

# **UN-AUDITED FINANCIAL STATEMENTS**

FOR THE FIRST QUARTER ENDED MARCH 31, 2019



# মিউচুয়াল ট্রাস্ট ব্যাংক লিমিটেড Mutual Trust Bank Ltd.

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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 first quarter ended March 31, 2019. These Consolidated 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".

### Consolidated Balance Sheet (Un-Audited) As at March 31, 2019 March 31, 2019 December 31,2018 **Property and Assets** BDT 12.255.930.196 12.301.086.194 In Hand (Including Foreign Currency) With Bangladesh Bank and its agent Bank(s) (including Foreign Currency) 9.425.560.072 9,780,479,058 **Balance with Other Banks & Financial Institutions** 3,515,972,806 3,176,565,149 In Bangladesh 861.661.189 Outside Bangladesh 2.517.504.972 2.314.903.960 Money at Call and Short Notice 1.580.000.000 Investments 23,613,655,277 27,388,395,082 Government 24,421,226,713 3,085,335,969 2,967,168,369 Others **Loans and Advances** 173,231,757,442 166,145,119,129 Loans, Cash Credits, Overdrafts, etc Bills Purchased and Discounted 2,816,999,806 2,750,786,895 3,138,750,089 Fixed Assets including Premises, Furniture & Fixtures 3,128,176,263 9,731,589,036 8,725,556,034 Non-Banking Assets 225,487,654,846 222,444,897,850 **Total Property and Assets Liabilities and Capital** Borrowing from other Banks, Financial Institutions & Agents 21.792.752.751 19.640.823.048 **Deposits and Other Accounts** 165,540,960,666 166,160,290,425 Current Deposits & Other Accounts 1.703.433.803 Bills Payable 1.550.859.288 Savings Bank Deposits 28 368 170 899 28.239.575.869 Special Notice Deposits 11,793,664,504 12,863,186,737 **Fixed Deposits** 76,275,248,876 77,043,035,120 Deposit Products 33,094,593,324 32,220,158,580 Other Liabilities 17.064.069.790 15.964.827.954 7,400,000,000 **Subordinated Debts** 7,400,000,000 **Total Liabilities** 211,797,783,207 209,165,941,427 Capital/Shareholders' Equity Paid-up Capital 5.733.630.380 5.733.630.380 Statutory Reserve 4.227.330.409 4.096.004.358 Revaluation Reserve on Investment in Securities 472,099,167 480,328,680 Foreign Currency Translation gain/(loss) 4,844,919 6,143,266 General Reserve 786,777,324 786,777,324 Retained Earnings 2.465.059.978 13,689,742,177 13,278,827,972 Total Shareholders' Equity 129,462 128,451 **Minority Interest** 222,444,897,850 Total Liabilities and Shareholders' Equity 225,487,654,846 Net Asset Value (NAV) per share 23.88 23.16 Off-Balance Sheet Items Contingent Liabilities Acceptances and endorsements 29.131.493.993 28.001.688.309 24.993.358.267 19,295,388,283 Letter of guarantee Irrevocable letters of credit 20.909.898.668 16.622.625.028 Bills for collection 2.216.986.731 1.710.258.309 2,158,601 **65,632,118,531** Other contingent liabilities 1,410,083 Total Off-Balance Sheet Items including Contingent Liabilities 77,253,147,742 Managing Director & CEO Chairman Director

