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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, Notification No. BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June, 2018 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, 2018. 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) / Bangladesh Accounting Standard (BAS) 34 'Interim Financial Reporting'.

Consolidated Balance Sheet (Un-Audited) As at September 30, 2018

| | September 30, 2018 | December 31, 2017 |
|---|------------------------|------------------------|
| | BDT | BDT |
| Property and Assets | | |
| Cash | 12,485,002,165 | 13,077,123,517 |
| In Hand (Including Foreign Currency) | 3,017,499,803 | 2,191,164,252 |
| With Bangladesh Bank and its agent Bank(s) (including Foreign Currency) | 9,467,502,362 | 10,885,959,265 |
| Balance with Other Banks & Financial Institutions | 4,892,993,973 | 2,798,256,664 |
| In Bangladesh | 3,218,135,828 | 1,030,004,295 |
| Outside Bangladesh | 1,674,858,145 | 1,768,252,369 |
| Money at Call and Short Notice | 251,250,000 | 4,690,000,000 |
| Investments | 25,844,574,928 | 25,105,802,134 |
| Government | 23,233,928,050 | 22,703,494,533 |
| Others | 2,610,646,877 | 2,402,307,601 |
| Loans and Advances | 158,634,866,511 | 145,606,993,782 |
| Loans, Cash Credits, Overdrafts, etc. | 156,065,586,884 | 143,429,214,788 |
| Bill Purchased and Discounted | 2,569,279,628 | 2,177,778,994 |
| Fixed Assets including Premises, Furniture & Fixtures | 3,154,457,154 | 3,211,265,364 |
| Other Assets | 8,913,508,111 | 7,264,492,733 |
| Non-Banking Assets | - | - |
| Total Property and Assets | 214,176,652,841 | 201,753,934,194 |
| Liabilities and Capital | | |
| Borrowing from other Banks, Financial Institutions & Agents | 19,584,269,429 | 16,417,678,099 |
| Deposits and Other Accounts | 156,957,112,519 | 151,776,065,501 |
| Current Deposits & Other Accounts | 14,293,948,715 | 14,652,100,509 |
| Bills Payable | 1,371,373,886 | 2,100,804,374 |
| Savings Bank Deposits | 28,319,894,444 | 27,479,479,774 |
| Special Notice Deposits | 13,840,454,186 | 11,721,963,726 |
| Fixed Deposits | 68,316,812,593 | 67,113,942,085 |
| Deposit Products | 30,814,628,694 | 28,707,775,033 |
| Other Liabilities | 16,880,604,168 | 13,798,103,840 |
| Subordinated Debts | 8,000,000,000 | 8,000,000,000 |
| Total Liabilities | 201,421,986,116 | 189,991,847,439 |
| Capital/Shareholders' Equity | | |
| Paid-up Capital | 5,733,630,380 | 5,096,560,340 |
| Statutory Reserve | 3,984,645,601 | 3,622,224,031 |
| Revaluation Reserve on Investment in Securities | 533,234,984 | 696,384,694 |
| Foreign Currency Translation gain/(loss) | 8,912,593 | 7,667,134 |
| General Reserve | 616,777,324 | 616,777,324 |
| Retained Earnings | 1,877,338,251 | 1,722,348,545 |
| Total Shareholders' Equity | 12,754,539,133 | 11,761,962,068 |
| Minority Interest | 127,592 | 124,686 |
| Total Liabilities and Shareholders' Equity | 214,176,652,841 | 201,753,934,194 |
| Net Asset Value (NAV) per share (2017 Restated) | 22.25 | 20.51 |
| Off-Balance Sheet Items | | |
| Contingent Liabilities | | |
| Letters of guarantee | 19,500,751,305 | 11,602,039,974 |
| Irrevocable letters of credit | 19,707,427,036 | 16,740,167,351 |
| Bills for collection | 2,053,273,889 | 2,442,346,145 |
| Acceptances and endorsements | 37,179,072,880 | 30,020,544,096 |
| Other contingent liabilities | - | - |
| Total Off-Balance Sheet Items including Contingent Liabilities | 78,440,525,111 | 60,805,097,566 |

