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MUTUAL TRUST BANK LIMITED AND ITS SUBSIDIARIES
CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

AS AT AND FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019



মিউচুয়াল ট্রাস্ট ব্যাংক লিমিটেড
Mutual Trust Bank Ltd.

you can bank on us

In compliance with the Bangladesh Securities and Exchange Commission (BSEC) letter No. SEC/CFD/Misc/233/2004/615, dated February 2, 2010 and the Dhaka and Chittagong Stock Exchange (Listing) Regulations, 2015, we are pleased to present the un-audited Consolidated Financial Statements of Mutual Trust Bank Limited as at and for the third quarter ended September 30, 2019. These Consolidated Financial Statements are comprised of the financials of Mutual Trust Bank Limited including Off-shore Banking Unit and its subsidiaries i.e. MTB Securities Limited, MTB Capital Limited and MTB Exchange (UK) Limited, which are prepared as per International Accounting Standard (IAS) 34 "Interim Financial Reporting".

Condensed Consolidated Balance Sheet (Unaudited)
As at 30 September 2019

Property and Assets	30 September 2019		31 December 2018	
	BDT	BDT	BDT	BDT
Cash	14,185,200,679	12,301,086,194		
In Hand (Including Foreign Currency)	3,383,749,866	2,520,607,136		
With Bangladesh Bank and its agent Bank(s) (including Foreign Currency)	10,801,450,813	9,780,479,058		
Balance with Other Banks & Financial Institutions	4,471,487,459	3,176,565,149		
In Bangladesh	2,298,517,372	861,661,189		
Outside Bangladesh	2,172,970,087	2,314,903,960		
Money at Call and Short Notice	-	1,580,000,000		
Investments	34,945,976,700	27,388,395,082		
Government	31,812,948,300	24,421,226,713		
Others	3,133,028,400	2,967,168,369		
Loans and Advances	181,581,850,680	166,145,119,129		
Loans, Cash Credits, Overdrafts, etc.	179,747,387,943	163,394,332,234		
Bills Purchased and Discounted	1,834,462,737	2,750,786,895		
Fixed Assets including Premises, Furniture & Fixtures	3,404,175,074	3,128,176,263		
Other Assets	10,840,530,590	8,725,556,033		
Non-Banking Assets	-	-		
Total Property and Assets	249,429,221,182	222,444,897,850		
Liabilities and Capital				
Borrowing from other Banks, Financial Institutions & Agents	23,935,998,922	19,640,823,048		
Deposits and Other Accounts	183,345,382,952	166,160,290,425		
Current Deposits & Other Accounts	14,665,721,211	14,090,900,316		
Bills Payable	1,471,686,615	1,703,433,803		
Savings Bank Deposits	29,717,237,823	28,239,575,869		
Special Notice Deposits	14,703,510,233	12,863,186,373		
Fixed Deposits	85,851,206,704	77,043,035,120		
Deposit Products	36,936,020,366	32,220,158,580		
Other Liabilities	19,488,314,178	15,964,827,954		
Subordinated Debts	7,400,000,000	7,400,000,000		
Total Liabilities	234,169,696,052	209,165,941,427		
Capital/Shareholders' Equity				
Paid-up Capital	6,699,294,440	5,733,630,380		
Statutory Reserve	4,474,801,257	4,096,004,358		
Share Premium	518,828,578	-		
Revaluation Reserve on Investment in Securities	403,663,802	480,328,680		
Foreign Currency Translation gain/(loss)	8,501,959	6,143,266		
General Reserve	786,777,324	786,777,324		
Retained Earnings	2,367,527,292	2,175,943,964		
Total Shareholders' Equity	15,259,394,652	13,278,827,972		
Minority Interest	130,478	128,451		
Total Liabilities and Shareholders' Equity	249,429,221,182	222,444,897,850		
Net Asset Value (NAV) per share (2018 Restated)	22.78	19.82		
Off-Balance Sheet Items				
Contingent Liabilities				
Acceptances and endorsements	27,642,008,171	28,001,688,309		
Letters of guarantee	31,030,872,421	19,295,388,283		
Irrevocable letters of credit	19,411,703,422	16,622,625,028		
Bills for collection	2,259,016,343	1,712,416,910		
Other contingent liabilities	-	-		
Total Off-Balance Sheet Items including Contingent Liabilities	80,343,600,357	65,632,118,530		

Chairman **Vice Chairman** **Managing Director & CEO**
Group Chief Financial Officer **Group Company Secretary**

Condensed Consolidated Profit and Loss Account (Unaudited)
For the period ended 30 September 2019

