>Appropriation:</b>			
Bonus Share Issued during the year		615,526,610	279,784,820
Transferred to Statutory Reserve		445,064,726	358,874,438
Transferred to General Reserve		170,000,000	-
		<b>1,230,591,336</b>	<b>638,659,258</b>
<b>Retained Surplus, Carried Forward</b>		<b>752,894,582</b>	<b>617,298,134</b>
<b>Earnings Per Share (2014-Restated)</b>	36(a)	<b>3.70</b>	<b>2.60</b>

The annexed accounting policies and other notes form an integral part of these financial statements.



M.A. Rouf, JP  
Chairman



Md. Hedayetullah  
Vice Chairman



Syed Manzur Elahi  
Director



Anis A. Khan  
Managing Director & CEO

Signed as per our annexed report of same date.

15 March, 2016  
Dhaka



M.J. ABEDIN & CO.  
Chartered Accountants

# Consolidated Statement of Cash Flow

For the year ended December 31, 2015

Particulars	Note	Amount in BDT	
		2015	2014
<b>A) Cash Flow From Operating Activities:</b>			
Interest Received		13,026,871,797	12,152,869,004
Interest Paid on Deposits, Borrowings etc.		(8,032,847,155)	(7,991,123,938)
Dividend Income		57,164,924	56,243,794
Fees & Commission Income		1,005,088,077	949,044,250
Recoveries of Loans previously written off		1,100,990	7,336,952
Cash Paid to Employees as Salaries and Allowances		(2,038,520,193)	(1,495,617,850)
Advance Income Tax Paid		(466,822,027)	(741,772,809)
Cash Received From Other Operational Income	37 (a)	734,442,054	613,964,429
Cash Paid for Other Operational Expenses	38 (a)	(1,421,012,243)	(1,326,025,777)
<b>Cash Flow From Operating Activities Before Changes in Net Current Asset</b>		<b>2,865,466,224</b>	<b>2,224,918,055</b>
<b>Changes in Net Current Asset:</b>			
Investment in Treasury Bond		(4,182,489,393)	1,525,786,363
Loans & Advances		(20,447,857,641)	(17,592,555,459)
Other Assets		579,806,330	24,168,813
Customers' Deposits		20,187,741,328	12,142,833,896
Subordinated Debt		2,375,000,000	-
Borrowing from Other Banks, Financial Institutions & Agents		1,352,179,015	64,859,703
Other Liabilities		1,546,404,345	203,102,505
		<b>1,410,783,986</b>	<b>(3,631,804,177)</b>
<b>Net Cash Flow From Operating Activities</b>		<b>4,276,250,209</b>	<b>(1,406,886,122)</b>
<b>B) Cash Flow From Investing Activities:</b>			
Investments in Shares & Bonds		(378,865,901)	(270,640,851)
Purchase of Premises & Fixed Asset (net)		(974,056,004)	(282,117,439)
<b>Net Cash Flow From Investing Activities</b>		<b>(1,352,921,905)</b>	<b>(552,758,291)</b>
<b>C) Cash Flow From Financing Activities:</b>			
<b>Net Cash Flow From Financing Activities</b>		<b>-</b>	<b>-</b>
<b>D) Net Increase in Cash and Cash Equivalents</b>		<b>2,923,328,304</b>	<b>(1,959,644,412)</b>
<b>E) Effect of Changes of Exchange Rates on Cash and Cash Equivalents</b>		<b>3,366,587</b>	<b>2,344,209</b>
<b>F) Opening Cash and Cash Equivalents</b>		<b>12,363,882,180</b>	<b>14,321,182,383</b>
<b>Closing Cash and Cash Equivalents (D+E+F)</b>		<b>15,290,577,071</b>	<b>12,363,882,180</b>
<b>The above closing Cash and Cash Equivalents include:</b>			
Cash in Hand		1,664,181,296	1,592,524,446
Balance with Bangladesh Bank and its Agent Bank		7,820,897,602	7,341,080,712
Balance with Other Banks & Financial Institutions		3,134,309,829	2,173,783,801
Money at Call and Short Notice		1,790,000,000	-
Treasury Bill		878,601,744	1,253,329,821
Prize Bond		2,586,600	3,163,400
		<b>15,290,577,071</b>	<b>12,363,882,180</b>
<b>Net Operating Cash Flow Per Share</b>		<b>11.58</b>	<b>(4.57)</b>

The annexed accounting policies and other notes form an integral part of these financial statements.



M.A. Rouf, JP  
Chairman



Md. Hedayetullah  
Vice Chairman



Syed Manzur Elahi  
Director



Anis A. Khan  
Managing Director & CEO



# Consolidated Statement of Changes in Equity

For the year ended December 31, 2015

Amount in BDT

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Revaluation Surplus on Investments	Foreign Currency Translation Gain	Profit & Loss Account	Total	Minority Interest	Total
Balance as at January 01, 2015	3,077,633,060	2,276,079,020	276,777,324	520,276,266	2,344,209	617,298,134	6,770,408,013	119,147	6,770,527,160
Bonus Share Issued during the year	615,526,610	-	-	-	-	(615,526,610)	-	-	-
Currency Translation differences	-	-	-	-	1,022,378	-	1,022,378	-	1,022,378
Transferred to General Reserve	-	-	170,000,000	-	-	(170,000,000)	-	-	-
Revaluation Reserve transferred during the year	-	-	-	791,569,627	-	-	791,569,627	-	791,569,627
Net Profit for the year After Tax	-	-	-	-	-	1,366,187,785	1,366,187,785	9,226	1,366,197,011
Appropriation made during the year	-	445,064,726	-	-	-	(445,064,726)	-	-	-
Balance as at December 31, 2015	3,693,159,670	2,721,143,746	446,777,324	1,311,845,893	3,366,587	752,894,582	8,929,187,802	128,373	8,929,316,175
Balance as at December 31, 2014	3,077,633,060	2,276,079,020	276,777,324	520,276,266	2,344,209	617,298,134	6,770,408,013	119,147	6,770,527,160

The annexed accounting policies and other notes form an integral part of these financial statements

  
M.A. Rouf, JP  
Chairman

  
Md. Hedayetullah  
Vice Chairman

  
Syed Manzur Elahi  
Director

  
Anis A. Khan  
Managing Director & CEO

# Consolidated Liquidity Statement

As at December 31, 2015

		Amount in BDT					
	Particulars	Less than 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Above 5 years	Total
<b>Assets:</b>							
Cash		2,080,378,898	-	-	-	7,404,700,000	9,485,078,898
Balance with other Banks and Financial Institutions		950,076,792	900,004,988	609,058,811	675,169,238	-	3,134,309,829
Money at Call & Short notice		1,790,000,000	-	-	-	-	1,790,000,000
Investments		2,486,020,831	1,108,866,695	3,090,134,773	5,765,040,537	13,760,327,071	26,210,389,906
Loans and Advances		12,847,239,137	20,690,483,229	30,169,263,690	22,479,344,602	11,402,445,032	97,588,775,690
Premises and Fixed Assets		-	-	-	-	3,181,829,846	3,181,829,846
Other Assets		288,831,963	190,954,942	717,543,944	3,474,990,108	10,611,008	4,682,931,966
Non-Banking Assets		-	-	-	-	-	-
<b>Total Assets</b>		<b>20,442,547,621</b>	<b>22,890,309,854</b>	<b>34,586,001,217</b>	<b>32,394,544,485</b>	<b>35,759,912,957</b>	<b>146,073,316,135</b>
<b>Liabilities:</b>							
Borrowing From Other Banks, Financial Institutions & Agents		987,309,106	-	2,156,005,764	-	1,953,276,533	5,096,591,403
Deposit and Other Accounts		17,118,890,248	25,733,345,861	50,881,927,890	20,173,633,233	4,496,921,627	118,404,718,858
Provision & Other Liabilities		22,751,756	431,613,739	1,569,991,536	3,876,986,204	2,746,634,135	8,647,977,370
Subordinated Debt		-	-	119,712,329	4,875,000,000	-	4,994,712,329
<b>Total Liabilities</b>		<b>18,128,951,110</b>	<b>26,164,959,600</b>	<b>54,727,637,518</b>	<b>28,925,619,437</b>	<b>9,196,832,296</b>	<b>137,143,999,961</b>
<b>Net Liquidity</b>		<b>2,313,596,511</b>	<b>(3,274,649,746)</b>	<b>(20,141,636,301)</b>	<b>3,468,925,049</b>	<b>26,563,080,661</b>	<b>8,929,316,174</b>

The annexed accounting policies and other notes form an integral part of these financial statements.



M.A. Rouf, JP  
Chairman



Md. Hedayetullah  
Vice Chairman



Syed Manzur Elahi  
Director



Anis A. Khan  
Managing Director & CEO

# Balance Sheet

As at December 31, 2015

Property and Asset	Note	Amount in BDT	
		2015	2014
<b>Cash</b>	<b>3.00</b>	<b>9,472,117,478</b>	<b>8,926,888,089</b>
In Hand (Including Foreign Currency)		1,651,219,876	1,585,807,377
Balance with Bangladesh Bank and its agent Bank (s) (including Foreign Currency)		7,820,897,602	7,341,080,712
<b>Balance with other Banks &amp; Financial Institutions</b>	<b>4.00</b>	<b>3,125,283,625</b>	<b>1,970,213,215</b>
In Bangladesh		2,455,380,799	1,695,331,911
Outside Bangladesh		669,902,826	274,881,304
<b>Money at Call and Short Notice</b>	<b>5.00</b>	<b>1,790,000,000</b>	<b>-</b>
<b>Investments</b>	<b>6.00</b>	<b>25,793,423,221</b>	<b>20,406,057,886</b>
Government		23,542,771,441	18,482,257,105
Others		2,250,651,780	1,923,800,781
<b>Loans and Advances</b>	<b>7.00</b>	<b>96,259,012,880</b>	<b>75,707,231,791</b>
Loans, Cash Credit, Overdrafts, etc.		93,921,921,393	73,507,181,276
Bills Purchased and Discounted		2,337,091,487	2,200,050,515
<b>Fixed Asset including Premises, Furniture &amp; Fixture</b>	<b>8.00</b>	<b>3,070,523,270</b>	<b>2,369,772,934</b>
<b>Other Assets</b>	<b>9.00</b>	<b>6,066,425,678</b>	<b>6,325,650,624</b>
<b>Non-Banking Assets</b>		<b>-</b>	<b>-</b>
<b>Total Property and Assets</b>		<b>145,576,786,153</b>	<b>115,705,814,539</b>
<b>Liabilities and Capital</b>			
<b>Borrowing from other Banks, Financial Institutions &amp; Agents</b>	<b>10.00</b>	<b>5,096,591,403</b>	<b>3,744,412,388</b>
<b>Deposits and Other Accounts</b>	<b>11.00</b>	<b>118,686,720,280</b>	<b>96,229,047,046</b>
Current Deposits & Other Accounts		9,588,236,491	8,227,017,193
Bills Payable		1,253,293,664	1,284,280,568
Savings Deposits		17,908,495,890	14,383,897,873
Special Notice Deposits		13,956,739,643	8,158,247,118
Fixed Deposits		55,707,789,090	49,411,783,655
Deposit-Products		20,272,165,502	14,763,820,639
<b>Other Liabilities</b>	<b>12.00</b>	<b>7,958,594,319</b>	<b>6,428,217,471</b>
<b>Subordinated Debt</b>	<b>13.00</b>	<b>4,875,000,000</b>	<b>2,500,000,000</b>
<b>Total Liabilities</b>		<b>136,616,906,002</b>	<b>108,901,676,904</b>
<b>Capital/Shareholders' Equity</b>			
Paid up Capital	<b>14.00</b>	3,693,159,670	3,077,633,060
Statutory Reserve	<b>15.00</b>	2,721,143,746	2,276,079,020
Revaluation Reserve on Investment in Securities		1,311,845,893	520,276,266
Foreign Currency Translation gain/(Loss)		-	-
General Reserve	<b>16.00</b>	446,777,324	276,777,324
Retained Earnings	<b>17.00</b>	786,953,518	653,371,964
<b>Total Shareholders' Equity</b>		<b>8,959,880,150</b>	<b>6,804,137,635</b>
<b>Total Liabilities and Shareholders' Equity</b>		<b>145,576,786,153</b>	<b>115,705,814,539</b>
<b>Net Asset Value (NAV) per share</b>		<b>24.26</b>	<b>22.11</b>

# Balance Sheet

As at December 31, 2015

	Note	Amount in BDT	
		2015	2014
<b><u>Off-Balance Sheet Items</u></b>			
<b>Contingent Liabilities</b>	18.00		
Letter of Guarantee		7,486,950,065	7,021,192,518
Irrevocable Letter of Credit		10,035,077,947	8,207,237,141
Bills for Collection		2,618,832,476	3,191,555,490
Other Contingent Liabilities		14,888,384,964	12,381,817,631
<b>Total Off-Balance Sheet Items</b>		<b>35,029,245,452</b>	<b>30,801,802,780</b>
<b><u>Other Commitments</u></b>			
Documentary credits and short term trade related transactions		-	-
Forward asset purchased and forward deposit placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Claim against the bank not acknowledged as debt		-	-
Litigation pending against Bank		-	-
		-	-
<b><u>Other Memorandum Items</u></b>			
Value of Travelers' Cheque on Hand		-	-
Value of Bangladesh Sanchoy Patra on Hand		-	-
		-	-
<b>Total Off Balance Sheet Items including Contingent Liabilities</b>		<b>35,029,245,452</b>	<b>30,801,802,780</b>

The annexed accounting policies and other notes form an integral part of these financial statements.



M.A. Rouf, JP  
Chairman



Md. Hedayetullah  
Vice Chairman



Syed Manzur Elahi  
Director



Anis A. Khan  
Managing Director & CEO

Signed as per our annexed report of same date.

15 March, 2016  
Dhaka



M.J. ABEDIN & CO.  
Chartered Accountants

# Profit and Loss Account

For the year ended December 31, 2015

Particulars	Note	Amount in BDT	
		2015	2014
Interest Income	20.00	10,650,277,593	9,426,970,071
Less: Interest Paid on Deposits and Borrowings etc.	21.00	7,939,601,965	7,910,059,642
<b>Net Interest Income</b>		<b>2,710,675,628</b>	<b>1,516,910,429</b>
Income from Investments	22.00	2,293,907,041	2,608,301,690
Commission, Exchange and Brokerage	23.00	864,831,556	696,566,872
Other Operating Income	24.00	373,599,228	348,986,786
		<b>3,532,337,825</b>	<b>3,653,855,348</b>
<b>Total Operating Income</b>		<b>6,243,013,453</b>	<b>5,170,765,777</b>
<b>Less: Operating Expenses</b>			
Salary and Allowances	25.00	1,930,977,093	1,393,841,751
Rent, Tax, Insurance and Electricity	26.00	507,318,366	482,545,035
Legal Expenses	27.00	3,411,955	3,160,064
Postage, Stamps and Telephone	28.00	14,036,831	12,346,551
Printing, Stationery and Advertisement	29.00	99,038,366	104,016,382
Managing Director's Remuneration	25.01	16,240,933	14,999,333
Directors' Fee	30.00	1,450,400	1,409,750
Audit Fee	31.00	948,500	943,000
Depreciation on and Repair to Bank's Property	32.00	350,745,750	291,679,656
Other Expenses	33.00	646,622,880	540,224,567
<b>Total Operating Expenses</b>		<b>3,570,791,074</b>	<b>2,845,166,088</b>
<b>Profit Before Provision</b>		<b>2,672,222,379</b>	<b>2,325,599,689</b>
Less: Provision against Loans & Advances including Off Balance Sheet Items	34.00	439,368,230	427,530,521
Less: Provision against Investments		-	101,227,502
Less: Provision against Other Assets		7,530,520	2,469,480
<b>Total Provision</b>		<b>446,898,750</b>	<b>531,227,503</b>
<b>Profit Before Tax</b>		<b>2,225,323,629</b>	<b>1,794,372,186</b>
<b>Less: Income Tax Expenses</b>	35.00	<b>861,150,740</b>	<b>831,078,668</b>
Current Tax		760,896,156	727,074,226
Deferred Tax (Income)/Expense		100,254,584	104,004,442
<b>Net Profit After Tax</b>		<b>1,364,172,889</b>	<b>963,293,519</b>
<b>Retained Surplus Brought Forward</b>		<b>653,371,964</b>	<b>328,737,702</b>
		<b>2,017,544,853</b>	<b>1,292,031,221</b>
<b>Appropriation:</b>			
Bonus Share Issued during the year		615,526,610	279,784,820
Transferred to Statutory Reserve		445,064,726	358,874,438
Transferred to General Reserve		170,000,000	-
		<b>1,230,591,336</b>	<b>638,659,258</b>
<b>Retained Surplus, Carried Forward</b>		<b>786,953,518</b>	<b>653,371,964</b>
<b>Earnings Per Share (2014-Restated)</b>	<b>36.00</b>	<b>3.69</b>	<b>2.61</b>

The annexed accounting policies and other notes form an integral part of these financial statements.



M.A. Rouf, JP  
Chairman



Md. Hedayetullah  
Vice Chairman



Syed Manzur Elahi  
Director



Anis A. Khan  
Managing Director & CEO

Signed as per our annexed report of same date.

15 March, 2016  
Dhaka



M.J. ABEDIN & CO.  
Chartered Accountants



# Statement of Cash Flow

For the year ended December 31, 2015

	Note	Amount in BDT	
		2015	2014
<b>A) Cash Flow From Operating Activities:</b>			
Interest Received		12,887,019,711	11,979,027,967
Interest Paid on Deposits, Borrowings etc.		(8,046,434,341)	(8,019,471,385)
Dividend Income		57,164,924	56,243,794
Fees & Commission Income		533,196,488	493,916,030
Recoveries of Loans previously written off		1,100,990	7,336,952
Cash Paid to Employees as Salaries and Allowances		(1,921,496,313)	(1,376,905,411)
Advance Income Tax Paid		(474,064,845)	(743,208,639)
Cash Received From Other Operational Income	37.00	690,896,866	541,190,095
Cash Paid for Other Operational Expenses	38.00	(1,325,215,217)	(1,183,792,490)
<b>Cash Flow From Operating Activities Before Changes in Net Current Asset</b>		<b>2,402,168,263</b>	<b>1,754,336,913</b>
<b>Changes in Net Current Asset:</b>			
Investment in Treasury Bond		(4,044,544,086)	1,166,859,424
Loans & Advances		(20,551,781,090)	(17,118,095,808)
Other Assets		733,289,791	(155,279,203)
Customers' Deposits		22,037,720,770	12,733,855,727
Suorbinated Debt		2,375,000,000	-
Borrowing from Other Banks, Financial Institutions & Agents		1,352,179,015	64,859,703
Other Liabilities		154,756,614	54,975,581
		<b>2,056,621,016</b>	<b>(3,252,824,576)</b>
<b>Net Cash Flow From Operating Activities</b>		<b>4,458,789,279</b>	<b>(1,498,487,663)</b>
<b>B) Cash Flow From Investing Activities:</b>			
Investments in Shares & Bonds		(326,850,999)	(106,436,924)
Purchase of Premises & Fixed Asset ( net )		(1,016,943,357)	(284,517,293)
<b>Net Cash Flow From Investing Activities</b>		<b>(1,343,794,356)</b>	<b>(390,954,217)</b>
<b>C) Cash Flow From Financing Activities:</b>			
<b>Net Cash Flow From Financing Activities</b>		<b>-</b>	<b>-</b>
<b>D) Net Increase in Cash and Cash Equivalents</b>		<b>3,114,994,923</b>	<b>(1,889,441,880)</b>
<b>E) Effect of Changes of Exchange Rates on Cash and Cash Equivalents</b>		<b>-</b>	<b>-</b>
<b>F) Opening Cash and Cash Equivalents</b>		<b>12,153,594,524</b>	<b>14,043,036,405</b>
<b>Closing Cash and Cash Equivalents (D+E+F)</b>		<b>15,268,589,447</b>	<b>12,153,594,524</b>
<b>The above closing Cash and Cash Equivalents include:</b>			
Cash in Hand		1,651,219,876	1,585,807,377
Balance with Bangladesh Bank and its Agent Bank		7,820,897,602	7,341,080,712
Balance with Other Banks & Financial Institutions		3,125,283,625	1,970,213,215
Money at Call and Short Notice		1,790,000,000	-
Treasury Bill		878,601,744	1,253,329,821
Prize Bond		2,586,600	3,163,400
		<b>15,268,589,447</b>	<b>12,153,594,524</b>
<b>Net Operating Cash Flow Per Share</b>		<b>12.07</b>	<b>(4.87)</b>

The annexed accounting policies and other notes form an integral part of these financial statements.



M.A. Rouf, JP  
Chairman



Md. Hedayetullah  
Vice Chairman



Syed Manzur Elahi  
Director



Anis A. Khan  
Managing Director & CEO

## For the year ended December 31, 2015

The annexed accounting policies and other notes form an integral part of these financial statements.

M.A. Rouf, JP  
Chairman

Md. Hedayetullah  
Vice Chairman

Syed Manzur Elahi  
Director

Anis A. Khan  
Managing Director & CEO

# Liquidity Statement

As at December 31, 2015

Amount in BDT

Particulars	Less than 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Above 5 years	Total
<b>Assets:</b>						
Cash	2,067,417,478	-	-	-	7,404,700,000	9,472,117,478
Balance with other Banks and Financial Institutions	950,076,792	900,004,988	600,032,607	675,169,238	-	3,125,283,625
Money at Call & Short notice	1,790,000,000	-	-	-	-	1,790,000,000
Investments	2,486,020,831	699,900,010	3,090,134,773	5,765,040,537	13,752,327,071	25,793,423,221
Loans and Advances	12,847,239,137	20,690,483,229	30,169,263,690	22,479,344,602	10,072,682,222	96,259,012,880
Premises and Fixed Asset	-	-	-	-	3,070,523,270	3,070,523,270
Other Assets	288,831,963	190,954,942	552,641,856	3,474,990,108	1,559,006,808	6,066,425,678
Non-Banking Assets	-	-	-	-	-	-
<b>Total Assets</b>	<b>20,429,586,201</b>	<b>22,481,343,169</b>	<b>34,412,072,925</b>	<b>32,394,544,485</b>	<b>35,859,239,371</b>	<b>145,576,786,153</b>
<b>Liabilities:</b>						
Borrowing From Other Banks, Financial Institutions & Agents	987,309,106	-	2,156,005,764	-	1,953,276,533	5,096,591,403
Deposits and Other Accounts	17,398,565,325	25,733,345,861	50,884,254,235	20,173,633,233	4,496,921,627	118,686,720,280
Provision & Other Liabilities	22,751,756	431,613,739	760,896,156	3,876,986,204	2,746,634,135	7,838,881,990
Subordinated Debt	-	-	119,712,329	4,875,000,000	-	4,994,712,329
<b>Total Liabilities</b>	<b>18,408,626,187</b>	<b>26,164,959,600</b>	<b>53,920,868,484</b>	<b>28,925,619,437</b>	<b>9,196,832,296</b>	<b>136,616,906,002</b>
<b>Net Liquidity</b>	<b>2,020,960,014</b>	<b>(3,683,616,431)</b>	<b>(19,508,795,558)</b>	<b>3,468,925,049</b>	<b>26,662,407,075</b>	<b>8,959,880,150</b>

The annexed accounting policies and other notes form an integral part of these financial statements.

  
M.A. Rouf, JP  
Chairman

  
Md. Hedayetullah  
Vice Chairman

  
Syed Manzur Elahi  
Director

  
Anis A. Khan  
Managing Director & CEO

# Notes to the Financial Statements

For the year ended December 31, 2015

## Corporate Profile and Significant Accounting Policies

### 1.00 The Bank and its activities

#### 1.01 Legal form of Mutual Trust Bank Limited

Mutual Trust Bank Limited (MTB) was incorporated in Bangladesh in the year 1999 as a Banking Company under the Companies Act, 1994 as a Public Limited Company. All types of commercial banking services are provided by the Bank within the stipulations laid down by the Bank Companies Act, 1991 (as amended in 2013) and directive as received from the Bangladesh Bank from time to time. Registered office of the Bank is at MTB Centre, 26 Gulshan Avenue, Gulshan 1, Dhaka 1212. The Bank started its commercial business from October 24, 1999. The Bank is listed with the Dhaka and Chittagong Stock Exchanges Limited. Authorized capital of the Bank is BDT 10 billion. The Bank has 106 (One hundred six) branches including 14 (fourteen) SME/Agri Branches all over Bangladesh and 02 (Two) Booth located at Hazrat Shahjalal International Airport, Dhaka.

#### 1.02 Principal activities and nature of operation of Mutual Trust Bank Limited

The principal activities of the bank are to provide all kinds of commercial banking and related services such as accepting deposits, lending loans to customers, trade and services, treasury functions, cash management, securities and custody services, remittance services etc.

#### 1.03 Off-Shore Banking Unit (OBU)

The Bank obtained the Off-shore Banking Unit Permission vide Letter No. BRPD (P-3)744(105)/2009-4470 dated December 03, 2009. The Bank commenced operation of this unit from December 07, 2009. The Off-shore Banking Unit is governed under the rules and guidelines of Bangladesh Bank. The principal activities of the Unit are to provide all kinds of commercial banking services to its customers in foreign currencies approved by the Bangladesh Bank. Separate Financial Statements of Off-shore Banking Unit has been drawn up in **Annexure G**.

### 1.04 Subsidiaries

#### 1.4.1 MTB Securities Limited (MTBSL)

MTBSL is engaged in buying and selling of securities for its customers and margin loan is extended to the customers against their margin for investment in the listed companies. The required margin level is monitored daily and margin loan is provided as per established guidelines. Separate Financial Statements of MTB Securities Limited has been drawn up in the reports.

#### 1.4.2 MTB Exchange (UK) Limited (MTB UK)

Bangladesh Bank vide their letter No: BRPD(M)204/25/2010-289 dated 19 August 2010 has accorded approval to the bank for opening a fully owned subsidiary company in the name of MTB Exchange (UK) Limited. The Company was incorporated on June 14, 2010 under the Companies Act 2006 of UK with the registration number 07282261 as a private company limited by shares. The registered office is located at 25 White Chapel Road, London.

The main activities of the exchange house are to carry on the remittance business and to undertake and participate in transactions, activities and operations commonly carried on or undertaken by remittance and exchange houses. Separate Financial Statements of MTB Exchange (UK) Limited has been drawn up in the reports.

#### 1.4.3 MTB Capital Limited (MTBCL)

The Bank obtained permission to embark upon Merchant Banking from the Bangladesh Securities and Exchange Commission (BSEC) vide its certificate No.MB-55/2010 dated December 06, 2010 under the Bangladesh Securities and Exchange Commission Act, 1993. The operation has started as on April 17, 2011. Separate financial statements have been drawn up in the reports.

**MTBCL offers the following services to the market:**

- a. Discretionary and Non Discretionary Portfolio Management services to both the retail and institutional investors under different product lines.
- b. Issue Management services to medium and large corporate houses to manage their Initial Public Offer (IPO), secondary offering, debt issuance and rights issuance.
- c. Underwriting services for both debt and equity issues.

Besides, MTBCL develops various investment schemes suiting objectives and constraints of different investor classes.

**2.00 Significant accounting policies and basis of preparation of financial statements**

**2.01 Statement of Compliance**

The consolidated financial statements of the Group and the financial statements of the Bank and its subsidiary as at and for the year ended 31 December 2015 have been prepared under the historical cost convention and in accordance with Bangladesh Financial Reporting Standards (BFRSs), the "First Schedule" (section-38) of the Bank Company Act 1991 (as amended in 2013), as amended by the BRPD Circular no. 14 dated 25 June 2003, other Bangladesh Bank Circulars, the Companies Act, 1994, the Bangladesh Securities and Exchange Rules 1987, Dhaka and Chittagong Stock Exchange's listing regulations and other laws and rules applicable in Bangladesh. Where the requirement of provisions and circulars issued by Bangladesh Bank differ with those of the regulatory authorities and accounting standards, the provisions and circulars issued by Bangladesh Bank shall prevail.

As such the Group and the Bank has departed from those contradictory requirements of BFRSs in order to comply with the rules and regulation of Bangladesh Bank which are disclosed below:

**2.01.01 Investment in shares and securities**

**BFRSs:** As per requirements of BAS 39 investments in shares and securities generally falls either under "at fair value through profit and loss accounts" or "under available for sale" where any change in the fair value at the year ended is taken to profit and loss account or revaluation reserve account, as the case may be.

**Bangladesh Bank:** As per Banking Regulation & Policy Department (BRPD) Circular no. 14 dated 25 June 2003 of Bangladesh Bank 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 investments. As such Mutual Trust Bank Limited measures and recognizes Investment in Quoted and Unquoted shares at cost if the year-end Market value (for Quoted shares) and book value (Unquoted shares) are higher than the cost.

**2.01.02 Revaluation gain/loss on Government securities:**

**BFRSs:** As per requirement of BAS 39, T-bills and T-bonds fall under the category of "held for trading" and "held to maturity" where any change in the fair value of held for trading is recognized in profit and loss accounts, and amortized cost method is applicable for held to maturity using an effective interest rate.

**Bangladesh Bank:** According to Department of Offsite Supervision (DOS) Circular no. 05 dated 26 May 2008 and subsequent clarification in DOS Circular no. 05 dated 28 January 2009 of Bangladesh Bank, loss on revaluation of Government securities (T-bill/T-bond) which are categorized as held for trading will be charged through Income accounts, but any gain on such revaluation should be recorded under revaluation reserve accounts. However, at the yearend if there is any revaluation gain for any particular held for trading T-bill /T- bonds, such gain can be used to the extent of any revaluation loss for that particular held for trading T-bills/T-bonds. T- bills designated as held to maturity are measured at amortized cost method but interest income / gain should be recognized through revaluation reserve.



### 2.01.03 Provision on loans and advances

**BFRSs:** As per Bangladesh Accounting Standard (BAS)-39, an entity should start the impairment assessment by considering whether objective evidence of impairment exists for financial assets that are individually significant. For financial assets which are not individually significant, the assessment can be performed on an individual or collective (portfolio) basis.

**Bangladesh Bank:** As per BRPD Circular no. 14 dated 23 September 2012 and BRPD Circular no. 19 dated 27 December 2012 a general provision at 0.25% to 5% under different categories of unclassified loans (standard and SMA loans) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard loan, doubtful loans and bad losses, should be provided at 20%, 50% and 100% respectively for loans and advances depending on the duration of overdue. Again as per BRPD Circular no. 10 dated 18 September 2007, a general provision at 1% should be provided for all off-balance sheet exposures. Such provision policies are not specifically in line with those prescribed by BAS 39.

### 2.01.04 Financial instruments - presentation and disclosure:

In several cases Bangladesh Bank guidelines categories, recognize, measure and present financial instruments differently from those prescribed in BAS 39. As such some disclosure and presentation requirements of BFRS 7 and BAS 32 cannot be made in the accounts.

### 2.01.05 REPO transactions

**BFRSs:** 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 or stock lending), the arrangement is accounted for as a deposit, and the underlying asset continues to be recognized in the entity's financial statements. This transaction will be treated as loan and the difference between selling price and repurchase price will be treated as interest expense.

**Bangladesh Bank:** As per BRPD guidelines, 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 normal sales transactions and the financial assets are derecognized in the seller's book and recognized in the buyer's book.

### 2.01.06 Financial guarantees

**BFRSs:** As per BAS-39 financial guarantees are contracts that require an entity 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 terms of a debt instrument. Financial guarantee liabilities are recognized initially at their fair value, and the initial fair value is amortized over the life of the financial guarantee. The financial guarantee liability is subsequently carried at the higher of this amortized amount and the present value of any expected payment when a payment under the guarantee has become probable. Financial guarantees are included within other liabilities.

**Bangladesh Bank:** As per BRPD circular no. 14 dated 25 June 2003, financial guarantees such as L/C, L/G will be treated as off balance sheet items. No liability is recognized for the guarantee except the cash margin.

### 2.01.07 Cash and cash equivalents

**BFRSs:** Cash and cash equivalents items should be reported as cash item as per BAS 7 statement of Cash Flows.

**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 equivalents. Money at call and on short notice presented on the face of the balance sheet, and treasury bills, prize bonds are shown in investments.

### 2.01.08 Non banking assets

**BFRSs:** No indication of non banking assets is found in any BFRSs.

**Bangladesh Bank:** As per BRPD circular no. 14 dated 25 June 2003, there should exist a face item named non banking assets.

#### 2.01.09 Cash flow statement

**BFRSs:** 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 flow should be a mixture of direct and indirect method.

#### 2.01.10 Balance with Bangladesh Bank: (CRR)

**BFRSs:** Balance with Bangladesh Bank should be treated as other assets as it is not available for use in day to day operations as per BAS 7.

**Bangladesh Bank:** Balance with Bangladesh Bank should be treated as cash and cash equivalents.

#### 2.01.11 Loans and Advance net of provision

**BFRSs:** 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 should be presented separately as liability and cannot be netted off against loans and advances.

[Also refer to Note 2.22 Compliance of Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs)]

#### 2.02 Basis of consolidation of operations of subsidiaries

The financial statements of the Company and its subsidiary, as mentioned in note No.1.03 has been consolidated in accordance with Bangladesh Accounting Standard 27 "Separate Financial Statements" and Bangladesh Financial Reporting Standard (BFRS) 10 "Consolidated Financial Statements". The Consolidation of the Financial Statement has been made after eliminating all material intercompany balance, income and expenses arising from intercompany transactions.

The total profit of the Company and its subsidiary are shown in the consolidated statement of comprehensive income with the proportion of profit after taxation. All assets and liabilities of the Company and of its subsidiary is shown in the consolidated statement of financial position. The consolidated financial statements are prepared to a common financial year ended 31 December 2015.

#### Conversion Policy

The conversion policy of Off-shore Banking unit (OBU) and MTB Exchange (UK) Limited is given below.

Details	Price	Rate of GBP for MTBUK	Rate of USD for OBU
For assets & liabilities	Closing price	116.3606	78.5000
For income & expenses	Average price	119.0285	77.9658

#### Transactions eliminated on consolidation

All intra-group transactions, balances, income and expenses are eliminated on consolidation. Profit and losses resulting from transactions between Groups are also eliminated on consolidation.

#### 2.03 Basis of measurement

The financial statements have been prepared on the historical cost basis except for the following material items:

- Government Treasury Bills and Bonds designated as 'Held for Trading (HFT)' at present value using marking to market concept with gain credited to revaluation reserve but loss charged to income statement.

- b) Government Treasury Bills and Bonds designated as 'Held to Maturity (HTM)' at present value using amortization concept.
- c) Land & Buildings is recognized at cost at the time of acquisition and subsequently measured at fair value as per BAS-16 "Property, Plant & Equipment."

The accounting policies, unless otherwise stated have been consistently applied by the company and consistent with those of the previous year.

#### 2.04 Going concern

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. The accompanying financial statements do not include any adjustments should the Bank be unable to continue as a going concern.

#### 2.05 Functional and presentation currency

The financial statements are presented in Bangladesh Taka (BDT) currency, which is the Bank's functional currency. All financial information presented in BDT has been rounded to the nearest BDT.

#### 2.06 Use of estimates and judgments

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

The most critical estimates and judgments are applied to the Provision for impairment of loans & investments and Employees benefits.

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

#### 2.07 Materiality, aggregation and off setting

Each material item as considered by management significant has been displayed separately in the financial statements. No amount has been set off unless the Bank has a legal right to set off the amounts and intends to settle on net basis. Income and expenses are presented on a net basis only when permitted by the relevant accounting standards.

The values of any asset or liability as shown in the balance sheet are not off-set by way of deduction from another liability or asset unless there exist a legal right therefore. No such incident existed during the year.

#### 2.08 Comparative information

The accounting policies have been consistently applied by the Bank and are consistent with those used in the previous year. Comparative information is reclassified and rearranged wherever necessary to conform to the current presentation.

#### 2.09 Foreign currency transaction and Commitments

##### a) Foreign currencies translation

Foreign currency transactions are converted into equivalent Taka using the ruling exchange rates on the dates of respective transactions as per BAS-21 "The Effects of Changes in Foreign Exchange Rates". Foreign currency balances held in US Dollar are converted into Taka at weighted average rate of inter-bank market as determined by Bangladesh Bank on the closing date of every month. Balances held in foreign currencies other than US Dollar are converted into equivalent US Dollar at buying rates of New York closing of the previous day and converted into Taka equivalent. The resulting exchange transaction gains and losses are included in the profit and loss account.

**b) Commitments**

Contingent liabilities / commitments for letters of credit and letters of guarantee denominated in foreign currencies are expressed in Taka terms at the rates of exchange ruling on the balance sheet date.

**2.10 Statement of cash flows**

Statement of cash flows has been prepared in accordance with Bangladesh Accounting Standard-7 "Statement of Cash Flows" and under the guideline of Bangladesh Bank BRPD Circular No. 14 dated 25 June 2003. The Statement shows the Structure of Changes in cash and cash equivalents during the financial year.

**2.11 Statement of changes in equity**

The statement of changes in equity reflects information about the increase or decrease in net assets or wealth. Statement of changes in equity has been prepared in accordance with Bangladesh Accounting Standard-1 "Presentation of Financial Statements" and relevant guidelines of Bangladesh Bank.

**2.12 Liquidity statement**

The liquidity statement has been prepared in accordance with remaining maturity grouping of Assets and Liabilities as of the close of the year as per following basis.

- a) Balance with other Banks and financial institutions, money at call and short notice, etc. are on the basis of their maturity term.
- b) Investments are on the basis of their repayment schedule.
- c) Loans and advances/investments are on the basis of their repayment schedule.
- d) Fixed assets are on the basis of their useful lives.
- e) Other assets are on the basis of their realization/amortization.
- f) Borrowing from other Banks, financial institutions and agents, etc are as per their maturity/repayment terms.
- g) Deposits and other accounts are on the basis of their maturity term and past trend of withdrawal by the depositors.
- h) Provision and other liabilities are on the basis of their payment/ adjustments schedule.

**2.13 Accounting for contingent liabilities and contingent assets**

The bank recognized provisions only when it has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and when a reliable estimate of the obligation can be made. No provision is recognized for:

- a) Any possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future event not wholly within the control of the bank; or
- b) Any present obligation that arises from past events but is not recognized because:
  - It is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
  - A reliable estimate of the amount of obligation cannot be made.

**2.14 Assets and basis of their valuation**

**2.14.01 Cash and cash equivalents**

Cash and cash equivalents include notes and coins on hand, unrestricted balances held with Bangladesh Bank and highly liquid financial assets which are subject to insignificant risk of changes in their fair value, and are used by the Bank management for its short-term commitments.

**2.14.02 Investments**

All investment in securities is initially recognized at cost, being fair value of the consideration given, including acquisition charges associated with the investment. Premiums are amortized and discounts accreted, using the effective yield method and are taken to discount income. The valuation methods of investments used are:

#### a) Held to maturity (HTM)

Investments which have 'fixed or determinable payments' and are intended to be 'held to maturity' other than those that meet the defined of 'held at amortized cost', are classified as held to maturity (HTM). These investments are subsequently measured at present value as per Bangladesh Bank Guideline. Investments in securities have been revalued as marking to market as at 31 December 2015, the gain of revaluation from the held to maturity securities has been shown in the statement in changes in equity of 31 December 2015.