### Consolidated Profit and Loss Account (Un-Audited) For the Period ended March 31, 2019

<u>Particulars</u>	January 01 to March 31, 2019 BDT	January 01 to March 31, 2018 BDT		
Interest Income	4,116,941,865	3,541,389,372		
Less: Interest Paid on Deposits and Borrowings, etc.	2,766,502,583	2,367,964,829		
Net Interest Income	1,350,439,282	1,173,424,543		
Not into out mound	1,000,400,202	1,110,424,040		
Investment Income	481,318,313	507,889,762		
Commission, Exchange and Brokerage	552,713,694	339,292,695		
Other Operating Income	104,414,450	92,927,041		
	1,138,446,456	940,109,498		
Total Operating Income	2,488,885,738	2,113,534,041		
Less: Operating Expenses:				
Salary and Allowances	611,077,029	548,446,004		
Rent, Tax, Insurance and Electricity etc.	197,360,194	171,622,108		
Legal Expenses	1,330,460	904,848		
Postage, Stamps and Telecommunication etc.	5,081,746	4,998,153		
Stationery, Printing and Advertisements etc.	32,336,021	28,315,722		
Managing Director's Remuneration	3,519,000	3,354,000		
Directors' Fees	691,100	754,500		
Auditors' Fees	99,633	87,315		
Depreciation and Repair of Bank's Properties	102,452,054	98,394,461		
Other Expenses	310,088,537	231,095,090		
Total Operating Expenses	1,264,035,773	1,087,972,201		
Profit Before Provision	1,224,849,965	1,025,561,840		
Less: Provision for Loans,Investment & Other Specific Provision General Provision Off Balance Sheet Items Margin Loan & Investment in Shares Other Assets Total Provision Profit Before Tax	358,479,641 29,017,000 104,289,950 28,000,000 - 519,786,591 705,063,374	240,000,000 80,000,000 63,700,000 14,000,000 - 397,700,000 627,861,840		
Less: Income Tax Expenses	284,620,298	257,390,504		
Current Tax Expenses	415,989,970	364,593,064		
Deferred Tax Expenses/(Income)	(131,369,671)	(107,202,560)		
Net Profit After Tax	420,443,076	370,471,336		
Shareholders' of the Bank	420,442,064	370,470,865		
Minority Interest	1,012	471		
willonty interest	420,443,076	370,471,336		
Retained Surplus Brought Forward	2,175,943,964	1,722,348,545		
Totalios outplus brought I of ward	2,596,386,028	2,092,819,410		
Appropriations:	2,000,000,020	2,002,010,410		
Transferred to Statutory Reserve	131,326,051	120,840,019		
•	131,326,051	120,840,019		
Retained Surplus, Carried Forward	2,465,059,978	1,971,979,390		
Earnings Per Share (EPS) (2018 Restated)	0.73	0.65		
July rance Saul	_ M	lu.		
Chairman Director	Managing Directo	Managing Director & CEO		