Particulars	01 January to 30 September 2019		01 January to 30 September 2018	
	BDT	BDT	BDT	BDT
Interest Income	13,590,472,044	11,609,583,098	4,799,822,236	4,030,841,945
Less: Interest Paid on Deposits and Borrowings, etc.	4,994,767,302	7,885,423,651	3,537,023,740	2,765,120,873
Net Interest Income	4,095,704,742	3,724,159,447	1,262,798,496	1,265,721,072
Investment Income	1,615,936,921	1,776,602,312	646,495,731	642,047,426
Commission, Exchange and Brokerage	1,972,129,663	1,170,491,129	688,470,092	420,610,103
Other Operating Income	385,129,961	364,730,379	134,276,708	114,569,073
Total Operating Income	3,973,196,546	3,111,822,820	1,469,692,532	1,177,226,602
Less: Provision for Loans, Investment & Other	8,068,901,288	7,035,983,268	2,732,491,028	2,442,947,674
Specific Provision for Loans & Advances	2,148,427,233	1,825,645,268	853,304,730	628,083,587
General Provision for Loans & Advances	603,953,617	517,194,561	208,581,352	175,378,810
Provision for Off Balance Sheet Items	2,793,027	2,536,720	1,060,167	994,198
Provision for Margin Loan & Investment in Shares	18,281,893	16,197,759	6,734,933	6,345,416
Provision for Other Asset	93,846,120	91,243,186	30,299,889	30,595,190
Less: Income Tax Expenses	15,511,333	14,716,333	4,884,000	4,644,000
Directors' Fees	2,093,200	2,576,600	577,600	687,100
Auditors' Fees	324,124	287,787	127,554	116,588
Depreciation and Repair of Bank's Properties	368,726,772	346,577,892	135,305,843	121,954,818
Other Expenses	843,095,671	648,978,595	255,957,286	192,833,574
Total Operating Expenses	4,097,052,991	3,465,954,701	1,496,833,354	1,161,833,280
Profit Before Provision	3,971,848,297	3,570,028,567	1,235,657,674	1,281,114,393
Less: Provision for Loans, Investment & Other	1,535,899,850	1,426,850,000	645,423,200	730,190,000
Specific Provision for Loans & Advances	225,788,000	19,375,000	19,824,000	(17,200,000)
General Provision for Loans & Advances	126,451,950	148,920,000	39,604,000	(1,780,000)
Provision for Off Balance Sheet Items	59,300,000	57,000,000	16,300,000	24,000,000
Provision for Margin Loan & Investment in Shares	30,000,000	-	20,000,000	-
Provision for Other Asset	1,977,439,800	1,652,145,000	741,151,200	735,210,000
Profit Before Tax	1,994,408,497	1,917,883,567	494,506,474	545,904,393
Less: Income Tax Expenses	760,132,203	763,399,346	160,805,662	264,140,601
Current Tax Expenses	1,330,210,501	1,253,192,582	411,457,699	532,311,355
Deferred Tax Expenses/(Income)	(570,078,298)	(489,793,236)	(250,652,037)	(268,170,755)
Net Profit After Tax	1,234,276,295	1,154,484,221	333,700,812	281,763,793
Shareholders' of the Bank	1,234,276,295	1,154,484,221	333,700,812	281,763,793
Minority Interest	2,028	2,906	416	951
Retained Surplus Brought Forward	2,175,943,964	1,722,348,545	2,175,943,964	1,722,348,545
Appropriations:	3,410,218,231	2,876,829,860	2,509,644,360	2,004,111,387
Bonus Share Issued during the year	663,894,040	637,070,040	-	-
Transferred to Statutory Reserve	378,796,899	362,421,570	94,625,848	99,954,783
Retained Surplus, Carried Forward	1,042,690,339	999,491,610	94,625,848	99,954,783
Earnings Per Share (EPS) (2018 Restated)	1.90	1.77	0.51	0.43

Chairman **Vice Chairman** **Managing Director & CEO**
Group Chief Financial Officer **Group Company Secretary**

Condensed Consolidated Statement of Cash Flow (Unaudited)
For the period ended 30 September 2019

