

Bills for collection

Irrevocable letters of credit

## **MUTUAL TRUST BANK LIMITED AND ITS SUBSIDIARIES**

## CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

Interest Income

Auditor's Fees

**Total Operating Expenses** 

Provision for Other Assets

Less: Income Tax Expenses

Deferred Tax Expenses/(Income)

Retained Surplus Brought Forward

Bonus Shares Issued during the year

Retained Surplus, Carried Forward

Earnings Per Share (EPS) (2020 Restated)

Transferred to Statutory Reserve

Transferred to Start-Up Fund

**Total Provision** 

Profit Before Tax

Current Tax Expenses

Shareholders' of the Bank

Minority Interest

**Appropriations** 

**Profit Before Provision** 

Postage Stamps and Telecommunication etc.

Depreciation & Repair & Maintenance of Assets

Less: Provision for Loans, Investment & Other

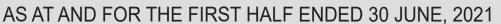
Provision for Unclassified Loan and Advance Provision for Classified Loan and Advance

Provision for Off-Balance Sheet items (Expenses)

Provision for Investment in Share of Quoted Co

Stationery Printing and Advertisements etc.

Managing Director's Remuneration





## 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 half ended 30 June, 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 Profit and Loss Account (Unaudited)

For the period ended 30 June 2021

## Condensed Consolidated Balance Sheet (Unaudited) As at 30 June 2021 June'2021 2020 BDT BDT Property and Assets Cash 11,691,463,335 11,781,494,720 In Hand (Including Foreign Currency) 2.839.955.309 3,027,709,136 With Bangladesh Bank and its agent Bank(s) (including foreign currency) 8.663.754.199 8.941.539.411 Balance with other Banks & Financial Institutions 2,991,989,434 5,030,965,937 In Bangladesh 419,703,070 3,322,877,323 1.708.088.615 Outside Bangladesh Money at Call & Short Notice 1.114.100.000 Investments 40,824,835,402 36,656,698,182 34,545,700,270 Government 32,826,020,472 Others Loans and Advances 218.142.705.270 203.887.322.069 Loans, Cash Credits, Overdrafts, etc. 215.375.250.988 202,140,630,692 1.746.691.377 Bills Purchased and Discounted 2.767.454.282 Fixed Asset including Premises, Furniture & Fixtures 4,718,874,225 4,896,306,425 Other Assets 8,260,532,513 5.902.372.242 Non-Banking Assets 286,630,400,179 269,269,259,576 **Total Property and Assets** Borrowing from other Banks, Financial Institutions & Agents 35,427,711,097 30,847,308,439 195,982,721,108 Deposits and Other Accounts 190,120,484,514 Current Deposit & Other Accounts 20.819.296.985 19.206.638.034 2,505,484,397 Bills Payable 1,988,092,081 39,121,487,612 36,214,629,286 Savings Deposit Fixed Deposits 89,256,035,388 94,752,893,48 21.605.253.194 15,370,530,851 Special Noticed Deposits Deposit Products 22,587,700,775 22,675,163,533 Other Liabilities 24,879,249,202 20,440,174,149 12,350,000,000 10,850,000,000 Perpetual Bond 3.150.000.000 650,000,000 9.200.000.000 Subordinated Debts 10.200.000.000 Total Liabilities 268,639,681,407 252,257,967,102 Capital/Shareholders' Equity Paid up Capital 8.124.956.590 7.386.324.180 Statutory Reserve 5,336,082,545 5,037,523,366 1,095,304,778 1,095,304,778 Share Premium Revaluation Reserve on Investment in Securities 649,721,658 535,041,698 Foreign Curren

Foreign Currency Translational Gain/ Loss	2,923,306	3,937,871
General Reserve	786,777,324	786,777,324
Retained earnings	1,994,819,191	2,166,251,505
Total Shareholders' Equity	17,990,585,393	17,011,160,723
Minority Interest	133,379	131,752
Total Liabilities and Shareholders' Equity	286,630,400,179	269,269,259,576
Net Asset Value (NAV) per share (2020 Restated)	22.14	20.94
Off-Balance Sheet Items		
Contra & Contingent Assets & Liabilies:		
Acceptances and endorsements	34,039,658,109	25,672,241,302
Letter of guarantee	39,860,068,274	34,887,687,852

29.828.893.644

8,280,414,715



# **CONSOLIDATED FINANCIAL STATEMENTS 2021**

		Amount in BDT		
Particulars	Consolidated			
Faiticulais	June 30, 2021	June 30, 2020		
Net Asset Value (NAV)	17,990,585,393	17,231,337,991		
Net Asset Value (NAV) Per Share (Restated)	22.14	21.21		
Earnings Per Share (EPS) (Restated)	1.08	1.34		
Net Operating Cash Flow (NOCF) Per Share (Restated)	(0.60)	(6.16)		

