



# UN-AUDITED FINANCIAL STATEMENTS

## FOR THE 1<sup>st</sup> QUARTER ENDED MARCH 31, 2015



মিউচুয়াল ট্রাস্ট ব্যাংক লিমিটেড  
**Mutual Trust Bank Ltd.**  
*you can bank on us*

### Consolidated Balance Sheet (Un-Audited) As at March 31, 2015

	March 2015 BDT	December 2014 BDT
<b>Property and Assets</b>		
<b>Cash</b>	<b>9,060,412,402</b>	<b>8,933,605,158</b>
In Hand (Including Foreign Currency)	1,915,222,879	1,592,524,446
With Bangladesh Bank and its agent Bank (including Foreign Currency)	7,145,189,523	7,341,080,712
<b>Balance with Other Banks &amp; Financial</b>	<b>2,534,090,014</b>	<b>2,173,783,801</b>
In Bangladesh	2,237,627,752	1,898,902,497
Outside Bangladesh	296,462,262	274,881,304
<b>Money at Call and Short Notice</b>	-	-
<b>Investments</b>	<b>18,762,347,936</b>	<b>20,767,846,269</b>
Government	16,510,789,782	18,479,093,705
Others	2,251,558,154	2,288,752,564
<b>Loans and Advances</b>	<b>82,915,307,151</b>	<b>77,140,918,049</b>
Loans, Cash Credit, Overdrafts, etc.	80,620,327,511	74,940,867,534
Bills Purchased and Discounted	2,294,979,640	2,200,050,515
<b>Fixed Asset including Premises, Furniture &amp; Fixture</b>	<b>2,457,179,712</b>	<b>2,488,892,429</b>
<b>Other Assets</b>	<b>5,155,278,947</b>	<b>4,795,916,269</b>
<b>Non-Banking Asset</b>	-	-
<b>Total Property and Asset</b>	<b>120,884,616,162</b>	<b>116,300,961,975</b>
<b>Liabilities and Capital</b>		
<b>Borrowing from other Banks, Financial Institutions &amp; Agents</b>	<b>2,250,584,345</b>	<b>3,744,412,388</b>
<b>Deposit and Other Accounts</b>	<b>101,460,231,139</b>	<b>96,064,737,073</b>
Current Deposit & Other Accounts	18,856,024,436	16,220,582,771
Bills Payable	1,284,169,672	1,284,280,568
Savings Deposit	14,955,486,117	14,384,269,440
Fixed Deposit	50,580,279,033	49,411,783,655
Deposit-Products	15,784,271,881	14,763,820,639
<b>Other Liabilities</b>	<b>7,622,862,754</b>	<b>7,221,285,354</b>
<b>Subordinated Debt</b>	<b>2,500,000,000</b>	<b>2,500,000,000</b>
<b>Total Liabilities</b>	<b>113,833,678,238</b>	<b>109,530,434,815</b>
<b>Capital/Shareholders' Equity</b>		
Paid up Capital	3,077,633,060	3,077,633,060
Statutory Reserve	2,384,457,422	2,276,079,020
Revaluation Reserve on Investment in Securities	547,724,727	520,276,266
Foreign Currency Translation gain	5,870,715	2,344,209
General Reserve	276,777,324	276,777,324
Retained Earnings	758,354,594	617,298,134
<b>Total Shareholders' Equity</b>	<b>7,050,817,841</b>	<b>6,770,408,013</b>
<b>Minority Interest</b>	<b>120,084</b>	<b>119,147</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>120,884,616,162</b>	<b>116,300,961,975</b>
<b>Net Asset Value (NAV) per share</b>	<b>22.91</b>	<b>22.00</b>
<b>Off-Balance Sheet Items</b>		
<b>Contingent Liabilities</b>		
Letter of Guarantee	6,786,681,615	7,021,192,518
Irrevocable Letter of Credit	10,315,436,029	8,207,237,141
Bills for Collection	4,527,788,792	3,191,555,490
Other Contingent Liabilities	12,493,208,657	12,381,817,631
<b>Total Off-Balance Sheet Items including Contingent Liabilities</b>	<b>34,123,115,093</b>	<b>30,801,802,780</b>
SD/- Group Chief Financial Officer	SD/- Deputy Managing Director	SD/- Managing Director & CEO