Particulars	01 January to 30 September 2019		01 January to 30 September 2018	
	BDT	BDT	BDT	BDT
A) Cash Flows from Operating Activities:				
Interest Received	14,852,328,964	12,983,839,502		
Interest Paid on Deposits, Borrowings, etc.	(7,796,222,026)	(6,498,386,605)		
Dividend Income	19,754,304	50,446,339		
Fees & Commission Income	1,972,129,663	1,170,491,129		
Recoveries of Loans previously written off	4,271,000	1,170,491,129		
Cash Paid to Employees as Salaries and Allowances	(2,163,938,566)	(1,840,361,601)		
Cash Paid to Suppliers	(93,846,120)	(91,243,186)		
Advance Income Tax Paid	(703,165,393)	(730,316,666)		
Cash Received from Other Operational Income	498,838,473	722,999,923		
Cash Paid for Other Operational Expenses	(1,571,060,585)	(1,283,897,636)		
Cash Flows from Operating Activities before Changes in Net Current Assets :	5,057,529,515	4,483,571,198		
Loans & Advances	(15,411,662,080)	(13,027,550,552)		
Other Assets	(949,473,027)	(706,473,593)		
Bank Deposit	(10,899,675,000)	(7,149,625,000)		
Customers' Deposits	26,328,517,167	10,957,940,198		
Borrowing from Other Banks, Financial Institutions & Agents	4,295,175,874	3,166,591,331		
Other Liabilities	800,908,505	652,650,756		
Net Cash Flows from Operating Activities	4,163,791,439	(6,106,466,860)		
B) Cash Flows from Investing Activities:				
Investments in T. Bills, T. Bonds and other Investments in Shares & Bonds	(7,737,569,326)	(912,311,198)		
Purchase of Premises & Fixed Asset (net)	(165,182,109)	(208,339,276)		
Net Cash Flows from Investing Activities	(8,442,249,949)	(1,134,646,567)		
C) Cash Flows from Financing Activities:				
Issue of new share with premium	820,598,598	-		
Subordinated debt	-	-		
Dividend Paid	-	-		
Net Cash Flows from Financing Activities	820,598,598	-		
D) Net Increase in Cash and Cash Equivalents	1,542,947,088	(2,937,190,203)		
E) Effect of Changes of Exchange Rates on Cash and Cash Equivalents	2,358,692	1,245,459		
F) Opening Cash and Cash Equivalents	17,059,496,243	20,567,156,381		
Closing Cash and Cash Equivalents (D+E+F)	18,658,531,538	17,631,211,638		
The above closing Cash and Cash Equivalents include:				
Cash in Hand	3,383,749,866	3,017,499,803		
Balance with Bangladesh Bank and its Agent Bank	10,801,450,813	9,467,502,362		
Balance with Other Banks & Financial Institutions	4,471,487,459	4,892,993,973		
Money at Call and Short Notice	-	251,250,000		
Prize Bond	1,843,400	1,965,500		
Net Operating Cash Flows Per Share (2018 Restated)	13.76	(2.42)		

Chairman **Vice Chairman** **Managing Director & CEO**
Group Chief Financial Officer **Group Company Secretary**

DISCLOSURE ON THIRD QUARTER UN-AUDITED CONSOLIDATED FINANCIAL STATEMENTS

Particulars	Amount in BDT	
	As on September 30, 2019	As on September 30, 2018
Net Asset Value (NAV) (Million)	15,259.39	12,754.54
Net Asset Value (NAV) per share (2018 Restated)	22.78	19.04
Earnings Per Share (EPS) (2018 Restated)	1.90	1.77
Net Operating Cash Flow Per Share (2018 Restated)	13.76	(2.42)

Mutual Trust Bank Limited and its Subsidiaries
 Selective Notes to the Condensed Interim Financial Statements
 As at and for the half year ended 30 September 2019

1.0 Legal status and nature of the Bank
 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 114 (One Hundred and Fourteen) branches including 14 (Fourteen) SME/Agri Branches all over the Bangladesh, 120 (One Hundred and Twenty) Agent Branch Centre and 03 (Three) air lounges and 02 (Two) Booths located at Hazrat Shahjalal International Airport, Dhaka.

1.1 Principal Activities
 The principal activities of the bank are to provide all kinds of commercial banking services to its customers through its branches and offices in Bangladesh such as accepting deposits, corporate, SME and retail banking, personal financial services, project finance, etc.

1.2 Off-Shore Banking Unit (OBU)
 The Bank obtained Off-shore Banking Unit Permission vide Letter No. BRPD (P-3)744(105)/2009-4470 dated December 3, 2009 and commenced its operation on 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.

1.3 Subsidiary Companies

1.3.1 MTB Securities Limited (MTBSL)
 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 Bangladesh Securities and Exchange Commission (BSEC). The Brokerage registration is REG 3.1/DSE-197/2010/427 and Dealer registration is REG 3.1/DSE-197/2010/428.

1.3.2 MTB Exchange (UK) Limited (MTB UK)
 Bangladesh Bank vide its letter No. BRPD(M)204/25/2010-289 dated 19/08/2010 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 September 14, 2010 under the Companies Act 2006 of UK with the registration number 7282261 as a private company limited by shares. The registered office is located at 25 White Chapel Road, London, United Kingdom.

1.3.3 MTB Capital Limited (MTBCL)
 The Bank obtained permission to embark upon Merchant Banking from the Securities and Exchange Commission (SEC) vide its certificate

No. MB-55/2010 dated December 06, 2010 under the Securities and Exchange Commission Act, 1993. The operation has started as on April 17, 2011.