Particulars	June 30, 2021	June 30, 2020		
Net Asset Value (NAV)	17,990,585,393	17,231,337,991		
Net Asset Value (NAV) Per Share (Restated)	22.14	21.21		
Earnings Per Share (EPS) (Restated)	1.08	1.34		
Net Operating Cash Flow (NOCF) Per Share (Restated)	(0.60)	(6.16)		
Mutual Trust Bank Limited and Its Subsidiaries Selective Notes to the Condensed Interim Financial Statements Bangladesh Bank V				

As at and for the period ended 30 June 2021

Mutual Trust Bank Limited (MTB) was incorporated in Bangladesh in the yea

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 119 (One Hundred and Nineteen) branches including 14 (Fourteen) SME/Agri Branches and 32 (Thirty Two) sub branches all over the

Bangladesh, 164 (One Hundred and Sixty Four) Agent Banking Centre, 04(Four) air lounge and 02 (Two) Booth located at Hazrat Shahjalal

e 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.

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

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 Melk (HPSM), Bai Muazzal,

Household Scheme etc. and different types of deposits like Mudaraba savings deposits. Mudaraba term deposits, Al-Wadeeah current deposits,

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

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.

Bill/Distributor fee collection, Insurance Premium Collection etc

customers in foreign currencies approved by the Bangladesh Bank.

1.0 Legal status and nature of the Bank

nternational Airport Dhaka

1.2 Off-Shore Banking Unit (OBU)

monthly/quarterly profit paying scheme etc.

1.1 Principal Activities

1.3 Islamic Banking:

1.4 Agent Banking:

1.5 Subsidiary Companies

1.5.1 MTB Securities Limited (MTBSL)

25.753.147.769

7,282,893,368

1.5.2 WITE Exchange (OK) Limited (WITE OK)
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
and the project of the project of the second

## 1.5.3 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

## 2.0 Significant Accounting Policies

2.1 Basis of Accounting

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 circula 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 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 Office and the branches have been taken into 2.7 Composition of Shareholders' Equity:

## 2.2 Basis of Consolidation

2.3 Cash Flow Statement Cash flow statement has been prepared in accordance with the International Accounting Standard-7 "Cash Flow Statement" under direct method as

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-1/119/2020-1616 dated June 24, 2020, DBI-1/119/2021-1023 dated April 13, 2021 and DOS (RMMCMS) 1154/161/2021-1841 dated 26 April, 2021 regarding approval to defer the required provision amount over the next three years from 2021 to 2023.

## 2.4.2 Investment

competent authorities.

# 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

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, Circular No. 7 of 21 June 2018 and Circular No.13 of 18 October 2018 the Bank has maintained provision against off-balance sheet exposures

# 30 June 2021 30 June 2020 30 June 2021 30 June 2020 7.205.934.141 8.451.078.247 3.487.839.638 3.773.035.228

01 January to 01 January to

01 April to

01 April to

Interest Expenses	4,487,064,075	6,405,759,405	2,168,408,107	3,090,713,174
Net Interest Income	2,718,870,066	2,045,318,842	1,319,431,531	682,322,054
Income from Investments	1,464,748,341	1,891,821,309	749,595,814	1,081,363,929
Commission, Exchange and Brokerage	985,672,944	780,890,768	548,977,219	335,046,384
Other Operating Income	457,006,596	294,522,725	286,350,660	163,619,333
Total Other Income	2,907,427,881	2,967,234,803	1,584,923,693	1,580,029,646
Total Operating Income	5,626,297,946	5,012,553,644	2,904,355,225	2,262,351,700
Less: Operating Expenses:				
Salary & Allowances	1,781,610,785	1,761,017,537	920,235,524	909,386,909
Rent Taxes Insurance Electricity etc.	351,406,454	304,193,900	173,533,118	142,466,086
Legal Expenses	2,387,108	699,211	1,091,797	96,157

0 477 040 000	0.004.000.004	4 075 444 704	700 440 570
3,148,449,038	3,010,746,840	1,629,210,441	1,479,909,122
571,876,227	531,968,318	310,415,481	222,968,618
368,565,066	367,940,076	187,031,528	185,564,609
-	217,729	-	104,896
1,108,800	803,549	497,800	184,949
15,780,243	11,633,900	9,957,762	6,527,075
47,279,859	24,752,256	21,773,122	9,489,387
8,434,496	7,520,365	4,674,309	3,120,437
2,387,108	699,211	1,091,797	96,157
351,406,454	304,193,900	173,533,118	142,466,086