### Consolidated Statement of Cash Flow (Un-Audited) For the Period ended March 31, 2019

Dividend Income	January 01 to January 01 to March 31, 2019 March 31, 2018 BDT BDT
Interest Paid on Deposits, Borrowings, etc.   Dividend Income   12,700,229   7,083,144   339,292,695   Recoveries of Loans previously written off   Cash Paid to Employees as Salaries and Allowances   (614,596,029)   (551,800,004)   (28,315,722)   (216,918,001)   (216,918,001)   (216,918	g Activities:
Dividend Income	4,479,364,444 4,004,503,153
Fees & Commission Income   Recoveries of Loans previously written off   Cash Paid to Employees as Salaries and Allowances   Cash Paid to Suppliers   Cash Paid to Suppliers   Cash Paid to Suppliers   Cash Paid to Suppliers   Cash Received from Other Operational Income   Cash Received from Other Operational Expenses   Cash Flows from Operating Activities   Defore Changes in Net Current Assets   Cash Flows from Operating Activities   Cash Salaries   Cash Sala	orrowings, etc. (1,847,062,741) (1,439,133,528)
Recoveries of Loans previously written off	
Cash Paid to Employees as Salaries and Allowances         (614,596,029)         (551,800,004)           Cash Paid to Suppliers         (32,336,021)         (28,315,722)           Advance Income Tax Paid         (171,125,204)         (216,918,001)           Cash Paid for Other Operational Expenses         (538,484,281)         (427,372,584)           Cash Flows from Operating Activities         1,902,269,163         1,783,361,644           Changes in Net Current Assets         (7,079,052,822)         (9,952,335,574)           Changes in Net Current Assets         (7,079,052,822)         (9,952,335,574)           Other Assets         (682,978,406)         (4,659,675,000)           Customers' Deposits         3,048,800,108         (3,280,754,963)           Customers' Deposits         3,048,800,108         (3,280,754,963)           Other Liabilities         (4,659,675,000)         (3,280,754,963)           Other Liabilities         (4,659,675,000)         (3,280,754,963)           Net Cash Flows from Operating Activities         (4,961,767,017)         (7,780,727,909)           B) Cash Flows from Investing Activities:         (4,961,767,017)         (7,680,727,309)           Investments in T. Bills, T. Bonds and other         (3,849,697,891)         (4,67,821,345)         (52,632,188)           Investments in Shares & Brick	552,713,694 339,292,695
Cash Paid to Suppliers	usly written off
Advance Income Tax Paid  Cash Received from Other Operational Income Cash Paid for Other Operational Expenses Cash Flows from Operating Activities before Changes in Net Current Assets  Changes in Net Current Assets:  Loans & Advances Other Assets Bank Deposit Customers' Deposits Borrowing from Other Banks, Financial Institutions & Agents Other Liabilities  Net Cash Flows from Investing Activities: Investments in T. Bills, T. Bonds and other Investments in Shares & Bonds Purchase of Premises & Fixed Asset (net) Net Cash Flows from Investing Activities: Subordinated debt Dividend Paid Net Cash Flows from Financing Activities  D) Net Increase in Cash and Cash Equivalents Effect of Changes of Exchange Rates on Cash and Cash Equivalents Closing Cash and Cash Equivalents Cash in Hand  (2,830,370,125] (211,1125,204) (61,095,072 (638,484,281) (427,372,584) (445,51,644 (427,372,584) (427,372,584) (427,372,584) (427,372,584) (445,172,920) (5,684,081,510) (6,864,036,180) (6,864,036,180) (6,864,036,180) (6,864,036,180) (6,864,036,180) (6,864,036,180) (6,864,036,180) (6,864,036,180) (6,864,	Salaries and Allowances (614,596,029) (551,800,004)
Cash Received from Other Operational Income Cash Paid for Other Operational Expenses Cash Flows from Operating Activities before Changes in Net Current Assets  Changes in Net Current Assets:  Loans & Advances Other Assets  Bank Deposit Customers' Deposits Borrowing from Other Banks, Financial Institutions & Agents Other Liabilities  Net Cash Flows from Operating Activities Investments in T. Bills, T. Bonds and other Investments in Shares & Bonds Purchase of Premises & Fixed Asset (net) Net Cash Flows from Financing Activities Subordinated debt Dividend Paid Net Cash Flows from Financing Activities  D) Net Increase in Cash and Cash Equivalents E) Effect of Changes of Exchange Rates on Cash and Cash Equivalents Closing Cash and Cash Equivalents Cash in Hand  Changes in Net Current Assets  1,902,269,163 1,783,361,644  1,707,9,052,822) (9,952,335,574) (44,517,926) (44,517,926) (44,517,926) (44,517,926) (44,517,926) (44,517,926) (44,517,926) (44,517,926) (44,517,926) (44,517,926) (44,517,926) (44,517,926) (44,517,926) (44,517,926) (44,517,926) (3,280,754,963) (1,684,036,180) (1,644,184,798) 2,151,929,702 5,170,968,981 2,151,929,702 5,170,968,981 2,151,929,702 5,170,968,981 (1,644,184,798) 2,151,929,702 5,170,968,981 (1,7780,727,909)  183,734,727 (6,864,036,180) (9,564,089,553) (4,961,767,017) (7,780,727,909)  183,734,727 (6,864,036,180) (1,644,184,798) 2,151,929,702 5,170,968,981 2,151,929,902 5,170,968,981 2,151,929,902 5,170,909 6,840,901,901 6,840,901,901 6,840,90	(32,336,021) (28,315,722)