#### b) Held for trading (HFT)

Investments classified in this category are acquired principally for the purpose of selling or repurchasing in short trading or if designated as such by the management. After initial recognition, investments are measured at fair value and any change in the fair value is recognized in the statement of income for the period in which it arises.

#### c) Revaluation

As per the DOS Circular letter no. 05, dated 26 May 2008 & subsequent amendment circular no.05, dated 28 January 2010. HFT securities are revalued on weekly basis and HTM securities are amortized on yearly basis. The HTM securities are also revalued if they are reclassified to HFT category with the Board's approval. Any gain or loss on revaluation of HTM securities is recognized in the statement of changes in equity. Gain/ loss on revaluation of HFT securities is recognized in the income statement on weekly basis and gain on revaluation is transferred to statement of changes in equity on monthly basis.

Valuation of investments has been shown as under Government treasury bills and bonds (HTM) at present value (using amortization concept), Government treasury bills and bonds (HFT) at present value (using making to market concept).

#### d) Value of investments has been shown as under:

Investment class	Initial recognition	Measurement after recognition	Recording of change
Government treasury bills (HFT)	Cost	Marking to market/ fair value	Loss transferred to profit and loss account and income transferred to revaluation reserve.
Government treasury bills (HTM)	Cost	Amortized cost	Loss transferred to profit and loss account and gain transferred to revaluation reserve.
Government treasury bonds (HTM)	Face value	None	None
Prize bond	Cost	None	None
Un quoted shares and debenture	Cost	None	-
Quoted shares	Cost	Cost	Loss transferred to profit and loss account but no unrealized gain recorded.

### 2.14.03 Loans, advances and provisions

Loans and advances are stated at gross amount. General provisions on unclassified loans & off balance sheet exposures, specific provisions for classified loans and interest suspense account thereon are shown under other liabilities. Provision against classified loans and advances is made on the basis of quarter end review by the management and instruction contained in BRPD Circular no. 14, 19 & 5 dated 23 September 2012, 27 December 2012 & 29 May 2013 and subsequent changes.

#### Interest on loans and advances

Interest is calculated on daily product basis but debited to the party's loan account quarterly. No interest is charged on loans and advances which are classified as bad and loss. Interest is



calculated on unclassified loans and advances (only standard) and recognized as income during the year. Interest calculated on classified loans and advances (including special mention accounts) as per Bangladesh Bank circulars is kept in interest suspense account and credited to income on realization. Interest suspense and penal interest (if any) calculated on classified loans and advances are taken into income in the year of its receipt from the defaulting borrowers.

Commission and discounts on bills purchased and discounted are recognized at the time of realization. Recovery of written off loans and advances are taken into income in the year of its receipts from the defaulting borrowers.

### Provision for loans and advances

Provision for loans and advances are made on the basis of quarter as well as year-end review by the management following instructions contained in BRPD Circular no. 14 dated 23 September 2012 of Bangladesh Bank. The percentage of provision on loans and advance are given below:

### Rate of provision

Particulars		Short term Agri. Credit	Consumer financing			SMEF	Loans to BHs/ SDs	All other Credit
			Other than HF, LP	HF	LP			
UC	Standard	2.5%	5%	2%	2%	0.25%	2%	1%
	SMA	-	5%	2%	2%	0.25%	2%	1%
Classified	SS	5%	20%	20%	20%	20%	20%	20%
	DF	5%	50%	50%	50%	50%	50%	50%
	B/L	100%	100%	100%	100%	100%	100%	100%

### Presentation of loans and advances

Loans and advances are shown at gross amount as assets while interest suspense and loan loss provision against classified advances are shown as liabilities in the statement of financial position.

### Security against Loans:

- Project loan: Project land and building are taken as security in the form of mortgage and plant & machinery are taken in the form of hypothecation.
- Working Capital: Goods are taken as security in the form of hypothecation along with land and building mortgage. Listed securities, fixed deposits, assignments of receivables, etc are also taken as security.

### Bills Purchased and Discounted

- Bills purchased and discounted do not include Government Treasury bills and have been classified into two sub-heads viz.,
  - Payable in Bangladesh and
  - Payable outside Bangladesh.
- The bills purchased and discounted have been analyzed as per the maturity grouping.

### Written off loans and advances

Loans and advances are written off to the extent that (i) there is no realistic prospect of recovery, (ii) and against which legal cases are filed and classified as bad loss more than five years as per guidelines of Bangladesh Bank and (iii) Special permission of Bangladesh Bank. These write off however, will not undermine/ affect that claim amount against the borrowers. Detailed memorandum records for all such write off accounts are meticulously maintained and followed up.

#### 2.14.04 Property, plant and equipments

##### a) Recognition

The cost of an item of property, plant and equipments (Fixed assets) shall be recognized as an asset, if and only if it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably.

Property, plant and equipments have been accounted for at cost or revalued amount less accumulated depreciation (except land) as per BAS-16: Property, plant and equipments. Cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent cost of enhancement of an existing asset is recognized as a separate asset, only when it is probable that future economic benefits associated with the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial periods which are incurred.

##### b) Depreciation

Depreciation is charged at the following rates on reducing balance method on all fixed assets other than motor vehicles and leased assets, which are depreciated on straight line basis and no depreciation is charged on land:

Category of Fixed Assets	Rates of Depreciation
Land	Nil
Immovable Property	2.50%
Furniture & Fixtures	10%
Office Equipments	20%
Motor Vehicles	20%
Books & Periodicals	10%
Leasehold Assets	20%
Intangible Assets	20%

##### c) Disposal of fixed assets

On disposal of fixed assets, the cost and accumulated depreciation are eliminated from the fixed assets schedule and gains or losses on such disposal are reflected in the income statement as per provision of BAS-16: Property, Plant and Equipment.

##### d) Capital Work-in-Progress

Capital Work-in-Progress is stated at cost. These are expenses of a capital nature directly incurred in the construction of building, system development, awaiting capitalization.

##### e) Borrowing costs

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets have been capitalized as part of the cost of the assets.

##### f) Impairment

If the recoverable amount of an asset is less than its carrying amount, the carrying amount of the assets should be reduced to its recoverable amount. That reduction is an impairment loss. An impairment loss is recognized as an expense in the income statements.

#### 2.14.05 Other assets

Other assets include all assets not covered specifically in other areas of the supervisory activity and such accounts may be quite insignificant in the overall financial condition of the bank.

##### Provision for other assets

Other assets have been classified as per BRPD Circular No. 14 dated June 25, 2001 of Bangladesh Bank and necessary provisions made thereon accordingly and for items not covered under the circular adequate provisions have been made considering their reliability.

#### **2.14.06 Receivables**

Receivables are recognized when there is a contractual right to receive cash or another financial asset from another entity.

#### **2.14.07 Leases**

Leases are classified as finance lease whenever the 'Terms of the Lease' transfer substantially all the risks and rewards of ownership to the lessee as per BAS-17 "Leases".

##### **The Bank as Lessor**

Amount due from lessees under finance leases are recorded as receivables at the amount of the Bank's net investment in the leases (Note-7.03). Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the Bank's net investment outstanding in respect of the leases.

##### **The Bank as Lessee**

Asset held under finance leases are recognized as assets of the Bank at their fair value at the date of acquisition or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly against income.

#### **2.14.08 Non-Banking Assets**

Non-banking assets are acquired on account of the failure of a borrower to repay the loan in time after receiving the decree from the court regarding the right and title of the mortgaged property. However, the bank has no non banking asset.

#### **2.14.09 Reconciliation of inter-bank/inter-branch account**

Accounts with regard to inter-bank (in Bangladesh and outside Bangladesh) are reconciled regularly and there are no material differences which may affect the financial statements significantly. Un-reconciled entries/ balances in the case of inter-branch transactions as on the reporting date are not material.

#### **2.15 Liabilities and provision**

##### **2.15.01 Borrowings from other banks, financial institutions and agents**

Borrowing from other banks, financial institutions and agents include interest bearing borrowing redeemable at call, on-demand and short term deposits lodged for periods of less than 6 months. These items are brought to account at the gross value of the outstanding balance. Interest paid or payable on these borrowings is charged to the income statement.

##### **2.15.02 Deposits and other accounts**

Deposits and other accounts include non interest bearing current deposit redeemable at call, interests bearing on demand and short term deposits, savings deposit, term deposit, margin, bills payable etc. These items are brought to account at the gross value of the outstanding balances.

##### **2.15.03 Other liabilities**

Other liability is recognized in the balance sheet according to the guideline of Bangladesh Bank and Income-tax Ordinance 1984, BAS-37 and internal policy of the banks. Provisions and accrued expenses are recognized in the financial statements when the bank has a legal or constructive obligation as a result of past event, it is probable that an outflow of economic benefit will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

##### **2.15.04 Dividend payments**

Interim dividends are recognized when paid to shareholders. Final dividend is recognized when it is approved by the shareholders.

The proposed dividend for the year 2015 has recognized as a liability in the Balance Sheet in accordance with the BAS 10 "Events after the Reporting Period".

Dividend payable to the Bank's shareholders are recognized as a liability and deducted from the Shareholders' Equity in the period in which the shareholders' right to receive payment is established.

#### 2.15.05 Employee benefit scheme

The retirement benefits accrued for the employees of the Bank as on reporting date have been accounted for in accordance with provisions of Bangladesh Accounting Standard-19, "Employee Benefit". Bases of enumerating the retirement benefit schemes operated by the Bank are outlined below:

##### a) Provident Fund

Provident fund benefits are given to the permanent employees' of the Bank in accordance with Bank's service rules. Accordingly a trust deed and provident fund rules were prepared. The Commissioner of Income Tax, Taxes Zone 3, Dhaka has approved the Provident Fund as a recognized provident fund within the meaning of section 2(52), read with the provisions of part-B of the First Schedule of Income Tax Ordinance 1984. The recognition took effect from April 30, 2001. The Fund is operated by a Board of Trustees consisting of 5 (five) members. All confirmed employees of the Bank contribute 10% of their basic salary as a subscription to the Fund. The Bank also contributes equal amount of the employees' contribution. Interest earned from the investment is credited to the members' account on yearly basis.

##### b) Gratuity

The Bank operates a funded gratuity scheme approved by the National Board of Revenue. The Gratuity Fund is managed separately by "MTBL Employees Gratuity Fund" and any investment decision out of this fund is also made by this trust.

As per gratuity scheme every permanent employee will get gratuity benefit as per following policy that rendering their service without break:

Completed years of Service	Payment of Gratuity
8 years & above	2.00 basic for each year of service in MTB
7 years	1.70 basic for each year of service in MTB
6 years	1.35 basic for each year of service in MTB
5 years	1.00 basic for each year of service in MTB

##### c) MTB Employees' Welfare Fund

The welfare fund is subscribed by monthly contribution of the employees. The Bank also contributes to the fund from time to time. The fund has been established to provide a token of appreciation or financial assistance to the employees and their family members for education, funeral function, etc. The fund is governed and administered by the Board of trustees consisting of four (04) members.

##### d) MTB Employees' Medical Assistance Fund

Medical Assistance fund is subscribed by monthly contribution of the employees as per policy. The Bank also contributes to the fund from time to time. The fund has been established to provide medical assistance to the employees with dependents. The fund is governed and administered by the Board of trustees consisting of four (04) members.

##### e) MTB Employees' Death Benefit Plan

The plan has been formed to provide financial benefit to the bereaved family of a deceased employee. The Bank contributes to the fund from the annual profit of the Bank on requirement basis. The fund is governed and administered by the Board of trustees consisting of four (04) members.

In case of death of an employee while in active service, financial benefit is paid to the nominee of the deceased employee at a prescribed amount ranging from 3 (three) lacs to 10 (ten) lacs.

##### f) MTB Foundation

The Bank, as part of corporate social responsibility, has established MTB Foundation for the benefit of the community in which it operates and as part of its said responsibility it commits itself to human development, poverty alleviation and overall national economic development. The Bank contributes to the fund from the annual profit of the Bank on requirement basis. The fund is governed and administered by the Board of trustees consisting of four (04) members.

#### **g) Incentive Bonus**

Mutual Trust Bank Limited has started an incentive bonus scheme for its employees. This bonus amount is distributed among the employees based on their performance. The bonus amount is paid annually and costs are accounted for the period to which it relates.

### **2.15.06 Taxation**

#### **a. Current tax**

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years or are never taxable or deductible. Bank's liability for current tax is calculated using tax rates that have been enacted the reporting period.

#### **b. Deferred tax**

The Bank recognizes the current and deferred tax in the financial statements using the provisions of the prevailing tax laws applicable in Bangladesh and as per BAS-12 (Income Taxes). Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which such differences can be utilized. Deferred tax is calculated at the tax rates, which are expected to apply in the period when the liability is settled or the asset is realized.

### **2.16 Capital and share holders equity**

#### **2.16.01 Capital management**

The bank has a capital management process in place to measure, deploy and monitor its available capital and assess its adequacy. This capital management process aims to achieve four major objectives; exceed regulatory thresholds and meet longer-term internal capital targets, maintain strong credit rating, manage capital levels commensurate with the risk profile of the bank and provide the banks shareholders with acceptable returns.

Capital is managed in accordance with the board approved capital management planning from time to time. Senior management develops the capital strategy and oversees the capital management planning of the bank. The bank's finance and risk management department are key to implementing the bank's capital strategy and managing capital. Capital is managed using both regulatory control measure and internal matrix.

#### **2.16.02 Paid-up share capital**

Paid-up share capital represents total amount of shareholder capital that has been paid in full by the ordinary shareholders. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders meetings. In the event of a winding-up of the company ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any residual proceeds of liquidation.

#### **2.16.03 Statutory reserve**

The Statutory reserve has been maintained @ 20% of profit before tax in accordance with provisions of section 24 of the Bank Company Act, 1991 (as amended in 2013).

### **2.17 Off Balance Sheet items**

Under general banking transactions, liabilities against acceptance, endorsements and other obligations and bills against which acceptance has been given and claims exists there against, have been shown as Off Balance Sheet items. Provision for off balance sheet items is made as per BRPD circular no. 08 of 7 August 2007 and 10 of 18 September 2007.

### **2.18 Provision for Nostro Accounts**

As per instructions contained in the circular Letter No. FEPD (FEMO)/01/2005-677 dated September 13, 2005 issued by Foreign Exchange Policy Department of Bangladesh Bank, the Bank is not required to make a provision regarding the un-reconciled debit balance of nostro accounts as



on the reporting date in these financials as there are no un-reconciled entries which are outstanding more than 3 months.

## 2.19 Revenue recognition

The Revenue during the year has been recognized according to the provision of **BAS-18 "Revenue"** as well as Bangladesh Bank guidelines.

### 2.19.01 Interest income

In terms of the provisions of the **BAS-18 "Revenue"**, the interest income is recognized on accrual basis. Interest on loans and advances ceases to be taken into income when such advances are classified.

- a) Interest on unclassified loans and advances (except SMA) has been accounted for as income on accrual basis and calculated on daily product basis but charged and accounted for quarterly and in some cases yearly;
- b) Interest on classified loans and advances has been credited to interest suspense account with actual receipt of interest there from having credited to income as and when received as per Instruction of Bangladesh Bank;
- c) No interest is charged on loans and advances on classified as bad/loss;
- d) Commission and discount on bills purchased and discounted are recognized at the time of realization.
- e) Recovery of written off loans and advances are taken into income in the year of its receipts from the defaulting borrowers.

### 2.19.02 Investment income

Interest income on investments is recognized on accrual basis. Capital gain on investments in shares is also included in investment income. Capital gain is recognized when it is realized.

- Income on investment in treasury bills, bonds, preference shares and debenture, etc. other than equity shares has been accounted for on accrual basis.
- Govt. securities (HTM) are revalued on accrual basis and effect of such revaluation gain has been credited to Asset Revaluation Reserve account.
- Dividend on equity shares is recognized during the period in which it is declared and duly approved.
- Net increase in securities held to maturity during the period due to the valuation at market to market basis has been credited to income statement.

### 2.19.03 Fee and commission income

- Commission charged to customers on letters of credit and letters of guarantee are credited to income at the time of effecting the transactions.
- Fee and Commission on bills discounted, purchased & others are recognized at the time of realization.
- Foreign currency transactions are converted into BDT at prevailing on the dates of such transactions and exchange gains or losses arising out of such transactions are recognized as income or expense for the year and dealt with exchange account.

### 2.19.04 Dividend Income on Shares

Dividend income on shares is recognized during the period in which it is declared and ascertained.

### 2.19.05 Other operating income

Other operating income is recognized at the time when it is realized.

### 2.19.06 Interest paid on deposits and borrowings

Interest paid on deposits, borrowing and other expenses are recognized on accrual basis.



#### 2.19.07 Other expenses

Expenses incurred by the bank are recognized on accrual basis.

#### 2.19.08 Other comprehensive income

Other comprehensive income is presented in financial statements in accordance with **BAS-1: Presentation of financial statements**. No other comprehensive income is recognized during the year.

#### 2.20 Earnings per share

##### Basic earnings per share

Basic earning per share has been calculated in accordance with **BAS 33 “Earning per Share”** which has been shown on the face of statement of profit and loss account. This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the year.

#### 2.21 Reporting period

These financial statements of the bank and its subsidiary cover one calendar year from 01 January to 31 December 2015.

#### 2.22 Compliance report on Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRS)

The Institute of Chartered Accountants of Bangladesh (ICAB) is the sole authority for adoption of International Accounting Standards (IASs) and International Financial Reporting Standards (IFRS). Mutual Trust Bank Limited has applied all the applicable of IAS and IFRS as adopted by ICAB while preparing the financial statements. Details are given below:

Name of the Bangladesh Accounting Standards (BASs)	BAS No.	Status
Presentation of Financial Statements	1	Applied*
Inventories	2	N/A
Statement of Cash Flows	7	Applied
Accounting policies, Changes in accounting Estimates & Errors	8	Applied
Events after the Reporting Period	10	Applied
Construction Contracts	11	N/A
Income Taxes	12	Applied
Property, Plant and Equipment	16	Applied
Leases	17	Applied
Revenue	18	Applied
Employees Benefits	19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	Applied
Borrowing Costs	23	Applied
Related Party Disclosures	24	Applied
Accounting and Reporting by Retirement Benefit Plans	26	Applied
Consolidated and Separate Financial Statements	27	Applied
Investment in Associates	28	N/A
Interest in Joint Ventures	31	N/A
Financial Instruments: Presentation	32	Applied*
Earnings per share	33	Applied
Interim Financial Reporting	34	Applied
Impairment of Assets	36	Applied
Provision, Contingent Liabilities and Contingent Assets	37	Applied*

Name of the Bangladesh Accounting Standards (BASs)	BAS No.	Status
Intangible Assets	38	Applied
Financial Instruments: Recognition and Measurement	39	Applied*
Investment Property	40	Applied
Agriculture	41	N/A

Bangladesh Financial Reporting Standard (BFRSs)	BFRS No.	Status
First-time Adoption of Bangladesh Financial Reporting Standard	1	N/A
Shares Based Payment	2	N/A
Business Combination	3	N/A
Insurance Contracts	4	N/A
Noncurrent Assets Held for Sale and Discontinued Operation	5	N/A
Exploration for and Evaluation of Mineral Resources	6	N/A
Financial Instruments: Disclosures	7	Applied*
Operating Segments	8	Applied
Financial Instruments	9	Applied
Consolidated Financial Statements	10	Applied
Joint Arrangements	11	N/A
Disclosure of Interests in other Entities	12	N/A
Fair Value Measurement	13	N/A

\* Bangladesh Bank is the prime regulatory body for banks in Bangladesh. Some requirements of Bangladesh Bank's rules and regulations contradict with the provision of BAS / BFRS as marked above. As such the bank has departed from those contradictory requirements of BAS/BFRS in order to comply with the rules and regulations of Bangladesh Bank.

## 2.23 Regulatory & legal compliance

The bank has complied with the requirements of following regulatory & legal authority:

- The Bank Company Act, 1991(as amended in 2013)
- The Companies Act, 1994
- Rules & regulations issued by Bangladesh Bank
- The Securities & Exchange Rules, 1987
- The Securities & Exchange Ordinance, 1969
- The Securities & Exchange Act, 1993
- IPO Rules, 1998
- The Income-tax Ordinance, 1984
- VAT Act, 1991
- Dhaka Stock Exchange (listing) regulation 2015

## 2.24 Proposed dividend

Proposed dividend has not been recognized as a liability in the statement of financial position in accordance with Bangladesh Accounting Standards (BAS) 10 "Events after the reporting period".

## 2.25 Events after the reporting period

Where necessary, all the material events after the reporting period have been considered and appropriate adjustment/disclosures have been made in the financial statements.

## 2.26 Operating segment

The bank has only one reportable business segment and the bank is operating with the geographical territory of Bangladesh. Hence segment reporting in accordance with BFRS-8 "Operating Segment" is not applicable.

## **2.27 Litigation**

The bank is not a party to any lawsuits except those arising in the normal course of business, which were filed against the default clients for non-performance in loans repayment and against various level of tax authority regarding some disputed tax issues. The bank, however, provides adequate provisions as per guidelines of **BAS 37**.

## **2.28 Written Off**

Write-off describes a reduction in recognized value. It refers to recognition of the reduced or zero value of an asset. Generally, it refers to loan for which a return on the loan is now impossible or unlikely. The item's potential return is thus canceled and removed from ("written off") the bank's statement of financial position. Recovery against debts written off /provided for is credited to revenue. Income is recognized where amounts are either recovered and/or adjusted against securities/properties or advances there-against or are considered recoverable.

## **2.29 Risk Management**

Risk is an integral part of banking business, and MTB aims at delivering superior shareholder value by achieving an appropriate trade-off between risks and return. The policies and procedures established for this purpose are continuously reviewed in our quest to benefit from a blend of local and international practices. MTB conducts its risk management activities following six core risk guidelines of Bangladesh Bank and Basel norms. At the directives of Bangladesh Bank, MTB has established a separate Risk Management Division (RMD) to identify, measure, monitor and manage risks more effectively and efficiently. MTB's Risk management process is accomplished at strategic level, managerial level and at operational level. At strategic level, MTB Board of Directors (BOD), through Board Risk Management Committee (BRMC) & senior management, sets up risk governance structure & risk philosophy, endorses risk strategies, reviews & approves risk policies as well as the threshold limits of risks that may be taken in line with bank's risk appetite. These limits are continuously monitored by an experienced risk management team and overseen by BRMC. At managerial level, policies and strategies formulated by BOD are implemented by middle management or divisions/departments/units devoted to risk reviews. RMD reports high-risk related matters, identified by the management-level risk committee to the BRMC. RMD also submits periodic stress testing results to the BOD as well. Operational level encompasses on-the-line risk management, where risks are actually created at front office or at credit desk of the bank.

**MTB's risk management in the following areas, among others, is mentioned briefly:**

### **(a) Credit Risk Management**

Credit risk is the risk due to a borrower's inability to meet its financial obligations to the lender. The credit risk is generally made up of transaction risk or default risk and portfolio risk. We have standardized credit approval processes. Credit risk is controlled through segmental exposure limits to various industries and sectors, prudential exposure and substantial exposure ceiling and risk mitigation by obtaining collateral and guarantees.

The Bank has put in place a well-structured Credit Risk Management Policy duly approved by the Board. In addition to Credit Risk Management Policy, the Bank has also framed Board approved credit policy and ensures compliance with regulatory requirements, more particularly in respect of Exposures norms, Assets Classification guidelines, Capital Adequacy guideline, etc of Bangladesh Bank/other Statutory Authorities.

Credit Risk is monitored by the Bank account wise and compliance with the risk limits/exposure cap approved by the Board is ensured. The quality of internal control system is also monitored and in-house expertise has been built up to tackle all the facets of Credit Risk.

The Bank follows a well defined multi layered discretionary power structure for sanction of loans. Credit Grid has been constituted at Head office level for considering fresh/enhancements proposals. The Bank assesses various risk factors for new products prior to its introduction.

### **(b) Market Risk**

Market risk is the possibility of loss arising from changes in the value of a financial instrument as a result of changes in market variables such as interest rates, exchange rates, equity and commodity prices.

### i. Foreign Exchange Risk Management

Foreign Exchange Risk is a measure by the variance of the domestic currency value of an asset, liability or operating income that is attributable to unanticipated change in the exchange rates. Simply, it is the risk that relates to gains/losses that arise due to fluctuations in the exchange rates.

In view of the significance of the market risk and in order to aggregate all such risks at a single department and to bring expertise in such functions, the concept of treasury has evolved. Today's financial institutions engage in activities from import, export and remittance to complex derivatives involving basic foreign exchange and money market to complex structured products. All these require a high degree of expertise that is difficult to achieve in the transactions originating from departments and as such the expertise is housed in a separate department i.e. **Treasury**.

MTB has already segregated Treasury functions in three separate wings i.e. Front office, Back office and mid office.

In compliance with the requirement of Bangladesh Bank's Foreign Exchange Risk Management guidelines, Treasury department is performing the foreign exchange dealing in an appropriate manner and managing risks of the organization's overall balance sheet as well as the capital of the Bank.

### ii. Interest Rate Risk

MTB's focus is mainly on interest rate risk arising from conduct of normal business. Failure to identify the risks associated with business and failure to take timely measures in giving a sense of direction threatens the very existence of the institutions. It is therefore, imperative for the bank to form a "Asset Liability Management Committee (ALCO)" with the senior management as its members to control and better manage its Balance Sheet Risk.

In compliance with the requirement of Bangladesh Bank's Asset Liability Management guidelines, MTB has formed "Asset Liability Management Committee" (ALCO) with the senior executives. The Committee meets once every month to set and review strategies on Asset Liability Management (ALM).

MTB ALM desk performs Money Market activities, manages liquidity and interest rate risk of the bank and understands market dynamics i.e. competition, potential target markets etc., updates the balance sheet movements and complies with the statutory obligations as well as the risk elements involved with the business.

### iii. Equity Risk

Equity risk arises from movement in market value of securities. The investment committee monitors the risks under a well designed policy framework.

### (c) Operational Risk

Operational risk is the risk of loss resulting from inadequate or failed internal processes, people and systems or from external events. Operational risks in the Bank are managed through a comprehensive and well-articulated internal control framework. Material losses are regularly analyzed by cause and actions are taken to improve system and controls to prevent recurrence in the future.

MTB has restructured Internal Control and Compliance Division (ICC) headed by a senior level executive in light of Core Risk guidelines of Bangladesh Bank. The Division is comprised of three departments; Audit and Inspection Department, ICC Compliance Unit and ICC Monitoring Unit. The Bank has developed an Internal Control and Compliance Policy duly approved by the Board of Directors.

As a tool of Internal Control, the Audit and inspection teams undertake periodic and special audit and inspection on the branches and departments/divisions of Head Office in order to sort out the weaknesses and defects in the control process and report to the management for taking corrective measures to protect the interests of the Bank.

The Compliance & Monitoring Units of this division ensure timely and proper compliance of all regulatory instructions and internal policies and procedures in the day-to-day operation of the

Bank by way of using various control tools. They assess the operational risk and take appropriate measures to mitigate the same for smooth operation of the Bank. ICC Division reports serious non-compliances detected by internal and external auditors with up-to-date compliance position thereto, large financial risk exposures, control weaknesses etc. to the Audit Committee of the Board for review and taking appropriate measures.

The ICC division also ensures the clear definition of organizational structure, appropriate assignment, accountability and delegation of authorities to functional management to create control and compliance culture within organization with the active guidance and supervision of senior management and Board of Directors.

Business entities today exist in a highly competitive world. They are constantly innovating to meet their business objectives providing essential and unique services to their customers. Technology advances have enabled them to achieve their varied strategies. And yet, the threats of disaster, on account of business interruption, are not extinct – in fact, they have also evolved along with the technology. Keeping that in mind MTB has taken up its Business Continuity Planning (BCP) as the most significant challenges working out a way to prevent, if possible, and manage the consequences of a disaster, limiting it to the extent that a business can afford. Besides BCP, the Bank is also focusing on combating security threats as well. In keeping with our centralized management model, each branch within the Bank has its own ICT systems. Actions taken include the updating of software and analyzing new software, enhancing ICT related controls, training of staff in system knowledge and sharing of best practices between branch users.

#### **(d) Money Laundering Risk**

Money Laundering risk of Financial Institutions lies with the involvement in any single transaction or series of transactions that assists a criminal in keeping, concealing or disposing of proceeds derived from illegal activities. So it is a major threat to the banks and non-bank financial institutions.

Mutual Trust Bank (MTB), as a compliant bank, is firmly determined not to let money launderers and terrorists or perpetrators to use it as a channel to launder money or finance terrorism in any possible way. Hence, MTB has its own Anti Money Laundering (AML) & Combating Financing of Terrorism (CFT) compliance program which is designed considering the size & range of activities, complexity of operations and the nature & degree of Money Laundering & Terrorist Financing risks faced by the bank. Certainly, it is designed as per the prevailing laws (i.e. Money Laundering Prevention Act, 2012 (Amendment 2015), The Anti-Terrorism Act, 2009 (Amended- 2012 & 2013)), rules (i.e. Money Laundering Prevention Rules 2013, Anti-Terrorism Rules 2013), BFIU guidelines (i.e. Money Laundering and Terrorist Financing Risk Management Guidelines), circulars & instruction and international standards. MTB applies risk sensitive Customer Due Diligence (CDD) measures, monitors business relationships and records suspicious transactions pursuant to the national regulations and international standards.

MTB has developed its own Money Laundering (ML) & Terrorist Financing (TF) Risk Management Guideline entailing the customer acceptance policy and the ML & TF Risk Assessment Guideline. The customer acceptance policy incorporates the detail customer due diligence procedure for acceptance/ rejection of customer, procedures to open & operate different types of account. The ML & TF Risk Assessment Guideline incorporates the risk register in line with BFIU guideline. Department has been reformed as 'Central Compliance Unit (CCU) under the direct supervision of the MD & CEO which consists of 8 (eight) members having expertise in the field of general banking and information technology. Every year, the MD & CEO of the bank makes statement of commitment in writing to all employees that clearly sets forth MTB's policy against Money Laundering, Terrorist Financing & Proliferation Financing.

#### **(e) Fraud and Forgeries**

Fraud Detection and Management Process: Internal Audit (IA) team conducts surprise audit on all MTB branches and offices of the Head Office at least one in a year. While auditing branches and offices, the IA team thoroughly checks the operational activities of the branches/ offices including transactions in various accounts and search for any irregularities occurred in those accounts. IA team also monitors the staff accounts and if necessary investigate the suspicious transactions and report the same to the management. IA team also conducts investigation into specific allegations and submits report to the management for action. Senior management of the bank also conduct regular



visit to MTB branches and advise the branch officials to comply with all the regulatory instructions, policies and procedures of the bank.

## 2.30 Audit Committee

In compliance to Bangladesh Bank's circular, the Board of Directors has formed an Audit Committee comprising of the following 5 (Five) Directors of the Board.

SL. NO.	Name of the Director	Status With the Bank	Status with the committee	Educational Qualification
01.	Mr. Anwarul Amin	Independent Director	Chairman	Graduated from Westminster Bank Institute of Banking, Oaken Holt, Oxfordshire, UK
02.	Mr. Syed Manzur Elahi	Director (Founding Chairman)	Member	MA in Economics from University of Dhaka
03.	Dr. Arif Dowla	Director	Member	Ph.D. in Mathematics from University of California, USA
04.	Khwaja Nargis Hossain	Director	Member	MA in Islamic History from University of Dhaka
05.	Dr. Sultan Hafeez Rahman	Independent Director	Member	Ph.D. and M.A from Stanford University, USA and M.A in Economics from Vanderbilt University, USA

During the year, 4 (four) meetings of the audit committee were held.

Audit committee reviews various audit/inspection reports at regular intervals. Upon scrutiny of the audit objections and compliance, the committee advised the management to remain within the policy guidelines and directives of the regulatory authorities.

As per circular, the committee places their report regularly to the board meetings of the Bank mentioning their activities & recommendations of the internal control system, compliance of rules and regulations and establishment of good governance within the organization.

## 2.31 Directors responsibility on statements

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

## 2.32 Approval of Financial Statements

The financial statements were approved by the Board of Directors on March 15, 2016.

## 2.33 General

- These financial statements are presented in BDT, which is the Bank's functional currency. Figure appearing in these financial statements have been rounded off to the nearest BDT.
- The expenses, irrespective of capital or revenue nature, accrued/due but not paid have been provided for in the books of the Bank.
- Figures of previous year have been rearranged whenever necessary to conform to current year's presentation.
- No Asset has been set off against any Liability except MTB General Account.



		Amount in BDT	
		2015	2014
<b>3.00 Cash</b>			
In Hand (Including foreign currency) (Note 3.01)		1,651,219,876	1,585,807,377
Balance with Bangladesh Bank and its Agent Bank (Note 3.02)		7,820,897,602	7,341,080,712
		<b>9,472,117,479</b>	<b>8,926,888,089</b>
<b>3.01 In Hand (Including foreign currency)</b>			
Local Currency		1,644,265,293	1,575,957,930
Foreign Currency		6,954,583	9,849,447
		<b>1,651,219,876</b>	<b>1,585,807,377</b>
<b>3.02 Balance with Bangladesh Bank and its Agent Bank</b>			
With Bangladesh Bank			
Local Currency		7,461,657,290	7,063,693,136
Foreign Currency		173,024,242	85,166,635
With Sonali Bank (as agent of Bangladesh Bank-Local Currency)		186,216,069	192,220,942
		<b>7,820,897,602</b>	<b>7,341,080,712</b>

Balance with Bangladesh Bank : Outstanding transactions(net) originated but yet to be responded at the Balance Sheet date. However, the status of unresponded entries as at December 31, 2015 is given below:

Period of Unreconciliation	Number of unresponded entry		Unresponded amount	
	Dr.	Cr.	Dr.	Cr.
Less than 3 months	5	24	17,902,352	26,269,798
3 months to Less than 6 months	-	-	-	-
6 months to Less than 12 months	-	-	-	-
12 months and more	-	-	-	-
<b>Total</b>	<b>5</b>	<b>24</b>	<b>17,902,352</b>	<b>26,269,798</b>

All unadjusted entries are subsequently adjusted on regular basis

### 3.03 Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR)

Cash Reserve Requirement and Statutory Liquidity Ratio have been calculated and maintained in accordance with section 33 of The Bank Company Act, 1991 (as amended in 2013) and BRPD circular no.11 and 12, dated August 20, 2005.

Monetary Policy Department (MPD) of Bangladesh Bank has issued a Circular regarding CRR through Circular No.# 01 dated June 23, 2014 and the Bank has maintained CRR in accordance with circular. The Cash Reserve Requirement on the Bank's Time and Demand Liabilities at the rate of 6.50% has been calculated and maintained with the Bangladesh Bank in Current Account and 13% Statutory Liquidity Ratio, on the same liabilities has also been maintained as per the directives of Bangladesh Bank. Both the reserves maintained by the Bank are in excess of the Statutory requirement.

### 3.04 Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR)

	2015		2014	
Cash Reserve Requirement (CRR)				
	%	(BDT Million)	%	(BDT Million)
Required	6.50%	7,404.76	6.50%	6,626.35
Maintained	6.54%	7,453.29	6.89%	7,019.90
<b>Surplus/(Deficit)</b>	<b>0.04%</b>	<b>48.53</b>	<b>0.39%</b>	<b>393.55</b>
Statutory Liquidity Ratio (SLR)				
Required	13.00%	14,809.52	13.00%	13,252.69
Maintained	22.32%	25,428.74	26.84%	20,257.12
<b>Surplus/(Deficit)</b>	<b>9.32%</b>	<b>10,619.22</b>	<b>13.84%</b>	<b>7,004.43</b>

MTB acts as one of the active Primary Dealer of Government Securities throughout the year like other PD banks of the country. We support the Government of Bangladesh through debt financing to facilitate effective implementation of Annual Budget which in turn promote economic growth and development of the country.