DISCLOSURE ON 3RD QUARTER UN-AUDITED CONSOLIDATED FINANCIAL STATEMENTS

Amount in BDT

| | As on September 30, 2018 | As on September 30, 2017 |
|---|--------------------------|--------------------------|
| Net Asset Value (NAV) (Million) | 12,754.54 | 10,053.80 |
| Net Asset Value (NAV) per share (2017 Restated) | 22.25 | 17.53 |

| | Jan to Sep 2018 | Jan to Sep 2017 |
|---|-----------------|-----------------|
| Earnings Per Share (EPS) (2017 Restated) | 2.01 | 0.84 |
| Net Operating Cash Flow Per Share (2017 Restated) | (3.21) | (9.18) |

Mutual Trust Bank Limited
Notes to the Financial Statements
For the period ended September 30, 2018

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, 67 (Sixty Seven) Agent Banking Centres and 01 (One) 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 (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 19/03/2010 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.

2.0 Significant Accounting Policies

2.1 Basis of Accounting
The financial statements of the Bank as at and for the period ended September 30, 2018 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 2015, The Income Tax Ordinance 1994 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 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 September 30, 2018.

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 June 25, 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 has been made as per directives/letter issued by Bangladesh Bank from time to time. As well as Bangladesh Bank letter Reference No. DBI-1/119/2018-1209 dated April 11, 2018 regarding approval to defer the required provision amount over the next three years from 2018 to 2020.

2.4.2 Investment
Provisions for diminution in value of investment is made for loss arising from decrease of the value of investment in quoted shares as per directives of the competent authorities.

Consolidated Profit and Loss Account (Un-Audited) For the period ended September 30, 2018