Cash Paid for Other Operational Expenses         (538,484,281)         (427,372,584)           Cash Flows from Operating Activities before Changes in Net Current Assets         1,902,269,163         1,783,361,644           Changes in Net Current Assets:         (7,079,052,822)         (9,952,335,574)           Other Assets         (692,978,406)         (41,517,926)           Bank Deposit         (4,659,675,000)         (3,280,754,963)           Customers' Deposits         3,048,800,108         (1,644,184,798)           Borrowing from Other Banks, Financial Institutions & Agents         2,151,929,702         5,170,968,981           Other Liabilities         (6,864,036,180)         (9,564,089,553)           Net Cash Flows from Operating Activities         (4,961,767,017)         (7,780,727,909)           B) Cash Flows from Investing Activities:         (4,961,767,017)         (7,780,727,909)           B) Cash Flows from Investing Activities:         3,884,697,891         2,467,821,345           Investments in Shares & Bonds         (118,167,600)         (52,632,188)           Purchase of Premises & Fixed Asset (net)         (89,193,269)         (38,869,624)           Net Cash Flows from Investing Activities:         (89,193,269)         (38,869,624)           Subordinated debt         -         -         -           Dividend Paid	(171,125,204) (216,918,001)
Cash Flows from Operating Activities before Changes in Net Current Assets         1,902,269,163         1,783,361,644           Changes in Net Current Assets:         (7,079,052,822)         (9,952,335,574)           Other Assets         (692,978,406)         (41,517,926)           Bank Deposit         (4,659,675,000)         (3,280,754,963)           Customers' Deposits         3,048,800,108         (1,644,184,798)           Borrowing from Other Banks, Financial Institutions & Agents         2,151,929,702         5,170,968,981           Other Liabilities         3,66,440,239         183,734,727           (6,864,036,180)         (9,564,089,553)           Net Cash Flows from Operating Activities:         (4,961,767,017)         (7,780,727,909)           B) Cash Flows from Investing Activities:         3,884,697,891         2,467,821,345           Investments in T. Bills, T. Bonds and other         3,884,697,891         (52,632,188)           Purchase of Premises & Fixed Asset (net)         (89,193,269)         (38,869,624)           Net Cash Flows from Investing Activities         3,677,337,022         2,376,319,533           C) Cash Flows from Financing Activities         -         -         -           Subordinated debt         -         -         -           Dividend Paid         -         -         - <td>Operational Income 61,095,072 96,022,491</td>	Operational Income 61,095,072 96,022,491
Defore Changes in Net Current Assets	onal Expenses (538,484,281) (427,372,584)
Changes in Net Current Assets :  Loans & Advances Other Assets Bank Deposit Customers' Deposits Borrowing from Other Banks, Financial Institutions & Agents Other Liabilities Other Liabilities  Net Cash Flows from Operating Activities Investments in T. Bills, T. Bonds and other Investments in Shares & Bonds Purchase of Premises & Fixed Asset (net) Net Cash Flows from Investing Activities Net Cash Flows from Investing Activities Other Liabilities  Investments in Shares & Bonds Purchase of Premises & Fixed Asset (net) Net Cash Flows from Investing Activities  C) Cash Flows from Investing Activities  C) Cash Flows from Investing Activities  C) Cash Flows from Financing Activities  C) Cash	g Activities
Coans & Advances	rrent Assets 1,902,269,163 1,783,361,644
Coans & Advances	ssets :