		Amount in BDT	
		2015	2014
<b>3.05 Components of Statutory Liquidity Ratio (SLR) (BDT Million)</b>			
Cash in Hand		1,651.22	1,585.81
Balance with Sonali Bank		186.22	192.22
Held to Maturity (HTM) Securities		14,269.38	15,484.05
Held for Trading (HFT) Securities		9,270.81	2,995.04
Other eligible securities		51.12	-
		<b>25,428.74</b>	<b>20,257.12</b>
<b>3 (a) Consolidated Cash</b>			
<b>i. Cash in hand (including foreign currency)</b>			
Mutual Trust Bank Limited (Note-3.01)		1,651,219,876	1,585,807,377
MTB Securities Limited		8,526,611	4,406,945
MTB Capital Limited		12,525	822
MTB Exchange (UK) Limited		4,422,285	2,309,302
		<b>1,664,181,296</b>	<b>1,592,524,446</b>
<b>ii. Balance with Bangladesh Bank and its agent Bank(s) (including foreign currency)</b>			
Mutual Trust Bank Limited (Note-3.02)		7,820,897,602	7,341,080,712
MTB Securities Limited		-	-
MTB Capital Limited		-	-
MTB Exchange (UK) Limited		-	-
		<b>7,820,897,602</b>	<b>7,341,080,712</b>
		<b>9,485,078,899</b>	<b>8,933,605,158</b>
<b>4.00 Balance with other Banks and Financial Institutions</b>			
In Bangladesh (Note-4.01)		2,455,380,799	1,695,331,911
Outside Bangladesh (Note- 4.02)		669,902,826	274,881,304
		<b>3,125,283,625</b>	<b>1,970,213,215</b>
<b>4.01 In Bangladesh</b>	<b>Transaction Currency</b>		
<b>Fixed Deposits Receipt (FDR)</b>			
Lanka Bangla Finance Limited	BDT	250,000,000	103,187,500
IDLC Finance Limited	BDT	18,604,988	33,751,395
Bangladesh Investment and Finance Company Limited	BDT	150,000,000	154,030,139
Reliance Finance Limited	BDT	-	60,805,000
International Leasing and Financial Services Limited	BDT	300,000,000	203,055,556
Union Capital Limited	BDT	200,000,000	204,345,972
Industrial & Infrastructure Development Finance Company Limited	BDT	-	60,839,167
Peoples Leasing Limited	BDT	-	101,054,167
MIDAS Financing Limited	BDT	100,000,000	101,760,000
Standard Bank Limited	BDT	-	505,270,833
Fareast Finance Limited	BDT	100,000,000	-
Premier Leasing & Finance Limited	BDT	200,000,000	-
Prime Finance & Investment Limited	BDT	50,000,000	-
One Bank Limited	BDT	400,000,000	-
FAS Finance Limited	BDT	200,000,000	-
Bangladesh Finance & Investment Company Limited	BDT	100,000,000	-
GSP Finance Company (Bangladesh) Limited	BDT	100,000,000	-
Bay Leasing & Investment Limited	BDT	100,000,000	-
<b>Special Notice Deposit (SND)</b>			
Dutch Bangla Bank Limited	BDT	64,001	62,965
BASIC Bank Limited	BDT	79,541	78,508
Sonali Bank Limited	BDT	4,138,526	12,077,575
State Bank of India	BDT	6,573	100,000
Agrani Bank Limited	BDT	17,431,967	28,463,926

		Amount in BDT	
		2015	2014
Janata Bank Limited	BDT	18,955,021	11,170,671
Standard Chartered Bank	BDT	26,861,490	-
<b>Current Deposits (CD)</b>			
Standard Chartered Bank	BDT	-	26,957,102
AB Bank Limited	BDT	200,000	200,000
Southeast Bank Limited	BDT	1,079,952	1,244,432
Islami Bank Bangladesh Limited	BDT	268,823	24,901
Janata Bank Limited	BDT	17,084,202	17,521,658
BRAC Bank Limited	BDT	1,605,851	1,405,851
Agrani Bank Limited	BDT	98,999,864	67,924,593
<b>Sub total</b>		<b>2,455,380,799</b>	<b>1,695,331,911</b>
4.02	<b>Outside Bangladesh (NOSTRO Accounts)</b>		
<b>in current account</b>			
Mashreq Bank, New York	US\$	134,079,755	38,094,403
Standard Chartered Bank, New York	US\$	46,806,407	27,613,313
Habib American Bank, New York	US\$	111,841,870	20,864,310
Mashreq Bank, London	US\$	12,724,537	584,798
ICICI, Hong Kong	US\$	15,975,045	3,932,722
National Commercial Bank, Jeddha	US\$	44,689,779	7,041,798
Sonali Bank, London	US\$	27,971,939	23,934,472
Commerz Bank AG Germany	US\$	10,635,442	3,034,302
Standard Chartered Bank, Singapore	SGD	555,830	1,236,975
Standard Chartered Bank, Colombo	ACU-USD	361,859	729,807
Mashreq Bank, London	GBP	21,023,577	14,060,922
Standard Chartered Bank, London	GBP	23,153,571	13,386,318
Sonali Bank, London	GBP	733,838	2,395,207
Habib American Bank, Zurich	CHF	1,270,519	1,060,352
Standard Chartered Bank, Tokyo	JPY	247,941	14,108,695
UBAF, Tokyo	JPY	76,133	165,136
Mashreq Bank, London	EUR	708,427	1,323,219
Standard Chartered Bank, Germany	EUR	654,435	2,672,110
Sonali Bank, London	EUR	404,006	446,204
ICICI, Mumbai	EUR	142,820	511,096
Unicredit, Germany	EUR	1,765,726	817,514
Commerze Bank, Germany	EUR	10,335,069	13,488,108
Standard Chartered Bank, Mumbai	ACU	7,231,755	8,325,729
Standard Chartered Bank, Kolkata	ACU	20,840,374	2,384,275
Standard Chartered Bank, karachi	ACU	1,475,028	7,187,366
United Bank of India, kolkata	ACU	19,407,509	4,809,871
United Bank of India, Kolkata	ACU-EUR	362,587	693,252
Mashreq Bank, Mumbai	ACU	33,530,198	2,572,524
AB Bank, Mumbai	ACU	16,912,334	8,066,876
ICICI, Mumbai	ACU	38,466,802	5,980,233
HDFC Bank, Mumbai	ACU	26,896,141	8,341,566
Himalayan Bank Ltd., Kathmundu	ACU	5,378,035	1,543,398
Nepal Bangladesh Bank Ltd.	ACU	19,625	19,487
Habib Bank Pakistan	ACU	3,925,000	-
Habib Metropolitan Bank, Karachi	ACU	1,266,305	1,555,948
		<b>641,870,219</b>	<b>242,982,304</b>
<b>Term Deposit</b>			
ICICI, Mumbai	US\$	28,032,607	31,899,000
<b>Sub total</b>		<b>669,902,826</b>	<b>274,881,304</b>
<b>Total</b>		<b>3,125,283,625</b>	<b>1,970,213,215</b>

Details of NOSTRO accounts are shown in **Annexure-A**

		Amount in BDT	
		2015	2014
<b>4.03</b>	<b>Net Balance With other Banks and Financial Institutions</b>		
	Balance with other Banks and Financial Institutions (Note-4)	3,125,283,625	1,970,213,215
	Less: Borrowing From Other Banks, Financial Institutions and Agents (Note 10.00)	5,096,591,403	3,744,412,388
		<b>(1,971,307,779)</b>	<b>(1,774,199,173)</b>
<b>4.04</b>	<b>Maturity grouping of Balance with other Banks and Financial Institutions</b>		
	On Demand	950,076,792	1,248,891,902
	Less than three months	900,004,988	461,285,919
	More than three months but less than one year	600,032,607	59,617,467
	More than one year but less than five years	675,169,238	200,417,927
	More than five years	-	-
		<b>3,125,283,625</b>	<b>1,970,213,216</b>
<b>4 (a)</b>	<b>Consolidated balance with other Banks and Financial Institutions In Bangladesh</b>		
	Mutual Trust Bank Limited (Note-4.01)	2,455,380,799	1,695,331,911
	MTB Securities Limited	277,952,172	342,439,831
	MTB Capital Limited	13,075,455	25,440,727
	MTB Exchange (UK) Limited	-	-
	Less: Intragroup Deposit	(282,001,422)	(164,309,972)
		<b>2,464,407,003</b>	<b>1,898,902,497</b>
	<b>Outside Bangladesh</b>		
	Mutual Trust Bank Limited (Note-4.02)	669,902,826	274,881,304
	MTB Securities Limited	-	-
	MTB Capital Limited	-	-
	MTB Exchange (UK) Limited	-	-
		<b>669,902,826</b>	<b>274,881,304</b>
		<b>3,134,309,829</b>	<b>2,173,783,801</b>
<b>5.00</b>	<b>Money at Call and Short Notice:</b>		
	Bangladesh Finance And Investment Company Limited	70,000,000	-
	Delta Brac Housing Finance Corporation Limited	80,000,000	-
	Fareast Finance And Investment Limited	60,000,000	-
	GSP Finance Company (Bangladesh) Limited	60,000,000	-
	IDLC Finance Limited	200,000,000	-
	International Leasing And Financial Services Limited	90,000,000	-
	Lanka Bangla Finance Limited	50,000,000	-
	MIDAS Financing Limited	80,000,000	-
	Phoenix Finance And Investments Limited	100,000,000	-
	Premier Leasing And Finance Limited	70,000,000	-
	Prime Finance And Investment Limited	80,000,000	-
	Union Capital Limited	40,000,000	-
	Trust Bank Limited	210,000,000	-
	The City Bank Limited	210,000,000	-
	Bangladesh Commerce Bank Limited	200,000,000	-
	AB Bank Limited	190,000,000	-
		<b>1,790,000,000</b>	<b>-</b>
<b>6.00</b>	<b>Investments</b>		
	Government (Note 6.01)	23,542,771,441	18,482,257,105
	Others (Note 6.02)	2,250,651,780	1,923,800,781
	<b>Total</b>	<b>25,793,423,221</b>	<b>20,406,057,886</b>

		Amount in BDT	
		2015	2014
<b>6.01</b>	<b>Government ( Investment in Govt. securities)</b>		
	Treasury Bills (Note 6.01.a)	878,601,744	1,253,329,821
	Treasury Bonds (Note 6.01.b)	22,061,877,596	17,225,763,884
	Bangladesh Bank Bills	599,705,501	-
	Prize Bonds	2,586,600	3,163,400
	<b>Total</b>	<b>23,542,771,441</b>	<b>18,482,257,105</b>
<b>6.01.a</b>	<b>Treasury Bills ( at present value )</b>		
	<b>Un-encumbered</b>		
	28 days	-	-
	91 days	-	191,577,699
	182 days	-	74,644,913
	364 days	878,601,744	298,215,244
	<b>Sub-total</b>	<b>878,601,744</b>	<b>564,437,857</b>
	<b>Encumbered</b>		
	91 days	-	11,199,341
	182 days	-	282,362,067
	364 days	-	395,330,556
	<b>Sub-total</b>	<b>-</b>	<b>688,891,964</b>
	<b>Total Treasury Bill</b>	<b>878,601,744</b>	<b>1,253,329,821</b>
<b>6.01.b</b>	<b>Treasury Bonds</b>		
	<b>Un-encumbered</b>		
	2 Years	81,502,188	-
	5 Years	4,931,754,877	4,945,161,476
	10 Years	10,491,847,100	6,959,393,872
	15 Years	4,226,291,471	3,244,316,287
	20 Years	2,330,481,961	2,029,468,952
	<b>Sub-total</b>	<b>22,061,877,596</b>	<b>17,178,340,587</b>
	<b>Encumbered</b>		
	2 Years	-	-
	5 Years	-	-
	10 Years	-	-
	15 Years	-	-
	20 Years	-	47,423,297
	<b>Sub-total</b>	<b>-</b>	<b>47,423,297</b>
	<b>Total Treasury Bond</b>	<b>22,061,877,596</b>	<b>17,225,763,884</b>

**6.02 Other (Investment in other securities)**
**Shares in quoted companies**

(Annexure-B may kindly be seen for details)

**Shares in unquoted companies ( at face value) :**

Industrial &amp; Infrastructure Development Finance Company Limited

Summit Power Limited Preference Share

Central Depository (BD) Limited

Energypac Power Generation Limited

The Bangladesh Rating Agency Limited

BD Venture Limited

Amount in BDT

2015

2014

983,728,730

1,162,490,231

42,453,820

42,453,820

16,259,300

40,646,800

15,694,430

15,694,430

50,000,000

50,000,000

4,915,500

4,915,500

20,000,000

20,000,000

149,323,050

173,710,550

**Funds:**

MTB First Mutual Fund

MTB Unit Fund

100,000,000

100,000,000

217,600,000

217,600,000

317,600,000

317,600,000

**Bonds:**

Prime Bank Bond (Note 6.02.a)

Uttara Finance &amp; Investment Limited -Zero Coupon Bond ( Note 6.02.b)

AB Bank Subordinated Bond (Note 6.02.c)

90,000,000

90,000,000

80,000,000

100,000,000

80,000,000

80,000,000

250,000,000

270,000,000

**Commercial Paper:**

Rangs Properties Limited

Envoy Textiles Limited

200,000,000

-

350,000,000

-

550,000,000

-

**Total other investments**

2,250,651,780

1,923,800,781

**6.03 Assets pledged as security for liabilities as at December 31, 2015 is BDT 247,213,750 of Treasury Bill and Bond against Re-Purchase Agreement. Details are as follows:**
**(a) i. Disclosure regarding outstanding Repo as at December 31, 2015**

Counter Party Name	Agreement Date	Reversal Date	Amount
A. Bangladesh Bank (Liquidity Support)	-	-	-
B. Bangladesh Bank (Repo)	-	-	-
C. Pubali Bank Limited	31.12.2015	03.01.2016	247,213,750
<b>Total</b>			<b>247,213,750</b>

ii. There is no outstanding Reverse Repo as at December 31, 2015.



(b) Disclosure regarding overall transaction of Repo for the year 2015

Particulars	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year
<b>Securities sold under Repo:</b>			
i) with Bangladesh Bank	-	-	-
ii) with Other Banks & Financial Institutions	98,872,900	10,714,194,833	2,211,485,501
<b>Securities purchased under reverse Repo:</b>			
i) with Bangladesh Bank	5,900,000	5,900,000	16,164
ii) with Other Banks & Financial Institutions	105,535,854	2,733,845,980	126,213,637

		Amount in BDT	
		2015	2014
<b>6.02.a Prime Bank Bond</b>			
Opening Balance		90,000,000	90,000,000
Add: New investment		-	-
Less: Redeemed upto 31.12.15		-	-
Closing Balance		<u>90,000,000</u>	<u>90,000,000</u>
<b>6.02.b Uttara Finance &amp; Investment Limited- Zero Coupon Bond</b>			
Principal		100,000,000	100,000,000
Add: New investment		-	-
Less: Redeemed upto 31.12.15		20,000,000	-
Redeemable Value		<u>80,000,000</u>	<u>100,000,000</u>
<b>6.02.c AB Bank Subordinated Bond</b>			
Principal		80,000,000	80,000,000
Add: New investment		-	-
Less: Redeemed upto 31.12.15		-	-
Redeemable Value		<u>80,000,000</u>	<u>80,000,000</u>
<b>6.04 Maturity grouping of Investment as follows:</b>			
On Demand		2,486,020,830	3,163,400
Less than three months		699,900,010	1,162,490,231
More than three months but less than one year		3,090,134,773	1,402,124,871
More than one year but less than five years		5,765,040,537	5,532,761,476
More than five years		13,752,327,071	12,305,517,908
		<u>25,793,423,221</u>	<u>20,406,057,886</u>
<b>6 (a) Consolidated Investments</b>			
<b>Government Investment</b>		23,542,771,441	18,482,257,105
Mutual Trust Bank Limited		-	-
MTB Securities Limited		-	-
MTB Capital Limited		-	-
MTB Exchange (UK) Limited		<u>23,542,771,441</u>	<u>18,482,257,105</u>
<b>Other Investments</b>			
Mutual Trust Bank Limited		2,250,651,780	1,923,800,781
MTB Securities Limited		257,281,925	194,901,851
MTB Capital Limited		159,684,760	166,886,532
MTB Exchange (UK) Limited		-	-
		<u>2,667,618,465</u>	<u>2,285,589,164</u>
		<u>26,210,389,906</u>	<u>20,767,846,269</u>
<b>7.00 Loans and Advances</b>			
Loans (Note-7.01.01)		60,096,111,786	45,725,814,630
Cash Credits		22,542,346,023	15,942,708,086
Packing Credits		75,093,595	-
Secured Overdrafts		11,208,369,989	11,838,658,560
		<u>93,921,921,393</u>	<u>73,507,181,276</u>
Bills Purchased and Discounted (Note-7.01.02)		2,337,091,487	2,200,050,515
<b>Total Loans and Advances</b>		<u>96,259,012,880</u>	<u>75,707,231,791</u>

		Amount in BDT	
		2015	2014
7.01	<b>Loans and Advance</b>		
	<b>In Bangladesh</b>		
7.01.01	<b>Loans</b>		
	Term Loan	24,536,763,468	18,704,414,353
	Time Loan	658,584,611	328,820,999
	Small and Medium Enterprise Financing	9,277,769,985	7,027,540,075
	Consumer Financing	399,486,984	502,384,587
	Retail Financing	2,552,741,449	1,951,350,252
	General Loans	2,872,375,972	2,436,049,231
	Demand Loan	1,457,355,942	643,121,154
	Payment Against Documents (PAD)	344,033,832	290,406,446
	Trust Receipts	8,484,507,785	7,208,577,204
	Lease Finance (note-7.03)	333,016,661	380,540,119
	Export Development Fund Loan	1,535,289,227	-
	House Building Loan	3,254,990,874	2,409,251,702
	Staff/Employee Loan	600,621,927	577,256,326
	Loans and Advances -Offshore Banking Unit (Annexure-G)	1,286,284,262	598,006,047
	Loan to MTB Securities Ltd.*	2,460,000,000	2,634,788,736
	Loan to MTB Capital Limited	-	-
	Loan to MTB Exchange (UK) Limited	42,288,808	33,307,399
		<b>60,096,111,786</b>	<b>45,725,814,630</b>
	Cash Credit	22,542,346,023	15,942,708,086
	Packing Credit	75,093,595	-
	Secured Overdraft	11,208,369,989	11,838,658,560
		<b>93,921,921,393</b>	<b>73,507,181,276</b>
	<b>Outside Bangladesh</b>	-	-
		<b>93,921,921,393</b>	<b>73,507,181,276</b>
7.01.02	<b>Bill Purchased and Discounted</b>		
	Payable in Bangladesh	2,185,712,585	2,123,318,715
	Payable outside Bangladesh	151,378,902	76,731,800
		<b>2,337,091,487</b>	<b>2,200,050,515</b>
7.02	<b>Net Loans &amp; Advances</b>		
	Gross Loans & Advances (Note- 7)	96,259,012,880	75,707,231,791
	Less:		
	Classified Loans & Advances (Note-7.07)	2,034,421,778	2,060,278,919
	Interest Suspense (Note- 12.05)	536,807,002	381,689,511
	Provision for Loans & Advances (Note -12.01)	2,247,000,000	1,851,613,742
	<b>Net Loans &amp; Advances</b>	<b>91,440,784,100</b>	<b>71,413,649,620</b>
7.03	<b>Gross Lease Rent Receivable</b>		
	within 1 year	72,702,211	87,933,243
	within 5 years	334,160,573	404,166,842
	after 5 years	-	-
		<b>406,862,785</b>	<b>492,100,085</b>
	Less: Unearned Lease Rent	73,846,123	111,559,966
		<b>333,016,661</b>	<b>380,540,119</b>
7.04	<b>Residual Maturity grouping of Loans and Advances</b>		
	On Demand	12,847,239,137	10,104,289,273
	Not more than three months	20,690,483,229	16,272,961,490
	More than three months but less than one year	30,169,263,690	23,727,974,875
	More than one year but less than five years	22,479,344,602	17,679,892,006
	More than five years	10,072,682,222	7,922,114,148
	<b>Total</b>	<b>96,259,012,880</b>	<b>75,707,231,791</b>

		Amount in BDT	
		2015	2014
<b>7.05</b>	<b>Concentration of Loans and Advances:</b>		
a)	Loans and Advances to Institutions in which the Directors of the Bank have interest	-	-
b)	Advances to Managing Director & other Senior Executives	600,621,927	577,256,326
c)	Advances to Industries		
	Agriculture	2,504,645,545	1,150,828,592
	RMG	6,086,855,000	4,098,523,804
	Textile	7,792,550,000	6,033,216,578
	Ship Building	1,029,400,000	754,040,000
	Ship Breaking	894,160,640	1,178,460,000
	Other Manufacturing industry	20,210,598,574	14,297,263,878
	SME loans	12,304,687,229	4,918,472,557
	Construction	1,243,350,000	1,031,422,788
	Power, Gas	2,721,400,000	776,085,400
	Transport, Storage and Communication	997,440,000	711,851,500
	Trade Service	12,481,955,100	12,215,662,100
	Commercial real estate financing	5,324,469,550	4,150,187,086
	Residential real estate financing	821,410,000	1,025,040,533
	Consumer credit	1,562,181,642	1,590,214,611
	Capital Market (Loan provided for brokerage or merchant banking, to stock dealer or any kind of capital market activities)	2,460,000,000	2,814,933,742
	NBFIs	5,797,660,000	7,728,905,299
	Others	11,425,627,674	10,654,866,997
		<b>95,658,390,954</b>	<b>75,129,975,465</b>
		<b>96,259,012,880</b>	<b>75,707,231,791</b>

<b>7.05 (a)</b>	<b>Concentration of Consolidated Loans and Advances:</b>		
a)	Loans and Advances to Institutions in which the Directors of the Bank have interest	-	-
b)	Advances to Managing Director & other Senior Executives	600,621,927	577,256,326
c)	Advances to Industries		
	Agriculture	2,504,645,545	1,150,828,592
	RMG	6,086,855,000	4,098,523,804
	Textile	7,792,550,000	6,033,216,578
	Ship Building	1,029,400,000	754,040,000
	Ship Breaking	894,160,640	1,178,460,000
	Other Manufacturing industry	20,210,598,574	14,297,263,878
	SME loans	12,304,687,229	4,918,472,557
	Construction	1,243,350,000	1,031,422,788
	Power, Gas	2,721,400,000	776,085,400
	Transport, Storage and Communication	997,440,000	711,851,500
	Trade Service	12,481,955,100	12,215,662,100
	Commercial real estate financing	5,324,469,550	4,150,187,086
	Residential real estate financing	821,410,000	1,025,040,533
	Consumer credit	1,562,181,642	1,590,214,611
	Capital Market (Loan provided for brokerage or merchant banking, to stock dealer or any kind of capital market activities)	3,789,762,809	4,248,620,000
	NBFIs	5,797,660,000	7,728,905,299
	Others	11,425,627,674	10,654,866,997
		<b>96,988,153,763</b>	<b>76,563,661,723</b>
		<b>97,588,775,690</b>	<b>77,140,918,049</b>

<b>7.06</b>	<b>Details of Large Loan</b>		
	Number of borrowers with outstanding amount of loans exceeding 10% of total capital of the Bank and classification status thereof. Total capital of the Bank is BDT 12,412.59 million as at December 31, 2015 (BDT 8,712.40 million in 2014)		
	Number of Clients	55	54
	Outstanding Advances (BDT Million)	49,978.60	39,476.46

Client wise details are given below:

Name of the clients	Outstanding (BDT Million)		Total	Classification Status
	Funded	Non-Funded	(BDT Million)	
City Group	1,300.00	1,707.50	3,007.50	UC
Meghna Group	402.70	2,352.30	2,755.00	UC
MSA Group	1,279.50	729.90	2,009.40	UC
City Seed Crushing Ind. Limited and its allied concerns	1,245.00	759.50	2,004.50	UC
Saad Musa Group	1,323.20	638.30	1,961.50	UC
Sheema Automatic Re-Rolling Mills Limited and its allied concerns	814.30	933.40	1,747.70	UC
Abdul Monem Group	1,281.80	-	1,281.80	UC
PRAN - RFL Group	407.20	860.00	1,267.20	UC
Abul Khair Group	526.60	699.80	1,226.40	UC
Noman Group	1,204.90	-	1,204.90	UC
RK Group	929.80	127.70	1,057.50	UC
Star Ceramics (Pvt.) Limited and its allied concerns	971.30	68.90	1,040.20	UC
Bengal Group	817.10	211.00	1,028.10	UC
KDS Group	848.50	149.30	997.80	UC
Sitalpur Auto Steel Mills Limited and its allied concerns	607.70	362.40	970.10	UC
Confidence Steel Limited and its allied concerns	257.00	693.50	950.50	UC
Khan Brothers Bag Industries Ltd. and its allied concerns	502.00	432.70	934.70	UC
Dynasty Sweater (BD) Limited and its allied concerns	598.20	306.90	905.10	UC
AJL Group	131.70	756.60	888.30	UC
Jalal Ahmed Spinning Mills Limited and its allied concerns	868.30	2.10	870.40	UC
BBS Cable Limited (BCL) and its allied concerns	823.80	42.80	866.60	UC
Sajeeb Group	694.40	163.70	858.10	UC
Epyllion Fabrics Limited and its allied concerns	465.00	355.90	820.90	UC
BSM Group	121.80	653.10	774.90	UC
Golden Son Limited and its allied concerns	350.50	409.70	760.20	UC
Jahangir & Others Group	723.80	-	723.80	UC
T.K. Group	476.00	79.20	555.20	UC
KABIR Steel	537.30	-	537.30	UC
BRB Group	124.30	392.10	516.40	UC
Butterfly Marketing Limited and its allied concerns	437.70	57.00	494.70	UC
Eon Group	385.80	101.40	487.20	UC
Ahsan Group	77.10	376.00	453.10	UC
Ctg. Denim Group	15.10	400.10	415.20	UC
Purbani Group	255.70	110.40	366.10	UC
PHP Group	-	293.50	293.50	UC
BSRM Group	289.80	2.50	292.30	UC
Dekko Accessories Limited and its allied concerns	227.90	46.60	274.50	UC
Naafco Group	190.60	26.50	217.10	UC
Mahdeen Group	19.20	106.30	125.50	UC
S S STEEL (PVT) Limited	1,204.40	205.90	1,410.30	UC
Sarker Steel Limited	1,231.90	109.80	1,341.70	UC
Walton Hi-Tech Industries Limited	217.30	972.10	1,189.40	UC
Bay Developments	1,079.50	-	1,079.50	UC
Summit Corporation Limited	1,010.40	-	1,010.40	UC
United Enterprises & Co. Limited	1,010.30	-	1,010.30	UC
Al- Mostafa Printing & Packaging Inds. Limited	731.40	248.50	979.90	UC
ROBI Axiata Limited	-	920.00	920.00	UC
Ashik Composite Textile Mills Limited	653.10	165.20	818.30	UC
Peoples Leasing & Financial Services Limited	777.40	-	777.40	UC
Lanka Bangla Finance Limited	583.50	-	583.50	UC
Rahmat Textile Mills Limited	291.70	39.60	331.30	UC
Karnafuly Ship Builders Limited	257.10	16.70	273.80	UC
GrameenPhone Limited	-	220.00	220.00	UC
Confidence Cement Limited	-	84.40	84.40	UC
BRAC	7.20	-	7.20	UC
<b>Total</b>	<b>31,587.80</b>	<b>18,390.80</b>	<b>49,978.60</b>	

		Amount in BDT	
		2015	2014
7.07	<b>Classification of Loans and Advances:</b>		
	<b>Unclassified (UC):</b>		
	Standard	91,293,806,457	72,741,845,924
	Special Mention Account (SMA)	2,930,784,645	905,106,948
	<b>Sub total</b>	<b>94,224,591,102</b>	<b>73,646,952,872</b>
	<b>Classified:</b>		
	Substandard	79,709,495	173,481,479
	Doubtful	169,186,865	71,783,635
	Bad & Loss	1,785,525,418	1,815,013,805
	<b>Sub total</b>	<b>2,034,421,778</b>	<b>2,060,278,919</b>
	<b>Total</b>	<b>96,259,012,880</b>	<b>75,707,231,791</b>

7.07 (a)	<b>Classification of Consolidated Loans and Advances:</b>		
	<b>Consolidated Unclassified Loans and Advances (UC):</b>		
	Standard	92,623,569,266	74,175,532,182
	Special Mention Account (SMA)	2,930,784,645	905,106,948
	<b>Sub total</b>	<b>95,554,353,911</b>	<b>75,080,639,130</b>
	<b>Consolidated Classified Loans &amp; Advances:</b>		
	Substandard	79,709,495	173,481,479
	Doubtful	169,186,865	71,783,635
	Bad & Loss	1,785,525,418	1,815,013,805
	<b>Sub total</b>	<b>2,034,421,778</b>	<b>2,060,278,919</b>
	<b>Total</b>	<b>97,588,775,690</b>	<b>77,140,918,049</b>

7.08 **Details of Required Provision for Loans and Advances**

Particulars	Base for Provision	Rate	Provision	
			Required	Maintained
<b>Unclassified (UC):</b>				
Standard	90,691,969,576	0.25%, 1%, 2% & 5%	981,073,520	983,137,157
Standard- Offshore Banking Unit			12,862,843	12,862,843
Special Mention Account (SMA)	2,930,784,645	0% & 5%	68,199,515	69,000,000
<b>Sub total</b>			<b>1,062,135,878</b>	<b>1,065,000,000</b>
<b>Classified:</b>				
Substandard	45,374,839	5% & 20%	8,541,852	20,000,000
Doubtful	65,350,503	5% & 50%	32,542,051	50,000,000
Bad loan	767,344,414	100%	767,344,414	1,112,000,000
<b>Sub total</b>			<b>808,428,317</b>	<b>1,182,000,000</b>
<b>Total</b>			<b>1,870,564,195</b>	<b>2,247,000,000</b>
<b>Excess/(short) Provision as at December 31, 2015</b>				<b>376,435,805</b>

7.09	<b>Details of Required Provision for Off Balance Sheet Items</b>		
	Required Provision for Off- Balance Sheet Exposures	350,292,455	308,018,028
	Total Provision maintained (Note -12.02)	352,000,000	308,018,028
	<b>Excess/(Short) Provision</b>	<b>1,707,545</b>	<b>-</b>

**7.10 Suits filed by the Bank (Branch wise details)**

Name of the Branch	No. of Suits	No. of Suits	Amount in BDT	
			2015	2014
	2015	2014		
Principal Branch	18	19	825,360,000	825,350,000
Babu Bazar Branch	17	17	269,271,000	264,773,000
Uttara Model Town Branch	3	3	25,300,000	24,650,000
Dhanmondi Branch	4	6	29,660,000	28,660,000
Agrabad Branch	19	16	519,400,000	519,400,000
CDA Avenue Branch	10	6	210,874,000	210,874,000
Khatungonj Branch	12	13	438,736,000	438,736,000
Gulshan Branch	9	9	17,780,000	17,780,000
Progati Sharani Branch	1	1	1,100,000	1,100,000
Haidergonj SME/Agri Branch	9	9	13,230,000	13,230,000
Narayangonj Branch	1	1	350,000	350,000
Aman Bazar Branch	-	1	-	5,760,000
Bashundhara City Branch	14	12	247,320,000	247,320,000
Banani Branch	3	2	410,000	410,000
Aganagar Branch	2	2	740,000	740,000
Raipur Branch	18	9	13,580,000	13,580,000
Savar Branch	2	2	432,000	432,000
Madaripur Branch	10	11	5,125,000	5,124,000
Elephant Road Branch	7	-	38,600,000	-
Bashundhara Branch	5	-	16,300,000	-
Jubilee Road Branch	1	-	148,600,000	-
Belkuchi SME Branch	4	-	38,400,000	-
Bogra Branch	2	-	324,500,000	-
			<b>3,185,068,000</b>	<b>2,618,269,000</b>

**7.11 Geographical Location wise Loans and Advances**
**Inside Bangladesh**
**Urban**

Dhaka Division	67,429,192,880	50,775,018,126
Chittagong Division	18,511,540,000	17,028,696,234
Rajshahi Division	3,704,760,000	2,761,838,552
Sylhet Division	742,930,000	729,344,021
Khulna Division	1,302,240,000	1,131,320,514
Rangpur Division	1,720,930,000	1,302,313,353
Barisal Division	80,890,000	49,896,262
	<b>93,492,482,880</b>	<b>73,778,427,062</b>



		Amount in BDT	
		2015	2014
<b>Rural</b>			
Dhaka Division		1,536,100,000	1,158,247,886
Chittagong Division		1,157,920,000	734,786,316
Rajshahi Division		-	-
Sylhet Division		72,510,000	35,770,528
Khulna Division		-	-
Rangpur Division		-	-
Barisal Division		-	-
		<b>2,766,530,000</b>	<b>1,928,804,729</b>
<b>Outside Bangladesh</b>		-	-
		<b>96,259,012,880</b>	<b>75,707,231,791</b>
<b>7.11.a Geographical Location wise Consolidated Loans and Advances</b>			
<b>Inside Bangladesh</b>			
<b>Urban</b>			
Dhaka Division		68,758,955,690	52,208,704,384
Chittagong Division		18,511,540,000	17,028,696,234
Rajshahi Division		3,704,760,000	2,761,838,552
Sylhet Division		742,930,000	729,344,021
Khulna Division		1,302,240,000	1,131,320,514
Rangpur Division		1,720,930,000	1,302,313,353
Barisal Division		80,890,000	49,896,262
		<b>94,822,245,690</b>	<b>75,212,113,320</b>
<b>Rural</b>			
Dhaka Division		1,536,100,000	1,158,247,886
Chittagong Division		1,157,920,000	734,786,316
Rajshahi Division		-	-
Sylhet Division		72,510,000	35,770,528
Khulna Division		-	-
Rangpur Division		-	-
Barisal Division		-	-
		<b>2,766,530,000</b>	<b>1,928,804,729</b>
<b>Outside Bangladesh</b>		-	-
		<b>97,588,775,690</b>	<b>77,140,918,049</b>
<b>7.12 Sector-wise Loans including Bill Purchased and Discounted</b>			
Public sector		31,794,227	47,214,772
Co-Operative sector		-	-
Private sector		96,227,218,653	75,660,017,019
		<b>96,259,012,880</b>	<b>75,707,231,791</b>
<b>7.12(a) Sector-wise Consolidated Loans including Bill Purchased and Discounted</b>			
Public sector		31,794,227	47,214,772
Co-Operative sector		-	-
Private sector		97,556,981,463	77,093,703,276
		<b>97,588,775,690</b>	<b>77,140,918,049</b>

### 7.13 Particulars of Loans and Advances:

- I) Debts considered good in respect of which the bank company is fully secured.
- II) Debts considered good for which the bank holds no other security than the debtor's personal security.
- III) Debts considered good secured by the personal undertakings of one or more parties in addition to the personal security of the debtors.
- IV) Debts considered doubtful or bad, provision not provided for.
- V) Debts due by directors or officers of the bank or any of them either severally or jointly with any other person.
- VI) Debts due by companies or firms in which the Directors of the bank are interested as partners or managing agents or in case of private companies, as members.
- VII) Maximum total amount of advances, including temporary advances, made at any time during the year to Directors or Managers or Officers of the bank or any of them either severally or jointly with any other person.
- VIII) Maximum total amount of advances, including temporary advances granted during the year to the companies or firms in which the Directors of the bank are interested as partners or managing agents or in case of private companies, as member.
- IX) Due from banking companies;

#### X) Amount of classified loan on which interest has not been charged:

- a. i) (Decrease)/Increase in provision,
- ii) amount of loan written off
- iii) amount realized against loan previously written off;
- b. Amount of provision kept against loan classified as 'bad/loss'
- c. Interest creditable to the interest Suspense A/c;

#### XI) Cumulative amount of loans written off

- Opening Balance
- Amount Written off during the year

#### Balance of Written off Loans & Advance

- XII) The amount of written off loan for which law suit has been filed

### 7.14 Maturity grouping of Bill Purchased and Discounted

- Payable within one month
- More than one month but less than three months
- More than three months but less than six months
- More than or equal to six months

### 7.15 Consolidated list of Asset pledged as collaterals:

- Collateral of movable/immovable assets
- Export documents
- Fixed deposit receipts
- Personal guarantee
- Other securities

### 7.16 Maturity grouping of Consolidated Loans and Advances

- On Demand
- Not more than three months
- More than three months but less than one year
- More than one year but less than five years
- More than five years

Amount in BDT	
2015	2014
81,273,653,438	63,634,283,429
720,939,246	531,394,529
12,229,998,418	9,481,274,914
-	-
600,621,927	577,256,326
-	-
600,621,927	577,256,326
-	-
-	-
767,344,414	924,974,845
-	440,837,046
1,100,990	7,336,952
1,112,000,000	924,974,845
282,083,540	202,009,202
1,393,667,288	952,830,242
-	440,837,046
<b>1,393,667,288</b>	<b>1,393,667,288</b>
1,393,667,288	1,393,667,288
294,990,587	277,693,105
1,393,844,905	1,312,113,461
648,255,995	610,243,948
-	-
<b>2,337,091,487</b>	<b>2,200,050,515</b>
17,976,300,742	14,209,711,440
4,344,784,908	3,434,418,499
2,634,085,797	2,082,163,601
9,455,578,938	7,474,343,589
63,178,025,305	49,940,280,919
<b>97,588,775,690</b>	<b>77,140,918,049</b>
12,847,239,137	10,104,289,273
20,690,483,229	16,272,961,490
30,169,263,690	23,727,974,875
22,479,344,602	17,679,892,006
11,402,445,032	9,355,800,406
<b>97,588,775,690</b>	<b>77,140,918,049</b>

		Amount in BDT	
		2015	2014
7 (a)	<b>Consolidated Loans, Advances and Lease</b>		
	Mutual Trust Bank Limited (Note-7.01.01)	93,921,921,393	73,507,181,276
	MTB Securities Limited	3,716,976,374	3,995,756,801
	MTB Capital Limited	115,075,243	106,025,591
	MTB Exchange (UK) Limited	-	-
		<b>97,753,973,010</b>	<b>77,608,963,669</b>
	<b>Less: Loan to Subsidiaries</b>	<b>2,502,288,808</b>	<b>2,668,096,135</b>
		<b>95,251,684,203</b>	<b>74,940,867,534</b>
	Consolidated bills purchased and discounted:		
	Mutual Trust Bank Limited (Note-7.01.02)	2,337,091,487	2,200,050,515
	MTB Securities Limited	-	-
	MTB Capital Limited	-	-
	MTB Exchange (UK) Limited	-	-
		<b>2,337,091,487</b>	<b>2,200,050,515</b>
		<b>97,588,775,690</b>	<b>77,140,918,049</b>
8.00	<b>Fixed Asset including Premises, Furniture &amp; Fixture Cost</b>		
	Land	104,253,000	104,253,000
	Immovable Property	1,455,740,795	995,326,830
	Furniture & Fixtures	1,255,272,572	1,093,022,070
	Office Equipments	1,390,708,017	1,075,968,599
	Motor Vehicles	74,744,415	54,649,664
	Books & Periodicals	423,974	423,974
	Intangible Assets	79,094,587	70,367,646
	Leased Asset	48,455,000	48,455,000
	<b>Total Cost</b>	<b>4,408,692,360</b>	<b>3,442,466,783</b>
	Less: Accumulated Depreciation	1,338,169,090	1,072,693,849
	<b>Book value at the end of the year</b>	<b>3,070,523,270</b>	<b>2,369,772,934</b>
	Details are shown in <b>Annexure-C</b>		
8 (a)	<b>Consolidated Fixed Assets including Premises, Furniture and Fixtures</b>		
	Mutual Trust Bank Limited (Note-8)	3,070,523,270	2,369,772,934
	MTB Securities Limited	101,650,937	109,461,778
	MTB Capital Limited	7,551,839	6,923,097
	MTB Exchange (UK) Limited	2,103,800	2,734,620
	<b>Consolidated net book value at the end of the year</b>	<b>3,181,829,846</b>	<b>2,488,892,429</b>
	Details are shown in <b>Annexure-C (i)</b>		
9.00	<b>Other Asset</b>		
	<b>Classification of Other Asset</b>		
	A) Income generating Other Asset		
	i) Investment in Shares of Subsidiary Companies (Note-9.01)	1,548,395,800	1,548,395,800
	B) Non-Income generating Other Asset :		
	i) Stationery, Stamps, Printing materials in stock etc.	12,201,480	16,190,337
	ii) Advance Rent and Advertisement	364,302,062	368,274,974
	iii) Interest Accrued on Investment but not collected & other income receivable	93,160,092	162,289,956
	iv) Security Deposit	10,611,008	8,456,951
	v) Branch Adjustment	-	-
	vi) Suspense Account (Note- 9.02)	32,261,448	9,558,251
	vii) Others (Note- 9.03)	4,005,493,787	4,212,484,354
		<b>6,066,425,678</b>	<b>6,325,650,624</b>
9.01	<b>Investment in Shares of Subsidiary Companies</b>		
	MTB Securities Limited	1,270,000,000	1,270,000,000
	MTB Capital Limited	250,000,000	250,000,000
	MTB Exchange (UK) Limited	28,395,800	28,395,800
		<b>1,548,395,800</b>	<b>1,548,395,800</b>

