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



**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 2 February, 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 31 March, 2021. These Consolidated Financial Statements are comprised of the financials of Mutual Trust Bank Limited including Off-shore Banking Unit, Islamic Banking 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 31 March 2021**

	Mar'2021 BDT	2020 BDT
<b>Property and Assets</b>		
<b>Cash</b>	<b>12,507,143,396</b>	<b>11,781,494,720</b>
In Hand (Including Foreign Currency)	3,201,314,740	2,839,955,309
With Bangladesh Bank and its agent Bank(s) (including foreign currency)	9,305,828,656	8,941,539,411
<b>Balance with other Banks &amp; Financial Institutions</b>	<b>1,382,135,888</b>	<b>5,030,965,937</b>
Inside Bangladesh	344,471,220	3,322,877,323
Outside Bangladesh	1,037,664,669	1,708,088,615
<b>Money at Call &amp; Short Notice</b>	<b>300,000,000</b>	<b>1,114,100,000</b>
<b>Investments</b>	<b>38,180,597,793</b>	<b>36,656,698,182</b>
Government	32,637,506,971	32,826,020,472
Others	5,543,090,822	3,830,677,710
<b>Loans and Advances</b>	<b>214,655,458,069</b>	<b>203,887,322,069</b>
Loans, Cash Credits, Overdrafts, etc.	212,266,848,289	202,140,630,692
Bills Purchased and Discounted	2,388,609,780	1,746,691,377
<b>Fixed Asset including Premises, Furniture &amp; Fixtures</b>	<b>4,794,809,378</b>	<b>4,896,306,425</b>
<b>Other Assets</b>	<b>6,470,405,313</b>	<b>5,902,372,242</b>
<b>Non-Banking Assets</b>	<b>-</b>	<b>-</b>
<b>Total Property and Assets</b>	<b>278,290,549,838</b>	<b>269,269,259,576</b>
<b>Liabilities and Capital</b>		
<b>Borrowing from other Banks, Financial Institutions &amp; Agents</b>	<b>34,751,083,802</b>	<b>30,847,308,439</b>
<b>Deposits and Other Accounts</b>	<b>194,802,125,884</b>	<b>190,120,484,514</b>
Current Deposit & Other Accounts	19,606,563,658	19,206,638,034
Bills Payable	2,257,279,496	1,988,092,081
Savings Deposit	37,395,101,527	36,213,389,752
Fixed Deposits	73,789,038,619	76,661,077,357
Special Noticed Deposits	20,858,689,698	15,370,530,851
Deposit Products	40,895,452,885	40,680,756,438
<b>Other Liabilities</b>	<b>21,164,191,188</b>	<b>20,440,174,149</b>
<b>Bond</b>	<b>9,850,000,000</b>	<b>10,850,000,000</b>
Perpetual Bond	650,000,000	650,000,000
Subordinated Debts	9,200,000,000	10,200,000,000
<b>Total Liabilities</b>	<b>260,567,400,874</b>	<b>252,257,967,102</b>
<b>Capital/Shareholders' Equity</b>		
Paid up Capital	7,386,324,180	7,386,324,180
Statutory Reserve	5,236,459,651	5,037,523,366
Share Premium	1,095,304,778	1,095,304,778
Revaluation Reserve on Investment in Securities	651,582,496	535,041,698
Foreign Currency Translational Gain/ Loss	3,114,069	3,937,871
General Reserve	786,777,324	786,777,324
Retained earnings	2,563,453,541	2,166,251,505
<b>Total Shareholders' Equity</b>	<b>17,223,016,039</b>	<b>17,011,160,723</b>
<b>Minority Interest</b>	<b>132,925</b>	<b>131,752</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>278,290,549,838</b>	<b>269,269,259,576</b>
<b>Net Asset Value (NAV) per share (2020 Restated)</b>	<b>23.99</b>	<b>23.03</b>
<b>Off-Balance Sheet Items</b>		
<b>Contra &amp; Contingent Assets &amp; Liabilities:</b>		
Acceptances and endorsements	27,049,704,283	25,672,241,302
Letter of guarantee	36,413,925,940	34,887,687,852
Irrevocable letters of credit	33,800,862,330	25,753,147,769
Bills for collection	7,896,903,926	7,282,893,368
Other contingent liabilities	-	-
<b>Total Off-Balance Sheet Items including Contingent Liabilities</b>	<b>105,161,396,480</b>	<b>93,595,970,291</b>