Other Assets         (692,978,406)         (41,517,926)           Bank Deposit         (4,659,675,000)         (3,280,754,963)           Customers' Deposits         3,048,800,108         (1,644,184,798)           Borrowing from Other Banks, Financial Institutions & Agents         2,151,929,702         5,170,968,981           Other Liabilities         366,440,239         183,734,727           (6,864,036,180)         (9,564,089,553)           Net Cash Flows from Investing Activities:         (4,961,767,017)         (7,780,727,909)           B) Cash Flows from Investing Activities:         (118,167,600)         (52,632,188)           Investments in Shares & Bonds         (118,167,600)         (52,632,188)           Purchase of Premises & Fixed Asset (net)         (89,193,269)         (38,869,624)           Net Cash Flows from Investing Activities         3,677,337,022         2,376,319,533           C) Cash Flows from Financing Activities:         -         -           Subordinated debt         -         -           Dividend Paid         -         -           Net Cash Flows from Financing Activities         -         -           E) Effect of Changes of Exchange Rates         (1,284,429,995)         (5,404,408,376)           E) Effect of Changes of Exchange Rates         (1,298,347)         (1	
Bank Deposit	
Customers' Deposits   Borrowing from Other Banks, Financial Institutions & Agents   Closing Grom Other Banks, Financial Institutions & Agents   Closing Cash and Cash Equivalents (Deposite Sands)   Closing Cash and Cash Equivalents (Deposite Cash in Hand   Closing Cash and Cash Equivalents (Deposite Cash in Hand   Closing Cash and Cash Equivalents (Deposite Cash in Hand   Closing Cash and Cash Equivalents (Deposite Cash in Hand   Closing Cash and Cash Equivalents (Deposite Cash Cash Cash Cash Equivalents (Deposite Cash Cash Cash Cash Equivalents (Deposite Cash Cash Cash Cash Cash Equivalents (Deposite Cash Cash Cash Cash Cash Cash Equivalents (Deposite Cash Cash Cash Cash Cash Cash Cash Equivalents (Deposite Cash Cash Cash Cash Cash Cash Cash Equivalents (Deposite Cash Cash Cash Cash Cash Cash Cash Cash	
Borrowing from Other Banks, Financial Institutions & Agents Other Liabilities   366,940,239   183,734,727   (6,864,036,180)   (9,564,089,553)   (4,961,767,017)   (7,780,727,909)   (7,80,727,909)	
Other Liabilities         366,940,239 (6,864,036,180) (9,564,089,553)         183,734,727 (6,864,036,180) (9,564,089,553)           Net Cash Flows from Operating Activities         (4,961,767,017) (7,780,727,909)           B) Cash Flows from Investing Activities:         3,884,697,891 (118,167,600) (52,632,188)         2,467,821,345 (118,167,600) (52,632,188)           Investments in Shares & Bonds         (118,167,600) (52,632,188) (52,632,188)         (418,167,600) (52,632,188) (52,632,188)           Purchase of Premises & Fixed Asset (net)         (89,193,269) (38,869,624) (38,869,624)         (38,699,624) (38,869,624) (38,869,624)           Net Cash Flows from Investing Activities         3,677,337,022 (2,376,319,533)         2,376,319,533           C) Cash Flows from Financing Activities:         3,677,337,022 (2,376,319,533)         2,376,319,533           C) Cash Flows from Financing Activities         -         -           Dividend Paid         -         -           Net Cash Flows from Financing Activities         -         -           D) Net Increase in Cash and Cash Equivalents         (1,284,429,995) (5,404,408,376)         (5,404,408,376)           E) Effect of Changes of Exchange Rates         (1,298,347) (1,571,621)         (1,571,621)           F) Opening Cash and Cash Equivalents         17,059,496,243 (2,567,156,381)         15,161,176,385           The above closing Cash and Cash Equivalents include:         2	
Net Cash Flows from Operating Activities	
Net Cash Flows from Operating Activities         (4,961,767,017)         (7,780,727,909)           B) Cash Flows from Investing Activities:	
Investments in T. Bills, T. Bonds and other   3,884,697,891   2,467,821,345   (118,167,600)   (52,632,188)   (118,167,600)   (52,632,188)   (118,167,600)   (89,193,269)   (38,869,624)	
Investments in Shares & Bonds	
Purchase of Premises & Fixed Asset (net)         (89,193,269)         (38,869,624)           Net Cash Flows from Investing Activities         3,677,337,022         2,376,319,533           C) Cash Flows from Financing Activities:         -         -           Subordinated debt         -         -           Dividend Paid         -         -           Net Cash Flows from Financing Activities         -         -           D) Net Increase in Cash and Cash Equivalents         (1,284,429,995)         (5,404,408,376)           E) Effect of Changes of Exchange Rates         (1,298,347)         (1,571,621)           F) Opening Cash and Cash Equivalents         17,059,496,243         20,567,156,381           Closing Cash and Cash Equivalents (D+E+F)         15,773,767,902         15,161,176,385           The above closing Cash and Cash Equivalents include:         2,830,370,125         2,616,128,306	