2,477,848,908	2,001,806,804	1,275,144,784	782,442,578
175,163,287	69,639,585	603,788,880	39,206,703
376,015,873	366,640,765	(43,431,743)	145,418,366
160,002,233	35,093,621	65,988,175	(19,118,767)
136,000,000	34,000,000	83,000,000	1,000,000
9,500,000	-	9,500,000	
856,681,393	505,373,971	718,845,312	166,506,302
1,621,167,516	1,496,432,833	556,299,472	615,936,276
747,238,176	408,026,123	284,145,302	62,032,990
719,521,358	540,805,429	243,943,050	114,494,793
27,716,818	(132,779,306)	40,202,253	(52,461,803)
873,929,339	1,088,406,710	272,154,169	553,903,286
873,927,712	1,088,406,516	272,153,716	553,903,317
1,627	195	454	(31)
873,929,339	1,088,406,710	272,154,169	553,903,286
2,166,251,505	2,253,888,061	2,166,251,505	2,253,888,061
3,040,179,217	3,342,294,577	2,438,405,221	2,807,791,378

## 125,557,437 1.045.360.026 296,662,614 1,994,819,191 3,045,631,963 1,597,617,156 2,682,233,941

298,559,179

## Condensed Consolidated Statement of Cash Flow (Unaudited) For the period ended 30 June 2021

	01 January to 30 June' 2021 BDT	01 January to 30 June' 2020 BDT
A) Cash Flows From Operating Activities:		
Interest Received	11,256,019,980	9,486,719,202
Interest Paid on Deposits, Borrowings, etc.	(6,720,967,080)	(6,788,542,214)
Dividend Income	22,409,291	5,983,480
Fees & Commission Income	985,672,944	780,890,768
Recoveries of Loans & Other advances previously written off	-	197,080
Cash Paid to Employees as Salaries and Allowances	(1,797,391,028)	(1,772,651,437)
Cash Paid to Suppliers	(47,279,859)	(24,752,256)
Advance Income Tax Paid	(334,338,235)	(773,877,168)
Cash Received from Other Operational Income	590,445,416	953,010,388
Cash Paid for Other Operational Expenses	(985,465,600)	(887,417,931)
Cash Flow from Operating Activities before Changes in Net Current Assets:	2,969,105,829	979,559,912
Loans & Advances	(16,981,824,532)	(11,147,058,033)
Other Assets	(1,981,909,114)	(444,414,852)
Bank Deposits	3,001,041,667	(5,499,850,000)
Customers' Deposits	5,078,574,118	5,229,767,291
Borrowing from Other Banks, Financial Institutions & Agents	4,580,402,658	3,978,534,409
Other Liabilities	2,843,510,861	1,901,996,544
	(3,460,204,343)	(5,981,024,641)
Net Cash Flows from Operating Activities	(491,098,514)	(5,001,464,729)
B) Cash Flow from Investing Activities:		
Investments in T. Bills, T. Bonds and other	(1,661,388,437)	(30,318,562)
Investments in Shares & Bonds	(2,448,457,421)	(21,813,135)
Purchase of Fixed Assets (Net)	(140,880,351)	(1,028,739,271)
Net Cash Flow from Investing Activities	(4,250,726,210)	(1,080,870,968)
C) Cash Flow from Financing Activities:		
Subordinated debts	1,500,000,000	3,400,000,000
Net Cash Flow from Financing Activities	1,500,000,000	3,400,000,000
D) Net Increase in Cash and Cash Equivalents	(3,241,824,724)	(2,682,335,697)
E) Effect of Changes of Exchange Rates on Cash and Cash Equivalents	(1,014,564)	1,114,440
F) Opening Cash and Cash Equivalents	17,928,429,557	18,150,276,998
Closing Cash and Cash Equivalents (D+E+F)	14,685,590,269	15,469,055,741
The above closing Cash and Cash Equivalents include:	0.007.700.400	0.040.004.740
Cash in Hand	3,027,709,136	2,849,331,742
Balance with Bangladesh Bank and its Agent Bank	8,663,754,199	8,839,303,008
Balance with Other Banks & Financial Institutions	2,991,989,434	3,589,044,291
Money at Call and Short Notice	- 407 500	189,100,000
Prize Bond	2,137,500	2,276,700
	14,685,590,269	15,469,055,741
Net Operating Cash Flows Per Share (2020 Restated)	(0.60)	(6.16)
Frank Rance Sada	hab	No.