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

**Condensed Consolidated Profit and Loss Account (Unaudited)**  
**For the period ended 31 March 2021**

Particulars	Mar'2021 BDT	Mar'2020 BDT
<b>Interest Income</b>	<b>3,718,094,503</b>	<b>4,678,043,019</b>
<b>Interest Expenses</b>	<b>2,318,655,969</b>	<b>3,315,046,232</b>
<b>Net Interest Income</b>	<b>1,399,438,534</b>	<b>1,362,996,787</b>
<b>Income from Investments</b>	<b>715,152,527</b>	<b>810,457,380</b>
Commission, Exchange and Brokerage	436,695,725	445,844,385
Other Operating Income	170,655,936	130,903,392
<b>Total Other Income</b>	<b>1,322,504,187</b>	<b>1,387,205,157</b>
<b>Total Operating Income</b>	<b>2,721,942,722</b>	<b>2,750,201,944</b>
<b>Less: Operating Expenses:</b>		
Salary & Allowances	861,375,261	851,630,628
Rent Taxes Insurance Electricity etc.	177,873,336	161,727,814
Legal Expenses	1,295,311	603,054
Postage Stamps and Telecommunication etc.	3,760,186	4,399,928
Stationery Printing and Advertisements etc.	25,506,737	15,262,870
Managing Director's Remuneration	5,822,481	5,106,825
Director's Expenses	611,000	618,600
Auditor's Fees	-	112,833
Depreciation & Repair & Maintenance of Assets	181,533,538	182,375,467
Other Expenses	261,460,747	308,999,700
<b>Total Operating Expenses</b>	<b>1,519,238,597</b>	<b>1,530,837,718</b>
<b>Profit Before Provision</b>	<b>1,202,704,125</b>	<b>1,219,364,226</b>
<b>Less: Provision for Loans, Investment &amp; Other</b>		
Provision for Unclassified Loan and Advance	(428,625,593)	30,432,882
Special General Provision-COVID-19	-	-
Provision for Classified Loan and Advance	419,447,616	221,222,399
Provision for Off-Balance Sheet Items (Expenses)	94,014,058	54,212,388
Provision for Investment in Share of Quoted Co.	53,000,000	33,000,000
Provision for Other Assets	-	-
<b>Total Provision</b>	<b>137,836,081</b>	<b>338,867,669</b>
<b>Profit Before Tax</b>	<b>1,064,868,044</b>	<b>880,496,557</b>
<b>Less: Income Tax Expenses</b>	<b>463,092,874</b>	<b>345,993,133</b>
Current Tax Expenses	475,578,309	426,310,636
Deferred Tax Expenses/(Income)	(12,485,435)	(80,317,503)
<b>Net Profit After Tax</b>	<b>601,775,170</b>	<b>534,503,424</b>
Shareholders' of the Bank	601,773,997	534,503,198
Minority Interest	1,174	226
<b>Retained Surplus Brought Forward</b>	<b>601,775,170</b>	<b>534,503,424</b>
<b>Appropriations:</b>		
Transferred to Statutory Reserve	198,936,285	171,105,177
Transferred to Start-Up Fund	5,635,676	-
<b>Retained Surplus, Carried Forward</b>	<b>204,571,961</b>	<b>171,105,177</b>
<b>Earnings Per Share (EPS) (2020 Restated)</b>	<b>0.81</b>	<b>0.72</b>