Net Cash Flows from Investing Activities         3,677,337,022         2,376,319,533           C) Cash Flows from Financing Activities:         -         -           Subordinated debt         -         -           Dividend Paid         -         -           Net Cash Flows from Financing Activities         -         -           D) Net Increase in Cash and Cash Equivalents         (1,284,429,995)         (5,404,408,376)           E) Effect of Changes of Exchange Rates         (1,298,347)         (1,571,621)           F) Opening Cash and Cash Equivalents         17,059,496,243         20,567,156,381           Closing Cash and Cash Equivalents (D+E+F)         15,773,767,902         15,161,176,385           The above closing Cash and Cash Equivalents include:         2,830,370,125         2,616,128,306	
C) Cash Flows from Financing Activities:  Subordinated debt Dividend Paid Net Cash Flows from Financing Activities  D) Net Increase in Cash and Cash Equivalents E) Effect of Changes of Exchange Rates on Cash and Cash Equivalents (1,284,429,995) (5,404,408,376) E) Effect of Changes of Exchange Rates on Cash and Cash Equivalents (1,298,347) (1,571,621) F) Opening Cash and Cash Equivalents Closing Cash and Cash Equivalents (D+E+F) The above closing Cash and Cash Equivalents include: Cash in Hand  2,830,370,125	, ,
Subordinated debt         -         -           Dividend Paid         -         -           Net Cash Flows from Financing Activities         -         -           D) Net Increase in Cash and Cash Equivalents         (1,284,429,995)         (5,404,408,376)           E) Effect of Changes of Exchange Rates         (1,298,347)         (1,571,621)           F) Opening Cash and Cash Equivalents         17,059,496,243         20,567,156,381           Closing Cash and Cash Equivalents (D+E+F)         15,773,767,902         15,161,176,385           The above closing Cash and Cash Equivalents include:         2,830,370,125         2,616,128,306	
Dividend Paid         -         -           Net Cash Flows from Financing Activities         -         -           D) Net Increase in Cash and Cash Equivalents         (1,284,429,995)         (5,404,408,376)           E) Effect of Changes of Exchange Rates         (1,298,347)         (1,571,621)           F) Opening Cash and Cash Equivalents         17,059,496,243         20,567,156,381           Closing Cash and Cash Equivalents (D+E+F)         15,773,767,902         15,161,176,385           The above closing Cash and Cash Equivalents include:         2,830,370,125         2,616,128,306	g Activities:
Net Cash Flows from Financing Activities         -         -           D) Net Increase in Cash and Cash Equivalents         (1,284,429,995)         (5,404,408,376)           E) Effect of Changes of Exchange Rates         (1,298,347)         (1,571,621)           F) Opening Cash and Cash Equivalents         17,059,496,243         20,567,156,381           Closing Cash and Cash Equivalents (D+E+F)         15,773,767,902         15,161,176,385           The above closing Cash and Cash Equivalents include: Cash in Hand         2,830,370,125         2,616,128,306	•   •
D) Net Increase in Cash and Cash Equivalents E) Effect of Changes of Exchange Rates on Cash and Cash Equivalents (1,298,347) (1,571,621) F) Opening Cash and Cash Equivalents Closing Cash and Cash Equivalents (D+E+F) The above closing Cash and Cash Equivalents include: Cash in Hand  (1,284,429,995) (5,404,408,376) (1,571,621) (1,	
E) Effect of Changes of Exchange Rates on Cash and Cash Equivalents (1,298,347) (1,571,621)  F) Opening Cash and Cash Equivalents 17,059,496,243 20,567,156,381 15,773,767,902 15,161,176,385  The above closing Cash and Cash Equivalents include: Cash in Hand 2,830,370,125 2,616,128,306	
on Cash and Cash Equivalents         (1,298,347)         (1,571,621)           F) Opening Cash and Cash Equivalents         17,059,496,243         20,567,156,381           Closing Cash and Cash Equivalents (D+E+F)         15,773,767,902         15,161,176,385           The above closing Cash and Cash Equivalents include: Cash in Hand         2,830,370,125         2,616,128,306	
Closing Cash and Cash Equivalents (D+E+F)         15,773,767,902         15,161,176,385           The above closing Cash and Cash Equivalents include:         2,830,370,125         2,616,128,306	
The above closing Cash and Cash Equivalents include: Cash in Hand  2,830,370,125  2,616,128,306	
Cash in Hand 2,830,370,125 2,616,128,306	. , ,
Balance with Bangladesh Bank and its Agent Bank 9,425,560,072 10,259,539,236	
Balance with Other Banks & Financial Institutions 3,515,972,806 2,283,465,243	
Money at Call and Short Notice	
Prize Bond 1,864,900 2,043,600	
<u> 15,773,767,902</u> <u> 15,161,176,385</u>	<u>15,773,767,902</u> <u>15,161,176,385</u>
Net Operating Cash Flows Per Share (2018 Restated) (8.65) (13.57)	r Share (2018 Restated) (8.65) (13.57)
Mun.	a — Mu.