		Amount in BDT	
		2015	2014
<b>9.02</b>	<b>Suspense Account</b>		
	Sundry Debtors	2,487,000	2,796,856
	Advance against TA/DA	1,000	70,000
	Legal Expenses	2,351,603	545,666
	Sanchay Patra	27,147,967	5,820,586
	Others	273,878	325,143
		<b>32,261,448</b>	<b>9,558,251</b>
<b>9.03</b>	<b>Others</b>		
	Advance Income Tax ( Note-9.03.01)	3,474,990,108	3,000,925,263
	Stock of Commemorative Coins	218,320	-
	Payment Against Construction	-	719,978,889
	Advance Salary	710,000	650,000
	Advance Against Interior Decoration	18,011,682	5,640,000
	Advance to Employee	21,617,499	14,716,480
	Advance to Suppliers/Parties	59,939,384	6,932,196
	Interest on Treasury Bond	376,679,588	463,641,526
	Interest Receivable on Call Money	167,708	-
	Interest Receivable on Balance with Other Bank	34,441,442	-
	Interest Receivable on Investment in Commercial Paper	18,718,056	-
	<b>Total</b>	<b>4,005,493,787</b>	<b>4,212,484,354</b>
<b>9.03.01</b>	<b>Advance Income Tax</b>		
	Opening Balance	3,000,925,263	2,257,716,624
	Add: Payment during the year	474,064,845	743,208,639
	<b>Closing Balance</b>	<b>3,474,990,108</b>	<b>3,000,925,263</b>
<b>9.03.01(a)</b>	<b>Consolidated Advance Income Tax</b>		
	Mutual Trust Bank Limited (Note-9.03.01)	3,474,990,108	3,000,925,263
	MTB Securities Limited	35,990,033	49,385,089
	MTB Capital Limited	10,336,624	4,184,386
	MTB Exchange (UK) Limited	-	-
		<b>3,521,316,765</b>	<b>3,054,494,738</b>
<b>9.04</b>	<b>Classification of Other Asset</b>		
	Unclassified	6,057,703,678	6,323,181,144
	Substandard	-	-
	Doubtful	-	-
	Bad/Loss	8,722,000	2,469,480
		<b>6,066,425,678</b>	<b>6,325,650,624</b>
<b>9 (a)</b>	<b>Consolidated Other Assets</b>		
	Mutual Trust Bank Limited (Note-9)	6,066,425,678	6,325,650,624
	Less: Investment in subsidiaries	(1,548,395,800)	(1,548,395,800)
		<b>4,518,029,878</b>	<b>4,777,254,824</b>
	MTB Securities Limited	138,736,080	125,080,450
	MTB Capital Limited	25,074,662	11,042,348
	MTB Exchange (UK) Limited	1,091,346	1,538,647
	Less: Intragroup receivable & payable	-	(119,000,000)
		<b>164,902,088</b>	<b>18,661,445</b>
		<b>4,682,931,966</b>	<b>4,795,916,269</b>
<b>10.00</b>	<b>Borrowing From Other Banks, Financial Institutions &amp; Agents</b>		
	In Bangladesh	4,342,602,594	3,672,601,862
	Outside Bangladesh	-	-
	Borrowing from other banks & financial institutions-Offshore Banking Unit	753,988,810	71,810,526
		<b>5,096,591,403</b>	<b>3,744,412,388</b>

		Amount in BDT	
		2015	2014
<b>In Bangladesh:</b>			
<b>Borrowing from Bank:</b>		620,716,537	1,963,870,500
<b>Call Borrowing:</b>		-	880,000,000
Agrani Bank Limited		-	300,000,000
Dutch Bangla Bank Limited		-	200,000,000
United Commercial Bank Limited		-	150,000,000
State Bank Of India		-	230,000,000
<b>Term Borrowing</b>		-	580,000,000
ICB Islamic Bank Limited		-	580,000,000
<b>Foreign Currency Borrowing</b>		620,716,537	503,870,500
State Bank Of India		-	193,796,346
Dutch Bangla Bank Limited		-	310,074,154
Bank Asia Limited		310,358,268	-
Bank Alfalah Limited		77,589,567	-
Bangladesh Krishi Bank Limited		232,768,702	-
<b>Borrowing from Bangladesh Bank:</b>		3,655,505,608	997,513,541
SME Refinance		920,791,697	997,513,541
Investment Promotion and Financing Facility(IPFF)		1,199,424,684	-
Export Development Fund		1,535,289,227	-
<b>Borrowing from Other Institutes:</b>		66,366,903	39,866,903
SME Foundation		66,366,903	39,866,903
<b>Repo of Treasury Bill/Bond</b>		13,546	671,350,918
Bangladesh Bank		13,546	671,350,918
<b>Total</b>		<b>4,342,602,594</b>	<b>3,672,601,862</b>
10.01	<b>Security against Borrowing from Other Banks, Financial Institutions and Agents</b>		
	Secured	13,546	671,350,918
	Unsecured	1,441,072,250	2,035,681,026
		<b>1,441,085,796</b>	<b>2,707,031,944</b>
10.02	<b>Maturity Grouping of Borrowing From Other Banks, Financial Institutions &amp; Agents</b>		
	On Demand	987,309,106	2,095,088,322
	Repayable within one month	-	580,000,000
	More than one month but within six months	1,845,647,496	-
	More than six months but within one year	310,358,268	-
	More than one year but within five years	-	997,513,541
	More than five year but within ten years	1,953,276,533	71,810,526
		<b>5,096,591,403</b>	<b>3,744,412,388</b>
10 (a)	<b>Consolidated Borrowing from Other Banks, Financial Institutions and Agents</b>		
	Mutual Trust Bank Limited (Note-10)	5,096,591,403	3,744,412,388
	MTB Securities Limited	2,460,000,000	2,634,773,736
	MTB Capital Limited	-	-
	MTB Exchange (UK) Limited	42,288,808	33,307,399
	Less: Intragroup Borrowings	(2,502,288,808)	(2,668,081,135)
		<b>5,096,591,403</b>	<b>3,744,412,388</b>
11.00	<b>Deposits and Other Accounts</b>		
	From Banks (Note 11.01)	-	-
	From Customers (Note 11.02)	118,686,720,280	96,229,047,046
		<b>118,686,720,280</b>	<b>96,229,047,046</b>
11.01	<b>Deposits From Banks</b>	-	-

**11.02 Customer Deposits and Other Accounts:**

**Current Deposits & Other Accounts:**

Current Deposits

Foreign Currency Deposits

Non-Resident Taka account

Sundry Deposits

**Bills Payable:**

Payment Order Issued

Pay Slip Issued

Demand Draft Payable

**Savings Deposits**

**Special Notice Deposits**

**Fixed Deposits**

**Deposit-Products:**

Brick by Brick

Save Everyday Deposit

Festival Savings Plan

Children Education Deposit Scheme

Best invest Deposit

Unique Savings Plan

NRB Deposit Pension Scheme

MTB Gift Cheque

MTB Kotipati

MTB 1.5 Times Benefit Plan

MTB Double Saver Plan

MTB Triple Saver Plan

MTB Millionaire Plan

MTB Education Plan

MTB Monthly Benefit Plan

MTB Quarterly Benefit Plan

**Total**

**11.03 Maturity Grouping of Deposits and Other Accounts:**

On Demand

Repayable within one month

More than one month but within six months

More than six months but within one year

More than one year but within five years

More than five years but within ten years

More than ten years

**11.04 Demand & Time Deposits**

**a) Demand Deposits**

Current Deposits

Savings Deposits (9%)

Foreign Currency Deposits non interest bearing

Non Resident Taka Deposits

Sundry Deposits

Bills Payable

Amount in BDT	
2015	2014
6,333,474,405	5,543,177,138
1,834,634,619	1,109,674,549
30,628,559	33,552,399
1,389,498,908	1,540,613,107
<b>9,588,236,491</b>	<b>8,227,017,193</b>
1,243,486,769	1,268,903,346
1,548,843	1,183,708
8,258,052	14,193,514
<b>1,253,293,664</b>	<b>1,284,280,568</b>
<b>17,908,495,890</b>	<b>14,383,897,873</b>
<b>13,956,739,643</b>	<b>8,158,247,118</b>
<b>55,707,789,090</b>	<b>49,411,783,655</b>
7,542,769,245	5,907,147,952
534,608	1,111,183
8,665,753	10,260,149
528,019	435,779
688,003	687,405
12,701	17,811
123,464,939	80,515,477
5,987,770	3,257,692
806,841,620	357,588,818
-	91,708
5,722,335,590	4,095,981,049
309,607,764	276,357,259
2,225,087,356	1,738,785,029
194,552,131	167,907,379
3,331,073,665	2,123,331,178
16,338	344,772
<b>20,272,165,502</b>	<b>14,763,820,639</b>
<b>118,686,720,280</b>	<b>96,229,047,046</b>
4,461,880,763	3,617,612,255
12,936,684,562	10,488,829,958
25,733,345,861	22,485,695,428
50,884,254,235	41,256,033,388
20,173,633,233	14,734,853,261
3,819,614,215	3,096,874,150
677,307,412	549,148,604
<b>118,686,720,280</b>	<b>96,229,047,046</b>
<b>12,453,294,786</b>	<b>10,805,848,570</b>
6,333,474,405	5,543,177,138
1,611,764,630	1,294,550,809
1,834,634,619	1,109,674,549
30,628,559	33,552,399
1,389,498,908	1,540,613,107
1,253,293,664	1,284,280,568



		Amount in BDT	
		2015	2014
	<b>b) Time Deposits</b>	<b>106,233,425,494</b>	<b>85,423,198,476</b>
	Savings Deposits (91%)	16,296,731,260	13,089,347,064
	Fixed Deposits	55,707,789,090	49,411,783,655
	Short Term Deposits	13,956,739,643	8,158,247,118
	Deposits Under Scheme	20,272,165,502	14,763,820,639
	<b>Total Demand &amp; Time Deposits (a + b)</b>	<b>118,686,720,280</b>	<b>96,229,047,046</b>
<b>11.05</b>	<b>Sectorwise Deposits</b>		
	Government	384,276,000	483,610,000
	Deposit Money Banks	-	-
	Autonomus & Semi-Autonomous Bodies	548,425,000	972,392,000
	Public Non- Financial Organisation	2,333,868,000	1,675,664,000
	Other Public	528,233,000	477,570,000
	Foreign Currency	1,834,634,619	1,109,302,980
	Private	113,057,283,661	92,552,094,427
		<b>118,686,720,280</b>	<b>97,270,633,407</b>
<b>11 (a)</b>	<b>Consolidated Deposits and Other Accounts</b>		
	<b>Current Deposits and Other Accounts</b>		
	Mutual Trust Bank Limited (Note- 11.02)	9,588,236,491	8,227,017,193
	MTB Securities Limited	-	-
	MTB Capital Limited	-	-
	MTB Exchange (UK) Limited	-	-
	Less: Intragroup Deposit	(2,326,345)	(2,749,790)
		<b>9,585,910,146</b>	<b>8,224,267,403</b>
	<b>Bills Payable</b>		
	Mutual Trust Bank Limited (Note- 11.02)	1,253,293,664	1,284,280,568
	MTB Securities Limited	-	-
	MTB Capital Limited	-	-
	MTB Exchange (UK) Limited	-	-
		<b>1,253,293,664</b>	<b>1,284,280,568</b>
	<b>Savings Deposits</b>		
	Mutual Trust Bank Limited (Note- 11.02)	17,908,495,890	14,383,897,873
	MTB Securities Limited	-	-
	MTB Capital Limited	-	-
	MTB Exchange (UK) Limited	-	-
		<b>17,908,495,890</b>	<b>14,383,897,873</b>
	<b>Special Notice Deposits</b>		
	Mutual Trust Bank Limited (Note- 11.02)	13,956,739,643	8,158,247,118
	MTB Securities Limited	-	-
	MTB Capital Limited	-	-
	MTB Exchange (UK) Limited	-	-
	Less: Intragroup Deposit	(279,675,077)	(161,560,182)
		<b>13,677,064,566</b>	<b>7,996,686,936</b>
	<b>Fixed Deposits</b>		
	Mutual Trust Bank Limited (Note- 11.02)	55,707,789,090	49,411,783,655
	MTB Securities Limited	-	-
	MTB Capital Limited	-	-
	MTB Exchange (UK) Limited	-	-
	Less: Intragroup Deposit	-	-
		<b>55,707,789,090</b>	<b>49,411,783,655</b>
	<b>Deposit Products</b>		
	Mutual Trust Bank Limited (Note- 11.02)	20,272,165,502	14,763,820,639
	MTB Securities Limited	-	-
	MTB Capital Limited	-	-
	MTB Exchange (UK) Limited	-	-
		<b>20,272,165,502</b>	<b>14,763,820,639</b>
		<b>118,404,718,858</b>	<b>96,064,737,074</b>

		Amount in BDT	
		2015	2014
<b>12.00</b>	<b>Other Liabilities</b>		
	Provision for Loans and Advances (Note-12.01)	2,247,000,000	1,851,613,742
	Provision for Off Balance Sheet Items (Note-12.02)	352,000,000	308,018,027
	Provision against Shares in quoted companies (Note- 12.03)	225,507,667	225,507,667
	Provision for Other Asset (Note-12.04)	10,000,000	2,469,480
	Interest Suspense (Note- 12.05)	536,807,002	381,689,511
	Provision for Income Tax (Note-12.06)	4,084,013,780	3,323,117,624
	Provision for Gratuity (2.15.05-b)	-	55,033,117
	Provision for Bonus	206,106,072	125,351,242
	Contribution to MTB Foundation	12,000,000	10,000,000
	Contribution to MTB Employees Welfare Fund	29,143	971
	Contribution to MTB Employees Medical Assistance Fund	5,013,888	2,000,000
	Employees Provident Fund	44,060	-
	Provision for Expenses	10,737,868	11,194,794
	Deferred Tax Liability (Note-12.07)	147,634,136	47,379,552
	Interest Payable on Subordinated Debt	119,712,329	75,614,192
	Interest Payable on Borrowing from other bank	-	2,720,250
	Liabilities Under Finance Lease	1,988,375	6,507,302
		<b>7,958,594,319</b>	<b>6,428,217,471</b>
<b>12.01</b>	<b>Provision for Loans and Advances For Unclassified</b>		
	Opening Balance	896,331,229	944,461,224
	Add: Provision made during the year	168,668,771	(48,129,995)
	<b>Closing Balance</b>	<b>1,065,000,000</b>	<b>896,331,229</b>
	<b>For Classified</b>		
	Opening Balance	955,282,513	989,510,290
	Add: Provision made during the year	226,717,487	406,609,269
	Less: Loan written off during the year	-	440,837,046
	<b>Closing Balance</b>	<b>1,182,000,000</b>	<b>955,282,513</b>
		<b>2,247,000,000</b>	<b>1,851,613,742</b>
<b>12.02</b>	<b>Provision for Off Balance Sheet Items</b>		
	Opening Balance	308,018,028	238,966,781
	Add: Provision made during the year	43,981,972	69,051,247
	<b>Closing Balance</b>	<b>352,000,000</b>	<b>308,018,028</b>
<b>12.03</b>	<b>Provision against Shares in Quoted Companies</b>		
	Opening Balance	225,507,667	124,280,165
	Add: Provision made during the year	-	101,227,502
	<b>Closing Balance</b>	<b>225,507,667</b>	<b>225,507,667</b>
<b>12.04</b>	<b>Provision for Other Assets</b>		
	Opening Balance	2,469,480	2,469,480
	Add: Provision made during the year	7,530,520	-
	<b>Closing Balance</b>	<b>10,000,000</b>	<b>2,469,480</b>
<b>12.05</b>	<b>Interest Suspense Account</b>		
	Opening Balance	381,689,510	295,576,392
	Add: Addition during the year	282,083,540	202,009,202
	Less. Adjustment made during the year	126,966,048	115,896,083
	<b>Closing Balance</b>	<b>536,807,002</b>	<b>381,689,510</b>
<b>12.06</b>	<b>Provision for Income Tax*</b>		
	Opening Balance	3,323,117,624	2,596,043,398
	Add: Provision made during the year	760,896,156	727,074,226
		<b>4,084,013,779</b>	<b>3,323,117,624</b>

\*Income tax provision has been made as per Income Tax Ordinance 1984 and as amended for the time being.

		Amount in BDT	
		2015	2014
<b>12.06 (a) Consolidated Provision for Income Tax*</b>			
Mutual Trust Bank Limited (Note- 12.06)		760,896,156	727,074,226
MTB Securities Limited		58,178,082	135,011,269
MTB Capital Limited		19,754,582	14,814,280
MTB Exchange (UK) Limited		-	-
		<b>838,828,820</b>	<b>876,899,775</b>
*Income tax provision has been made as per Income Tax Ordinance 1984 and as amended for the time being.			
<b>12.07 Deferred Tax Assets/ (Liabilities)</b>			
Opening Balance		(47,379,551)	56,624,891
Add: Deferred Tax Income/(Expense) during the year		(100,254,584)	(104,004,442)
Closing Balance		<b>(147,634,136)</b>	<b>(47,379,551)</b>
<b>12.07(a) Computation of Deferred Tax</b>			
Accounting written down value- Fixed Assets		3,046,767,002	2,365,853,059
Tax base written down value- Fixed Assets		2,677,681,663	2,199,338,643
<b>Taxable temporary difference</b>		<b>(369,085,340)</b>	<b>(166,514,416)</b>
Book value - Gratuity provision		-	55,033,117
Tax base - Gratuity provision		-	-
<b>Deductable temporary difference</b>		<b>-</b>	<b>55,033,117</b>
<b>Net taxable temporary difference</b>		<b>(369,085,340)</b>	<b>(111,481,299)</b>
Effective tax rate		40.00%	42.50%
<b>Deferred Tax Assets/(Liabilities)</b>		<b>(147,634,136)</b>	<b>(47,379,552)</b>
<b>Deferred Tax Income/(Expense)</b>			
Closing Deferred Tax Assets/(Liabilities)		(147,634,136)	(47,379,552)
Opening Deferred Tax Assets/(Liabilities)		(47,379,552)	56,624,891
<b>Deferred Tax Income/(Expense)</b>		<b>(100,254,584)</b>	<b>(104,004,442)</b>
<b>12 (a) Consolidated Other Liabilities</b>			
Mutual Trust Bank limited (Note-12.00)		7,958,594,319	6,428,217,471
MTB Securities Limited		760,631,969	858,890,116
MTB Capital Limited		54,548,014	58,424,994
MTB Exchange (UK) Limited		(6,084,603)	(5,247,227)
Less: Intragroup receivable & payable		-	(119,000,000)
		<b>8,767,689,699</b>	<b>7,221,285,354</b>
<b>13.00 Subordinated Debt</b>			
The Bank has outstanding of BDT 1,875 million of its Interest on the 12% partially convertible subordinated debt is payable half yearly from the date of Issue i.e. March and September of each year.			
The Bank floated MTB 2nd Subordinated non convertible debt through private placement for BDT 3,000 million. Interest on the 10.05% to 13.50% non convertible subordinated debt is payable half yearly from the date of Issue i.e. April and October of each year.			
<b>12% Partially Convertible Subordinated Debt</b>			
Opening Balance		2,500,000,000	2,500,000,000
Less: Payment during the year		625,000,000	-
		<b>1,875,000,000</b>	<b>2,500,000,000</b>
<b>MTB 2nd Subordinate Bond</b>		3,000,000,000	-
		<b>4,875,000,000</b>	<b>2,500,000,000</b>
Detail list of subordinated debt holders are shown in Annexure-D			

		Amount in BDT	
		2015	2014
14.00	<b>Capital</b>		
14.01	<b>Authorized Capital:</b>		
	1,000,000,000 ordinary shares of Tk. 10 each	10,000,000,000	10,000,000,000

**14.02 Issued, Subscribed and Paid-up Capital:**

In 2003 the bank has increased its paid up capital by 4,000,000 Ordinary shares of Taka 100 each amounting to Taka 400,000,000 through Pre-IPO placement arrangements and initial public offerings. The shares have been issued at Taka 125 per share including premium of Taka 25 each.

The issued, subscribed and paid-up capital of the Bank as on December 31, 2015 is BDT 3,693,159,670 divided into 369,315,967 Ordinary shares of BDT 10 each as follows:

60,000,000 Ordinary shares of BDT 10 each issued for cash	600,000,000	600,000,000
91,683,840 Ordinary shares of BDT 10 each issued as bonus shares up to the year of 2008	916,838,400	916,838,400
24,948,000 Ordinary shares of BDT 10 each issued as right shares in the year 2008	249,480,000	249,480,000
35,326,360 Ordinary shares of BDT 10 each issued as bonus shares in the year 2009	353,263,600	353,263,600
42,391,640 Ordinary shares of BDT 10 each issued as bonus shares in the year 2010	423,916,400	423,916,400
25,434,984 Ordinary shares of BDT 10 each issued as bonus shares in the year 2012	254,349,840	254,349,840
27,978,482 Ordinary shares of BDT 10 each issued as bonus shares in the year 2013	279,784,820	279,784,820
61,552,661 Ordinary shares of BDT 10 each issued as bonus shares in the year 2014	615,526,610	-
	<b>3,693,159,670</b>	<b>3,077,633,060</b>

**14.03 Raising of Share Capital**

Given below the history of raising of Share Capital of the Bank:

Accounting Year	Declaration	No. of Share	Value of Capital	Cumulative
Up to 2002	Initial Paid-up Capital	20,000,000	200,000,000	200,000,000
2003	IPO & Pre-IPO	40,000,000	400,000,000	600,000,000
2003-Bonus	20%	12,000,000	120,000,000	720,000,000
2004-Bonus	20%	14,400,000	144,000,000	864,000,000
2005-Bonus	10%	8,640,000	86,400,000	950,400,000
2006-Bonus	5%	4,752,000	47,520,000	997,920,000
2007-Bonus	25%	24,948,000	249,480,000	1,247,400,000
2008-Right	20%	24,948,000	249,480,000	1,496,880,000
2008-Bonus	18%	26,943,840	269,438,400	1,766,318,400
2009-Bonus	20%	35,326,360	353,263,600	2,119,582,000
2010-Bonus	20%	42,391,640	423,916,400	2,543,498,400
2012-Bonus	10%	25,434,984	254,349,840	2,797,848,240
2013-Bonus	10%	27,978,482	279,784,820	3,077,633,060
2014-Bonus	20%	61,552,661	615,526,610	3,693,159,670
<b>Total</b>		<b>369,315,967</b>	<b>3,693,159,670</b>	

**14.04 The break up of Issued, Subscribed and Paid-up Capital is as follows:**

Particulars	December 31, 2015		% of holding
	No. of shares	Value of shares BDT	
Sponsors	165,046,155	1,650,461,550	44.69%
Financial Institutions	94,154,131	941,541,310	25.49%
General	110,115,681	1,101,156,810	29.82%
<b>Total</b>	<b>369,315,967</b>	<b>3,693,159,670</b>	<b>100%</b>

**14.05 Capital to Risk-weighted Asset Ratios (CRAR) as defined by the Basel Capital Accord**

**Common Equity Tier-1 (Going-Concern Capital):**

Paid-up Capital	3,693,159,670	3,077,633,060
Statutory Reserve	2,721,143,746	2,276,079,020
General Reserve	446,777,324	276,777,324
Minority Interest	-	-
Retained Earnings	786,953,518	653,371,964
	<b>7,648,034,258</b>	<b>6,283,861,368</b>

	Amount in BDT	
	2015	2014
<b>Regulatory Adjustments:</b>		
Goodwill and all other Intangible Assets	47,320,123	-
Investments in own CET-1 Instruments/Shares (as per Para 3.4.7 of Basel III Guideline)	1,543,800	-
	<b>48,863,923</b>	-
	<b>7,599,170,335</b>	<b>6,283,861,368</b>
<b>Additional Tier-1 Capital</b>	-	-
<b>Total Common Equity Tier-1 (Going-Concern Capital)</b>	<b>7,599,170,335</b>	<b>6,283,861,368</b>
<b>Tier-2 Capital (Gone-Concern Capital):</b>		
General Provision including Off Balance Sheet items (Maximum 1.25% of CRWA)	1,138,166,432	1,204,349,257
Revaluation Reserve on Investment in Securities	260,138,133	260,138,133
Subordinated debt	3,500,000,000	1,000,000,000
	<b>4,898,304,565</b>	<b>2,464,487,390</b>
<b>Regulatory Adjustments:</b>		
Revaluation Reserve for Fixed Assets , Securities & Equity Securities	52,027,627	-
<b>Total Tier-2 Capital (Gone-Concern Capital)</b>	<b>4,846,276,939</b>	<b>2,464,487,390</b>
<b>A. Total Regulatory Capital (Tier-1+Tier-2)</b>	<b>12,445,447,273</b>	<b>8,748,348,758</b>
<b>B. Risk Weighted Assets</b>		
<b>Credit Risk on</b>		
Balance Sheet Exposure	80,778,387,078	62,574,849,874
Off-Balance Sheet Exposure	10,274,927,492	9,541,355,690
	<b>91,053,314,570</b>	<b>72,116,205,564</b>
<b>Market Risk</b>	<b>4,554,245,229</b>	<b>3,430,604,772</b>
<b>Operational Risk</b>	<b>6,493,909,709</b>	<b>5,331,049,682</b>
<b>Total Risk Weighted Assets</b>	<b>102,101,469,508</b>	<b>80,877,860,018</b>
<b>C. Capital on Risk Weighted Assets</b>	<b>10,210,146,951</b>	<b>8,087,786,002</b>
<b>D. Capital Surplus/(Shortfall) (A-C)</b>	<b>2,235,300,322</b>	<b>660,562,756</b>
<b>E. Capital Requirement</b>		

	2015		2014	
	Required	Held	Required	Held
<b>Capital to Risk Weighted Asset Ratio (CRAR)</b>	10.00%	<b>12.19%</b>	10.00%	<b>10.82%</b>
Common Equity Tier-1	4.50%	7.44%	5.00%	7.77%
Tier-1 Capital	5.50%	7.44%	5.00%	7.77%
Tier-2 Capital	-	4.75%	-	3.05%

Capital to Risk weighted Asset Ratio (CRAR) has been calculated as per Basel III BRPD Circular No. 18 dated December 21, 2014

14.05 (a) Consolidated Capital to Risk-weighted Asset Ratios (CRAR) as defined by the Basel Capital Accord

**Common Equity Tier-1 (Going-Concern Capital):**

Paid-up Capital	3,693,159,670	3,077,633,060
Statutory Reserve	2,721,143,746	2,276,079,020
General Reserve	446,777,324	276,777,324
Minority Interest	128,373	119,146
Retained Earnings	752,894,582	617,298,134
	<b>7,614,103,695</b>	<b>6,247,906,684</b>

**Regulatory Adjustments:**

Goodwill and all other Intangible Assets	47,320,123	-
Investments in own CET-1 Instruments/Shares (as per Para 3.4.7 of Basel III Guideline)	1,543,800	-
	<b>48,863,923</b>	-
	<b>7,565,239,772</b>	<b>6,247,906,684</b>

**Additional Tier-1 Capital**

	-	-
<b>Total Common Equity Tier-1 (Going-Concern Capital)</b>	<b>7,565,239,772</b>	<b>6,247,906,684</b>

	Amount in BDT	
	2015	2014
<b>Tier-2 Capital (Gone-Concern Capital):</b>		
General Provision including Off Balance Sheet items (Maximum 1.25% of CRWA)	1,139,243,557	1,204,349,257
Revaluation Reserve on Investment in Securities	260,138,133	260,138,133
Subordinated debt	3,500,000,000	1,000,000,000
	<b>4,899,381,690</b>	<b>2,464,487,390</b>
<b>Regulatory Adjustments:</b>		
Revaluation Reserve for Fixed Assets , Securities & Equity Securities	52,027,627	-
<b>Total Tier-2 Capital (Gone-Concern Capital)</b>	<b>4,847,354,064</b>	<b>2,464,487,390</b>
<b>A. Total Regulatory Capital (Tier-1+Tier-2)</b>	<b>12,412,593,835</b>	<b>8,712,394,074</b>
<b>B. Risk Weighted Assets</b>		
<b>Credit Risk on</b>		
Balance Sheet Exposure	80,864,557,096	61,540,455,425
Off Balance Sheet Exposure	10,274,927,492	9,541,355,690
	<b>91,139,484,588</b>	<b>71,081,811,115</b>
<b>Market Risk</b>	5,055,177,767	4,156,428,887
<b>Operational Risk</b>	7,072,169,101	5,691,803,915
<b>Total Risk Weighted Assets</b>	<b>103,266,831,455</b>	<b>80,930,043,918</b>
<b>C. Required Capital on Risk Weighted Assets</b>	<b>10,326,683,145</b>	<b>8,093,004,392</b>
<b>D. Capital Surplus/(Shortfall) (A-C)</b>	<b>2,085,910,690</b>	<b>619,389,682</b>
<b>E. Capital Requirement</b>		

	2015		2014	
	Required	Held	Required	Held
<b>Capital to Risk Weighted Asset Ratio (CRAR)</b>	10.00%	<b>12.02%</b>	10.00%	<b>10.77%</b>
<b>Common Equity Tier-1</b>	4.50%	7.33%	5.00%	7.72%
Tier-1 Capital	5.50%	7.33%	5.00%	7.72%
Tier-2 Capital	-	4.69%	-	3.05%

Capital to Risk weighted Asset Ratio (CRAR) has been calculated as per Basel III BRPD Circular No. 18 dated December 21, 2014

#### 14.06 Distribution Schedule of Shareholders by holdings as on December 31, 2015

Holdings	No. of Shareholders	No. of Shares	Value of Shares in BDT	Total Holdings %
Less than 499 shares	4,396	712,181	7,121,810	0.19%
500 to 5,000 shares	5,503	9,574,981	95,749,810	2.59%
5,001 to 10,000 shares	821	5,924,533	59,245,330	1.60%
10,001 to 20,000 shares	466	6,617,677	66,176,770	1.79%
20,001 to 30,000 shares	167	4,161,176	41,611,760	1.13%
30,001 to 40,000 shares	85	2,942,939	29,429,390	0.80%
40,001 to 50,000 shares	43	1,965,382	19,653,820	0.53%
50,001 to 100,000 shares	131	9,389,478	93,894,780	2.54%
100,001 to 1,000,000 shares	175	49,699,445	496,994,450	13.46%
Over 1,000,000 shares	59	278,328,175	2,783,281,750	75.36%
<b>Total</b>	<b>11,846</b>	<b>369,315,967</b>	<b>3,693,159,670</b>	<b>100.00%</b>



		Amount in BDT	
		2015	2014
15.00	<b>Statutory Reserve</b>		
	Opening Balance	2,276,079,020	1,917,204,582
	Add: Transferred during the year (20% of pretax profit )	445,064,726	358,874,437
	<b>Closing Balance</b>	<b>2,721,143,746</b>	<b>2,276,079,020</b>
15 (a)	<b>Consolidated Statutory Reserve</b>		
	Opening Balance	2,276,079,020	1,917,204,582
	Add: Transferred during the year (20% of pretax profit )	445,064,726	358,874,437
	<b>Closing Balance</b>	<b>2,721,143,746</b>	<b>2,276,079,020</b>
16.00	<b>General Reserve</b>		
	Opening Balance	276,777,324	276,777,324
	Add: Transferred from Retained Earnings	170,000,000	-
	<b>Closing Balance</b>	<b>446,777,324</b>	<b>276,777,324</b>
17.00	<b>Retained Earnings</b>		
	Opening Balance	653,371,965	328,737,703
	Add: Profit made during the year	1,364,172,889	963,293,519
	Less: Bonus Share Issued during the year	(615,526,610)	(279,784,820)
	Less: Transferred to Statutory Reserve	(445,064,726)	(358,874,437)
	Less: Transferred to General Reserve	(170,000,000)	-
	<b>Closing Balance</b>	<b>786,953,518</b>	<b>653,371,965</b>
17 (a)	<b>Consolidated Retained Earnings</b>		
	Opening Balance	617,298,134	294,423,377
	Add: Consolidated Profit made during the year	1,366,187,784	961,534,014
	Less: Bonus Share Issued during the year	(615,526,610)	(279,784,820)
	Less: Transferred to Statutory Reserve	(445,064,726)	(358,874,437)
	Less: Transferred to General Reserve	(170,000,000)	-
	<b>Closing Balance</b>	<b>752,894,582</b>	<b>617,298,134</b>
18.00	<b>Contingent Liabilities &amp; Commitments</b>		
	<b>Letter of Guarantee</b>	<b>7,486,950,065</b>	<b>7,021,192,518</b>
	<b>Letter of Credit:</b>		
	Letter of Credit (Cash)	3,045,545,564	2,995,290,950
	Letter of Credit (Back to Back)	1,641,771,089	1,095,036,794
	Letter of Credit (EDF)	383,061,315	280,481,095
	Letter of Credit (Deferred)	3,761,148,574	3,443,814,820
	Letter of Credit (Inland)	1,203,551,406	392,613,482
		<b>10,035,077,947</b>	<b>8,207,237,141</b>
	<b>Bills for Collection:</b>		
	Inland	2,258,687	6,508,681
	Foreign:		
	LDBC	1,416,633,322	2,126,455,781
	FDBC	1,199,940,466	1,058,591,028
		<b>2,618,832,476</b>	<b>3,191,555,490</b>
	<b>Other Contingent Liabilities:</b>		
	IFDBC (Back to Back)	554,500	936,500
	IFDBC (Cash)	-	-
	Accepted Bill (Inland)	3,145,060,914	2,802,743,464
	Accepted Bill (Foreign)	11,742,769,550	9,578,137,667
		<b>14,888,384,964</b>	<b>12,381,817,631</b>
	<b>Other Commitments</b>		
	Undrawn formal standby facilities, credit lines and other commitments	-	-
		<b>35,029,245,452</b>	<b>30,801,802,780</b>

		Amount in BDT	
		2015	2014
<b>18.01</b>	<b>Letter of Guarantee</b>		
	i) Claims against the Bank not acknowledged as debts	-	-
	ii) Money for which the bank is contingently liable in respect of guarantees given favoring :	-	-
	Directors	-	-
	Government	3,204,020,255	2,842,088,572
	Bank and other Financial Institutions	86,572,500	3,322,726
	Others	4,196,357,310	4,175,781,220
		<b>7,486,950,066</b>	<b>7,021,192,518</b>
	Less: Margin	1,070,863,672	631,521,088
		<b>6,416,086,394</b>	<b>6,389,671,430</b>
	iii) Liability on Account of Bills Re-Discounted	-	-
	iv) Liability on Account of Outstanding Forward Exchange Contract	-	-
		<b>6,416,086,394</b>	<b>6,389,671,430</b>
<b>18.02</b>	<b>Segregation of Commitment by Type</b>		
	Documentary Credit and Short Term Business Related Transaction	10,035,077,947	8,207,237,141
	Forward Asset Purchased and Forward Deposit	-	-
	Endorsed formal standby facilities, Credit facilities and other commitments:		
	Less than one year	22,375,335,029	19,403,010,149
	One year and above	-	-
	Undrawn formal standby facilities, credit lines and other commitments	-	-
	Spot and Forward Foreign Exchange Rate Contract	-	-
	Other Exchange Contract	-	-
	Others	2,618,832,476	3,191,555,490
		<b>35,029,245,452</b>	<b>30,801,802,780</b>
<b>18 (a)</b>	<b>Consolidated Contingent Liabilities</b>		
	<b>Acceptances and endorsements</b>		
	Mutual Trust Bank Limited (Note-18)	14,888,384,964	12,381,817,631
	MTB Securities Limited	-	-
	MTB Capital Limited	-	-
	MTB Exchange (UK) Limited	-	-
		<b>14,888,384,964</b>	<b>12,381,817,631</b>
	<b>Letters of Guarantee</b>		
	Mutual Trust Bank Limited (Note-18)	7,486,950,065	7,021,192,518
	MTB Securities Limited	-	-
	MTB Capital Limited	-	-
	MTB Exchange (UK) Limited	-	-
		<b>7,486,950,065</b>	<b>7,021,192,518</b>
	<b>Irrevocable Letters of Credit</b>		
	Mutual Trust Bank Limited (Note-18)	10,035,077,947	8,207,237,141
	MTB Securities Limited	-	-
	MTB Capital Limited	-	-
	MTB Exchange (UK) Limited	-	-
		<b>10,035,077,947</b>	<b>8,207,237,141</b>
	<b>Bills for collection</b>		
	Mutual Trust Bank Limited (Note-18)	2,618,832,476	3,191,555,490
	MTB Securities Limited	-	-
	MTB Capital Limited	-	-
	MTB Exchange (UK) Limited	-	-
		<b>2,618,832,476</b>	<b>3,191,555,490</b>
	<b>Other Commitments</b>		
	Mutual Trust Bank Limited (Note-18)	-	-
	MTB Securities Limited	-	-
	MTB Capital Limited	-	-
	MTB Exchange (UK) Limited	-	-
		<b>35,029,245,452</b>	<b>30,801,802,780</b>

		Amount in BDT	
		2015	2014
<b>19.00</b>	<b>Income Statement</b>		
	<b>Income:</b>		
	Interest, Discount and Similar Income	12,864,927,284	11,812,779,293
	Dividend income	57,164,924	175,243,794
	Fee, Commission and Brokerage	533,196,488	485,921,500
	Gain less losses arising from investment securities	22,092,427	47,248,674
	Gain less losses arising from dealing in Foreign Currencies	331,635,068	210,645,372
	Other Operating Income	373,599,228	348,986,786
		<b>14,182,615,419</b>	<b>13,080,825,419</b>
	<b>Expenses</b>		
	Interest, Fee and Commission	7,939,601,965	7,910,059,642
	Administrative expenses	2,573,422,444	2,013,261,866
	Other operating expenses	714,010,799	591,371,708
	Depreciation on Banking Assets	283,357,831	240,532,514
		<b>11,510,393,039</b>	<b>10,755,225,730</b>
	<b>Operating profit</b>	<b>2,672,222,379</b>	<b>2,325,599,689</b>
<b>20.00</b>	<b>Interest Income</b>		
	Loans and Advances (Note-20.01)	10,352,209,629	9,023,096,457
	Money at Call and Short Notice	100,648,500	99,608,368
	Balance with Other Banks and Financial Institutions (Note-20.02)	197,419,465	304,265,246
		<b>10,650,277,593</b>	<b>9,426,970,071</b>
<b>20.01</b>	<b>Interest on Loans and Advances</b>		
	Term Loan	2,198,091,102	2,112,587,517
	Small and Medium Enterprise Financing	1,106,007,251	855,393,179
	Retail/Consumer Financing	417,968,975	374,174,990
	General Loans	501,355,844	365,264,054
	Demand Loan	110,458,108	72,267,439
	Payment Against Documents (PAD)	36,363,554	34,568,331
	Trust Receipts	1,141,716,614	981,494,967
	Lease Finance	42,800,567	58,457,115
	Export Development Fund	14,005,850	2,739,909
	House Building Loan	365,520,323	379,637,509
	Cash Credit	2,423,701,313	1,823,766,790
	Packing Credit	3,010,750	206,080
	Secured Overdraft	1,418,763,349	1,314,458,788
	Bills Purchased and Discounted	305,690,881	284,765,996
	Interest on Loans to Subsidiaries	40,347,458	268,228,367
	Interest Income- Offshore Banking Unit	51,100,064	13,478,365
	Other Loans and Advances	175,307,627	81,607,061
		<b>10,352,209,629</b>	<b>9,023,096,457</b>
<b>20.02</b>	<b>Interest on Balance with other Bank and Financial Institution</b>		
	Interest on Balance with other Bank in Bangladesh	197,419,465	304,265,246
	Interest on Balance held with outside Bangladesh	-	-
		<b>197,419,465</b>	<b>304,265,246</b>
<b>20(a)</b>	<b>Consolidated Interest Income</b>		
	Mutual Trust Bank Limited (Note-20)	10,650,277,593	9,426,970,071
	MTB Securities Limited	163,017,372	539,800,779
	MTB Capital Limited	17,182,172	18,192,875
	MTB Exchange (UK) Limited	-	-
	Less: Intragroup Interest Income (Loans)	(40,347,458)	(268,228,367)
		<b>10,790,129,679</b>	<b>9,716,735,358</b>
<b>21.00</b>	<b>Interest Paid on Deposit &amp; Borrowing, etc.</b>		
	Interest on Deposit and Other Accounts (Note-21.01 )	7,890,628,772	7,700,178,376
	Interest on Borrowing from other Banks and Financial Institutions	48,973,193	209,881,266
		<b>7,939,601,965</b>	<b>7,910,059,642</b>