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

**Condensed Consolidated Statement of Cash Flow (Unaudited)**  
**For the period ended 31 March 2021**

	Mar'2021 BDT	Mar'2020 BDT
<b>A) Cash Flows From Operating Activities:</b>		
Interest Received	6,808,673,339	4,934,624,911
Interest Paid on Deposits, Borrowings, etc.	(3,503,039,745)	(2,305,017,845)
Dividend Income	14,153,918	4,865,180
Fees & Commission Income	436,695,725	445,844,385
Recoveries of Loans & Other advances previously written off	34,573,592	14,425
Cash Paid to Employees as Salaries and Allowances	(867,197,742)	(856,737,453)
Cash Paid to Suppliers	(25,506,737)	(15,262,870)
Advance Income Tax Paid	(141,596,249)	(366,395,016)
Cash Received from Other Operational Income	207,802,154	274,692,643
Cash Paid for Other Operational Expenses	(469,016,333)	(497,816,552)
<b>Cash Flow from Operating Activities before Changes in Net Current Assets:</b>	<b>2,495,541,921</b>	<b>1,618,811,809</b>
<b>Loans &amp; Advances</b>	<b>(13,606,161,785)</b>	<b>(2,922,947,973)</b>
<b>Other Assets</b>	<b>15,939,836</b>	<b>(64,888,308)</b>
<b>Bank Deposits</b>	<b>2,330,621,979</b>	<b>(5,499,850,000)</b>
<b>Customers' Deposits</b>	<b>3,391,248,537</b>	<b>(1,959,156,644)</b>
<b>Borrowing from Other Banks, Financial Institutions &amp; Agents</b>	<b>3,903,775,363</b>	<b>3,400,505,975</b>
<b>Other Liabilities</b>	<b>227,033,446</b>	<b>1,212,357,879</b>
<b>Net Cash Flows from Operating Activities</b>	<b>(1,242,000,702)</b>	<b>(5,833,979,072)</b>
<b>B) Cash Flow from Investing Activities:</b>		
Investments in T. Bills, T. Bonds and other	274,125,080	2,543,570,677
Investments in Shares & Bonds	(1,712,413,111)	(21,895,799)
Purchase of Fixed Assets (Net)	(56,020,738)	(949,803,358)
<b>Net Cash Flow from Investing Activities</b>	<b>(1,494,308,769)</b>	<b>(1,571,871,520)</b>
<b>C) Cash Flow from Financing Activities:</b>		
Subordinated debts	(1,000,000,000)	2,700,000,000
<b>Net Cash Flow from Financing Activities</b>	<b>(1,000,000,000)</b>	<b>2,700,000,000</b>
<b>D) Net Increase in Cash and Cash Equivalents</b>	<b>(3,736,309,471)</b>	<b>56,704,257</b>
<b>E) Effect of Changes of Exchange Rates on Cash and Cash Equivalents</b>	<b>(823,801)</b>	<b>521,808</b>
<b>F) Opening Cash and Cash Equivalents</b>	<b>17,928,429,557</b>	<b>18,150,276,998</b>
<b>Closing Cash and Cash Equivalents (D+E+F)</b>	<b>14,191,296,284</b>	<b>18,207,503,063</b>
<b>The above closing Cash and Cash Equivalents include:</b>		
Cash in Hand	3,201,314,740	2,750,969,510
Balance with Bangladesh Bank and its Agent Bank	9,305,828,656	11,442,591,478
Balance with Other Banks & Financial Institutions	1,382,135,888	4,011,573,475
Money at Call and Short Notice	300,000,000	-
Prize Bond	2,017,000	2,368,600
<b>14,191,296,284</b>	<b>18,207,503,063</b>	
<b>Net Operating Cash Flows Per Share (2020 Restated)</b>	<b>(1.68)</b>	<b>(5.71)</b>