# Revaluation Foreign

Particulars	Paid-up Capital	Statutory Reserve	Reserve on Investment in Securities	Currency Translation Gain/(Loss)	General Reserve	Retained Earnings	Total	Minority Interest	Total
Balance as at January 01, 2019	5,733,630,380	4,096,004,358	480,328,680	6,143,266	786,777,324	2,175,943,964	13,278,827,972	128,451	13,278,956,423
Bonus Share Issued Currency Translation differences	-	-	-	(1,298,347)	-	-	(1,298,347)	-	(1,298,347)
Revaluation Reserve transferred during the period Net Profit for the period after Tax	-	-	(8,229,513) -	-	-	420,442,064	(8,229,513) 420,442,064	1,012	(8,229,513) 420,443,076
Appropriation made during the period	-	131,326,051	-	-		(131,326,051)	-	-	-
Balance as at March 31, 2019	5,733,630,380	4,227,330,409	472,099,167	4,844,919	786,777,324	2,465,059,978	13,689,742,177	129,462	13,689,871,639
Balance as at March 31, 2018	5,096,560,340	3,743,064,050	658,068,380	6,095,514	616,777,324	1,971,979,392	12,092,545,000	125,157	12,092,670,157
Chairman Di	~ Sallar rector		Anaging Director & C	EO	Group Chi	ef Financial Officer	Gro	oup Company	Secretary

Consolidated Statement of Changes in Equity (Un-Audited) For the Period ended March 31, 2019

# DISCLOSURE ON 1ST QUARTER UN-AUDITED CONSOLIDATED FINANCIAL STATEMENTS

### Amount in BDT

**Group Company Secreta** 

As on March 31, 2019	As on March 31, 2018
13,689.74	12,092.55
23.88	21.09
0.73	0.65
(8.65)	(13.57)
	2019 13,689.74 23.88 0.73

### **Mutual Trust Bank Limited**

Group Chief Financial Office

For the period ended March 31, 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 Fourteen) branches including 14 (fourteen) SME/Agri Branches all over the Bangladesh. 103 (One hundred and three) Agent Banking Centre and 02(Two) air lounge and 02 (Two) Booth 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 (BSC). The Brokerage registration is 3.1/DSE-197/2010/427 and Dealer registration is 3.1/DSE-197/2010/428.

# 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.

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,

### 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, 2019 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 & 2018) and as per the BRPD circular no. 14 dated 25 June 2003, other Bangladesh Bank Circulars, International Financial Reporting Standards (IFRS) approved by the Institute of Chartered Accountants of Bangladesh (ICAB) as the Bangladesh Financial Reporting council is yet to issue any financial reporting standard, The Companies Act 1994, The Securities and Exchange Rules 1987, Dhaka & Chittagong Stock Exchanges Listing Regulations 2015, The Income Tax Ordinance 1984 and other laws and rules applicable in Bangladesh. All inter-branch account balances and transactions among the Corporate Head 2.6 Composition of Shareholders' Equity: Office and the branches have been taken into account.