### Consolidated Profit and Loss Account (Un-Audited) For the Period ended March 31, 2015

Particulars	March '2015 BDT	March'2014 BDT
Interest Income	2,628,578,133	2,269,200,433
Less: Interest Paid on Deposit and Borrowing, etc.	1,916,448,471	2,054,923,355
<b>Net Interest Income</b>	<b>712,129,663</b>	<b>214,277,078</b>
Income from Investments	435,074,270	699,933,437
Commission, Exchange and Brokerage	233,068,881	205,907,964
Other Operating Income	83,688,997	90,116,643
<b>Total Operating Income</b>	<b>751,832,148</b>	<b>995,958,043</b>
<b>Less: Operating Expenditure:</b>		
Salary and Allowances	388,415,901	243,299,602
Rent, Tax, Insurance and Electricity	133,619,632	111,617,963
Legal Expense	829,880	613,578
Postage, Stamps and Telephone	5,298,292	4,715,805
Printing, Stationery and Advertisement	18,109,366	20,481,620
Managing Director's Remuneration	2,760,000	2,595,000
Directors' Fee	304,750	273,250
Audit Fee	-	-
Depreciation on and Repair to Bank's Property	69,756,457	67,375,253
Other Expenditure	157,181,352	152,680,899
<b>Total Operating Expenses</b>	<b>776,275,630</b>	<b>603,652,970</b>
<b>Profit Before Provision</b>	<b>687,686,180</b>	<b>606,582,151</b>
Less: Provision against Loans & Advances including Off Balance Sheet Items	132,998,231	132,631,061
Less: Provision against Investment in Quoted Shares	15,000,000	40,233,278
<b>Total Provision</b>	<b>147,998,231</b>	<b>172,864,339</b>
<b>Profit Before Tax</b>	<b>539,687,949</b>	<b>433,717,812</b>
<b>Less: Income Tax expenses</b>	<b>290,252,151</b>	<b>248,299,920</b>
<b>Net Profit After Tax</b>	<b>249,435,798</b>	<b>185,417,893</b>
<b>Attributable to:</b>		
Shareholders of the Bank	249,434,861	185,410,552
Minority Interest	937	7,341
<b>Retained Surplus Brought Forward</b>	<b>249,435,798</b>	<b>185,417,893</b>
<b>Appropriation:</b>		
Transferred to Statutory Reserve	617,298,134	294,423,377
<b>Retained Surplus, Carried Forward</b>	<b>866,732,995</b>	<b>479,833,929</b>
<b>Earnings Per Share</b>	<b>0.81</b>	<b>0.60</b>
SD/- Group Chief Financial Officer	SD/- Deputy Managing Director	SD/- Managing Director & CEO

### Consolidated Statement of Cash Flow (Un-Audited) For the Period ended March 31, 2015

	January to March 2015 BDT	January to March 2014 BDT
<b>A) Cash Flow From Operating Activities:</b>		
Interest Received	3,062,622,122	2,966,843,943
Interest Paid on Deposits, Borrowings, etc.	(1,646,022,236)	(1,868,692,261)
Dividend Income	1,030,281	2,289,926
Fees & Commission Income	233,068,881	162,825,772
Cash Paid to Employees as Salaries and Allowances	(391,175,901)	(240,894,602)
Advance Income Tax Paid	(185,085,069)	(62,326,847)
Cash Received From Other Operational Income	149,837,725	133,219,046
Cash Paid for Other Operational Expenses	(323,928,433)	(300,278,184)
<b>Cash Flow From Operating Activities Before Changes in Net Current Asset</b>	<b>900,347,371</b>	<b>792,986,794</b>
<b>Changes in Net Current Asset :</b>		
Investment in Treasury Bond	812,788,097	(3,219,099,059)
Loans & Advances	(5,774,389,102)	(1,683,846,705)
Other Asset	(174,277,609)	(170,320,142)
Customers' Deposit	4,639,569,448	3,356,615,047
Borrowing from Other Banks, Financial Institutions & Agents	(1,493,828,043)	3,392,499,599
Other Liabilities	401,577,400	(185,889,807)
<b>Net Cash Flow From Operating Activities</b>	<b>(1,588,559,809)</b>	<b>1,489,958,932</b>
<b>B) Cash Flow From Investing Activities:</b>		
Investments in Shares & Bonds	37,194,410	(46,476,583)
Purchase of Premises & Fixed Asset (net)	(23,255,055)	(51,090,788)
<b>Net Cash Flow From Investing Activities</b>	<b>13,939,355</b>	<b>(97,567,371)</b>
<b>C) Cash Flow From Financing Activities:</b>		
<b>Net Cash Flow From Financing Activities</b>	-	-
<b>D) Net Increase in Cash and Cash Equivalents</b>	<b>(674,273,083)</b>	<b>2,185,378,354</b>
<b>E) Effect of Changes of Exchange Rates on Cash and Cash Equivalents</b>	<b>5,870,715</b>	<b>3,312,627</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>11,695,479,811</b>	<b>16,509,873,364</b>
<b>The above closing Cash and Cash Equivalents include:</b>		
Cash in Hand	1,915,222,879	1,646,777,873
Balance with Bangladesh Bank and its Agent Bank	7,145,189,523	5,877,608,713
Balance with Other Banks & Financial Institutions	2,534,090,014	3,384,544,681
Money at Call and Short Notice	-	660,829,167
Treasury Bill	98,177,996	4,936,497,231
Prize Bond	2,799,400	3,615,700
<b>Total</b>	<b>11,695,479,811</b>	<b>16,509,873,364</b>
SD/- Group Chief Financial Officer	SD/- Deputy Managing Director	SD/- Managing Director & CEO