		Amount in BDT	
		2015	2014
<b>21.01</b>	<b>Interest on Deposits and Other Accounts</b>		
	Savings Deposits	654,941,960	394,068,479
	Short Term Deposits	612,886,163	576,724,781
	Fixed Deposits	4,437,589,031	4,829,809,411
	Deposit-Products	1,810,002,636	1,589,438,467
	Interest paid on deposit & borrowings-Offshore Banking Unit	31,110,844	10,137,238
	Interest on Subordinated Debt	344,098,137	300,000,000
		<b>7,890,628,772</b>	<b>7,700,178,376</b>
<b>21(a)</b>	<b>Consolidated Interest Paid on Deposits &amp; Borrowings, etc.</b>		
	Mutual Trust Bank Limited (Note-21)	7,939,601,965	7,910,059,642
	MTB Securities Limited	40,522,458	268,271,510
	MTB Capital Limited	-	57,752
	MTB Exchange (UK) Limited	-	-
	Less: Intragroup Interest Expense (Borrowings)	(40,347,458)	(268,228,367)
	Less: Intragroup Interest Expense (Deposits)	(13,762,186)	(28,448,342)
		<b>7,926,014,779</b>	<b>7,881,712,195</b>
<b>22.00</b>	<b>Income From Investments</b>		
	Interest on Treasury Bill	112,575,119	440,337,473
	Interest on Treasury Bond	2,058,737,937	1,932,473,953
	Reverse REPO	-	1,572
	Gain/(Loss) on Investment in shares of Quoted Companies	22,092,427	47,248,674
	Dividend from Subsidiary	-	119,000,000
	Prize Bond	2,000	1,000
	Dividend on Investment in Shares	57,164,924	56,243,794
	Interest on Investment in Commercial Paper	22,778,472	-
	Other Investment	20,556,162	12,995,224
		<b>2,293,907,041</b>	<b>2,608,301,690</b>
<b>22(a)</b>	<b>Consolidated Income From Investments</b>		
	Mutual Trust Bank Limited (Note-22)	2,293,907,041	2,608,301,690
	MTB Securities Limited	-	-
	MTB Capital Limited	-	3,075,750
	MTB Exchange (UK) Limited	-	-
	Dividend paid by MTB Securities & Capital	-	(119,000,000)
		<b>2,293,907,041</b>	<b>2,492,377,440</b>
<b>23.00</b>	<b>Commission, Exchange and Brokerage</b>		
	Commission (Note-23.01 )	533,196,488	485,755,417
	Exchange	331,635,068	210,645,372
	Brokerage	-	166,083
		<b>864,831,556</b>	<b>696,566,872</b>
<b>23.01</b>	<b>Commission</b>		
	Letter of Guarantee	73,356,017	55,932,910
	Letter of Credit	197,851,788	169,848,219
	Acceptance of Bills	188,075,574	160,187,701
	LC Advising	10,939,800	9,613,250
	Export Bills	-	1,754,378
	PO, DD & TT	5,904,465	5,555,332
	Exchange houses	7,578,352	8,391,741
	Foreign Remittance	3,964,700	2,954,282
	On-line service	11,458,740	8,283,840
	IBP/FBP/IDBP	17,452	141,462
	FDBC/IFDBC/LDBC	-	809,705
	OBC/IBC	527,645	558,031
	Underwriting Comm. on Treasury Bill/Bond	20,598,799	44,775,757
	Commission on IPO collection	3,786,755	8,904,344
	POS Commission	9,135,183	8,044,465
	RTGS Commission	1,218	-
		<b>533,196,488</b>	<b>485,755,417</b>

		Amount in BDT	
		2015	2014
<b>23 (a)</b>	<b>Consolidated Commission, Exchange and Brokerage</b>		
	Mutual Trust Bank Limited (Note-23)	864,831,556	696,566,872
	MTB Securities Limited	124,508,494	231,701,206
	MTB Capital Limited	4,393,898	6,208,383
	MTB Exchange (UK) Limited	11,354,129	6,573,259
		<b>1,005,088,077</b>	<b>941,049,720</b>
<b>24.00</b>	<b>Other Operating Income</b>		
	Handling Charges	2,289,229	3,170,783
	VISA ATM	868,369	-
	VISA POS	7,327,093	-
	Service Charges	102,125,166	112,617,624
	Margin A/c Maintenance Income	6,900	26,961
	SWIFT Charge Recoveries	27,031,181	8,571,523
	SME Fees and Charges	13,236,440	11,105,111
	Management fees	56,936,725	59,020,186
	Early Settlement Fee	3,673,509	2,949,578
	Loan Processing Fee	7,679,351	3,607,289
	Partial Payment Fee	308,201	320,229
	Charges against cards	80,575,695	63,173,540
	Recovery from written off loans	1,100,990	7,336,952
	NPSB Acquirer Income	176,840	-
	Locker Rent	3,359,006	2,977,297
	Miscellaneous Earnings	66,904,533	74,109,713
		<b>373,599,228</b>	<b>348,986,786</b>
<b>24 (a)</b>	<b>Consolidated Other Operating Income</b>		
	Mutual Trust Bank Limited (Note-24)	373,599,228	348,986,786
	MTB Securities Limited	39,656,626	63,357,972
	MTB Capital Limited	17,650,748	37,864,704
	MTB Exchange (UK) Limited	-	-
	Less: Intragroup other operating income	(13,762,186)	(28,448,342)
		<b>417,144,416</b>	<b>421,761,120</b>
<b>25.00</b>	<b>Salary &amp; Allowances</b>		
	Basic Pay	774,212,992	574,293,370
	Allowances	594,440,753	439,756,114
	Bonus	324,263,990	224,324,856
	Gratuity	100,000,000	55,033,117
	Leave Fare Assistance	69,690,002	50,346,473
	Provident Fund	68,369,356	50,087,821
		<b>1,930,977,093</b>	<b>1,393,841,751</b>
<b>25 (a)</b>	<b>Consolidated Salaries and Allowances</b>		
	Mutual Trust Bank Limited (Note-25)	1,930,977,093	1,393,841,751
	MTB Securities Limited	74,820,893	70,711,441
	MTB Capital Limited	9,865,670	9,529,361
	MTB Exchange (UK) Limited	6,615,604	6,535,964
		<b>2,022,279,260</b>	<b>1,480,618,517</b>
<b>25.01</b>	<b>Managing Director's Remuneration</b>		
	Basic	7,026,667	6,426,666
	House Rent	1,928,000	1,800,000
	House Maintenance	1,285,333	1,200,000
	Entertainment	205,600	180,000
	Festival Bonus	1,800,000	1,650,000
	Incentive Bonus	1,000,000	1,000,000
	Leave Fare Assistance	1,650,000	1,500,000
	Security and personal wages	642,666	600,000
	Providend Fund	702,667	642,667
		<b>16,240,933</b>	<b>14,999,333</b>

		Amount in BDT	
		2015	2014
26.00	<b>Rent, Tax, Insurance, Electricity etc.</b>		
	Rent	345,569,456	325,606,700
	Rates & taxes	2,933,266	2,775,936
	Insurance	64,694,055	65,351,577
	Electricity & Utilities	93,492,765	87,604,041
	Lease Rent	628,824	1,206,780
		<b>507,318,366</b>	<b>482,545,035</b>
26 (a)	<b>Consolidated Rent, Taxes, Insurance, Electricity etc.</b>		
	Mutual Trust Bank Limited (Note-26)	507,318,366	482,545,035
	MTB Securities Limited	34,858,636	35,594,060
	MTB Capital Limited	3,140,183	2,722,817
	MTB Exchange (UK) Limited	6,561,208	6,692,552
		<b>551,878,393</b>	<b>527,554,464</b>
27.00	<b>Legal Expense</b>		
	Legal Expense	3,411,955	3,160,064
		<b>3,411,955</b>	<b>3,160,064</b>
27 (a)	<b>Consolidated Legal Expense</b>		
	Mutual Trust Bank Limited (Note-27)	3,411,955	3,160,064
	MTB Securities Limited	114,560	-
	MTB Capital Limited	-	-
	MTB Exchange (UK) Limited	-	-
		<b>3,526,515</b>	<b>3,160,064</b>
28.00	<b>Postage, Stamps &amp; Telephone etc.</b>		
	Postage/Courier Service	3,097,496	2,090,970
	Telephone	10,939,335	10,255,581
		<b>14,036,831</b>	<b>12,346,551</b>
28 (a)	<b>Consolidated Postage, Stamp, Telecommunication etc.</b>		
	Mutual Trust Bank Limited (Note-28)	14,036,831	12,346,551
	MTB Securities Limited	755,290	1,061,295
	MTB Capital Limited	89,210	119,070
	MTB Exchange (UK) Limited	91,057	53,260
		<b>14,972,388</b>	<b>13,580,176</b>
29.00	<b>Printing, Stationery, Advertisement etc.</b>		
	Printing & Security Stationery	33,200,234	45,278,671
	Computer Stationery	11,635,776	10,087,547
	Petty & Table Stationery	12,979,143	11,638,886
	Publicity & Advertisement	41,223,213	37,011,278
		<b>99,038,366</b>	<b>104,016,382</b>
29 (a)	<b>Consolidated Printing, Stationery, Advertisements etc.</b>		
	Mutual Trust Bank Limited (Note-29)	99,038,366	104,016,382
	MTB Securities Limited	1,079,401	1,228,435
	MTB Capital Limited	211,501	119,127
	MTB Exchange (UK) Limited	237,343	286,993
		<b>100,566,611</b>	<b>105,650,937</b>
30.00	<b>Directors' Fees</b>		
	Meeting fee	1,450,400	1,409,750
		<b>1,450,400</b>	<b>1,409,750</b>
30 (a)	<b>Consolidated Directors' Fees</b>		
	Mutual Trust Bank Limited (Note-30)	1,450,400	1,409,750
	MTB Securities Limited	569,250	189,750
	MTB Capital Limited	448,500	125,000
	MTB Exchange (UK) Limited	-	-
		<b>2,468,150</b>	<b>1,724,500</b>



		Amount in BDT	
		2015	2014
<b>31.00</b>	<b>Audit Fee</b>		
	Annual Account	805,000	805,000
	NOSTRO Account	46,000	23,000
	IPFF Account	57,500	57,500
	Corporate Governance	40,000	57,500
		<b>948,500</b>	<b>943,000</b>
<b>31 (a)</b>	<b>Consolidated Audit Fee</b>		
	Mutual Trust Bank Limited (Note-31)	948,500	943,000
	MTB Securities Limited	57,500	60,000
	MTB Capital Limited	63,250	63,250
	MTB Exchange (UK) Limited	357,086	383,169
		<b>1,426,336</b>	<b>1,449,419</b>
<b>32.00</b>	<b>Depreciation on &amp; Repairs to Bank's Property</b>		
	<b>Depreciation:</b>		
	Immovable Property	31,157,406	23,846,023
	Furniture & Fixture	80,341,376	73,164,650
	Office Equipments	162,282,148	129,719,254
	Motor Vehicles	6,461,340	4,171,591
	Books & Periodicals	-	-
	Leasehold Property	3,115,561	9,630,996
		<b>283,357,831</b>	<b>240,532,514</b>
	<b>Repairs on Bank's Property</b>	<b>67,387,919</b>	<b>51,147,142</b>
		<b>350,745,750</b>	<b>291,679,656</b>
<b>32 (a)</b>	<b>Consolidated Depreciation and Repair of Assets</b>		
	Mutual Trust Bank Limited (Note-32)	350,745,750	291,679,656
	MTB Securities Limited	10,891,228	11,144,137
	MTB Capital Limited	995,968	1,275,233
	MTB Exchange (UK) Limited	701,078	1,047,455
		<b>363,334,024</b>	<b>305,146,481</b>
<b>32 (a.1)</b>	<b>Consolidated Depreciation of Assets</b>		
	Mutual Trust Bank Limited (Note-32)	283,357,831	240,532,514
	MTB Securities Limited	10,076,968	10,414,006
	MTB Capital Limited	974,243	1,215,568
	MTB Exchange (UK) Limited	538,009	932,555
		<b>294,947,051</b>	<b>253,094,643</b>
<b>32 (a.2)</b>	<b>Consolidated Repair &amp; Maintenance of Assets</b>		
	Mutual Trust Bank Limited (Note-32)	67,387,919	51,147,142
	MTB Securities Limited	814,260	730,131
	MTB Capital Limited	21,725	59,665
	MTB Exchange (UK) Limited	163,069	114,900
		<b>68,386,973</b>	<b>52,051,838</b>
<b>33.00</b>	<b>Other Expenditures</b>		
	Security & Auxiliary Service	156,520,610	147,406,001
	Office Cleaning	36,649,131	30,218,502
	Office Maintenance	19,201,239	18,119,670
	Car Expense	152,486,641	114,331,935
	Entertainment	31,436,045	25,714,770
	Newspaper & Periodicals	1,373,763	1,176,916
	Clearing House Expense	915,455	829,708
	Traveling & Conveyance	35,772,637	28,564,207
	Holiday Conveyance	4,245,094	4,584,320
	Bank Charge	4,752,043	2,390,131
	Training/ Seminar Participation	10,244,364	12,534,198
	Professional Fee	34,387,755	6,998,283
	AGM Expense	691,321	2,463,931
	Subscription & Donation	6,237,005	14,935,411
	VISA Expense	-	1,592,526
	Reuters Charge	1,940,562	1,877,644

		Amount in BDT	
		2015	2014
	CDBL Charges	552,521	694,267
	Fees & Registration	15,928,702	11,894,157
	Business Development Expense	24,841,697	20,975,216
	Corporate Social Responsibility (CSR) activities	25,510,865	14,493,843
	Branch Opening Expenses	302,570	2,871,731
	Contribution to MTB Foundation	10,000,000	10,000,000
	Employees Medical Assistance Fund	5,000,000	2,000,000
	Honorarium	569,465	224,833
	Cash Carrying Expense	16,052,725	17,615,299
	Contact Point Verification (CPV) Charges	824,429	809,559
	Site Maintenance & Support Service	2,791,700	2,134,498
	On-line and connectivity charges	42,555,166	42,212,859
	Transaction Charge NPSB	199,390	100,390
	Loss on Sale of Fixed Assets	4,601,085	450,407
	Miscellaneous Expense	38,900	9,355
		<b>646,622,880</b>	<b>540,224,567</b>
<b>33 (a)</b>	<b>Consolidated Other Expenditure</b>		
	Mutual Trust Bank Limited (Note-33)	646,622,880	540,224,567
	MTB Securities Limited	37,052,914	86,382,154
	MTB Capital Limited	4,203,777	3,382,746
	MTB Exchange (UK) Limited	4,907,307	3,179,662
		<b>692,786,878</b>	<b>633,169,128</b>
<b>34.00</b>	<b>Provision Against Loans and Advances</b>		
	Provision for Classified Loans & Advances	226,717,487	406,609,269
	Provision for Unclassified Loans and Advances	168,668,771	(48,129,995)
	Provision for Off Balance Sheet Items	43,981,972	69,051,247
	<b>Total amount of provision made during the year</b>	<b>439,368,230</b>	<b>427,530,521</b>
<b>35.00</b>	<b>Provision for Tax</b>		
	Current tax	760,896,156	727,074,226
	Deferred tax* (Note 12.07.a)	100,254,584	104,004,442
	<b>Total</b>	<b>861,150,740</b>	<b>831,078,668</b>
* Deferred tax has been calculated as per "BAS:12 Income Taxes" and it is the timing differences arising from the carrying value of fixed assets.			
<b>35 (a)</b>	<b>Consolidated Provision for Tax</b>		
	Mutual Trust Bank Limited (Note-35)	861,150,740	831,078,668
	MTB Securities Limited	41,352,036	126,051,861
	MTB Capital Limited	4,940,302	10,707,496
	MTB Exchange (UK) Limited	-	-
		<b>907,443,078</b>	<b>967,838,025</b>
<b>36.00</b>	<b>Earnings Per Share (EPS):*</b>		
	Net Profit After Tax	1,364,172,889	963,293,519
	<b>Number of Ordinary Shares outstanding</b>	<b>369,315,967</b>	<b>369,315,967</b>
	<b>Earnings Per Share (EPS) (2014-Restated)</b>	<b>3.69</b>	<b>2.61</b>

\*Earnings per share has been calculated in accordance with BAS-33: Earnings Per Share (EPS).

		Amount in BDT	
		2015	2014
36 (a)	<b>Consolidated Earnings Per Share (EPS):*</b>		
	Consolidated Net Profit After Tax	1,366,197,010	961,559,993
	<b>Number of Ordinary Shares outstanding</b>	<b>369,315,967</b>	<b>369,315,967</b>
	<b>Earnings Per Share (EPS) (2014-Restated)</b>	<b>3.70</b>	<b>2.60</b>
*Earnings per share has been calculated in accordance with BAS-33: Earnings Per Share (EPS).			
37.00	<b>Received from Other Operational Income</b>		
	Exchange	331,635,068	210,645,372
	Handling charge	2,289,229	3,170,783
	Service charge	102,125,166	112,617,624
	SWIFT charge recovery	27,031,181	8,571,523
	DP income	176,840	-
	Early settlement and Loan processing fees	11,661,061	6,877,096
	Locker rent	3,359,006	2,977,297
	VISA ATM	868,369	-
	Margin A/c Maintenance Income	6,900	26,961
	Management fees	56,936,725	59,020,186
	Charges against cards	80,575,695	63,173,540
	VISA POS	7,327,093	-
	Miscellaneous income	66,904,533	74,109,713
		<b>690,896,866</b>	<b>541,190,095</b>
37 (a)	<b>Consolidated Received from Other Operational Income</b>		
	Mutual Trust Bank Limited (Note-37)	690,896,866	541,190,095
	MTB Securities Limited	39,656,626	63,357,972
	MTB Capital Limited	17,650,748	37,864,704
	MTB Exchange (UK) Limited	-	-
	Less: Intragroup other operating income	(13,762,186)	(28,448,342)
		<b>734,442,054</b>	<b>613,964,429</b>
38.00	<b>Payment for Other Operational Expenses</b>		
	Rent, Tax, Insurance, Electricity	507,318,366	482,545,035
	Legal Expense	3,411,955	3,160,064
	Postage, Stamps, Telegram & Telephone	14,036,831	12,346,551
	Audit fee	948,500	943,000
	Printing, Stationery, Advertisement	99,038,366	104,016,382
	Directors' Fee	1,450,400	1,409,750
	Repair & Maintenance	67,387,919	51,147,142
	Other Expenditure	631,622,880	528,224,567
		<b>1,325,215,217</b>	<b>1,183,792,490</b>
38 (a)	<b>Consolidated Payment for Other Operational Expenses</b>		
	Rent, Tax, Insurance, Electricity	551,878,393	527,554,464
	Legal Expense	3,526,515	3,160,064
	Postage, Stamps, Telegram & Telephone	14,972,388	13,580,176
	Audit fee	1,426,336	1,449,419
	Printing, Stationery, Advertisement	100,566,611	105,650,937
	Directors' Fee	2,468,150	1,409,750
	Repair & Maintenance	68,386,973	52,051,838
	Other Expenditure	677,786,878	621,169,128
		<b>1,421,012,243</b>	<b>1,326,025,777</b>
39.00	<b>Number of Employees</b>		
	The number of employees engaged for the whole year or part thereof who received a total remuneration of BDT 36,000 or above were 1,801.		
40.00	<b>Number of Branches</b>	<b>106</b>	<b>103</b>
41.00	<b>Number of Meeting</b>		
	Board Meeting	13	14
	Executive Committee Meeting	9	10
	Audit Committee Meeting	4	4
	Risk Management Committee Meeting	4	3

42.00 BDT 25.36 million worth of assets have been sold during the year 2015.

#### 43.00 Auditors Work Hour

The external auditors of the bank, M.J.ABEDIN & Co., Chartered Accountants covered 80% above of the Bank's Risk Weighted Asset and has spent around 3,296 man-hours to complete the audit as per Bangladesh Standards on Auditing (BSA).

#### 44.00 Related Party Disclosure

##### 44.01 Name of Directors and their shareholdings as on December 31, 2015

Name	Status in the Board	December 2015		
		No. of Shares held	BDT	Holding %
Mr. M. A. Rouf	Chairman (from February 26, 2016)	7,400,119	74,001,190	2.00%
Mr. Hedayetullah	Vice-Chairman (from February 26, 2016)	7,390,563	73,905,630	2.00%
Mr. Syed Manzur Elahi	Director (Founding Chairman)	13,618,285	136,182,850	3.69%
Associated Builders Corporation Ltd. represented by Mr. Rashed Ahmed Chowdhury	Director (Former-Chairman)	18,465,780	184,657,800	5.00%
Advanced Chemical Industries Ltd represented by Dr. Arif Dowla	Director	12,310,506	123,105,060	3.33%
Mr. Md. Abdul Malek	Director	7,456,899	74,568,990	2.02%
Mr. Md. Wakiluddin	Director	7,393,060	73,930,600	2.00%
Khwaja Nargis Hossain	Director	7,386,541	73,865,410	2.00%
ASTRAS Ltd. Represented by Mr. Anjan Chowdhury	Director	9,232,861	92,328,610	2.50%
Pioneer Insurance Company Ltd. represented by Mr. Q.A.F.M Serajul Islam	Director	25,979,110	259,791,100	7.03%
Mr. Anwarul Amin	Independent Director	-	-	-
Dr. Sultan Hafeez Rahman	Independent Director	-	-	-
<b>Total</b>		<b>116,633,724</b>	<b>1,166,337,240</b>	<b>31.58%</b>

Name of the companies in which the Directors of the Bank have interest are given in **Annexure - E**

##### 44.02 Related Party Transactions

Name of party	Related with	Transactions nature	Outstanding amount BDT Million	Nature of Security
Mrs. Rozina Afroz	Mr. Md. Wakiluddin, Director	GHBL	0.753	Land & Building
Mrs. Banesa Khatun	Mr. Md. Wakiluddin, Director	GHBL	2.006	Land & Building

**44.03 Significant Contracts where Bank is a Party and wherein Directors have Interest**

Nature of contract	Purpose	Name of Director and Related by	Remarks
Lease agreement with Square Pharmaceuticals Limited	Pabna Branch	Mr. Anjan Chowdhury	Approved by Bangladesh Bank
	Pabna Branch ATM Booth		Approved by Board of MTB
	Square Textile ATM Booth		
	Square Pharmaceuticals ATM Booth		
	Square Hospital ATM Booth		
	Square Fashions ATM Booth		
Lease agreement	Bilquis Tower ATM Booth	Mr. Rashed Ahmed Chowdhury	Approved by Board of MTB
	ABC House ATM Booth		
	ABC Heritage ATM Booth		
	ABC BPL ATM Booth		
Lease agreement	Pragati Sarani Branch	Mr. Md. Wakiluddin	Approved by Bangladesh Bank
	Pragati Sarani Branch ATM Booth		

**44.04** Shares issued to Directors and Executives without consideration or exercisable at a discount **Nil**

**44.05 Lending Policies to Related Parties**

Lending to related parties is effected as per requirements of Section 27(1) of the Bank Company Act 1991 (as amended in 2013).

**44.06 Events after the Balance Sheet Date**

i) Subsequent to the balance sheet date, The Board of Directors recommended Stock dividend @ 20% which will be recognized in the accounts as and when approved by the shareholders in the Annual General Meeting (AGM).

**45.00 Financial Highlights as at December 31, 2015 are shown in Annexure-F**

## Balance with other Banks- Out Side Bangladesh (NOSTRO Account)

Currency wise position and Exchange rate applied for conversion of Balance with other Banks in Foreign Currency into Local currency as at 31 December 2015

Name of the Bank	Currency	2015			2014		
		Foreign Currency Amount	Exchange Rate	BDT	Foreign Currency Amount	Exchange Rate	BDT
Mashreqbank, New York	US\$	1,708,022	78.50	134,079,755	488,707	77.95	38,094,403
Standard Chartered Bank, New York	US\$	596,260	78.50	46,806,407	354,247	77.95	27,613,313
Habib American Bank, New York	US\$	1,424,737	78.50	111,841,870	267,665	77.95	20,864,310
Commerze Bank, Germany	US\$	135,483	78.50	10,635,442	38,927	77.95	3,034,302
Mashreqbank, London	US\$	162,096	78.50	12,724,537	7,502	77.95	584,798
ICICI, Hong Kong	US\$	203,504	78.50	15,975,045	50,452	77.95	3,932,722
National Commercial Bank, Jeddha	US\$	569,297	78.50	44,689,779	90,338	77.95	7,041,798
Sonali Bank, London	US\$	356,330	78.50	27,971,939	307,051	77.95	23,934,472
Standard Chartered Bank, Singapore	SGD	10,009	78.50	555,830	21,001	58.90	1,236,975
Mashreqbank, London	GBP	180,676	116.36	21,023,577	116,205	121.00	14,060,928
Standard Chartered Bank, London	GBP	198,981	116.36	23,153,571	110,630	121.00	13,386,324
Sonali Bank, London	GBP	6,307	116.36	733,838	19,795	121.00	2,395,208
Habib American Bank, Zurich	CHF	16,004	79.39	1,270,519	13,455	78.81	1,061,060
Standard Chartered Bank, Tokyo	JPY	380,265	0.65	247,941	21,654,615	0.65	14,107,982
UBAF, Tokyo	JPY	116,765	0.65	76,133	253,457	0.65	165,127
Mashreqbank, London	EUR	8,256	85.81	708,427	13,962	94.77	1,323,219
Standard Chartered Bank, Germany	EUR	7,627	85.81	654,435	28,195	94.77	2,672,110
Sonali Bank, London	EUR	4,708	85.81	404,006	4,708	94.77	446,204
ICICI, Mumbai	EUR	1,664	85.81	142,820	5,393	94.77	511,096



## Balance with other Banks- Out Side Bangladesh (NOSTRO Account)

Currency wise position and Exchange rate applied for conversion of Balance with other Banks in Foreign Currency into Local currency as at 31 December 2015

Name of the Bank	Currency	2015			2014		
		Foreign Currency Amount	Exchange Rate	BDT	Foreign Currency Amount	Exchange Rate	BDT
Unicredit, Germany	EUR	20,578	85.81	1,765,726	8,626	94.77	817,514
Commerze Bank, Germany	EUR	120,444	85.81	10,335,069	142,323	94.77	13,488,108
United Bank of India, Kolkata	EUR	4,226	85.81	362,587	7,315	94.77	693,252
Standard Chartered Bank, Mumbai	ACU	92,124	78.50	7,231,755	106,809	77.95	8,325,729
Standard Chartered Bank, Kolkata	ACU	265,482	78.50	20,840,374	30,587	77.95	2,384,275
Standard Chartered Bank, Pakistan	ACU	18,790	78.50	1,475,028	92,206	77.95	7,187,366
Standard Chartered Bank, Colombo	ACU	4,610	78.50	361,859	9,363	77.95	729,807
Habib Metropolitan Bank, Karachi	ACU	16,131	78.50	1,266,305	19,961	77.95	1,555,948
Mashreqbank, Mumbai	ACU	427,136	78.50	33,530,198	33,002	77.95	2,572,524
AB Bank, Mumbai	ACU	215,444	78.50	16,912,334	103,489	77.95	8,066,876
ICICI, Mumbai	ACU	490,023	78.50	38,466,802	76,719	77.95	5,980,233
Himalayan Bank Ltd., Kathmundu	ACU	68,510	78.50	5,378,035	19,800	77.95	1,543,398
Nepal Bangladesh Bank Limited	ACU	250	78.50	19,625	250	77.95	19,487
United Bank of India, Kolkata	ACU	247,229	78.50	19,407,509	61,705	77.95	4,809,871
HDFC Bank, Mumbai	ACU	342,626	78.50	26,896,141	107,013	77.95	8,341,566
Habib Bank Pakistan	ACU	50,000	78.50	3,925,000	-	-	-
ICICI, Mumbai	ACU	-	-	28,032,607	-	-	31,899,000
		<b>8,470,595</b>		<b>669,902,826</b>	<b>24,665,474</b>		<b>274,881,305</b>

## Mutual Trust Bank Limited (MTB) Investment in Quoted Shares

As at December 31, 2015

SL	Name of Company	No. of Shares Held	Face Value Per Share	Cost Holding	Average Cost	Quoted rate per Share as at December 31, 2015	Total Market Value of Share as at December 31, 2015	Unrealised Gain/ (Loss)
1	Active Fine Chemical Limited	62,940	10	3,856,437.00	61.27	56.20	3,537,228.00	(319,209.00)
2	Aman Feed Limited	30,000	10	1,534,200.00	51.14	42.30	1,269,000.00	(265,200.00)
3	Baraka Power Limited	50,000	10	1,574,500.00	31.49	30.70	1,535,000.00	(39,500.00)
4	Bata Shoe	270	10	340,907.00	1,262.62	1,317.70	355,779.00	14,872.00
5	Bangladesh Submarine Cable Company Limited	55,000	10	9,348,350.00	169.97	108.10	5,945,500.00	(3,402,850.00)
6	Confidence Cement Limited	75,960	10	11,244,358.80	148.03	86.70	6,585,732.00	(4,658,626.80)
7	DESCO Limited	103,638	10	8,204,402.52	79.16	51.80	5,368,448.40	(2,835,954.12)
8	Eastern Bank Limited	100,040	10	4,123,648.80	41.22	28.60	2,861,144.00	(1,262,504.80)
9	Far East Knitting Limited	170,000	10	3,983,100.00	23.43	16.50	2,805,000.00	(1,178,100.00)
10	First Finance Limited	115,500	10	3,461,535.00	29.97	11.30	1,305,150.00	(2,156,385.00)
11	GBB Power Limited	66,356	10	1,499,645.60	22.60	16.20	1,074,967.20	(424,678.40)
12	Golden Harvest Agro Industries Limited	110,880	10	3,590,294.40	32.38	22.90	2,539,152.00	(1,051,142.40)
13	Global Heavy Chemicals Limited	10,000	10	614,200.00	61.42	40.00	400,000.00	(214,200.00)
14	Golden Son Limited	96,000	10	4,011,840.00	41.79	26.00	2,496,000.00	(1,515,840.00)
15	IDLC Finance Limited	250,000	10	13,765,000.00	55.06	63.60	15,900,000.00	2,135,000.00
16	IFIC Bank Limited	25,722	10	664,399.26	25.83	21.20	545,306.40	(119,092.86)
17	Islami Bank Bangladesh Limited	110,013	10	3,888,959.55	35.35	27.80	3,058,361.40	(830,598.15)
18	Jamuna Oil Company Limited	66,000	10	15,467,760.00	234.36	157.10	10,368,600.00	(5,099,160.00)
19	Khulna Power Company Limited	200,000	10	16,636,000.00	83.18	74.90	14,980,000.00	(1,656,000.00)

## Mutual Trust Bank Limited (MTB) Investment in Quoted Shares

As at December 31, 2015

Amount in BDT								
SL	Name of Company	No. of Shares Held	Face Value Per Share	Cost Holding	Average Cost	Quoted rate per Share as at December 31, 2015	Total Market Value of Share as at December 31, 2015	Unrealised Gain/ (Loss)
20	LankaBangla Finance Limited	115,500	10	7,096,320.00	61.44	29.00	3,349,500.00	(3,746,820.00)
21	Linde Bangladesh Limited	2,750	10	3,144,212.50	1,143.35	1,138.40	3,130,600.00	(13,612.50)
22	Matin Spinning Mills Limited	100,000	10	4,733,000.00	47.33	40.70	4,070,000.00	(663,000.00)
23	Mercantile Bank Limited	120,536	10	2,407,103.92	19.97	10.70	1,289,735.20	(1,117,368.72)
24	Meghna Petroleum Limited	32,670	10	7,510,506.30	229.89	152.60	4,985,442.00	(2,525,064.30)
25	National Bank Limited	182,710	10	4,465,432.40	24.44	9.40	1,717,474.00	(2,747,958.40)
26	Northern General Insurance Company Limited	30,250	10	1,174,305.00	38.82	17.00	514,250.00	(660,055.00)
27	ONE Bank Limited	142,312	10	3,193,481.28	22.44	15.30	2,177,373.60	(1,016,107.68)
28	Orion Pharma Limited	50,000	10	3,551,000.00	71.02	36.80	1,840,000.00	(1,711,000.00)
29	Phoenix Insurance Company Limited	42,750	10	2,579,107.50	60.33	23.10	987,525.00	(1,591,582.50)
30	Pragati Life Insurance Limited	115,500	10	25,524,345.00	220.99	113.50	13,109,250.00	(12,415,095.00)
31	Premier Cement Mills Limited	25,000	10	2,940,500.00	117.62	76.80	1,920,000.00	(1,020,500.00)
32	Prime Bank Limited	54,340	10	1,729,642.20	31.83	18.10	983,554.00	(746,088.20)
33	Pubali Bank Limited	31,500	10	1,040,160.00	33.02	21.60	680,400.00	(359,760.00)
34	RAK Ceramics (Bangladesh) Limited	15,000	10	1,114,500.00	74.30	66.90	1,003,500.00	(111,000.00)
35	R. N. Spinning Mills Limited	100,000	10	3,711,000.00	37.11	22.10	2,210,000.00	(1,501,000.00)
36	Saiham Cotton Mills Limited	50,000	10	654,000.00	13.08	13.30	665,000.00	11,000.00
37	Saiham Textile Limited	75,000	10	1,426,500.00	19.02	14.10	1,057,500.00	(369,000.00)
38	Shahjalal Islami Bank Limited	75,000	10	885,000.00	11.80	13.50	1,012,500.00	127,500.00

## Mutual Trust Bank Limited (MTB) Investment in Quoted Shares

As at December 31, 2015

SL	Name of Company	No. of Shares Held	Face Value Per Share	Cost Holding	Average Cost	Quoted rate per Share as at December 31, 2015	Total Market Value of Share as at December 31, 2015	Unrealised Gain/ (Loss)
39	Shasha Denims Limited	92,500	10	4,015,425.00	43.41	41.10	3,801,750.00	(213,675.00)
40	Summit Purbanchol Co. Limited	25,000	10	1,339,500.00	53.58	55.20	1,380,000.00	40,500.00
41	Square Pharmaceuticals Limited	115,039	10	22,035,738.00	191.55	253.70	29,185,394.00	7,149,656.00
42	Summit Power Limited	779,927	10	43,892,849.20	56.28	39.70	30,963,101.90	(12,929,747.30)
43	United Airways (Bangladesh) Limited	338,800	10	7,006,384.00	20.68	7.30	2,473,240.00	(4,533,144.00)
44	United Power GDC Limited	10,000	10	1,620,100.00	162.01	140.20	1,402,000.00	(218,100.00)
45	Uttara Finance & Investment Limited	5,500	10	446,545.00	81.19	60.90	334,950.00	(111,595.00)
46	Zahintex Industries Limited	139,150	10	3,313,161.50	23.81	22.50	3,130,875.00	(182,286.50)
47	AB Bank 1st Mutual Fund	25,729,699	10	195,996,552.57	7.62	4.50	115,783,645.50	(80,212,907.07)
48	AIMS 1st Mutual Fund	123,037	10	2,944,602.00	23.93	19.70	2,423,829.40	(520,772.60)
49	EBL NRB Mutual Fund	15,615,303	10	125,252,901.62	8.02	4.10	64,022,742.30	(61,230,159.32)
50	First Bangladesh Fixed Income Fund	32,298,689	10	249,788,822.08	7.73	6.30	203,481,740.70	(46,307,081.38)
51	Grameen 1st Mutual Fund	15,354	10	296,510.00	19.31	18.60	285,584.00	(10,926.00)
52	Grameen MFO Scheme	173,316	10	2,875,379.50	16.59	9.70	1,681,165.20	(1,194,214.30)
53	MBL 1st Mutual Fund	4,160,000	10	41,600,000.00	10.00	5.70	23,712,000.00	(17,888,000.00)
54	NLI First Mutual Fund	220,000	10	2,598,200.00	11.81	9.70	2,134,000.00	(464,200.00)
55	PHP First Mutual Fund	4,779,270	10	39,528,698.60	8.27	4.10	19,595,007.00	(19,933,691.60)
				<b>931,241,023.10</b>			<b>635,424,997.20</b>	<b>(295,816,025.90)</b>
	<b>Free fund available</b>			<b>52,487,707.03</b>				
	<b>Total</b>			<b>983,728,730.13</b>			<b>635,424,997.20</b>	<b>(295,816,025.90)</b>

Amount in BDT

**Mutual Trust Bank Limited (MTB)**  
**Consolidated Fixed Asset Schedule**  
As at December 31, 2015

Amount in BDT

Particulars	Cost				Depreciation				Written down value as at 31.12.2015
	Balance as at 01.01.2015	Addition during the year	Disposal during the year	Balance as at 31.12.2015	Rate	Balance as at 01.01.2015	Charged for the year	Adjustment made during the year	Balance as at 31.12.2015
Land	104,253,000	-	-	104,253,000	-	-	-	-	104,253,000
Immovable Property	1,041,691,830	460,413,965	-	1,502,105,795	2.50%	69,577,253	33,263,382	-	102,840,635
Furniture & Fixture	1,169,773,354	193,452,479	28,810,846	1,334,414,987	10%	351,118,123	92,529,657	11,398,788	432,248,992
Office Equipments	1,117,348,598	328,229,723	7,584,068	1,437,994,253	20%	596,563,029	148,346,330	2,331,941	902,165,994
Motor Vehicles	54,649,664	20,094,751	-	74,744,415	20%	34,874,342	6,461,341	-	695,416,835
Books & Periodicals	423,974	-	-	423,974	10%	423,974	-	-	33,408,732
Leasehold Asset	48,455,000	-	-	48,455,000	20%	45,339,439	3,115,560	-	-
Intangible Asset	70,834,587	8,260,000	-	79,094,587	20%	20,746,171	11,028,293	-	47,320,123
<b>Total 2015</b>	<b>3,607,430,006</b>	<b>1,010,450,918</b>	<b>36,394,914</b>	<b>4,581,486,010</b>		<b>1,118,642,332</b>	<b>294,744,563</b>	<b>13,730,729</b>	<b>3,181,829,846</b>
<b>Total 2014</b>	<b>3,017,152,801</b>	<b>330,416,713</b>	<b>21,520,595</b>	<b>3,326,048,919</b>		<b>632,493,993</b>	<b>247,123,801</b>	<b>11,762,242</b>	<b>2,458,193,367</b>