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

**Condensed Consolidated Statement of Changes in Equity (Unaudited)**  
**As at 31 March 2021**

Particulars	Paid-up Capital	Statutory Reserve	Share Premium	Revaluation Reserve on Investment in Securities	Foreign Currency Translation Gain/(Loss)	General Reserve	Retained Earnings	Total	Minority Interest	Total
<b>Balance as at January 01, 2021</b>	7,386,324,180	5,037,523,366	1,095,304,778	535,041,698	3,937,871	786,777,324	2,166,251,505	17,011,160,723	131,752	17,011,292,474
Currency Translation differences	-	-	-	-	(823,801)	-	-	(823,801)	-	(823,801)
Transferred to Start-Up Fund	-	-	-	-	-	-	(5,635,676)	(5,635,676)	-	(5,635,676)
Revaluation Reserve transferred during the period	-	-	-	116,540,797	-	-	-	116,540,797	-	116,540,797
Net Profit for the period after Tax	-	-	-	-	-	-	601,773,997	601,773,997	1,174	601,775,170
Appropriation made during the period	-	-	-	198,936,285	-	-	(198,936,285)	-	-	-
<b>Balance as at 31 March, 2021</b>	<b>7,386,324,180</b>	<b>5,236,459,651</b>	<b>1,095,304,778</b>	<b>651,582,496</b>	<b>3,114,069</b>	<b>786,777,324</b>	<b>2,563,453,541</b>	<b>17,223,016,039</b>	<b>132,925</b>	<b>17,228,784,640</b>
<b>Balance as at 31 March, 2020</b>	<b>7,034,594,460</b>	<b>4,863,058,956</b>	<b>1,095,304,778</b>	<b>493,488,397</b>	<b>5,914,047</b>	<b>786,777,324</b>	<b>2,617,286,082</b>	<b>16,896,424,043</b>	<b>130,071</b>	<b>16,896,554,114</b>

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

**DISCLOSURE ON 1st QUARTER UN-AUDITED CONSOLIDATED FINANCIAL STATEMENTS 2021**

Particulars	Consolidated	
	Mar 31, 2021	Dec 31, 2020
Net Asset Value (NAV)	17,223,016,039	17,011,160,723
Net Asset Value (NAV) Per Share (Restated)	23.99	23.03
	Q1 2021	Q1 2020
Earnings Per Share (EPS) (Restated)	0.81	0.72
Net Operating Cash Flow (NOCF) Per Share (Restated)	(1.68)	(5.71)

**Mutual Trust Bank Limited and Its Subsidiaries**  
**Selective Notes to the Condensed Interim Financial Statements**  
**As at and for the period ended 31 March 2021**

**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 up to date) 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 117 (One Hundred and Seventeen) branches including 14 (Fourteen) SME/Agri Branches and 29 (Twenty Nine) sub branches all over the Bangladesh, 163 (One Hundred and Sixty Three) Agent Banking Centre, 04(Four) 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 Islamic Banking:**  
The Bank obtained permission for Islamic Banking from Bangladesh Bank vide Letter No. BRPD(P-3)/745(51)/2019-9642 dated November 25, 2019. Through the Islamic Banking the Bank extends all types of Islamic Shariah compliant finance like lease, Hire Purchase Shirkatul Melek (HPSM), Bai Muazzal, Household Scheme etc. and different types of deposits like Mudaraba Savings Deposits, Mudaraba Term Deposits, Al-Wadeah Current Deposits, monthly/quarterly profit paying scheme etc.

**1.4 Agent Banking:**  
The Bank obtained permission from Bangladesh Bank on 07/01/2016 vide reference No BRPD (P-3) 745 (51) 2016-142 to start the operation of Agent Banking and subsequently started its commercial operation on 06/06/2016. The services that are currently being offered includes: Account Opening (Savings), Cash deposit & withdrawal (Agent Banking A/C), Cash Deposit in Branch A/C, inward foreign remittance disbursement, Collections of bills/utility bills, Payment of social benefits, Transfer of funds, Payment of salaries, Generation and issuance of bank statements, SME Loan repayment collection, Balance inquiry, Internet Banking & SMS banking, Corporate Bill/Distributor fee collection, Insurance Premium Collection etc.

**1.5 Subsidiary Companies**  
**1.5.1 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.

**1.5.2 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.

**1.5.3 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 31 March, 2021 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 up to date) and as per the BRPD circular No. 14 dated 25 June 2003, other Bangladesh Bank Circulars, International Financial Reporting Standards (IFRS) adopted by the Financial Reporting Council of Bangladesh (FRC), The Companies Act 1994, The Securities and Exchange Rules 1987, Dhaka & Chittagong Stock Exchange 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 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 31 March, 2021.