### Consolidated Statement of Changes in Equity (Un-Audited) For the Period ended March 31, 2015

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Revaluation Surplus on Investments	Foreign Currency Translation Gain	Profit & Loss Account	Total	Minority Interest	Total
<b>Balance as at January 01, 2015</b>	<b>3,077,633,060</b>	<b>2,276,079,020</b>	<b>276,777,324</b>	<b>520,276,266</b>	<b>2,344,209</b>	<b>617,298,134</b>	<b>6,770,408,013</b>	<b>119,147</b>	<b>6,770,527,160</b>
Currency Translation differences	-	-	-	-	3,526,506	-	3,526,506	-	3,526,506
Revaluation Reserve transferred during the period	-	-	-	27,448,461	-	-	27,448,461	-	27,448,461
Net Profit for the year After Tax	-	-	-	-	-	249,434,861	249,434,861	937	249,435,798
Appropriation made during the period	-	108,378,401	-	-	-	(108,378,401)	-	-	-
<b>Balance as at March 31, 2015</b>	<b>3,077,633,060</b>	<b>2,384,457,422</b>	<b>276,777,324</b>	<b>547,724,727</b>	<b>5,870,715</b>	<b>758,354,594</b>	<b>7,050,817,841</b>	<b>120,084</b>	<b>7,050,937,925</b>
<b>Balance as at March 31, 2014</b>	<b>2,797,848,240</b>	<b>2,003,948,144</b>	<b>276,777,324</b>	<b>269,234,967</b>	<b>3,312,627</b>	<b>393,090,367</b>	<b>5,744,211,669</b>	<b>100,508</b>	<b>5,744,312,177</b>
SD/- Group Chief Financial Officer	SD/- Deputy Managing Director	SD/- Managing Director & CEO							

### Mutual Trust Bank Limited Notes to the Financial Statements For the period ended March 31, 2015

#### 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 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 103 (one hundred and three) branches, including 14 (fourteen) SME/Agri Branches all over the Bangladesh 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 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 incorporated as on September 23, 2010 as a Private Limited Company under the Companies Act 1994. The registered office of the MTBSL is located at WW Tower, 68 Motijheel. 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.

##### 1.3.2 MTB Exchange (UK) Limited (MTB UK)

Bangladesh Bank vide their 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) vides 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.

#### 2.0 Significant Accounting Policies

##### 2.1 Basis of Accounting

The financial statements of the Bank as at and for the period ended March 31, 2015 have been prepared under the historical cost convention, on a going concern basis and in accordance with the "first schedule (Sec- 38)" of the Bank Companies Act, 1991 as amended in 2013 and as per the BRPD circular no. 14 dated 25 June 2003, other Bangladesh Bank Circulars, International Financial Reporting Standards (IFRS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) as Bangladesh Financial Reporting Standards(BFRS) , The Companies Act 1994, The Securities and Exchange Rules 1987, Dhaka & Chittagong Stock Exchanges Listing Regulations, The Income Tax Ordinance 1984 and other laws and rules applicable in Bangladesh. All inter-branch account balances and transactions among the Corporate Head Office and the branches have been taken into account.

##### 2.2 Basis of Consolidation

The consolidated financial statements include the financial statements of Mutual Trust Bank Limited, Off-shore Banking Units and its subsidiaries, MTB Securities Limited, MTB Capital Limited and MTB Exchange (UK) Limited, made up to the end of the first quarter 2015. The consolidated financial statements are prepared to a common financial period ending March 31, 2015.

##### 2.3 Cash Flow Statement

Cash flow statement has been prepared in accordance with the Bangladesh Accounting Standard-7 "Cash Flow Statement" under direct method as recommended in the BRPD Circular no.14, dated 25 June 2003 issued by the Banking Regulation & Policy Department of Bangladesh Bank

##### 2.4 Provisions

##### 2.4.1 Loans and Advance

Provision for Loans and Advance have been made as per directives of Bangladesh Bank issued from time to time.

##### 2.4.2 Investment

Provisions for diminution in value of investment is made for loss arising on diminution value of investment in quoted shares.

##### 2.4.3 Off - Balance Sheet Exposures

Off-balance sheet items have been disclosed under contingent liabilities and other commitments according to Bangladesh Bank guidelines. As per BRPD Circular no.14, dated 23 September 2012, the Bank maintained provision @ 1% against off-balance sheet exposures.

##### 2.5 Earnings per Share

Earnings per Share (EPS) is calculated by dividing the profit or loss attributable to ordinary shareholders of the Bank by the weighted average number of ordinary shares outstanding during the period. The Bank calculates EPS in accordance with Bangladesh Accounting Standard (BAS) 33 "Earning per Share" which has been shown in the profit and loss account.

##### 2.6 Reporting Period

These financial statements cover the period from January 1 to March 31, 2015.