## Mutual Trust Bank Limited (MTB) Fixed Asset Schedule

As at December 31, 2015

Particulars	Cost				Depreciation				Written down value as at 31.12.2015
	Balance as at 01.01.2015	Addition during the year	Disposal during the year	Balance as at 31.12.2015	Rate	Balance as at 01.01.2015	Charged for the year	Adjustment made during the year	Balance as at 31.12.2015
Land	104,253,000	-	-	104,253,000	-	-	-	-	104,253,000
Immovable Property	995,326,830	460,413,965	-	1,455,740,795	2.50%	65,331,776	31,157,406	-	96,489,182
Furniture & Fixture	1,090,864,008	178,192,104	13,783,540	1,255,272,572	10%	329,091,818	87,245,323	8,631,473	407,705,668
Office Equipments	1,077,659,720	324,623,647	11,575,350	1,390,708,017	20%	576,886,329	144,349,908	9,251,117	711,985,120
Motor Vehicles	54,649,664	20,094,751	-	74,744,415	20%	34,874,342	6,461,341	-	41,335,683
Books & Periodicals	423,974	-	-	423,974	10%	423,974	-	-	423,974
Leasehold Asset	48,455,000	-	-	48,455,000	20%	45,339,439	3,115,560	-	48,454,999
Intangible Asset	70,834,587	8,260,000	-	79,094,587	20%	20,746,171	11,028,293	-	31,774,464
<b>Total 2015</b>	<b>3,442,466,783</b>	<b>991,584,467</b>	<b>25,358,890</b>	<b>4,408,692,360</b>		<b>1,072,693,849</b>	<b>283,357,831</b>	<b>17,882,590</b>	<b>1,338,169,090</b>
<b>Total 2014</b>	<b>3,168,743,412</b>	<b>279,120,332</b>	<b>5,396,961</b>	<b>3,442,466,783</b>		<b>833,774,846</b>	<b>240,532,514</b>	<b>1,613,511</b>	<b>1,072,693,849</b>
									<b>2,369,772,934</b>



# Mutual Trust Bank Limited (MTB)

## List of Subordinated Debt Holders

as on December 31, 2015

		Amount in BDT	
		2015	2014
A.	12% Partially Convertible Subordinate Bond	Investment Amount	Investment Amount
SL	Name of party		
1	A.K. Khan & Co. Limited	270,000,000	360,000,000
2	Agrani Bank Limited	225,000,000	300,000,000
3	Sonali Bank Limited	187,500,000	250,000,000
4	Rupali Bank Limited	150,000,000	200,000,000
5	Dhaka Bank Limited	142,500,000	190,000,000
6	IPDC of Bangladesh Limited	112,500,000	150,000,000
7	Dutch Bangla Bank Limited	112,500,000	150,000,000
8	Bank Asia Limited	112,500,000	150,000,000
9	Trust Bank Limited	82,500,000	110,000,000
10	Janata Bank Limited	75,000,000	100,000,000
11	BASIC Bank Limited	52,500,000	70,000,000
12	National Life Insurance Co. Limited	52,500,000	70,000,000
13	Central Depository Bangladesh Limited	52,500,000	70,000,000
14	Investment Corporation of Bangladesh (ICB)	37,500,000	50,000,000
15	NCC Bank Limited	30,000,000	40,000,000
16	Pubali Bank Limited	30,000,000	40,000,000
17	Prime Bank Employees Provident Fund	30,000,000	40,000,000
18	Popular Life Insurance Co. Limited	30,000,000	40,000,000
19	Delta Life Insurance Co. Limited	30,000,000	40,000,000
20	Grameen Mutual Fund One-Scheme Two	30,000,000	40,000,000
21	Pragati Life Insurance Limited	15,000,000	20,000,000
22	Pacific Jeans Limited	15,000,000	20,000,000
Sub-Total (A)		1,875,000,000	2,500,000,000
B	MTB 2nd Subordinate Bond	Investment Amount	Investment Amount
SL	Name of Party		
1	Sonali Bank Limited	1,000,000,000	-
2	BRAC Provident Fund	500,000,000	-
3	Bank Asia Limited	400,000,000	-
4	Uttara Bank Limited	300,000,000	-
5	BRAC	250,000,000	-
6	BRAC Bank Limited	250,000,000	-
7	NRB Commercial Bank Limited	200,000,000	-
8	United Finance Limited	100,000,000	-
Sub-Total (B)		3,000,000,000	-
Total (A+B)		4,875,000,000	2,500,000,000

## Mutual Trust Bank Limited (MTB)

Name of Companies in which the Directors of the Bank have interest

SL	Name of Directors of the Bank	Name of Companies in which the Directors have interest
1	Mr. M.A. Rouf, JP Chairman	<b>Chairman</b>
		- Britannia Properties Ltd., Bangladesh
		- Britannia Holdings & Management Ltd.
		- Britannia Developments Limited
		- Diamond Properties (BD) Ltd.,
		- Diamond Properties, (UK) Scotland
		<b>Vice Chairman</b>
		- ALEMCO Ltd.
		- Kanchan Purbachal Power Generation Ltd.
		- Tangail Palli Power Generation Ltd.
		<b>Director</b>
		-Tiger Tours Ltd.
2	Mr. Md. Hedayetullah Vice Chairman	<b>Chairman</b>
		- Hedayetullah Securities Ltd.
		<b>Director</b>
		- Apex Tannery Ltd.
		- Apex Property Development Ltd.
		<b>Managing Director</b>
		- BW International Ltd.
		- FB Footwear Ltd.
3	Mr. Syed Manzur Elahi Director (Founding Chairman)	-Foot bed Footwear Ltd.
		<b>Chairman</b>
		- Apex Tannery Ltd.
		- Apex Footwear Ltd.
		-Apex Pharma Ltd.
		- Blue Ocean Footwear
		- Apex Enterprise Ltd.
		- Apex Investments
		- Grey Advertising (Bangladesh) Ltd.
		- Quantam Market Research
		- Manusher Jonno Foundation
		- Holiday Publications
		- Bangladesh Freedom Foundation
		<b>Director</b>
		- International Publications Ltd. owning company of the Financial Express
		- Credit Rating Agency of Bangladesh Ltd. (CRAB)
		- Central Depository Bangladesh Ltd. (CDBL)
		<b>Member Board of Trustee</b>
		- East West University
		- Centre for Policy Dialogue (CPD)
		- Diabetic Association of Bangladesh.
4	Dr. Arif Dowla Director (Representing Advanced Chemical Industries Ltd.)	<b>Chairman</b>
		- Tetley ACI (Bangladesh) Ltd.
		<b>Vice Chairman</b>
		- ACI HealthCare Limited.
		<b>Managing Director</b>
		- Advanced Chemical Industries Ltd.
		- ACI Pure Flour Limited
		- ACI Foods Limited

SL	Name of Directors of the Bank	Name of Companies in which the Directors have interest
		- ACI Motors Limited - ACI Logistics Limited - ACI Agrolinks Ltd. - PremiaFlex Plastics Limited - Stochastic Logic Limited <b>Director</b> - ACI Formulations Limited - ACI Salt Limited - ACI Edible Oils Limited - ACI Godrej Agrovet (Pvt.) Limited. - Creative Communication Limited - Consolidated Chemicals Limited - ACI Chemicals Limited - Infolytx Bangladesh Limited - Bangladesh Business Publications Limited
5	<b>Mr. Rashed Ahmed Chowdhury</b> Director (Former Chairman) (Representing Associated Builders Corp. Ltd.)	<b>Chairman</b> - Banga Garments Ltd. - ABC Building Products Ltd. - Bangladesh Business Publications Limited - Board of Trustees of Independent University, Bangladesh (IUB) <b>Director</b> - Associated Builders Corporation Ltd. (ABC) - ABC Real Estate Ltd. - Shamsuddin Towels Ltd. <b>President</b> - Cadet College Club Limited - Rotary Club of Dhaka Central <b>Senior Vice President</b> - Bangladesh Squash Rackets Federation.
6	<b>Mr. Md. Abdul Malek</b> Director	<b>Proprietor</b> - Gardenia
7	<b>Mr. Md. Wakiluddin</b> Director	<b>Chairman</b> - Baridhara Enterprise (pvt.) Ltd. - Baridhara Corporation Ltd. <b>Managing Director</b> - Swadesh Properties Ltd. - Swadesh Global Media Ltd. <b>Director</b> - HARDCO International School
8	<b>Khawaja Nargis Hossain</b> Director	<b>Director</b> - SAHCO International Ltd. <b>Managing Director</b> - SAHCO Securities Ltd.
9	<b>Mr. Anjan Chowdhury</b> Director (Representing ASTRAS Ltd.)	<b>Chairman</b> - Maasranga Productions Ltd - Oracle Travels Ltd. <b>President</b> - Bangladesh Agro Processors Association <b>Managing Director</b> - Square Toiletries Ltd. - Square Food & Beverage Ltd.

SL	Name of Directors of the Bank	Name of Companies in which the Directors have interest
		- Square Securities Management Ltd. - Square Texcom Limited - Square Air Ltd. - Maasranga Communications Ltd - (Maasranga Television) - Mediacom Ltd. - Aegis Services Ltd <b>Director</b> - Square Pharmaceuticals Limited - Square Hospitals Ltd. - Square Formulations Ltd. - Square Herbal and Nutraceuticals Ltd. - Square Agro Development and Proc. Ltd. - Square Textiles Ltd. - Square Fashions Limited - Square Yams Limited - Square Fashions Yams Limited - Square Denims Limited - Square Apparels Limited - Square Holdings Ltd - Square Informatix Ltd. - ASTRAS Limited - Pharma Packages (Pvt.) Ltd. - Barnali Printers Ltd. - Sabazpur Tea Co. Ltd. - Abahani Limited
10	Mr. Q. A. F. M. Serajul Islam Director (Representing Pioneer Insurance Co. Ltd.)	<b>Director</b> - Life Insurance Corporation (LIC) of Bangladesh Ltd. <b>Managing Director</b> - Pioneer Insurance Company Ltd.
11	Mr. Anwarul Amin Independent Director	<b>Chairman</b> - Kayfin Consultants Ltd. (Management Consultancy Firm)
12	Dr. Sultan Hafeez Rahman Independent Director	<b>Executive Director</b> BRAC Institute of Governance and Development, BRAC University <b>Director</b> International Growth Centre's (IGC) Bangladesh Program

# Mutual Trust Bank Limited (MTB)

## Consolidated Financial Highlights

As at December 31, 2015

Amount in BDT (Million)

SL No.	Items	2015	2014
1	Paid up Capital	3,693.16	3,077.63
2	Total Capital	12,412.59	8,712.40
3	Surplus in Capital Fund	2,085.91	586.48
4	Total Asset	146,073.32	116,300.96
5	Total Deposits	118,404.72	96,064.74
6	Total Loans and Advances	97,588.78	77,140.92
7	Total Contingent Liabilities	35,029.25	30,801.80
8	Lending-Deposit Ratio	82.42%	79.44%
9	Classified Loans as % of Total Loans and Advances	2.08%	2.67%
10	Profit After Provision and Tax	1,366.20	961.56
11	Total Classified loans and advances	2,034.42	2,060.28
12	Total Provision Maintained against Classified Loans	1,182.00	955.28
13	Surplus/(deficit) in Provision against Classified Loans	373.57	-
14	Cost of Fund	10.42%	11.47%
15	Earning Asset	126,016.56	98,025.82
16	Non-Interest Earning Asset	20,056.75	18,275.14
17	Return on Investments (ROI)	9.77%	10.70%
18	Return on Asset (ROA)	1.04%	0.88%
19	Income from Investment	2,293.91	2,492.38
20	Earnings per Share (BDT)	3.699	2.604
21	Operating Profit per Share (BDT)	7.61	7.05
22	Price-Earning Ratio (Times)	5.271	6.337

Annexure - F

# Mutual Trust Bank Limited (MTB)

## Financial Highlights

As at December 31, 2015

Amount in BDT (Million)

SL No.	Items	2015	2014
1	Paid up Capital	3,693.16	3,077.63
2	Total Capital (Tier-I & II)	12,445.45	8,750.82
3	Surplus/(shortage) Capital	2,235.30	671.26
4	Total Assets	145,576.79	115,705.81
5	Total Deposits	118,686.72	96,229.05
6	Total Loans and Advances	96,259.01	75,707.23
7	Total Contingent Liabilities	35,029.25	30,801.80
8	Lending-Deposit Ratio	81.10%	77.83%
9	Classified Loans as % of Total Loans and Advances	2.11%	2.72%
10	Profit After Provision and Tax	1,364.17	963.29
11	Total Classified loans and advances	2,034.42	2,060.28
12	Total Provision Maintained against Classified Loans	1,182.00	955.28
13	Surplus/(deficit) in Provision against Classified Loans	373.57	-
14	Cost of Fund	10.23%	11.07%
15	Earning Asset	124,260.81	96,020.06
16	Non-Interest Earning Asset	21,315.98	19,685.75
17	Return on Investments (ROI)	9.93%	11.33%
18	Return on Asset (ROA)	0.94%	0.89%
19	Income from Investment	2,293.91	2,608.30
20	Earnings per Share (BDT)	3.694	2.608
21	Operating Profit per Share (BDT)	7.24	6.30
22	Price-Earning Ratio (Times)	5.279	6.326



# Off-Shore Banking Unit (OBU)

Annexure- G

## Balance Sheet

As at December 31, 2015

Property and Assets	Note	2015		2014	
		USD	BDT	USD	BDT
<b>Cash</b>		-	-	-	-
In hand (including foreign currencies)		-	-	-	-
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)		-	-	-	-
<b>Balance with other banks and financial institutions</b>	<b>3</b>	-	-	-	-
In Bangladesh		-	-	-	-
Outside Bangladesh		-	-	-	-
<b>Loans and advances</b>		<b>16,385,787</b>	<b>1,286,284,262</b>	<b>7,671,721</b>	<b>598,006,047</b>
Loans, cash credits, overdrafts etc.	4	13,869,507	1,088,756,289	5,172,547	403,196,919
Bills purchased and discounted	5	2,516,280	197,527,973	2,499,174	194,809,128
<b>Fixed assets including premises, furniture and fixtures</b>		-	-	-	-
<b>Other assets</b>	<b>6</b>	-	-	-	-
<b>Non - Banking Assets</b>		-	-	-	-
<b>Total Assets</b>		<b>16,385,787</b>	<b>1,286,284,262</b>	<b>7,671,721</b>	<b>598,006,047</b>
<b>Liabilities and Capital</b>					
<b>Liabilities</b>					
Borrowings from other banks, financial institutions and agents	7	16,129,402	1,266,158,085	7,628,677	594,650,758
Deposits and other accounts	8	-	-	-	-
Current deposits		-	-	-	-
Bills payable		-	-	-	-
Savings bank deposits		-	-	-	-
Term deposits		-	-	-	-
Bearer certificate of deposit		-	-	-	-
<b>Other Liabilities</b>	<b>9</b>	-	-	-	-
<b>Total Liabilities</b>		<b>16,129,402</b>	<b>1,266,158,085</b>	<b>7,628,677</b>	<b>594,650,758</b>
<b>Capital / Shareholders' equity</b>					
Paid up capital		-	-	-	-
Statutory reserve		-	-	-	-
Foreign currency translation gain		-	-	-	-
Other reserve		-	-	-	-
Retained earnings	10	256,384	20,126,177	43,044	3,355,288
<b>Total Shareholders' Equity</b>		<b>256,384</b>	<b>20,126,177</b>	<b>43,044</b>	<b>3,355,288</b>
<b>Total Liabilities and Shareholders' Equity</b>		<b>16,385,787</b>	<b>1,286,284,262</b>	<b>7,671,721</b>	<b>598,006,047</b>
<b>Off-Balance Sheet Items</b>					
<b>Contingent liabilities</b>					
Acceptances and endorsements		-	-	-	-
Letters of guarantee		-	-	-	-
Irrevocable letters of credit		-	-	-	-
Bills for collection		-	-	-	-
Other contingent liabilities		-	-	-	-
<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		-	-	-	-
Liabilities against forward purchase and sale		-	-	-	-
Other commitment		-	-	-	-
<b>Total Off-Balance Sheet exposures including contingent liabilities</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

# Off-Shore Banking Unit (OBU)

## Profit and Loss Account

For the year ended December 31, 2015

Annexure- G

Particulars	Note	2015		2014	
		USD	BDT	USD	BDT
Interest income	11	655,416	51,100,061	173,645	13,478,365
Less: Interest on deposits, borrowings, etc.	12	399,032	31,110,844	130,600	10,137,238
<b>Net Interest Income</b>		<b>256,384</b>	<b>19,989,216</b>	<b>43,044</b>	<b>3,341,127</b>
<b>Total Operating Income (A)</b>		<b>256,384</b>	<b>19,989,216</b>	<b>43,044</b>	<b>3,341,127</b>
Salaries and allowances		-	-	-	-
Rent, taxes, insurance, electricity, etc.		-	-	-	-
Legal expenses		-	-	-	-
Postage, stamp, telecommunication, etc.		-	-	-	-
Stationery, printing, advertisements, etc.		-	-	-	-
Auditors' fees		-	-	-	-
Depreciation and repair of Bank's assets		-	-	-	-
Other expenses		-	-	-	-
<b>Total Operating Expenses (B)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Profit / (Loss) Before Provision (C=A-B)</b>		<b>256,384</b>	<b>19,989,216</b>	<b>43,044</b>	<b>3,341,127</b>
<b>Provision for Loans and Advances / Investments</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Specific provision		-	-	-	-
General provision		-	-	-	-
Provision for diminution in value of investments		-	-	-	-
Other provision		-	-	-	-
<b>Total Provision (D)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Profit / (Loss) Before Taxes (C-D)</b>		<b>256,384</b>	<b>19,989,216</b>	<b>43,044</b>	<b>3,341,127</b>
<b>Provision for Taxation</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Current tax		-	-	-	-
Deferred tax		-	-	-	-
<b>Net Profit / (Loss) after Taxation</b>		<b>256,384</b>	<b>19,989,216</b>	<b>43,044</b>	<b>3,341,127</b>
<b>Retained earnings brought forward from previous years</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
		<b>256,384</b>	<b>19,989,216</b>	<b>43,044</b>	<b>3,341,127</b>

# Off-Shore Banking Unit (OBU)

Annexure- G

## Statement of Cash Flow

As at December 31, 2015

	2015		2014	
	USD	BDT	USD	BDT
<b>A) Cash flows from operating activities</b>				
Interest receipts in cash	655,416	51,100,061	173,645	13,478,365
Interest payments	(399,032)	(31,110,844)	(130,600)	(10,137,238)
Fees and commission receipts in cash	-	-	-	-
Cash payments to employees	-	-	-	-
Cash payments to suppliers	-	-	-	-
Receipts from other operating activities	-	-	-	-
Payments for other operating activities	-	-	-	-
<b>Cash generated from operating activities before changes in operating assets and liabilities</b>	<b>256,384</b>	<b>19,989,216</b>	<b>43,044</b>	<b>3,341,127</b>
<b>Increase / (decrease) in operating assets and liabilities</b>				
Loans and advances to other banks	-	-	-	-
Loans and advances to customers	(16,385,787)	(1,286,284,262)	(7,671,721)	(598,006,047)
Other assets	-	-	-	-
Deposits from other banks / borrowings	16,129,402	1,266,158,085	7,628,677	594,650,758
Deposits from customers	-	-	-	-
Other liabilities	-	-	-	-
	<b>(256,384)</b>	<b>(20,126,177)</b>	<b>(43,044)</b>	<b>(3,355,288)</b>
<b>Net cash from operating activities</b>	<b>-</b>	<b>(136,961)</b>	<b>-</b>	<b>(14,162)</b>
<b>B) Cash flows from investing activities</b>				
Purchase / sale of property, plant and equipment	-	-	-	-
Proceeds from sale of property, plant and equipment	-	-	-	-
<b>Net cash used in investing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>C) Cash flows from financing activities</b>				
Borrowing from Mutual Trust Bank Limited	-	-	-	-
<b>Net Cash from financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>D) Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>-</b>	<b>(136,961)</b>	<b>-</b>	<b>(14,162)</b>
<b>E) Effects of exchange rate changes on cash and cash equivalents</b>	<b>-</b>	<b>136,961</b>	<b>-</b>	<b>14,162</b>
<b>F) Cash and cash equivalents at beginning of the year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>G) Cash and cash equivalents at end of the year (D+E+F)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at end of the year				
Cash in hand (including foreign currencies)	-	-	-	-
Balance with Bangladesh Bank and its agent bank (s)	-	-	-	-
(including foreign currencies)	-	-	-	-
Balance with other banks and financial institutions	-	-	-	-
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

# Off-Shore Banking Unit (OBU)

## Notes to the Financial Statements

As at December 31, 2015

Annexure-G

### 1 Status of the unit

The Bank obtained the Off-shore Banking Unit ("the Unit") permission vide letter No. BRPD(P-3)744(105)/2009-4470 dated December 3, 2009. The Bank commenced operation of this unit from December 07, 2009. The Off-shore Banking Unit is governed under the rules and guidelines of the Bangladesh Bank. Its office is located at 26, MTB Centre, Gulshan South Avenue, Gulshan Circle 1, Dhaka 1212.

### 1.1 Principal activities

The principal activities of the units are to provide all kinds of commercial banking services to its customers through its off-shore Banking Units in Bangladesh.

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

#### 2.1 Basis of accounting

The Off-shore Banking Unit maintains its accounting records in USD from which accounts are prepared according to the Bank Companies Act, 1991, Bangladesh Accounting Standards, Bangladesh Financial Reporting Standard (BFRS) and other applicable directives issued by The Bangladesh Bank, in particular, Banking regulations and policy department (BRPD) Circular No. 14 (25 June 2003).

#### 2.2 Use of estimates and judgements

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

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

#### 2.3 Foreign currency transaction

Foreign currency transactions are converted into equivalent Taka using the ruling exchange rates on the dates of respective transactions as per BAS-21 "The Effects of Changes in Foreign Exchange Rates". The financial statements of the Unit are presented in US Dollar (USD) and Bangladesh Taka where USD is the functional currency and Taka are the Unit's presentation currency. Entities functional currency is Bangladesh Taka.

Foreign currency transactions are recorded in the presentation currency using the rate of exchange at average rate of inter-bank market as determined by The Bangladesh Bank on the closing date of every month. Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the rate of exchange ruling at the balance sheet date.

#### 2.4 Reporting period

These financial statements cover from January 01 to December 31, 2015.

#### 2.5 Loans and advances / investments

a) Loans and advances of Off-shore Banking Units are stated in the balance sheet on gross basis.

b) Interest is calculated on a daily product basis but charged and accounted for on accrual basis. Interest is not charged on bad and loss loans as per guidelines of the Bangladesh Bank. Records of such interest amounts are kept in separate memorandum accounts.

c) Provision for Loans and Advances has been made on the basis of measurement required and as per instructions by the Bangladesh Bank, BRPD Circular 14 and 19 dated September 23, 2012 and December 27, 2012 respectively.

#### 2.6 Provision for liabilities

A provision is recognised in the balance sheet when the unit has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefit will be required to settle the obligations, in accordance with the BAS 37 "Provisions, Contingent Liabilities and Contingent Assets".

#### 2.7 Interest income

In terms of the provisions of the BAS-18 "Revenue", the interest income is recognized on accrual basis.

#### 2.8 Interest paid and other expenses

In terms of the provisions of the BAS - 1 "Presentation of Financial Statements" interest and other expenses are recognized on accrual basis.

#### 2.9 Allocation of common expenses

Operating expenses in the nature of salary, rent, rates and taxes, management expenses, printing stationery, etc. are not allocated in the current year due to insignificant amount.

#### 2.10 General

a) 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.

b) Assets and liabilities & income and expenses have been converted into Taka currency @ US\$1 = Taka 78.50 (closing rate as at December 31, 2015) and BDT 77.9658 (average rate which represents at the year end).

c) Fixed assets of this unit are appearing in the books of the main operation of the bank and depreciation is also charged to Profit & loss Accounts of the main operation of the bank.

### 3 Balance with other banks and financial institutions

The unit maintains a NOSTRO Account with Habib America, New York, where exist no balance as on December 31, 2015

	2015		2014	
	USD	BDT	USD	BDT
<b>4 Loans and advances</b>				
i) Loans, cash credits, overdrafts etc.				
Term Loan	5,871,498	460,912,598	605,711	47,214,772
Usance Payable at Sight (UPAS)	7,998,009	627,843,692	4,566,836	355,982,146
	<b>13,869,507</b>	<b>1,088,756,289</b>	<b>5,172,547</b>	<b>403,196,919</b>
ii) Bills purchased and discounted				
Payable Inside Bangladesh				
Inland bills purchased	2,432,435	190,946,173	-	-
Payable Outside Bangladesh				
Foreign/ Local bills purchased and discounted	83,845	6,581,800	2,499,174	194,809,128
	<b>2,516,280</b>	<b>197,527,973</b>	<b>2,499,174</b>	<b>194,809,128</b>
	<b>16,385,787</b>	<b>1,286,284,262</b>	<b>7,671,721</b>	<b>598,006,047</b>

## Annexure- G

	2015		2014	
	USD	BDT	USD	BDT
4.01 Loans and Advances to Industries				
Food	315,881	24,796,678	1,172,264	91,377,307
RMG & Textile FDBP	4,662,876	366,035,743	3,020,869	235,474,893
Pharmaceuticals	229,201	17,992,311	-	-
Plastic & Rubber	68,974	5,414,490	840,449	65,512,526
Petroleum & Edible Oil	-	-	353,878	27,584,598
Chemical & Chemical Products	-	-	188,984	14,731,189
Engineering, Metal & Metal Products	570,530	44,786,605	171,768	13,389,210
Electricity & Gas Industry	5,466,476	429,118,371	-	-
Service Industries	405,022	31,794,227	675,341	52,642,389
Others	4,666,826	366,345,837	1,248,168	97,293,933
	<b>16,385,787</b>	<b>1,286,284,262</b>	<b>7,671,721</b>	<b>598,006,047</b>

## 4.02 Classification of Loans and Advances including bill discounted

## Unclassified (UC):

Standard	16,385,787	1,286,284,262	7,671,721	598,006,047
Special Mention Account (SMA)	-	-	-	-
<b>Sub total</b>	<b>16,385,787</b>	<b>1,286,284,262</b>	<b>7,671,721</b>	<b>598,006,047</b>

## Classified:

Substandard	-	-	-	-
Doubtful	-	-	-	-
Bad & Loss	-	-	-	-
<b>Sub total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>16,385,787</b>	<b>1,286,284,262</b>	<b>7,671,721</b>	<b>598,006,047</b>

## 4.03 Client wise details of Loans and Advances are given below:

Name of the clients	Outstanding		Outstanding	
	USD	BDT	USD	BDT
Biman Bangladesh Airlines	405,022	31,794,227	605,711	47,214,772
Abul Khair Tobacco Company Limited	16,560	1,299,960	293,202	22,854,896
Bengal Plastic Limited	68,974	5,414,490	840,449	65,512,526
East West Chemicals Limited	-	-	188,984	14,731,189
Fiber Optic Network Solutions Bangladesh Limited	-	-	69,630	5,427,617
Hassan Automatic Dal Mill	151,581	11,899,128	1,016,339	79,223,046
Hassan Oil Mills	-	-	353,878	27,584,598
South West Composite Limited	-	-	117,000	9,120,080
MRS Industries Limited	1,067,946	83,833,788	954,966	74,439,038
National Accessories Limited	-	-	68,331	5,326,360
PRAN Agro Limited	-	-	155,925	12,154,260
Rafique Tin Containers Limited	122,193	9,592,183	171,768	13,389,210
Sanzi Textile Mills Limited	-	-	336,363	26,219,325
Sinha Rotor Spinning Ltd	-	-	1,980,230	154,357,735
Sinha spinning Limited	-	-	518,944	40,451,393
Abul Khair Ceramic Ind. Ltd.	85,608	6,720,228		
Akbar Textile Mills Ltd.	47,700	3,744,450		
Ashik Composite Textile Mills Ltd	657,000	51,574,500		
Eon Agro Industries Ltd	241,800	18,981,300		
Eon Animal Health Products Ltd	2,450,072	192,330,641		
Fashion Knit Garments Limited	49,000	3,846,500		
Golden Son Ltd	47,834	3,754,993		
H R Textile Mills Limited	418,084	32,819,587		
Karim Spinning Mills Ltd	358,000	28,103,000		
Liberty Enterprise Limited	1,624,288	127,506,569		
Liberty Poly Zone Bd Ltd	375,210	29,453,985		
Magnum Steel Industries Limited	524,030	41,136,355		
Mars Textile Ltd	452,000	35,482,000		
Midland Power Company Ltd	5,466,476	429,118,371		
Nova Thread & Packaging Industries	60,285	4,732,373		
Nuvista Pharma Ltd (Npl)	229,201	17,992,311		
Pran Dairy Ltd(Pdyl)	40,800	3,202,800		

## Annexure- G

Name of the clients	2015		2014	
	Outstanding		Outstanding	
	USD	BDT	USD	BDT
Quasem Drycells Limited	183,397	14,396,651		
Shetu Pesticides Ltd.	134,400	10,550,400		
Sq Hues	534,496	41,957,936		
Ss Steel (Pvt.) Limited	30,300	2,378,550		
Sylvan Agriculture Ltd (Pran)	123,500	9,694,750		
Tira Holdings Ltd	101,647	7,979,290		
Trade International Marketing Ltd.	172,618	13,550,474		
Walton Hi-Tech Industries Limited	46,500	3,650,250		
Zant Accessories Ltd	99,264	7,792,224		
<b>Total</b>	<b>16,385,787</b>	<b>1,286,284,262</b>	<b>7,671,721</b>	<b>598,006,047</b>

## 4.04 Geographical Location wise Loans and Advances

## Inside Bangladesh

## Urban

	USD	BDT	USD	BDT
Dhaka Division	12,513,330	982,296,380	7,671,721	598,006,047
Chittagong Division	2,352,511	184,672,094	-	-
Rajshahi Division	1,519,946	119,315,788	-	-
Sylhet Division	-	-	-	-
Khulna Division	-	-	-	-
Barishal Division	-	-	-	-
<b>Total</b>	<b>16,385,787</b>	<b>1,286,284,262</b>	<b>7,671,721</b>	<b>598,006,047</b>

## Rural

Dhaka Division	-	-	-	-
Chittagong Division	-	-	-	-
Rajshahi Division	-	-	-	-
Sylhet Division	-	-	-	-
Khulna Division	-	-	-	-
Barishal Division	-	-	-	-

## Outside Bangladesh

	-	-	-	-
<b>Total</b>	<b>16,385,787</b>	<b>1,286,284,262</b>	<b>7,671,721</b>	<b>598,006,047</b>

## 5 Bills purchased and discounted

In Bangladesh	2,516,280	197,527,973	2,499,174	194,809,128
Outside Bangladesh	-	-	-	-
<b>Total</b>	<b>2,516,280</b>	<b>197,527,973</b>	<b>2,499,174</b>	<b>194,809,128</b>

## 6 Other assets

Balance with Foreign Banks	-	-	-	-
Advance Deposit	-	-	-	-

## 7 Borrowings from other banks, financial institutions and agents

In Bangladesh	16,129,402	1,266,158,085	7,628,677	594,650,758
Outside Bangladesh	-	-	-	-
<b>Total</b>	<b>16,129,402</b>	<b>1,266,158,085</b>	<b>7,628,677</b>	<b>594,650,758</b>

## In Bangladesh:

## Borrowing from Bank:

Bangladesh Bank	-	-	-	-
Other Bank	16,129,402	1,266,158,085	7,628,677	594,650,758
Interest payable on Borrowing	-	-	-	-
<b>Total</b>	<b>16,129,402</b>	<b>1,266,158,085</b>	<b>7,628,677</b>	<b>594,650,758</b>

## Outside Bangladesh

	-	-	-	-
<b>Total</b>	<b>16,129,402</b>	<b>1,266,158,085</b>	<b>7,628,677</b>	<b>594,650,758</b>

## 8 Deposits and other accounts

Bank deposits (Note 8.1)	-	-	-	-
Customer deposits and other accounts	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



## Annexure- G

	2015		2014	
	USD	BDT	USD	BDT
<b>9 Other liabilities</b>				
Provision for Unclassified Loans and Advances				
Provision for Expenses	-	-	-	-
Provision for Taxation	-	-	-	-
Due to Head Office	-	-	-	-
	-	-	-	-
<b>10 Retained earnings</b>				
Net Profit for the Year	256,384	19,989,216	43,044	3,341,127
Translation gain/(loss)	-	136,961	-	14,162
	<b>256,384</b>	<b>20,126,177</b>	<b>43,044</b>	<b>3,355,288</b>
<b>11 Interest income</b>				
Interest on term loan	183,929	14,340,183	37,545	2,914,258
Interest on UPAS	362,389	28,253,921	47,202	3,663,800
Lease finance	-	-	-	-
Payment against documents	-	-	-	-
Foreign Documentary bills purchased	52,851	4,120,560	82,628	6,413,604
Other Income	56,248	4,385,396	6,270	486,703
<b>Total Interest on loans and advances</b>	<b>655,416</b>	<b>51,100,061</b>	<b>173,645</b>	<b>13,478,365</b>
<b>12 Interest on deposits, borrowings, etc.</b>				
a) Interest paid on deposits	364,812	28,442,887	114,368	8,877,278
b) Interest paid on local bank accounts	-	-	-	-
c) Interest paid on borrowings & others	34,220	2,667,958	16,232	1,259,960
	<b>399,032</b>	<b>31,110,844</b>	<b>130,600</b>	<b>10,137,238</b>

# Off-Shore Banking Unit (OBU) Liquidity Statement

As at December 31, 2015

Annexure-G

Particulars	Less than 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Above 5 years	Total
	BDT	BDT	BDT	BDT	BDT	BDT
<b>Assets:</b>						
Cash	-	-	-	-	-	-
Balance with other Banks and Financial Institutions	-	-	-	-	-	-
Money at Call & Short notice	-	-	-	-	-	-
Investments	-	-	-	-	-	-
Loans and Advances	-	-	1,286,284,262	-	-	1,286,284,262
Premises and Fixed Assets	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-
Non-Banking Assets	-	-	-	-	-	-
<b>Total Assets</b>	-	-	1,286,284,262	-	-	1,286,284,262
<b>Liabilities:</b>						
Borrowing From Other Banks, Financial Institutions & Agents	-	-	1,266,158,085	-	-	1,266,158,085
Deposit and Other Account	-	-	-	-	-	-
Provision & Other Liabilities	-	-	-	-	-	-
<b>Total Liabilities</b>	-	-	1,266,158,085	-	-	1,266,158,085
<b>Net Liquidity</b>	-	-	20,126,177	-	-	20,126,177

# Auditors' Report



আহমদ এন্ড আখতার  
**AHMAD & AKHTAR**  
Chartered Accountants



A Correspondent Member Firm of  
Russell Bedford International, UK  
www.russellbedford.com

## AUDITORS' REPORT TO THE SHAREHOLDERS OF MTB SECURITIES LIMITED

We have audited the accompanying Statement of Financial Position of the **MTB Securities Limited** as on December 31, 2015 and the Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and Notes and Schedules thereto for the year then ended. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements prepared in accordance with Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS) give a true and fair view of the state of the Company's affairs as at December 31, 2015 and of the results of its operations and its Cash Flows for the year then ended and comply with the Companies Act 1994, Securities and Exchange Rules 1987 and other applicable laws and regulations.


### We also report that:

- we have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
- in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books;
- the Company's Statement of Financial Position and Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows dealt with by this report are in agreement with the books of accounts; and
- the expenditure incurred and payments made were for the purpose of the company's business.