| Particulars | Jan to Sep 2018 | Jan to Sep 2017 | Jul to Sep 2018 | Jul to Sep 2017 |
|---|-----------------------|----------------------|----------------------|----------------------|
| | BDT | BDT | BDT | BDT |
| Interest Income | 11,609,583,098 | 8,758,679,099 | 4,030,841,945 | 3,036,592,816 |
| Less: Interest Paid on Deposits and Borrowings, etc. | 7,853,975,483 | 5,742,488,561 | 2,754,750,030 | 1,965,375,881 |
| Net Interest Income | 3,755,607,615 | 3,016,190,538 | 1,276,091,915 | 1,071,216,935 |
| Investment Income | 1,745,154,144 | 1,525,455,030 | 631,676,583 | 551,493,954 |
| Commission, Exchange and Brokerage | 1,170,491,129 | 1,105,469,206 | 420,610,103 | 406,077,622 |
| Other Operating Income | 574,663,015 | 419,985,824 | 211,066,480 | 145,416,332 |
| Total Operating Income | 5,500,761,754 | 4,541,645,568 | 2,507,828,503 | 2,167,727,724 |
| Less: Operating Expenses: | | | | |
| Salary and Allowances | 1,825,645,268 | 1,623,988,278 | 628,083,587 | 597,441,669 |
| Rent, Tax, Insurance and Electricity etc. | 517,194,561 | 498,845,207 | 175,378,810 | 165,341,955 |
| Legal Expenses | 2,606,910 | 2,952,937 | 993,995 | 884,376 |
| Postage, Stamps and Telecommunication etc. | 16,197,759 | 14,289,729 | 6,345,416 | 4,496,449 |
| Stationery, Printing and Advertisements etc. | 73,942,571 | 77,049,627 | 22,056,331 | 26,842,209 |
| Managing Director's Remuneration | 14,716,333 | 13,921,334 | 4,644,000 | 4,404,000 |
| Directors' Fees | 2,576,600 | 2,574,100 | 887,100 | 981,600 |
| Auditors' Fees | 287,787 | 19,000 | 116,588 | 19,000 |
| Depreciation and Repair of Bank's Properties | 346,577,892 | 304,333,676 | 121,954,818 | 98,672,881 |
| Other Expenses | 662,820,022 | 639,453,558 | 199,277,579 | 251,805,539 |
| Total Operating Expenses | 3,462,565,703 | 3,177,428,444 | 1,159,738,223 | 1,150,889,678 |
| Profit Before Provision | 2,038,196,051 | 1,364,217,124 | 1,348,090,280 | 1,016,838,046 |
| Less: Provision for Loans, Investment & Other Specific Provision | 1,426,850,000 | 871,080,637 | 730,190,000 | 479,700,000 |
| General Provision | 19,375,000 | 373,384,835 | (17,200,000) | 43,600,000 |
| Off Balance Sheet Items | 148,920,000 | 160,400,000 | (1,780,000) | 36,800,000 |
| Margin Loan & Investment in Shares | 57,000,000 | 62,000,000 | 24,000,000 | 32,000,000 |
| Other Assets | - | - | - | - |
| Total Provision | 1,652,145,000 | 1,466,865,472 | 735,210,000 | 592,100,000 |
| Profit Before Tax | 386,051,051 | 900,351,652 | 612,880,280 | 414,738,046 |
| Less: Income Tax Expenses | 763,399,346 | 822,375,120 | 264,140,600 | 319,097,517 |
| Current Tax Expenses | 1,253,192,582 | 810,134,137 | 532,311,355 | 306,856,534 |
| Deferred Tax Expenses/(Income) | (489,793,236) | 12,240,983 | (268,170,755) | 12,240,983 |
| Net Profit After Tax | (377,348,295) | 78,000,532 | 348,739,680 | 92,640,529 |
| Shareholders' of the Bank | 1,154,481,315 | 484,387,134 | 281,762,842 | 62,212,531 |
| Minority Interest | 2,906 | 5,229 | 951 | 1,932 |
| Retained Surplus Brought Forward | 1,154,484,221 | 484,393,063 | 281,763,792 | 62,214,463 |
| Retained Surplus, Carried Forward | 1,777,348,545 | 1,239,233,336 | 1,722,348,545 | 841,239,233 |
| Appropriations: | | | | |
| Bonus Share Issued during the year | 637,070,040 | 664,768,740 | 637,070,040 | 664,768,740 |
| Transferred to Statutory Reserve | 382,421,570 | 217,252,227 | 99,954,783 | 65,453,692 |
| Retained Surplus, Carried Forward | 757,856,935 | 357,218,369 | 985,323,722 | 110,721,801 |
| Earnings Per Share (EPS) (2017 Restated) | 2.01 | 0.84 | 0.49 | 0.11 |

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

Consolidated Statement of Cash Flow (Un-Audited) For the period ended September 30, 2018

| Particulars | Jan to Sep 2018 | Jan to Sep 2017 |
|--|----------------------|----------------------|
| | BDT | BDT |
| A) Cash Flows from Operating Activities: | | |
| Interest Received | 12,952,331,334 | 10,016,401,723 |
| Interest Paid on Deposits, Borrowings, etc. | (6,466,938,437) | (4,966,714,804) |
| Dividend Income | 50,446,339 | 44,196,090 |
| Fees & Commission Income | 1,170,491,129 | 1,105,469,206 |
| Recoveries of Loans previously written off | - | - |
| Cash Paid to Employees as Salaries and Allowances | (1,840,361,601) | (1,637,909,610) |
| Cash Paid to Suppliers | (77,049,627) | (77,049,627) |
| Advance Income Tax Paid | (730,316,666) | (739,620,217) |
| Cash Received from Other Operational Income | 500,693,654 | 401,271,111 |
| Cash Paid for Other Operational Expenses | (1,297,809,254) | (1,214,470,090) |
| Cash Flows from Operating Activities before Changes in Net Current Assets | 4,264,653,928 | 2,931,573,782 |
| Changes in Net Current Assets: | | |
| Loans & Advances | (13,027,550,552) | (24,056,355,975) |
| Other Assets | (706,473,593) | (15,184,650) |
| Bank Deposit | (7,149,625,000) | - |
| Customers' Deposits | 10,957,940,198</ | |