### 2.2 Basis of Consolidation

2.3 Cash Flow Statement

The consolidated financial statements include the financial statements of Mutual Trust Bank Limited, Off-shore Banking Units and its subsidiaries i.e. MTB Securities Limited, MTB Capital Limited and MTB Exchange (UK) Limited. The consolidated financial statements are prepared to a common financial period ending March 31, 2019.

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

2.4.1 Loans and Advance

Provision for Loans and Advance has been made as per directives/letter issued by Bangladesh Bank from time to time. As well as Bangladesh Bank letter Reference No. DBI-1/119/2019-419 dated April 28, 2019 regarding approval to defer the required provision amount over the next three years

### 2.4.2 Investment

Provisions for diminution in value of investment is made for loss arising from

competent authorities.

### 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 of September 23, 2012, Circular letter no.1 of January 03, 2018 and Circular no.7 of 21 June 2018 the Bank has maintained provision against off-balance sheet exposures.

### 2.5 Calculation of Deferred Tax:

Taxable temporary difference arising from the carrying value of fixed assets (625,762,813) Deductable temporary difference arising from the provision of classified loan 3,541,860,991 2,916,098,178 Net deductable temporary difference (a) 37.50% 1,093,536,817 Tax rate (b) Closing deferred tax assets (a\*b)
Opening deferred tax assets 962,138,373 131,398,444 Deferred tax income of the Bank (28,773) **131,369,671** Consolidated deferred tax income

Paid up Capital (573,363,038 Ordinary shares @ 10.00 each) Revaluation Reserve on Investment in Securities Foreign Currency Translation gain General Reserve Retained Earnings
Total Shareholders' Equity

Number of shares outstanding (b)

2.7 Net Asset Value Per Share (NAVPS):
Net assets value (NAV) per share as of Q1 2019: BDT 23.88 which was BDT 23.16 in December 2018. Calculation of the NAVPS furnished below:

### Net asset value/ No. of shares outstanding BDT Calculation of NAVPS: 13,689,742,177 Total net assets value (a)

Net asset value per share (a/b) 2.8 Earnings Per Share (EPS)
The Bank calculates EPS in accordance with International Accounting Standard (IAS) 33 "Earning per Share" which has been shown in the profit and loss account. EPS as of Q1 2019: BDT 0.73 as against BDT 0.65 (Restated, Original EPS: BDT 0.73) of Q1 2018. EPS has been increased

compare to the same period of last year due to increase of business volume,

decrease of the value of investment in quoted shares as per directives of the Interest income & exchange gain. Calculation of EPS as of Q1 2019 is as

Amount in BDT

### Calculation of Basic EPS: Net profit after tax/ No. of shares outstanding Net profit after tax (a)

Number of shares outstanding (b) 573.363.038 Earnings per share (a/b)

### 2.9 Net Operating Cash Flows Per Share (NOCFS) NOCFS has stood at (BDT 8.65) compare to the same period of last year of

(BDT 13.57) [Restated, Original NOCFS: BDT (15.27)] mainly due to reduction of gape between collection of deposits / fund and deployment of fund through advances over the same period of previous year. Calculation of NOCFS as of Q1 2019 is as under:

# Calculation of NOCFPS: Net operating cash flow/No. of shares outstanding

Total net operating cash flows (a) Number of shares outstanding (b) 573.363.038

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

BDT

5.733.630.380

4,227,330,409 472,099,167

4,844,919 786,777,324

13,689,742,177

573,363,038

a) 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.

b) Figures of the previous year/period have been rearranged to conform to the current period's presentation.

### 2.12 Review of the Financial Statements

These Un-Audited Financial Statements were reviewed by the MTB Board Audit Committee in its 2nd meeting for 2019 held on May 13, 2019 and was subsequently approved by the MTB Board in its 237th meeting held on May

2.13 Credit Rating Credit Rating Information and Services Limited (CRISL) has rated the Bank based on December 31, 2018 with "AA" (pronounced as Double A) in the Long Term and ST-2 for the Short Term. The date of rating was May 13, 2019.

Periods	Date of Rating	Long Term Rating	Short Term Rating
January to December 2018	May 13, 2019	AA	ST-2
January to December 2017	April 30, 2018	AA	ST-2