Dated: February 02, 2016

Place: Dhaka



  
**AHMAD & AKHTAR**  
Chartered Accountants

#### National Office:

BCIC Bhaban (3rd Floor)  
30-31 Dilkusha C/A  
Dhaka-1000, Bangladesh.  
Ph: 88-02-8561205, 7174152  
Fax: 88-02-8564388  
E-mail: aacano129@gmail.com

#### Dhaka Branch Office:

39, Dilkusha (4th Floor)  
C/A, Dhaka-1000.  
Ph: 88-02-7174960, 9658796

web: www.aacabd.com

#### Chittagong Branch Office:

Isabella Tower, Level-4 JBBL,  
Halishahar, Boropool, Chittagong-4000  
(M): 01715428860


# MTB SECURITIES LIMITED

## Statement of Financial Position

As at December 31, 2015

		Amount in BDT	
	Note	2015	2014
SOURCES OF FUNDS			
Shareholders' Equity			
Share Capital	3	1,270,000,000	1,270,000,000
Retained Earnings	4	10,492,130	8,383,804
Total Shareholders' Equity		1,280,492,130	1,278,383,804
Loan from MTB	5	2,460,000,000	2,634,788,736
Total sources of Funds		3,740,492,130	3,913,172,540
APPLICATION OF FUNDS			
Investment and Advances			
Membership at Cost	6	8,000,000	8,000,000
Investment in Securities	7	257,281,925	194,901,851
Investment in DSE	8	28,860,424	28,860,424
		294,142,349	231,762,275
Current Assets			
Advances and Prepayments	9	37,220,367	20,653,146
Margin Loan to Clients	10	3,716,976,374	3,995,756,801
Accounts Receivable	11	28,665,256	18,181,791
Advance Income Tax (AIT)	12	35,990,033	49,385,089
Cash & Cash Equivalents	13	286,478,783	346,846,776
		4,105,330,813	4,430,823,603
Current Liabilities			
Accounts Payable	14	308,743,952	258,012,810
Provision for Expenses	15	25,117,332	83,757,491
Provision for Income Tax	16	58,178,082	135,011,269
Provision for Investment	17	339,732,179	257,983,122
Investment Suspense's Accounts	18	28,860,424	28,860,424
Dividend Payable	19	-	95,250,000
		760,631,969	858,875,116
Net Current Asset		3,344,698,844	3,571,948,487
Property, Plant & Equipment	20	101,650,937	109,461,778
Total Application of Funds		3,740,492,130	3,913,172,540

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

  
Rashed A. Chowdhury  
Chairman

  
Anis A. Khan  
Vice Chairman

  
Md. Nazrul Islam Mazumder  
Chief Executive Officer

Signed as per annexed report on even date

Date: February 02, 2016  
Place: Dhaka

  
AHMAD & AKHTAR  
Chartered Accountants

# MTB SECURITIES LIMITED

## Statement of Comprehensive Income

For the year ended December 31, 2015

	Note	Amount in BDT	
		2015	2014
<b>Operating Income</b>		<b>335,816,354</b>	<b>841,267,971</b>
Brokerage Commission	21	150,004,680	261,761,484
Interest on Margin Loan	22	163,017,372	539,800,779
Margin Account Maintenance	23	1,875,500	1,996,000
Depository Participant	24	12,752,726	13,079,810
Gain/ (loss) on Sale of Securities		8,166,076	24,629,898
<b>Less. Operating Expenses</b>		<b>25,496,186</b>	<b>30,060,278</b>
Howla Charge		-	1,860,182
Laga Charge		9,317,786	10,747,641
CDBL Charge	25	16,178,400	17,452,455
<b>Net Operating Income</b>		<b>310,320,168</b>	<b>811,207,693</b>
Add. Other Income	26	16,862,324	23,652,264
<b>Total Income</b>		<b>327,182,492</b>	<b>834,859,957</b>
Less. Office & Administrative Expenses	27	160,199,672	206,440,272
Less. Financial Expenses	28	40,522,458	268,271,510
<b>Profit before Provision</b>		<b>126,460,362</b>	<b>360,148,175</b>
Less. Provision on Investment	29	83,000,000	136,733,730
<b>Net Profit/ (loss) before Income Tax</b>		<b>43,460,362</b>	<b>223,414,445</b>
Less: Income Tax Expenses	30	41,352,036	126,051,861
<b>Net Profit after Tax</b>		<b>2,108,326</b>	<b>97,362,584</b>

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



Rashed A. Chowdhury  
Chairman



Anis A. Khan  
Vice Chairman



Md. Nazrul Islam Mazumder  
Chief Executive Officer

Signed as per annexed report on even date

Date: February 02, 2016  
Place: Dhaka




AHMAD & AKHTAR  
Chartered Accountants

# MTB SECURITIES LIMITED

## Statement of Cash Flows

For the year ended December 31, 2015

	Amount in BDT	
	2015	2014
<b>Net Profit during the year (after tax)</b>	<b>2,108,326</b>	<b>97,362,584</b>
<b>Add: Amount consider as non Cash items:</b>		
Increase/(decrease) in Provision for Expenses	(58,640,159)	59,290,756
Increase in Provision for Investment in Securities	81,749,057	132,935,376
Depreciation	10,076,968	10,414,006
Loss on Sale of Fixed Assets	5,009,890	-
Increase/(decrease) in Provision for Income Tax	(76,833,187)	9,590,023
<b>Sub total of non Cash items</b>	<b>(38,637,431)</b>	<b>212,230,161</b>
<b>Changes in Working Capital components</b>		
Increase/(decrease) in Accounts Payable	50,731,142	(160,911,204)
(Increase)/decrease in Accounts Receivable	(10,483,465)	144,298,941
(Increase)/decrease in Advance Income Tax	13,395,056	2,544,505
(Increase)/decrease in Advance & Prepayment	(16,567,221)	900,948
<b>A) Net Cash inflow from Operating Activities</b>	<b>546,407</b>	<b>296,425,935</b>
<b>Cash inflow from Investing Activities:</b>		
(Increase)/decrease in Investment in Securities	(62,380,074)	(13,346,269)
(Increase)/decrease in Purchase of Premises & Fixed Asset	(11,904,131)	(8,353,567)
(Increase)/decrease in Margin Loan to Clients	278,780,427	(3,909,104)
Cash Sale of Fixed Asset	4,628,114	-
<b>B) Net cash inflow from Investing Activities</b>	<b>209,124,336</b>	<b>(25,608,940)</b>
<b>Cash flow from Financing Activities :</b>		
Decrease in Short Term Borrowing	(174,788,736)	(161,771,633)
Dividend Paid	(95,250,000)	(130,175,000)
<b>C) Net Cash outflow from Financing Activities</b>	<b>(270,038,736)</b>	<b>(291,946,633)</b>
<b>D) Net Cash Increase / (decrease) (A+B+C)</b>	<b>(60,367,993)</b>	<b>(21,129,638)</b>
<b>E) Opening Cash and Cash Equivalents</b>	<b>346,846,776</b>	<b>367,976,414</b>
<b>F) Closing Cash and Cash Equivalents (D+E)</b>	<b>286,478,783</b>	<b>346,846,776</b>
<b>Closing balance represent:</b>		
Cash in Hand (Cheque in Hand)	8,526,611	4,406,945
Cash at Bank	277,952,172	342,439,831
<b>Total</b>	<b>286,478,783</b>	<b>346,846,776</b>

  
Rashed A. Chowdhury  
Chairman

  
Anis A. Khan  
Vice Chairman

  
Md. Nazrul Islam Mazumder  
Chief Executive Officer

Signed as per annexed report on even date

Date: February 02, 2016  
Place: Dhaka

  
AHMAD & AKHTAR  
Chartered Accountants



**MTB SECURITIES LIMITED**  
**Statement of Changes in Equity**  
For the year ended December 31, 2015

Amount in BDT

Particulars	Paid up Capital	Retained Earnings	Total
Balance as on January 01, 2015	1,270,000,000	8,383,804	1,278,383,804
Net profit for the year after tax	-	2,108,326	2,108,326
Less: Dividend paid (Interim)	-	-	-
Balance as on December 31, 2015	1,270,000,000	10,492,130	1,280,492,130
Balance as on December 31, 2014	1,270,000,000	8,383,804	1,278,383,804

  
Rashed A. Chowdhury  
Chairman

  
Anis A. Khan  
Vice Chairman

  
Md. Nazrul Islam Mazumder  
Chief Executive Officer

# MTB SECURITIES LIMITED

## Notes to the Financial Statements

For the year ended December 31, 2015

### 1.00 Company and its activities

#### 1.01 Legal status of the Company

MTB Securities Limited was incorporated in Bangladesh as a private limited company on March 01, 2010 vide its registration No. 82868/10 and converted into public Ltd. company in the year 2015 under The Companies Act 1994. The company has started its commercial operation on September 23, 2010 after getting approval from the Securities and Exchange Commission (SEC) as a separate entity. The Brokerage registration is REG 3.1/DSE-197/2010/427 and Dealer registration is REG 3.1/DSE-197/2010/428.

#### 1.02 Nature of Business

The main object of MTB securities limited is to act as a TREC holder of stock exchange, the depository participant of the Central Depository System (CDS) and to carry on business of broker, or dealers in stocks, securities, bonds, debentures etc. The company is also authorized to buy, sell, hold or otherwise acquire or invest the capital of the company in shares, stocks, and fixed income securities.

### 2.00 Significant Accounting Policies

#### 2.01 Basis of preparation of Financial Statements

The Financial Statement of MTB Securities Limited includes the Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Equity, Cash Flow Statement and notes to the accounts and disclosures. These Financial Statement have been prepared under the historical cost convention on a going concern basis in accordance with Generally Accepted Accounting Principles (GAAP), and the Bangladesh Accounting Standards (BAS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) based on International Accounting Standards (IAS), The Companies Act 1994, Securities and Exchange Rules, 1987 and other Laws and Rules applicable to the company.

#### 2.02 Statement of Cash Flows

Cash flow statement is prepared in accordance with the Bangladesh Accounting Standard (BAS) No 7: "Cash Flow Statement" and the cash flows from operating activities have been presented under indirect method.

#### 2.03 Property and Equipment

Depreciation of fixed asset is charged using reducing balance method as per BAS- 16 "Property, Plant and Equipment". The rates of depreciation used to write off the amount of assets are as follows:

<u>Category of Assets</u>	<u>Rate of Depreciation</u>
Furniture	10%
Office Equipment	20%
Furniture and Fixtures	10%
Premises	5%

#### 2.04 Revenue Recognition

Revenue which comprises of brokerage commission, and interest income are recognized in accordance with Bangladesh Accounting Standard (BAS) 18: "Revenue Recognition".

#### 2.05 Provision for Income Tax

Provision for income tax has been calculated based on Income Tax Ordinance, 1984.

#### 2.06 Provision for Expenses

Provision for expenses is recognized when the company has a present obligation as a result of a past event and it is probable that an outflow of resources embedding economic benefits will be required to settle the present obligations and reliable estimate of the amount can be measured.

#### 2.07 Cash and Cash Equivalent

Cash and cash equivalent includes cash at bank which are held and are available for use by the Company.

#### 2.08 Reporting Period

The financial statement covers from January 01, 2015 to December 31, 2015.

#### 2.09 General

The figures in the financial statements are presented in Bangladeshi Taka (BDT), which is the company's functional currency. Figures in these notes and financial statements have been rounded off to the nearest Taka value.

		Amount in BDT																									
		2015	2014																								
3.00	Share Capital																										
3.01	Authorized Capital																										
	500,000,000 ordinary shares of Taka 10 each.	5,000,000,000	5,000,000,000																								
3.02	Issued, Subscribed and Paid-up Capital																										
	127,000,000 ordinary shares of Taka 10 each fully paid.	1,270,000,000	1,270,000,000																								
3.03	Shareholding Position of the Company																										
	<table><tr><th>Share Holders</th><th>Number of Share</th><th>Percentage</th></tr><tr><td>Mutual Trust Bank Limited</td><td>126,987,300</td><td>99.99%</td></tr><tr><td>Mr. Rashed Ahmed Chowdhury</td><td>6,700</td><td rowspan="7">0.01%</td></tr><tr><td>Mr. Md. Hashem Chowdhury</td><td>1,000</td></tr><tr><td>Mr. Md. Zakir Hussain</td><td>1,000</td></tr><tr><td>Mr. Syed Rafiqul Hossain</td><td>1,000</td></tr><tr><td>Mr. Goutam Prosad Das</td><td>1,000</td></tr><tr><td>Mr. Swapan Kumar Biswas</td><td>1,000</td></tr><tr><td>Mr. Md. Nazrul Islam Mazumder</td><td>1,000</td></tr><tr><td>Total</td><td>127,000,000</td><td>100%</td></tr></table>	Share Holders	Number of Share	Percentage	Mutual Trust Bank Limited	126,987,300	99.99%	Mr. Rashed Ahmed Chowdhury	6,700	0.01%	Mr. Md. Hashem Chowdhury	1,000	Mr. Md. Zakir Hussain	1,000	Mr. Syed Rafiqul Hossain	1,000	Mr. Goutam Prosad Das	1,000	Mr. Swapan Kumar Biswas	1,000	Mr. Md. Nazrul Islam Mazumder	1,000	Total	127,000,000	100%		
Share Holders	Number of Share	Percentage																									
Mutual Trust Bank Limited	126,987,300	99.99%																									
Mr. Rashed Ahmed Chowdhury	6,700	0.01%																									
Mr. Md. Hashem Chowdhury	1,000																										
Mr. Md. Zakir Hussain	1,000																										
Mr. Syed Rafiqul Hossain	1,000																										
Mr. Goutam Prosad Das	1,000																										
Mr. Swapan Kumar Biswas	1,000																										
Mr. Md. Nazrul Islam Mazumder	1,000																										
Total	127,000,000	100%																									
4.00	Retained Earnings																										
	Opening balance	8,383,804	6,271,220																								
	Adjustment during the year	-	-																								
	Net profit during the year	2,108,326	97,362,584																								
	Dividend paid during the year	-	(95,250,000)																								
	Closing balance	10,492,130	8,383,804																								
5.00	Loan from MTB																										
	This represents amount received from Mutual Trust Bank (MTB) for margin loan paid to customers and other operating purpose for the MTB Securities Ltd.																										
	Opening balance	2,634,788,736	2,796,560,369																								
	Addition during the year	40,347,458	268,228,367																								
	Paid during the year	(215,136,194)	(430,000,000)																								
	Closing balance	2,460,000,000	2,634,788,736																								
6.00	Membership at Cost																										
	Dhaka Stock Exchange Limited (DSE)	8,000,000	8,000,000																								
		8,000,000	8,000,000																								
	Pursuant the Exchanges Demutualization Act 2013, Dhaka Stock Exchange has issued ordinary shares and Trading Right Entitlement Certificate (TREC) license to MTB Securities Limited. The valuation of TREC is yet to be decided. Later if the valuation of TREC is Decided, "Membership at cost" will be adjusted accordingly against "Investment Suspense Accounts" or any other manner as permitted under registrations.																										
7.00	Investment in Securities																										
	Investment in securities represent the cost price of securities which have been invested by the company in the capital market.																										
	Quoted share	207,305,925	174,925,851																								
	Unquoted share	49,976,000	19,976,000																								
	Total	257,281,925	194,901,851																								
8.00	Investment in DSE																										
	Dhaka Stock Exchange Limited (DSE)	28,860,424	28,860,424																								
	Total	28,860,424	28,860,424																								

As per the provisions of the Exchanges Demutualization Act 2013 and in accordance with the BSEC approved Demutualization scheme, MTB Securities Limited received the following ordinary shares:

Shares issued by	No. of Shares	Amount (BDT)
Dhaka Stock Exchange Limited (DSE)	7,215,106	72,151,060
<b>Total</b>	<b>7,215,106</b>	<b>72,151,060</b>

Out of this 7,215,106 shares, 40% shares i.e. 2,886,042 shares has been transferred by Exchanges to the company's BO account. Remaining 60% shares i.e. 4,329,064 shares will remain in blocked account for disposal in due course.

**Valuation of 40% shares:**

40% shares which are transferred in the BO account will be held by the Company as the company does not have the sale right of this shares. The shares will be stated at face value. The shares are transferred to the Investment Suspense Account in the absence of any clear guideline in this regards. In future, when the clear guidelines and policies are available, Investment Suspense's Account will be adjusted for appropriate accounting treatment.

**Valuation of 60% shares:**

As per the scheme, 60% shares which will be transferred to the blocked amount will be off- loaded in the following manner:

- (i). 25% shares will be sold to the strategic investors by the Exchange.
- (ii). Except shares allotted in favor of strategic investors , shares held in blocked account shall be sold to general public/ institutional investors.
- (iii). The DSE will distribute all the sale proceeds of share held in blocked account to the initial shareholders pro-rata basis periodically as determined by the Exchanges.

**9.00 Advances and Prepayments**

It represents advance for office rent and other advances for the Head Office and other branches of MTB Securities Limited.

**10.00 Margin Loan to Clients**

This amount represents the margin loan balance with clients provided by the company at the balance sheet date, which includes principal amount and accrued interest on margin loan during the year 2015. The detail is as follows:

	Amount in BDT	
	2015	2014
Opening balance	3,995,756,801	3,991,847,697
Addition during the year	6,228,659	112,500,000
Interest during the year	163,017,372	539,800,779
Adjustment during the year	(448,026,458)	(648,391,675)
<b>Closing balance</b>	<b>3,716,976,374</b>	<b>3,995,756,801</b>

**11.00 Accounts Receivable**

Receivable from Dhaka Stock Exchange (DSE)-Broker (Note 11.1)	5,399,074	10,277,085
Receivable from Dhaka Stock Exchange (DSE)-Dealer (Note 11.2)	1,048,783	-
Other Receivable	22,217,399	7,904,706
<b>Total</b>	<b>28,665,256</b>	<b>18,181,791</b>

**11.01 Receivable from Dhaka Stock Exchange (DSE)-Broker**

This balance has been resulted from sale of shares through Dhaka Stock Exchange Limited (DSE)-Broker.

**11.02 Receivable from Dhaka Stock Exchange (DSE)-Dealer**

This balance has been resulted from sale of shares through Dhaka Stock Exchange Limited (DSE)-Dealer.

**12.00 Advance Income Tax**

Opening balance	49,385,089	51,929,594
Addition during the year ( Note 12.01)	76,104,877	69,380,081
Adjusted during the year	(89,499,933)	(71,924,586)
<b>Closing balance</b>	<b>35,990,033</b>	<b>49,385,089</b>

			Amount in BDT	
			2015	2014
<b>12.01</b>	<b>Addition during the year</b>			
	Brokerage commission		18,613,582	26,721,995
	Bank interest		1,691,593	2,065,650
	Dividend income		799,702	592,436
	Advance tax		55,000,000	40,000,000
	<b>Total</b>		<b>76,104,877</b>	<b>69,380,081</b>
<b>13.00</b>	<b>Cash and Cash Equivalents</b>			
	Mutual Trust Bank Ltd	0002-0320000724	2,457,353	2,147,891
	Mutual Trust Bank Ltd	0002-0320001438	762,171	712,133
	Mutual Trust Bank Ltd	0002-0320001081	265,485,415	119,797,180
	Mutual Trust Bank Ltd	0002-0320002080	142,149	14,473,632
	Mutual Trust Bank Ltd	0002-0320001634	78,878	1,670,920
	Mutual Trust Bank Ltd	0032-0320000308	-	26,917
	Mutual Trust Bank Ltd	0023-0320000934	-	40,572
	One Bank limited	5025386029	-	179,960
	One Bank limited	0025386019	-	1,161
	IFIC Bank limited	1090358680041	289,855	14,072,014
	Standard Chartered	01114647901	8,715,138	189,308,423
	Standard Chartered	02114647901	21,213	9,028
	Cash in hand (Cheque in hand)		8,526,611	4,406,945
	<b>Total</b>		<b>286,478,783</b>	<b>346,846,776</b>
<b>14.00</b>	<b>Accounts Payable</b>			
	It represents money deposited by client for trading purpose .The details are as follows:			
	Payable to clients (Note 14.1)		255,051,550	226,151,272
	Payable to Dhaka Stock Exchange (DSE) (Note 14.2)		25,452,505	31,394,579
	Payable to Dhaka Stock Exchange (DSE) -dealer (Note 14.2)		1,480	-
	Others payable (Note 14.3)		28,238,417	466,959
	<b>Total</b>		<b>308,743,952</b>	<b>258,012,810</b>
<b>14.01</b>	<b>Payable to Clients</b>			
	This balance represents the clients' sale proceed of securities and deposit against securities purchase which is currently lying with the Company's bank account.			
<b>14.02</b>	<b>Payable to Dhaka Stock Exchange (DSE)</b>			
	This balance has resulted from purchase of securities through Dhaka Stock Exchange Limited.			
<b>14.03</b>	<b>Other Payable</b>			
	This balance represents cheques issued to various clients but not yet cleared and various suppliers payable.			
<b>15.00</b>	<b>Provision for Expenses</b>			
	Opening balance		83,757,491	24,466,735
	Addition during the year		49,131,343	111,450,868
	Adjustment during the year		(107,771,502)	(52,160,112)
	<b>Closing balance (Note 15.01)</b>		<b>25,117,332</b>	<b>83,757,491</b>

		Amount in BDT	
		2015	2014
15.01	Provision for Expenses		
	CDBL Charge	1,000,000	-
	Other Rent	1,500,000	-
	Marketing & Business Development cost	4,300,000	-
	Annual Business Conference	500,000	-
	Salary & Remuneration	6,700,000	-
	Security Service Bill	450,000	-
	Postage Telephone & Mobile bill	86,494	-
	Utility bill	1,000,000	-
	Cleaning of Office Premises	284,364	-
	Audit Fee	57,500	-
	Software Maintenance	500,000	-
	Advertisement	70,000	-
	Travelling Expenses	20,000	-
	Office Maintenance	300,000	-
	Repair & Maintenance	150,000	-
	Entertainment	200,000	-
	Others Expenses	7,998,974	-
	Total	25,117,332	-
16.00	Provision for Income Tax		
	Opening balance	135,011,269	125,421,246
	Addition during the year	41,352,036	126,051,861
	Payment during the year	(118,185,223)	(116,461,838)
	Closing balance	58,178,082	135,011,269
17.00	Provision for Investment		
	Opening balance	257,983,122	125,047,746
	Addition during the year	83,000,000	136,733,730
	Adjustment during the year	(1,250,943)	(3,798,354)
	Closing balance	339,732,179	257,983,122
18.00	Investment Suspense Account		
	Dhaka Stock Exchange Limited (DSE)	28,860,424	28,860,424
	Total	28,860,424	28,860,424
19.00	Dividend Payable	Tk. Nil	
	This year no dividend declared by the MTBSL from this net profit and same has been recommended by the board.		
20.00	Property, Plant & Equipment		
	Cost:		
	Furniture	1,348,475	1,348,475
	Office Equipment	30,544,262	29,925,788
	Fixture & Fittings	64,915,253	68,935,179
	Premises	46,365,000	46,365,000
	Total cost value of the Asset	143,172,990	146,574,442
	Accumulated depreciation	41,522,053	37,112,664
	Total carrying amount	101,650,937	109,461,778
	The detail has shown in Annexure - A.		
21.00	Brokerage Commission	Tk. 150,004,680	
	This amount is charged on daily turnover during the year as per rate decided by the management of the company.		

**22.00 Interest on Margin Loan Tk. 163,017,372**

MTB Securities paid margin loan at the rate specified by the management of the company. Total number of marginable client was 1288 at the end of 2015.

**23.00 Margin Account Maintenance Tk. 1,875,500**

It represents service charges on margin account, which were received from the customer during the year.

**24.00 Depository Participant**

This amount represents BO opening, maintenance, demate charge and CDS charges. The detail is as follows:

	Amount in BDT	
	2015	2014
BO maintenance fee	11,010,000	10,413,500
BO opening fee	191,500	1,032,000
Demate charge	14,815	9,619
CDS charge	1,536,411	1,624,691
<b>Total</b>	<b>12,752,726</b>	<b>13,079,810</b>

**25.00 CDBL Charge Tk. 16,178,400**

This amount represent BO opening, maintenance, CDS charge and other expenses charged by CDBL.

**26.00 Other Income**

Other income represents interest income from various bank accounts maintained at MTB & other banks and dividend income. The Detail is as follows :

Interest on bank deposit	16,704,144	20,656,509
Dividend income	-	2,962,180
Other Income	158,180	33,575
<b>Total</b>	<b>16,862,324</b>	<b>23,652,264</b>

**27.00 Office & Administrative Expenses**

Salary & remunerations	74,885,893	69,436,474
Rental expenses	28,664,276	29,981,506
Postage,telephone,telegraph	755,290	1,061,295
Car expenses	1,268,342	1,274,967
Securities service bill	4,029,069	3,061,372
Cleaning expenses	2,316,893	1,630,890
Utility expenses	5,463,367	5,368,534
Conveyance	247,735	292,437
Entertainment	1,459,785	1,473,476
Newspaper	69,922	71,333
Printing & stationery	880,068	960,339
Office maintenance	1,004,180	2,220,431
Repair & maintenance	814,260	730,131
Insurance expenses	238,493	244,020
Training expenses	319,582	475,390
Other rent	6,233,892	6,201,049
Traveling expenses	39,050	23,855
Audit fee	57,500	60,000
Marketing & Business Development Cost	4,789,708	69,079,518
Directors' fee	569,250	189,750
Fees and Other charges	2,985,613	1,049,431
Fuel for generator	1,020,646	1,140,068
Loss on sale of fixed asset	12,009,890	-
Depreciation	10,076,968	10,414,006
<b>Total</b>	<b>160,199,672</b>	<b>206,440,272</b>



**28.00 Financial Expenses Tk. 40,522,458**

Financial expenses represent interest expense on Loan from Mutual trust Bank (MTB)

**29.00 Provision for Investment Tk. 83,000,000**

This provision is made as per BSEC guideline and to reduce the risk of investment .

**30.00 Income Tax Expenses Tk. 41,352,036**

Income tax expenses calculated as per guideline of Income Tax Ordinance and Rules .

**31.00 Related party Disclosure**

**31.01 Name of Shareholders and their Shareholdings as on December 31, 2015:**

Share Holders	Number of Share	Percentage
Mutual Trust Bank Limited	126,987,300	99.99%
Mr. Rashed Ahmed Chowdhury	6,700	
Mr. Md. Hashem Chowdhury	1,000	
Mr. Md. Zakir Hussain	1,000	
Mr. Syed Rafiqul Hossain	1,000	0.01%
Mr. Goutam Prosad Das	1,000	
Mr. Swapan Kumar Biswas	1,000	
Mr. Md. Nazrul Islam Mazumder	1,000	
<b>Total</b>	<b>127,000,000</b>	<b>100%</b>

**31.02 Related Party Transactions**

Name of the party	Nature of transactions	BDT
Mutual Trust Bank Limited	Loan from MTB	2,460,000,000
	Interest Expenses	40,522,458

**32.00 Number of Employees**

The number of employees engaged for the whole year or part there of, who received a total remuneration of Taka 36,000 or above, were 85 persons.

# MTB SECURITIES LIMITED

## Fixed Asset Schedule

As at December 31, 2015

Annexure-A

Amount in BDT

Particulars	Cost				Rate	Depreciation				Written down value as on 31.12.2015
	Balance as on 01.01.2015	Addition during the year	Disposal during the year	Balance as on 31.12.2015		Balance as on 01.01.2014	Charge for the year	Disposal for the year	Balance as on 31.12.2015	
Furniture	1,348,475	-	-	1,348,475	10%	385,307	96,316	-	481,623	866,852
Fixture & fittings	68,935,179	11,270,657	15,290,583	64,915,253	10%	17,746,656	4,776,996	5,659,871	16,863,781	48,051,472
Office equipment	29,925,788	633,474	15,000	30,544,262	20%	14,735,224	3,097,680	7,708	17,825,196	12,719,066
Premises	46,365,000	-	-	46,365,000	5%	4,245,477	2,105,976	-	6,351,453	40,013,547
<b>Total</b>	<b>146,574,442</b>	<b>11,904,131</b>	<b>15,305,583</b>	<b>143,172,990</b>		<b>37,112,664</b>	<b>10,076,968</b>	<b>5,667,579</b>	<b>41,522,053</b>	<b>101,650,937</b>

## Auditors' Report



আহমদ এন্ড আখতার  
AHMAD & AKHTAR  
Chartered Accountants



A Correspondent Member Firm of  
Russell Bedford International, UK  
www.russellbedford.com

**AUDITORS' REPORT  
TO  
THE SHAREHOLDERS OF MTB CAPITAL LIMITED**

We have audited the accompanying Statement of Financial Position of the **MTB Capital Limited** as on 31 December 2015 and the Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows for the year then ended and notes to the financial Statements thereon.

**Management Responsibility for the financial Statements**

Management, represented by the Board of Directors, is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Accounting Standards (BAS), Bangladesh Financial Reporting Standards (BFRS), the Companies Act, 1994, Securities and Exchange Rules 1987 and other Applicable Laws and Regulations. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

**Basis of Audit Opinion**

We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

**Opinion**

In our opinion, the financial statements, prepared in accordance with Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS) give a true and fair view of the state of the Company's affairs as at 31 December 2015 and of the results of its operations and its Cash Flows for the year then ended and comply with the Companies Act 1994, Securities and Exchange Rules 1987 and other applicable laws and regulations.

**We also report that:**

- we have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
- in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books;
- the Company's Financial Statements dealt with by this report are in agreement with the books of accounts; and
- the expenditure incurred and payments made were for the purpose of the company's business.

Dated : February 02, 2016

Place : Dhaka



AHMAD & AKHTAR  
Chartered Accountants

**National Office:**

BCIC Bhaban (3rd Floor)  
30-31 Dilkusha C/A  
Dhaka-1000, Bangladesh.  
Ph: 88-02-9661289, 7174132  
Fax: 88-02-9664366  
E-mail: aacano120@gmail.com

**Dhaka Branch Office:**

39, Dilkusha (4th Floor)  
C/A, Dhaka-1000.  
Ph: 88-02-7174880, 9668706

web: www.aacabd.com

**Chittagong Branch Office:**

Isabella Tower, Level-4 (BBL),  
Halishahar, Boropool, Chittagong-4000  
(M): 01715429860

# MTB CAPITAL LIMITED

## Statement of Financial Position

As at December 31, 2015

		Amount in BDT	
	Note	2015	2014
SOURCES OF FUNDS			
Shareholders' Equity			
Share Capital	4	250,000,000	250,000,000
Retained Earnings	5	15,926,471	7,894,123
Total sources of funds		265,926,471	257,894,123
APPLICATION OF FUNDS			
Investment and Advances			
		160,010,892	167,512,664
Investment	6	159,684,760	166,886,532
Other Advances	7	326,132	626,132
Current Assets		152,911,254	141,883,356
Margin Loan to Clients	8	115,075,243	106,025,591
Accounts Receivable	9	14,411,906	6,231,830
Advance Income Tax (AIT)	10	10,336,624	4,184,386
Cash & Cash Equivalents	11	13,087,480	25,441,549
Current Liabilities		54,547,514	58,424,994
Accounts Payable	12	19,185,931	11,089,822
Provision for Investment in Securities	13	11,541,973	6,087,031
Provision for Margin Loan		2,865,028	1,083,861
Provision for Income Tax		19,754,582	14,814,280
Provision for Expenses		1,200,000	1,600,000
Dividend Payable		-	23,750,000
Net Current Asset		98,363,740	83,458,362
Property, Plant & Equipment	14	7,551,839	6,923,097
Total Application of Funds		265,926,471	257,894,123

The annexed notes are integral part of these financial statements.

  
Anis A. Khan  
Vice-Chairman

  
Syed Rafiqul Haq  
Director

  
Khairul Basher A. T. Mohammed  
Chief Executive Officer

Signed as per annexed report on even date

Date: February 02, 2016  
Place: Dhaka

  
AHMAD & AKHTAR  
Chartered Accountants

# MTB CAPITAL LIMITED

## Statement of Comprehensive Income

For the year ended December 31, 2015

	Note	Amount in BDT	
		2015	2014
Operating Income			
Interest on margin loan	15	17,182,172	18,192,875
Capital gain on sale of securities	16	6,274,623	24,583,204
Fees & commission income	17	4,393,898	5,557,192
Dividend income	18	3,760,717	3,075,750
Issue management fees	19	3,800,000	2,850,000
Underwriting commission	20	-	651,191
Share transfer fee		-	2,000
Portfolio management fees		2,591,869	2,637,667
<b>Income from Operation</b>		<b>38,003,279</b>	<b>57,549,879</b>
Interest income		841,919	7,224,333
Other income	21	381,620	567,500
<b>Total Income</b>		<b>39,226,817</b>	<b>65,341,712</b>
Office & administrative expenses	22	19,018,059	17,267,604
Interest expenses		-	57,752
<b>Profit before Provision</b>		<b>20,208,759</b>	<b>48,016,356</b>
Provision against Margin loan		1,781,167	1,083,861
Provision against investment in securities		5,454,942	4,715,311
		<b>7,236,109</b>	<b>5,799,172</b>
<b>Net Profit before Tax</b>		<b>12,972,650</b>	<b>42,217,184</b>
Income tax expenses		4,940,302	10,707,496
<b>Net Profit after Tax</b>		<b>8,032,348</b>	<b>31,509,688</b>

The annexed notes are integral part of these financial statements.

  
Anis A. Khan  
Vice-Chairman

  
Syed Rafiqul Haq  
Director

  
Khairul Basher A. T. Mohammed  
Chief Executive Officer

Signed as per annexed report on even date

Date: February 02, 2016  
Place: Dhaka

  
AHMAD & AKHTAR  
Chartered Accountants

# MTB CAPITAL LIMITED

## Statement of Cash flows

For the year ended December 31, 2015

Note	Amount in Taka	
	2015	2014
<b>A. Cash Flows from Operating Activities</b>		
Collection from interest, fees & commission	27,267,939	28,854,165
Payment for employees salary & allowances	(9,461,545)	(7,248,040)
Payment for other operational expenses	(6,830,281)	(6,919,275)
Other income (SND & FDR interest)	1,223,539	9,200,833
Advance income tax payment	(6,152,238)	(1,108,675)
Income tax paid during the year	-	(2,000,000)
<b>Net Cash inflows/ (outflows) from Operating Activities</b>	<b>6,047,414</b>	<b>20,779,008</b>
<b>B. Cash Flows from Investing Activities</b>		
Payment for purchase of shares	(255,077)	(151,051,173)
Capital gain on sale of shares	6,274,623	24,583,204
Dividend received	2,004,527	1,514,900
Accounts receivables - IPO	-	(7,000)
Payment for purchase of fixed assets	(4,041,439)	(205,500)
Advance for investment & others	3,000,000	284,721
Change in margin loan	(9,049,652)	(34,720,715)
<b>Net Cash outflows from Investing Activities</b>	<b>(2,067,018)</b>	<b>(159,601,563)</b>
<b>C. Cash Flows from Financing Activities</b>		
Dividend paid	(23,750,000)	(10,400,000)
Clients accounts balance	7,415,536	3,691,721
<b>Net Cash outflows from Financing Activities</b>	<b>(16,334,464)</b>	<b>(6,708,279)</b>
<b>D. Net Cash inflows/(outflows) for the year (A+B+C)</b>	<b>(12,354,069)</b>	<b>(145,530,834)</b>
<b>E. Add : Opening Cash and Cash equivalents</b>	<b>25,441,549</b>	<b>170,972,383</b>
<b>Closing Cash and Cash equivalents(D+E)</b>	<b>13,087,480</b>	<b>25,441,549</b>

  
Anis A. Khan  
Vice-Chairman

  
Syed Rafiqul Haq  
Director

  
Khairul Basher A. T. Mohammed  
Chief Executive Officer

Signed as per annexed report on even date

Date: February 02, 2016  
Place: Dhaka

  
AHMAD & AKHTAR  
Chartered Accountants

# MTB CAPITAL LIMITED

## Statement of Change in Equity

For the year ended December 31, 2015

Amount in BDT

Particulars	Paid-up Capital	Retained Earnings	Total
Balance as at January 01, 2015	250,000,000	7,894,123	257,894,123
Add: Net profit for the year after tax	-	8,032,348	8,032,348
Balance as at December 31, 2015	250,000,000	15,926,471	265,926,471
Balance as at December 31, 2014	250,000,000	7,894,123	257,894,123

  
Anis A. Khan  
Vice-Chairman

  
Syed Rafiqul Haq  
Director

  
Khairul Basher A. T. Mohammed  
Chief Executive Officer

Signed as per annexed report on even date

Date: February 02, 2016  
Place: Dhaka

  
AHMAD & AKHTAR  
Chartered Accountants



# MTB CAPITAL LIMITED

## Notes to the financial Statements

For the year ended 31 December 2015

### 1.00 Legal status of the Company

MTB Capital Limited (MTBCL), a fully owned subsidiary of Mutual Trust Bank Limited, was incorporated in Bangladesh as a private limited company. MTBCL obtained registration certificate No. MB-55/2010 under the Bangladesh Securities and Exchange Commission Act, 1993 on December 06, 2010 as a full fledged merchant bank and obtained registration No. C-80040 from the Registrar of Joint Stock Companies and Firms (RJSC), Dhaka, Bangladesh on October 08, 2009 under the Companies Act, 1994. The company has commenced its operation on April 18, 2011.

The registered office of the company is situated at 111 Kazi Nazrul Islam Avenue, Banglamotor, Dhaka-1000, Bangladesh.

### 2.00 Nature of Business

The main activities of the company are issue management, underwriting, portfolio management whether discretionary or non-discretionary, corporate advisory services to the clients including advisory services on merger and amalgamation, capital restructuring, etc.

### 3.00 Significant Accounting Policies

#### 3.01 Basis of preparation of Financial Statements

The financial statements of the company are made up to December 31, 2015 and prepared under the historical cost convention except investment in securities as a going concern and in accordance with the Companies Act, 1994, International Financing Reporting Standards (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Securities and Exchange Rules, 1987, Dhaka & Chittagong Stock Exchange Limited listing Regulations, Income Tax Ordinance, 1984 and other laws and rules applicable in Bangladesh.

#### 3.02 Statement of Cash Flow

Cash flow statement has been prepared in accordance with the Bangladesh Accounting Standard (BAS) - 7 "Statement of Cash Flow".

#### 3.03 Property, Plant and Equipment

##### 3.03.1 Recognition and Measurement:

Property, plant and equipments are measured at cost less accumulated depreciation and accumulated impairment losses, if any.

Cost includes expenditure that is directly attributable to the acquisition of asset and bringing to the location and conditioned necessary for it to be capable of operating in the intended manner.

##### 3.03.2 Depreciation

Depreciation is charged using straight line method as per Bangladesh Accounting Standard (BAS) 16 "Property plant & equipment". The rates of depreciation used are as follows:

Category of Assets	Rate of Depreciation
Furniture & fixture	10%
Office equipment	20%
Interior decoration	10%

The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sale proceeds and the carrying amount of the asset and is recognized in the Statement of Comprehensive Income.

#### 3.04 Revenue Recognition

The accounting policies adopted for the recognition of revenue are as follows:

- 3.04.1 Interest Income**  
Interest on margin loan to investors is recognized as revenue on an accrual basis and interest receivable on such loan is capitalized with original loan on quarterly basis.
- 3.04.2 Dividend Income**  
Dividend income on investment in securities has been recognized when the shareholders right to receive payment is established.
- 3.04.3 Capital gain / (loss) on sale of Securities**  
Capital gain/(loss) on sale of securities is accounted for based on difference between average sale proceeds of securities and cost of securities sold.
- 3.04.4 Fees and Commission Income**  
Fees and commission income includes portfolio management fees, settlement charges, issue management fees, underwriting commissions and any other such fees and commissions.
- 3.05 Cash and Bank balance**  
Cash and bank balance includes cash in hand and cash at bank, which are held and are available for use by the company without any restriction.
- 3.06 Investment in Securities**  
Investment in securities is recognized at the end of the year at cost price of investment made by the company.
- 3.07 General**
- 3.07.1** Comparative information have been disclosed for all numerical information of the financial statements and also the narrative and descriptive information so as to clarify the current year position in with that of preceding financial year.
- 3.07.2** The figures in the financial statements are presented in Bangladeshi Taka (BDT), which is the company's functional currency. Figures in these notes and financial statements have been rounded off to the nearest Taka value.
- 3.07.3** These financial statements cover one year from January 01 to December 31, 2015.

		Amount in BDT	
		2015	2014
<b>4.00 Authorized Capital</b>		<u>500,000,000</u>	<u>500,000,000</u>
50,00,000 ordinary Shares of Tk. 100 each			
<b>Issued, Subscribed and Paid-up Capital:</b>		<u>250,000,000</u>	<u>250,000,000</u>
25,00,000 ordinary Shares of Tk. 100 each			

**Shareholding position:**

Particulars	No. of Shares	Percentage	Amount
Mutual Trust Bank Limited.	2,499,900	99.99%	249,990,000
Mr. Rashed Ahmed Chowdhury	100	0.01%	10,000
<b>Total</b>	<b>2,500,000</b>	<b>100.00%</b>	<b>250,000,000</b>

<b>5.00 Retained Earnings</b>			
Opening balance	7,894,123	134,435	
Add: Net profit during the year	8,032,348	31,509,688	
Less: Dividend paid during the year	-	23,750,000	
<b>Closing Retained Earnings</b>	<u><b>15,926,471</b></u>	<u><b>7,894,123</b></u>	
<b>6.00 Investment</b>			
Investment in securities at cost (Details is shown in Annexure - B)	156,684,760	166,886,532	
Investment in placement shares	3,000,000	-	
	<u><b>159,684,760</b></u>	<u><b>166,886,532</b></u>	
<b>7.00 Other Advances</b>			
Loan to employees	<u><b>326,132</b></u>	<u><b>626,132</b></u>	

		Amount in BDT	
		2015	2014
<b>8.00</b>	<b>Margin Loans to Clients</b>		
	Margin loan to investors - Non- Discretionary Account (NDA)	115,075,243	106,024,062
	Margin loan to investors - Discretionary Account (DA)	-	1,529
		<b>115,075,243</b>	<b>106,025,591</b>
<b>9.00</b>	<b>Accounts Receivable</b>		
	Underwriting commission	-	601,660
	Issue management fee	700,000	1,950,000
	Dividend receivable	1,756,190	2,044,250
	Management fee	1,945	-
	Unicap Company Ltd.	3,610,459	-
	Square Securities Management Ltd.	985,924	1,470,838
	MTB Securities Ltd.	7,206,310	120,582
	City Brokerage Ltd.	113,577	-
	Rental income	37,500	37,500
	IPO	-	7,000
		<b>14,411,906</b>	<b>6,231,830</b>
<b>10.00</b>	<b>Advance Income Tax</b>		
	Opening balance	4,184,386	3,075,711
	Addition during the Year	6,152,238	1,108,675
	<b>Total</b>	<b>10,336,624</b>	<b>4,184,386</b>
<b>11.00</b>	<b>Cash &amp; Cash Equivalents</b>		
	This is made up as under:		
	Cash in hand	12,525	822
	<b>Cash at Bank (Mutual Trust Bank)</b>		
	MTB-0012-0210010492 (DA)	213	1,363
	MTB-0012-0210010572 (CD)	678	328
	MTB-0012-0210010607 (Own Portfolio)	1	-
	MTB-0012-0210010581 (NDA)	-	635,708
	MTB-0012-0320001007 (SND)	7,085	536,985
	MTB-0012-0320001614 (GA)	9,751	10,379
	MTB Tower 0087-0210000191 (DA)	669,606	22,951
	MTB Tower 0087-0210000164 (CD)	6,376	408,694
	MTB Tower 0087-0210000208 (Own Portfolio)	-	26,070
	MTB Tower 0087-0210000173 (NDA)	1,648,972	1,654,676
	MTB Tower 0087-0320000045 (SND)	5,036,625	21,479,452
	MTB Tower 0087-0210000182 (GA)	5,692,550	661,696
	MTB Tower 0087-0320000054 (IPO)	1,204	-
	MTB 0012-0320001598 (IPO)	1,896	2,425
		<b>13,074,955</b>	<b>25,440,727</b>
	<b>Cash and Bank balance</b>	<b>13,087,480</b>	<b>25,441,549</b>
<b>12.00</b>	<b>Accounts Payable</b>		
	LeadSoft BD Ltd.	414,556	414,556
	Audit fees payable	63,250	63,250
	Payable to non-discretionary portfolio clients	8,094,724	3,076,937
	Client deposits - NDA	3,400,191	3,032,163
	Client deposits - DA	584,231	47,277
	Client deposits - GC	3,431,114	612,281
	Cheque in transit	2,150,000	-
	VAT deducted at sources payable	1,047,865	1,243,358
	Withholding tax payable	-	2,600,000
		<b>19,185,931</b>	<b>11,089,822</b>

		Amount in BDT	
		2015	2014
13.00	<b>Provision for Investment in Securities</b> This amount represents provision against unrealised loss on investment in securities as per guideline of Bangladesh Security & Exchange Commission (BSEC)		
14.00	<b>Property, Plant &amp; Equipment</b> Opening balance Addition during the year <b>Total Cost</b> Less: Depreciation charged during the year Less: Write off - Interior Decoration <b>Written down value</b> Detail is shown in Annexure - A	6,923,097 4,041,439 <b>10,964,536</b> 974,244 2,438,453 <b>7,551,839</b>	8,083,165 55,500 <b>8,138,665</b> 1,215,568 2,438,453 <b>6,923,097</b>
15.00	<b>Interest on Margin Loan</b> Interest on margin loan - Non- Discretionary Account (NDA) Interest on margin loan - Discretionary Account (DA)	17,179,743 2,429 <b>17,182,172</b>	18,191,433 1,442 <b>18,192,875</b>
16.00	<b>Capital gain on sale of Securities</b> <b>Own (A/c-0001)</b> Sale proceeds of securities Less: Cost of securities sold  <b>Own (A/c-22261)</b> Sale proceeds of securities Less: Cost of securities sold  <b>Total</b>	198,560,682 192,571,110 <b>5,989,571</b>  5,187,110 4,902,058 <b>285,052</b> <b>6,274,623</b>	486,863,699 462,280,495 <b>24,583,204</b>  - - <b>-</b> <b>24,583,204</b>
17.00	<b>Fees &amp; Commission Income</b> Settlement fee Documentation charge	4,372,398 21,500 <b>4,393,898</b>	5,525,192 32,000 <b>5,557,192</b>
18.00	<b>Dividend Income</b> ACI Limited Active Fine Chemical Ltd BD Submarine Cable Co. Ltd Bengal Windsor Ltd Grameen Phone Limited Hwa Well Textiles BD Ltd Hwa Well Textiles BD Ltd Lafarge Surma Cement Meghna Petrolia Ltd. Mobil Jamuna Limited Orion Infusions Other Company Dividend Padma Oil Co. Ltd Paramount Textile Ltd. Pragati Life Insurance Ltd. RSRM Steel Ltd. Shahjibazar Power Co. Ltd Titas Gas Co. Ltd UCBL	221,600 - - - 1,308,219 - 37,650 15,000 578,550 15,000 - 93,134 701,000 325,442 112,382 17,500 35,000 300,240 -	- 18,750 7,000 23,000 371,500 37,500 - 51,000 475,000 - 30,000 - 700,000 - - - - 760,000 602,000
		<b>3,760,717</b>	<b>3,075,750</b>

		Amount in BDT	
		2015	2014
<b>19.00</b>	<b>Issue Management Fee</b>		
	Zaheen Spinning Limited (Capital raising & IPO)	-	1,750,000
	Agrani Agro Fisheries Ltd (Capital raising & IPO)	-	500,000
	Roseburg Industries Ltd (Capital raising & IPO)	-	200,000
	dataedge Limited (IPO)	-	300,000
	Excursion & Resorts Bangladesh Ltd	350,000	-
	Electro Battery Company Ltd	200,000	-
	Mashud Fish Processing & Ice Complex Ltd	100,000	-
	Mahid Expo. Int. Tex Ltd	100,000	-
	Apex Pharma Ltd	100,000	-
	Sagar Jute Spinning Mills Ltd.(Capital raising & IPO)	500,000	-
	R.A. Spinning Mills Ltd	50,000	-
	Oimex Elecrode Limited (Capital raising )	2,400,000	100,000
		<b>3,800,000</b>	<b>2,850,000</b>
<b>20.00</b>	<b>Underwriting Commission</b>		
	United Airways (BD) Ltd. - Right	-	-
	Shahjibazer Power Ltd - IPO	-	49,531
	Zaheen Spinning Ltd - IPO	-	175,000
	Shasha Denims Ltd -IPO	-	140,000
	First Security Islami Bank Ltd - Right	-	166,660
	C & A Textiles Ltd - IPO	-	120,000
		<b>-</b>	<b>651,191</b>
<b>21.00</b>	<b>Other Income</b>		
	IPO charge	220	-
	Annual BO account charge	81,400	-
	Rental income	300,000	567,500
		<b>381,620</b>	<b>567,500</b>
<b>22.00</b>	<b>Office &amp; Administrative Expenses</b>		
	Salary and remuneration	9,865,670	8,848,040
	Rent, taxes, insurance, electricity, water etc.	3,140,183	2,722,817
	Fee & registration	284,385	347,620
	Postage, telephone, fax, stamps	89,210	119,070
	Printing & stationery	211,501	91,446
	Repairs and maintenance	805,475	59,665
	Depreciation	974,243	1,215,568
	Auditors' fees	63,250	63,250
	Directors' fee	448,500	125,000
	Car expenses	713,774	681,321
	CDBL charges	510,646	856,173
	Internet expense (Dhakacom Ltd.)	28,600	38,800
	Security services charges	345,658	473,205
	Books & newspaper	10,763	9,680
	Holiday working bill	5,300	7,600
	Bank charge	46,877	84,660
	Entertainment	204,152	196,189
	Expenses for fees & commission	1,047,865	1,229,229
	Conveyance	26,280	46,590
	Advertisement	-	27,681
	Domain and hosting charge	16,295	8,000
	Staff Traning	106,057	16,000
	Business promotion expenses	45,339	-
	Travelling exp.	22,200	-
	Miscellaneuous	5,836	-
		<b>19,018,059</b>	<b>17,267,604</b>
<b>23.00</b>	<b>Event after the Balance Sheet Date:</b>		
	Subsequent to the balance sheet date, the Board of Directors recommended 6% (six percent) stock dividend.		

**MTB CAPITAL LTD.**  
**Schedule of Fixed Assets**  
As at 31 December 2015

Annexure - A  
Amount in BDT

Category of Assets	Cost				Depreciation					Written down value
	Opening balance	Addition during the year	Disposal during the year	Total	Rate (%)	Opening balance	Charged during the year	Disposal for the year	Accumulated depreciation	
Furniture & Fixture	124,394	1,223,800	-	1,348,194	10%	33,105	8,763	-	41,868	1,306,326
Office Equipment	8,215,494	52,000	-	8,267,494	20%	4,012,686	774,934	-	4,787,620	3,479,874
Interior Decoration	3,215,850	2,765,639	3,215,850	2,765,639	10%	586,850	190,547	777,397	-	2,765,639
<b>Total</b>	<b>11,555,738</b>	<b>4,041,439</b>	<b>3,215,850</b>	<b>12,381,327</b>		<b>4,632,641</b>	<b>974,244</b>	<b>777,397</b>	<b>4,829,488</b>	<b>7,551,839</b>

# MTB CAPITAL LTD.

## Investment in Quoted Securities

As at 31 December 2015

Annexure-B  
Amount in BDT

Name of the Company	No. of shares	Cost per share	Total cost (Taka)	Market value (Taka)	Difference (Taka)
ACI Formulations Limited	15,500	208.59	3,233,133	2,940,350	(292,783)
ACI Limited	17,500	610.74	10,687,882	9,828,000	(859,882)
BD Submarine Cable Co. Ltd	11,000	156.29	1,719,200	1,189,100	(530,100)
National Tubes	13,000	112.02	1,456,211	1,296,100	(160,111)
RD Food Products Ltd	122,140	24.23	2,959,100	1,746,602	(1,212,498)
Shajibazer Power Co. Ltd	12,875	172.29	2,218,295	1,578,475	(639,820)
Active Fine Chemicals Limited	2,000	59.12	118,248	112,400	(5,848)
BD. Building System Ltd	60,140	44.53	2,677,814	2,255,265	(422,549)
Beximco Limited	45,217	35.22	1,592,549	1,311,312	(281,238)
Familytex (BD) Ltd	97,070	26.39	2,430,091	975,942	(1,454,149)
Far Chemical Ind. Ltd	86,250	41.63	3,590,467	2,475,375	(1,115,092)
Grameen Phone Limited	92,722	376.30	34,891,735	23,458,666	(11,433,069)
Hwa Well Textiles BD Ltd	25,100	52.06	1,306,625	793,160	(513,465)
IFADAutos Limited	15,000	103.06	1,545,886	1,383,000	(162,886)
Meghna Petroleum Ltd	55,100	245.73	13,539,849	8408260	(5,131,589)
Padma Oil Co. Ltd.	70,100	341.56	23,943,183	12,912,420	(11,030,763)
Paramount Textile Ltd	203,401	40.60	8,258,813	3,010,335	(5,248,478)
Pragati Life Insurance	69,412	206.34	14,322,525	7,878,302	(6,444,223)
Ratanpur Steel Re-rolling Mills	52,000	56.28	2,926,582	2,496,000	(430,582)
Rupali Life Insurance Co. Ltd.	13,173	62.06	817,428	426,789	(390,639)
Summit Power Limited	43,200	44.62	1,927,698	1,715,040	(212,658)
Takaful Islami Insurance Co. Ltd.	80,025	32.10	2,568,848	1,296,407	(1,272,428)
Titas Gas T & D Co. Ltd	200,160	89.69	17,952,599	9,487,584	(8,465,015)
<b>Total</b>			<b>156,684,760</b>	<b>98,974,883</b>	<b>(57,709,864)</b>



# MTB EXCHANGE (UK) LIMITED DIRECTORS' REPORT

For The Year Ended 31 December 2015

The directors present their report and accounts for the year ended 31 December 2015

## PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was MONEY REMITTANCE & BUREAU DE CHANGE.

## DIRECTORS

The directors who served during the year and their interests in the share capital of the company were as follows:

	2015 No.	2014 No.
RASHED AHMED CHOWDHURY	0	0
SYED MANZUR ELAHI	0	0
MOHAMED ABDUR ROUF	0	0
DR SULTAN HAFEEZ RAHMAN	0	0
ANIS A. KHAN	0	0

## DIRECTORS RESPONSIBILITIES

Company Law requires the directors to prepare financial statements for each year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The report of the directors has been prepared in accordance with the special provisions within Part 15 of the Companies Act 2006.

This report was approved by the board on 31 January 2016



**ANIS A. KHAN**

Director

# MTB EXCHANGE (UK) LTD ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE FINANCIAL STATEMENTS OF MTB EXCHANGE (UK) LTD, FOR THE YEAR ENDED 31 DECEMBER 2015

In order to assist you to fulfill your duties under the Companies Act 2006, we have prepared for your approval the accounts of MTB EXCHANGE (UK) LTD for the year ended 31 December 2015 as set out on pages 5 to 10 from the company's accounting records and from information and explanations you have given us.

As a practicing member of the Chartered Institute of Management Accountants (CIMA), we are subject to its ethical and other professional requirements which are detailed on their website.

This report is made solely to the Board of Directors of MTB EXCHANGE (UK) LTD, as a body, in accordance with the terms of our engagement letter dated . Our work has been undertaken solely to prepare for your approval the accounts of MTB EXCHANGE (UK) LTD and state those matters that we have agreed to state to the Board of Directors of MTB EXCHANGE (UK) LTD, as a body, in this report, in accordance with the requirements of the Chartered Institute of Management Accountants (CIMA) as detailed on their website. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than MTB EXCHANGE (UK) LTD and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that MTB EXCHANGE (UK) LTD has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profitability of MTB EXCHANGE (UK) LTD. You consider that MTB EXCHANGE (UK) LTD is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of MTB EXCHANGE (UK) LTD, verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.



**Jahan & Co.**

Chartered Management Accountants  
22 Osborn Street  
London  
E1 6TD

# MTB EXCHANGE (UK) LTD.

## BALANCE SHEET AT 31 DECEMBER 2015

For the year ending 31 December 2015 the company was entitled to exemption under section 477 of the Companies Act, 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act, 2006.

The Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provision applicable to companies subject to the small companies' regime.

Approved by the Board on 31 January 2016 and signed on their behalf by



**ANIS A. KHAN**

Director



**MD. ANISUR RAHMAN**

Chief Executive Officer & Manager

# MTB EXCHANGE (UK) LIMITED

## Profit and Loss Account

For the Year Ended 31 December 2015

	Note	2015	2014
		£	£
TURNOVER	2	95,390	51,465
GROSS PROFIT		95,390	51,465
Distribution costs		(2,678)	(2,790)
Administrative expenses		(160,902)	(139,542)
OPERATING LOSS	3	(68,190)	(90,867)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(68,190)	(90,867)
LOSS ON ORDINARY ACTIVITIES AFTER TAXATION		(68,190)	(90,867)
LOSS FOR THE FINANCIAL YEAR		(68,190)	(90,867)

# MTB EXCHANGE (UK) LTD.

## Balance Sheet

As at 31 December 2015

	Note	2015 £	2014 £
<b>FIXED ASSETS</b>			
Tangible Assets	5	18,080	22,600
<b>CURRENT ASSETS</b>			
Debtors( amount falling due within one year)	6	629	3,964
Debtors( amount falling due after more than one year)	6	8,750	8,750
Cash at bank and in hand		38,005	19,085
		47,384	31,801
Creditors: Amounts falling due within one year	7	311,138	231,885
<b>NET CURRENT LIABILITIES</b>		<b>(263,754)</b>	<b>(200,084)</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>(245,674)</b>	<b>(177,484)</b>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	8	230,000	230,000
Profit and loss account	9	(475,674)	(407,484)
<b>SHAREHOLDERS' FUNDS</b>		<b>(245,674)</b>	<b>(177,484)</b>

# MTB EXCHANGE (UK) LIMITED

## Notes to the Accounts

For the year ended 31 December 2015

### 1. ACCOUNTING POLICIES

#### 1a. Basis of Accounting

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

#### 1b. Cash Flow Statement

The company is exempt from including statement of cash flows in its accounts in accordance with Financial Reporting Standard for Smaller Entities (effective January 2015).

#### 1c. Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Plant and Machinery reducing balance 20%

Fixtures and Fittings reducing balance 20%

#### 1d. Turnover

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

### 2. TURNOVER

The turnover and pre-tax result is attributable to MONEY REMITTANCE & BUREAU DE CHANGE.

	2015	2014
	£	£
Remittance, Commission	64,714	40,444
Bureau DE Change Commission	9,645	9,713
Exchange Gain	21,031	1,308
	<b>95,390</b>	<b>51,465</b>

### 3. OPERATING PROFIT

Operating Profit is started after charging:

Depreciation	4,520	5,652
	<b>4,520</b>	<b>5,652</b>

### 4. TAX ON ORDINARY ACTIVITIES

-	-
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### 5. TANGIBLE FIXED ASSETS

	Plant and Machinery	Fixtures and Fittings	Total
	£	£	£
<b>Cost</b>			
At 1 January 2015	13,300	45,423	58,723
<b>At 31 December 2015</b>	<b>13,300</b>	<b>45,423</b>	<b>58,723</b>
<b>Depreciation</b>			
At 1 January 2015	7,982	28,141	36,123
For the year	1,064	3,456	4,520
<b>At 31 December 2015</b>	<b>9,046</b>	<b>31,597</b>	<b>40,643</b>
<b>Net Book Amounts</b>			
At 31 December 2015	4,254	13,826	18,080
At 31 December 2014	5,318	17,282	22,600

## 6. DEBTORS

Amount falling due within one year:

	2015 £	2014 £
Trade debtors	-	1,971
Other debtors	629	1,993
	<b>629</b>	<b>3,964</b>

Other Debtors of **£629** represent the Suspense account balance which has arisen due to Cash Shortfall. This issue has not been resolved by Management and it is under investigation.

Amount falling due after more than one year:

Rent Deposit	8,750	8,750
<b>Total Debtors</b>	<b>8,750</b>	<b>8,750</b>

## 7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

TT payable	310,388	229,981
Other Creditors	750	1,904
	<b>311,138</b>	<b>231,885</b>

## 8. SHARE CAPITAL

Allotted, issued and fully paid:

230000 Ordinary shares of <b>£1</b> each	230,000	230,000
	<b>230,000</b>	<b>230,000</b>

## 9. PROFIT AND LOSS RESERVE:

Opening balance	(407,484)	(316,617)
Loss for the year	(68,190)	(90,867)
	<b>(475,674)</b>	<b>(407,484)</b>

## 10. CONTROLLING PARTY

The company being 100% Subsidiary of Mutual Trust Bank Ltd, Bangladesh is under common control from the parent company.



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Further Information

# MTB Credit Rating Reaffirmed

## MTB Credit Rating Reaffirmed

	CURRENT RATING	PREVIOUS RATING
Long Term	AA-	AA-
Short Term	ST 2	ST 2
Based on Financials	December 31, 2014	December 31, 2013
Date of Rating	May 17, 2015	June 23, 2014
Validity Date	May 16, 2016	June 22, 2015



**AA-** : Higher Safety and High Credit Quality  
**ST 2** : High Certainty of Timely Repayment  
**Outlook** : Stable



মিউচুয়াল ট্রাস্ট ব্যাংক লিমিটেড  
**Mutual Trust Bank Ltd.**

*you can bank on us*

Rated by: Credit Rating Information and Services Limited (CRISL)

[www.mutualtrustbank.com](http://www.mutualtrustbank.com)

## Glossary of Financial

**Anti-money Laundering (AML)** is a term mainly used in the financial and legal industries to describe the legal controls that require financial institutions and other regulated entities to prevent or report money laundering activities.

**Bangladeshi Diaspora** consists of people of Bangladeshi descent who have immigrated to or were born in another country. First generation migrants may have moved abroad from Bangladesh for better living conditions, to escape poverty, or to send money back to families in Bangladesh.

**Broad money**, in economics, is a measure of the money supply that includes more than just physical money such as currency and coins (also termed narrow money). It generally includes demand deposits at commercial banks, and any monies held in easily accessible accounts. Components of broad money are still very liquid, and non-cash components can usually be converted into cash very easily.

**Cash Reserve Ratio (CRR)** is a Central bank regulation that sets the minimum reserves each Commercial bank must hold to customer deposits and notes i.e. the amount that the bank surrenders with the central bank.

**Capital adequacy ratio (CAR)**, also called Capital to Risk (Weighted) Assets Ratio (CRAR), is a ratio of a bank's capital to its risk. This ratio is used to protect depositors and promote the stability and efficiency of financial systems around the world. Two types of capital are measured: tier one capital, which can absorb losses without a bank being required to cease trading, and tier two capital, which can absorb losses in the event of a winding-up and so provides a lesser degree of protection to depositors.

**Classified Loan** is any bank loan that is in danger of default. Classified loans have unpaid interest and principal outstanding and have failed to meet acceptable credit standards according to bank examiners. The credit quality has essentially declined since initial approval was granted. This type of loan has a high rate of borrower default and raises the cost of borrowing money for the other customers.

**Credit Risk** is the risk of loss of principal or loss of a financial reward stemming from a borrower's failure to repay a loan or otherwise meet a contractual obligation. Credit risk arises whenever a borrower is expecting to use future cash flows to pay a current debt. Investors are compensated for assuming credit risk by way of interest payments from the borrower or issuer of a debt obligation.

**Gross Domestic Product (GDP) or Gross Domestic Income (GDI)** is the amount of goods and services produced in a year, in a country. It is the market value of all final goods and services made within the borders of a country in a year. It is often positively correlated with the standard of living, alternative measures to GDP for that purpose.

**Inflation**, in economics, is a rise in the general level of prices of goods and services in an economy over a period of time. When the general price level rises, each unit of currency buys fewer goods and services. Consequently, inflation also reflects erosion in the purchasing power of money – a loss of real value in the internal medium of exchange and unit of account in the economy.

**Key Performance Indicators (KPIs)** help organizations understand how well they are performing in relation to their strategic goals and objectives. In the broadest sense, a KPI provides the most important performance information that enables organizations or their stakeholders to understand whether the organization is on track or not.

**Market risk** is the risk that the value of a portfolio, either an investment portfolio or a trading portfolio, will decrease due to the change in value of the market risk factors. The four standard market risk factors are stock prices, interest rates, foreign exchange rates, and commodity prices.

**Money laundering** refers to the use of the financial system to hide the source of funds gained from illegal activity such as drug trafficking, bribery, extortion, embezzlement, theft or other criminal activity, as the criminals try to make their ill-gotten gains appear genuine.

**Net interest income (NII)** is the difference between revenues generated by interest-bearing assets and the cost of servicing (interest-burdened) liabilities. For banks, the assets typically include commercial and personal loans, mortgages, construction loans and investment securities. The liabilities consist primarily of customers' deposits. NII is the difference between (a) interest payments the bank receives on loans outstanding and (b) interest payments the bank makes to customers on their deposits.

**Non-interest income** is the Bank's income mainly from service and penalty charges and, to a much less extent, from asset sales and property leasing. Unlike interest income, this income is largely unaffected by economic and financial market cycles and is usually not controlled by law or regulation.

**Non-performing loan (NPL)** is a loan that is in default or close to being in default. "A loan is non-performing when payments of interest and principal are past due by 90 days or more, or at least 90 days of interest payments have been capitalized, refinanced or delayed by agreement, or payments are less than 90 days overdue, but there are other good reasons to doubt that payments will be made in full" (IMF)

**Public–Private Partnership (PPP)** describes a government service or private business venture which is funded and operated through a partnership of government and one or more private sector companies. PPP involves a contract between a public-sector authority and a private party, in which the private party provides a public service or project and assumes substantial financial, technical and operational risk in the project. Its objective is to finance construction (reconstruction), operation and maintenance of the infrastructure to provide public services.

**Reconciliation** refers to a process that compares two sets of records (usually the balances of two accounts) to make sure they are in agreement. Reconciliation is used to ensure that the money leaving an account matches the actual money spent; this is done by making sure the balances match at the end of a particular accounting period. Remittance refers to the transfer of money by the foreign migrant workers to their family and friends in their home countries.

**Remittances** assist the economic growth throughout the world. The money sent home by the migrants makes up second biggest financial inflow to numerous developing countries and it exceeds even the international aids. A majority of the remittances from USA are focused towards the Asian countries. India tops the list of remittance receivers from USA, followed by People's Republic of China.

**Risk-Weighted Assets (RWA)**, in terms of the minimum amount of capital that is required within banks and other institutions, based on a percentage of the assets, weighted by risk. The idea of risk-weighted assets is a move away from having a static requirement for capital. Instead, it is based on the riskiness of a bank's assets. For example, loans that are secured by a letter of credit would be weighted riskier than a mortgage loan that is secured with collateral.

**Statutory Liquidity Ratio (SLR)** is the amount of liquid assets, such as cash, precious metals or other short-term securities, that a financial institution must maintain in its reserves. SLR restricts the bank's leverage in pumping more money into the economy.

**Subordinated debt** (also known as subordinated loan, subordinated bond, subordinated debenture or junior debt) is debt which ranks after other debts should a company fall into receivership or be closed. Subordinated debt has a lower priority than other bonds of the issuer in case of liquidation during bankruptcy, below the liquidator, government tax authorities and senior debt holders in the hierarchy of creditors. Because subordinated debt is repayable after other debts have been paid, they are more risky for the lender of the money. It is unsecured and has lesser priority than that of an additional debt claim on the same asset.

**Tier 1 capital** (going-concern capital) is the core measures of a bank's financial strength from a regulator's point of view. It consist of Common Equity Tier 1 (CET1) capital and Additional Tire 1 capital.

**Tier 2 Capital** also called 'gone-concern capital', represents other elements which fall short of some of the characteristics of the core capital but contribute to the overall strength of a bank. Tier 2 capital consist of General Provisions, Subordinated debt / Instruments issued by the banks and Minority Interest

## Global Correspondents

Closer supervision by U.S. regulators from the year 2012 and its subsequent compliance impacted the global correspondent banking business in every facet in 2015. Global banks underwent an analysis of their existing correspondent relationships in terms of cost-revenue strategy. Consequently, the world's major global banks decided to gradually reduce their correspondent relationships to a reasonable level. The effect of this initiative continued round the year. Hence, the major challenge for the local banks, was to remain enlisted in the global banks correspondent lists.

MTB was successfully able to maintain strong correspondent relationships with different renowned banks of the world. Currently, our SWIFT Relationship Management Application (RMA) network has 519 renowned banks, of which 53 are local and 466 are foreign. We have also maintained 38 NOSTRO accounts with different correspondent banks abroad in US Dollars (USD), British Pounds (GBP), Euros (EUR), Japanese Yen (JPY), Swiss Francs (CHF), Singapore Dollars (SGD) and Asian Clearing Union (ACU) Dollars & Euros.





# MTB Network

## Principal Branch

WW Tower, 68, Motijheel C/A, Dhaka

## Panthapath Branch

Chandrashila Suvastu Tower,  
69/1 Panthapath, Dhaka

## Babu Bazar Branch

Aman Court, 15, Armenian Street, Armanitola,  
Babu Bazar, Dhaka

## Agrabad Branch

Akhtaruzzaman Centre, 21-22,  
Agrabad C/A, Chittagong

## Sonargaon Branch

Khandker Plaza, Thana Road, Mograpara, Sonargaon  
Uttara Model Town Branch  
House No.41, Road No.07, Sector 04,  
Uttara, Dhaka

## Progati Sarani Branch

15/5, Progati Sarani, Dhaka  
CDA Avenue Branch  
1005/2/1872, CDA Avenue,  
East Nasirabad, Chittagong

## Sreenagar Branch

M. Rahman Complex (1st Floor), Sreenagar Bazar, Bhaggakul  
Road, Sreenagar, Munshigonj

## Pallabi Branch

14/11, Pallabi, Mirpur-12, Dhaka

## Dilkusha Branch

MNSN Tower, 60 Dilkusha C/A, Dhaka

## Khatungonj Branch

325, Asadganj, Asadganj Road,  
Crown Chamber, Chittagong

## Dhanmondi Branch

Plot # 81, Road # 8/A (New), 1st Floor,  
Green Taj Center, Dhanmondi, Dhaka

## Aman Bazar Branch

Kamal Khan Plaza, Chikondandy,  
Hathazari, Chittagong

## Bashundhara City Branch

Bashundhara City Shopping Mall, Level-3,  
Block-A, Panthapath, Dhaka

## Chandra Branch

Dewan Plaza, Chandra Polly Biddut, Kaliakoir, Gazipur

## Jubilee Road Branch

Amafnha Centre, 214 Jubilee Road, Chittagong

## Nazirhat Branch

M.M. Plaza, Nazirhat Bazar, Fatikchari, Chittagong

## Chokoria Branch

Shah Amanat Shopping Complex (1st Floor), Chiringa,  
Chakoria, Cox's Bazar

## Pabna Branch

Pabna Branch, Abdul Hamid Road, Dilalpur, Pabna

## Gulshan Branch

120 Gulshan Avenue, Dhaka

## Sylhet Branch

Sylhet City Center (1st Floor), Zindabazar, Sylhet

## Moulvi Bazar Branch

103, M. Saifur Rahman Road, Moulvi Bazar

## Savar Branch

United Super Market, Savar Bazar Bus Stand,  
Savar, Dhaka.

## Fulbaria Branch

Annexco Tower, 8, Phonix Road, Fulbaria, Dhaka

## Madaripur Branch

Howlader Harun Plaza, Main Road,  
Puran Bazar, Kotwali, Madaripur

## Dholaikhal Branch

25, Jorpool Lane, Dholaikhal New Road,  
P.S. Wari, Dhaka

## Raipur Branch

Gazi Complex (2nd Floor), Thana : Raipur,  
Dist : Laxmipur

## Aganagar Branch

Babul Tower-2, Shahid Delowar Hossain Road,  
East Aganagar, South Keraniganj, Dhaka

## Joypurhat Branch

553 Main Road, Joypurhat Sadar, Joypurhat

## Narayanganj Branch

31, 31/1, Loyal Tank Road, Noor Mansion,  
Tanbazar, Narayanganj.

## Rangpur Branch

Mostofa Super Market (1st & 2nd floor),  
1 Jahaj company Mour, Rangpur Sadar, Rangpur

## Banani Branch

Lintoo Centre (1st floor and 2nd floor), House- 82, Rd-11,  
Block-D, Ward-19, Banani, Dhaka

## Kushtia Branch

Kushtia Branch, Eden Complex, 169 (94/6 old)  
NS Road, 1st Floor, Thanapara, Kushtia

## Gournadi Branch

Holding No- 3594, Mouja- Chargadhatoli,  
Gournadi, Barisal

## Tongi Branch

United Shopping Complex (1st floor),  
Hossain Market, Tongi, Gazipur

## Elephant Road Branch

235/5, Elephant Road, Dhaka-1205

## Feni Branch

Hazi Idris Plaza, 612, Islampur Road, Boro Bazar, Feni

## Dania Branch

Dhaka Shopping Complex, 852- Zia Shorani,  
Shanir Akhra, Dhaka



#### **Bogra Branch**

Amicus Center, Mofiz Paglar Moar, 416-418, Sutrapur Road, Bogra

#### **Dhorkara Bazar Branch**

Dhorkara Bazar, Chaudagram, Comilla

#### **Mohammadpur Branch**

80/C Asad Avenue, Mohammadpur, Dhaka

#### **Rajshahi Branch**

419, Parents Plaza, Alupatty, Ghoramara, Rajshahi

#### **Alankar Mor Branch**

D.T. Road, Abdul Ali Hat, Alankar Mor, North Pahartali, Chittagong

#### **MTB Centre Corporate Branch**

MTB Centre, 26 Gulshan Avenue, Gulshan 1, Dhaka

#### **Cox's Bazar Branch**

Green Valley Business Centre, 01, Main Road, Cox's Bazar

#### **Chawk Moghaltuli Branch**

House # 93, Ward # 05, Chowk Moghaltuli, Lalbag

#### **Jessore Branch**

10 R N Road, (1st floor), Jessore

#### **Gazipur Branch**

Ahsania Complex, (1st floor), Vogra Eastern Bypass, Gazipur

#### **Baridhara Branch**

The Alliance Building, 63, Pragati Sarani (Ground Floor), Shahjadpur, Gulshan, Dhaka

#### **Comilla Branch**

Rama Complex, 416/379 Badurtola, Kanderpar, Comilla

#### **Oxygen Mor Branch**

Plasma Hospital Building, 3692/E Oxygen Mor, Bayazid Bostami, Chittagong

#### **Mymensingh Branch**

23-24 Ananda Mohan Avenue, Bara Bazar, Mymensingh

#### **Habigonj Branch**

Jamil Complex (1st Floor), New Pourashava Road, Shayestanagar, Habigonj

#### **Kerani Hat Branch**

Hoque Tower Shopping Complex & Apartments (1st Floor), Kerani Hat, Satkania, Chittagong

#### **Tejgaon Branch**

MTB Square, 210/A/1 Tejgaon Industrial Area, Tejgaon, Dhaka

#### **Thakurgaon Branch**

IRS Tower, Bangabandhu Sarak, Chowrasta, Thakurgaon

#### **Shahparan Gate Branch**

Janani Complex, Shah Paran Gate, Khadim Nagar, Sylhet

#### **Karnaphuli EPZ Branch**

Mohajan Golden Tower, Mohajan Ghata, North Patenga, Chittagong

#### **Bashundhara Branch**

House 236, Road 2, Block B, Bashundhara R/A, Dhaka

#### **Shah Mokhdum Avenue Branch**

House 35, Sector 12, Shah Mokhdum Avenue, Uttara, Dhaka

#### **Brahmanbaria Branch**

T.A. Road, Brahmanbaria Sadar, Brahmanbaria

#### **Kapasias Branch**

Thanar Mor, Kapasia, Gazipur

#### **MTB Meghna Branch**

Meghna Industrial Park, Sonargaon, Narayanganj

#### **Khilpara Branch**

Hanufa Plaza, Khilpara Bazar, Khilpara, Chatkhil, Noakhali

#### **Kamrangirchar Branch**

Pannu Plaza, Rasulpur Main Road, Sultangonj, Ashrafabad, Kamrangirchar, Dhaka

#### **Kakrail Branch**

Iris Noorjehan, 104 Kakrail Road, Kakrail, Dhaka

#### **Narayanganj BSCIC Branch**

A. Rahman Plaza, Sasangaon, BSCIC Gate, Enayet Nagar, Fatullah, Narayanganj

#### **Naogaon Branch**

Jolly Plaza, Main Road, Chalkdev, Naogaon

#### **Gobindaganj Branch**

Kalpana Super Complex, Gobindaganj, Gaibandha

#### **Dinajpur Branch**

Modern Mor, Ganeshtola, Dinajpur  
Chittagong Medical College Branch  
Epic Center, 19 Panchlaish, Chittagong

#### **Mirpur Branch**

Fahad Plaza, Plot No-1, Road No-1, Section-10, Kafrul, Mirpur, Dhaka

#### **Kadair Bazar Branch**

Mollah Market, Kadair Bazar, Shuvopur, Choudagram, Comilla

#### **Jamirdia Masterbari Branch**

Abdur Rashid Plaza, Jamirdia Masterbari, Habirbari, Bhaluka, Mymensingh

#### **Kalurghat Industrial Area Branch**

Wajib Tower, C&B Mor, Arakan Road, Chandgaon, Kalurghat, Chittagong

#### **Ashulia Branch**

Rajobi Plaza, Jamgora, Yearpur, Ashulia, Dhaka

#### **Monipur Bazar Branch**

Sikder Market, Monipur Bazar, Nuhash Palli Road, Gazipur Sadar, Gazipur

#### **Tangail Branch**

Noor Tower, 311/ 312 Boro Masjid Road, Tangail

#### **Sirajganj Branch**

Jan Bux Bhaban, 452 Station Road (S.S. Road), Sirajganj

#### **Dumni Branch**

Top Super Market, 12 Ananda Bazar, Dumni, Khilkhet, Dhaka

#### **Baraipara Branch**

K. D. Super Market, Baraipara Bazar, Shimulia, Ashulia, Dhaka

**Khulna Branch**

Rahim Plaza, 15 KDA Avenue, Sonadanga, Khulna

**Abu Torab Bazar Branch**

Bhuiyan Market, Abu Torab Bazar,  
Mirsarai, Chittagong

**Muradpur Branch**

K. Plaza, Mirzapul, Muradpur, Chittagong

**MTB Tower Branch**

MTB Tower, 111 Kazi Nazrul Islam Avenue, Dhaka

**Bormi Branch**

Khan Plaza, Bormi Bazar, Sreepur, Gazipur

**Bagher Bazar Branch**

Borobari Super Market, Bagher Bazar, Gazipur

**Barisal Branch**

Fatema Centre, 523 Sadar Road, Barisal

**Laldighirpar Branch**

Laldighi Complex, Laldighirpar, Sylhet 3100.

**Madhabdi Branch**

M. B. Tower, 256 Parkashipur, Madhabdi  
Narsingdi 1604

**Goalmari Bazar Branch**

Goalmari Bazar, Goalmari, Daudkandi  
Comilla 3516

**Haidergonj SME/Agri Branch**

Gazi Super Market (1st floor),  
Haidergonj, Raipur, Laxmipur

**Dagon Bhuiyan SME/Agri Branch**

R. B. Plaza (1st floor), Fazilerghat Road,  
Dagoanbhuiyan, Feni

**Laksham SME/Agri Branch**

308, By-Pass Road, By-Pass Laksham, Comilla

**Noria SME/Agri Branch**

Noor Tower, 1st floor, Noria, Dist: Shariyatpur

**Kaliganj SME/Agri Branch**

Azad Market (2nd floor), Kaligonj Bazar, Kaligonj, Gazipur

**Ramchandrapur Bazar SME/Agri Branch**

Ramchandrapur Bazar, Muradnagar, Comilla

**Gafor Gaon SME/Agri Branch**

Ashraf Market (1st floor), Gafargaon Sadar,  
Gafargaon, Mymensingh

**Ishwardi SME/Agri Branch**

Khondoker Market (1st floor), Station Road,  
Ishwardi, Pabna

**Belkuchi SME/Agri Branch**

Lokman Mension, Ward No- 4, Wapda Road,  
Chala, Belkuchi, Sirajgonj

**Nazumeah Hat SME/Agri Branch**

B#3 Sheikh Market, Nazumeahhat,  
Hat Hazari, Chittagong

**Dhanbari SME/ Agri Branch**

Dhanbari New Market, Dhanbari, Tangail

**Hasnabad SME/Agri Branch**

Mofiz Uddin Mansion, Block D, Container Port Road,  
Hasnabad Housing, South Keraniganj, Dhaka

**Syedpur SME/Agri Branch**

Hazi Asab Ali Market, Syedpur,  
Jagannathpur, Sunamganj

**Sarulia Bazar SME/Agri Branch**

Ismail Mansion, Sarulia Bazar, Demra, Dhaka