# Condensed Consolidated Statement of Changes in Equity (Unaudited)

125,557,437

99,622,894

	,	45 at 50	Julie 2	021					
									Amount in BDT
Paid-up Capital	Statutory Reserve	Share Premium	Reserve on Investment		General Reserve	Retained Earnings	Total	Minority Interest	Total
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		131,752	17,011,292,474
738,632,410				(1.014.564)		(738,632,410)			- (1,014,564)
				(1,011,001)		(8,168,437)			(1,011,001,
			114,679,960			,	114,679,960		114,679,960
						873,927,712	873,927,712	1,627	873,929,339
	298,559,179					(298,559,179)	-		-
8,124,956,590	5,336,082,545	1,095,304,778	649,721,658	2,923,306	786,777,324	1,994,819,191	17,990,585,393	133,379	17,998,887,209
7,034,594,460	4,988,616,393	1,095,304,778	273,906,395	6,506,679	786,777,324	3,045,631,962	17,231,337,991	130,040	17,231,468,031
	7,386,324,180 738,632,410 8,124,956,590	Paid-up Capital Statutory Reserve  7,386,324,180 5,037,523,366 738,632,410  298,559,179  8,124,956,590 5,336,082,545	Paid-up Capital         Statutory Reserve         Share Premium           7,386,324,180 738,632,410         5,037,523,366         1,095,304,778           298,559,179         298,559,179           8,124,956,590         5,336,082,545         1,095,304,778	Paid-up Capital         Statutory Reserve         Share Premium Premium         Reserve on Investment in Securities           7,386,324,180 738,632,410         5,037,523,366         1,095,304,778         535,041,698           114,679,960         298,559,179         114,679,960           8,124,956,590         5,336,082,545         1,095,304,778         649,721,658	Paid-up Capital         Statutory Reserve         Share Premium Investment in Securities         Reserve Oain/(Loss)         Currency Translation in Securities         Currency Translation in Securities         3,937,871         3,937,871         3,937,871         (1,014,564)         114,679,960         114,679,960         298,559,179         298,559,179         4,721,658         2,923,306         2,923,306	Paid-up Capital         Statutory Reserve         Share Premium         Reserve on Investment in Securities         Foreign Currency General Reserve         General Reserve           7,386,324,180 738,632,410         5,037,523,366         1,095,304,778         535,041,698         3,937,871         786,777,324           114,679,960         114,679,960         114,679,960         786,777,324           8,124,956,590         5,336,082,545         1,095,304,778         649,721,658         2,923,306         786,777,324	Paid-up Capital         Statutory Reserve         Share Premium Premium         Revaluation Reserve on Investment in Securities         Foreign Currency Investment In Securities         General Reserve Earnings         Reserve Earnings           7,386,324,180 738,632,410         5,037,523,366         1,095,304,778         535,041,698         3,937,871         786,777,324         2,166,251,505 (738,632,410)           114,679,960         (1,014,564)         (8,168,437)           298,559,179         114,679,960         873,927,712 (298,559,179)           8,124,956,590         5,336,082,545         1,095,304,778         649,721,658         2,923,306         786,777,324         1,994,819,191	Paid-up Capital         Statutory Reserve         Share Premium Investment in Securities         Foreign Currency Investment in Securities         General Reserve Earnings         Retained Earnings         Total           7,386,324,180 738,632,410         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           7,386,322,410         (738,632,410)         (738,632,410)         (1,014,564)           8,124,956,590         2,98,559,179         114,679,960         873,927,712         873,927,712           8,124,956,590         5,336,082,545         1,095,304,778         649,721,658         2,923,306         786,777,324         1,994,819,191         17,990,585,393	Paid-up Capital         Statutory Reserve         Share Premium Investment in Securities         Foreign Currency Investment in Securities         General Reserve Earnings         Retained Earnings         Total         Minority Interest           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           738,632,410         (738,632,410)         (738,632,410)         (1,014,564)         (1,014,564)         (1,014,564)         (8,168,437)         (8,168,437)         114,679,960         (8,168,437)         114,679,960         873,927,712         873,927,712         1,627           298,559,179         298,559,179         499,559,179         298,559,179         17,990,585,303         133,379           8,124,956,590         5,336,082,545         1,095,304,778         649,721,658         2,923,306         786,777,324         1,994,819,191         17,990,585,303         133,379



disallowances.

Operating profit before Provision

2.6 Calculation of Deferred Tax:

Provision for Current Tax

value of fixed assets

Statutory Reserve

Share Premium

General Reserve

provision of classified loan

Opening deferred tax assets



Particulars 01 January to 30 June 2021 01 January to 30 June 2020

2,477,848,908

2.5 According to IAS-12 "Income Taxes", Current Tax comprises of

Operating Profit before Provision after adjustment of permanent

Required provision for current tax has been calculated on operating profit before provision as per the Income Tax Ordinance 1984 as well as according to IAS 12, so the tax rates stood at 29.04% and 27.02% for the 1H of 2021 and

Paid up Capital (812,495,659 Ordinary shares @ 10.00 each) 8,124,956,590

Net assets value (NAV) per share as of 1H 2021: BDT 22.14 which was BDT 20.94 (Restated) in December 2020. Calculation of the NAVPS furnished

1H for 2020 respectively which is shown below:

Taxable temporary difference arising from the carrying

Deductibles temporary difference arising from the

Revaluation Reserve on Investment in Securities

Number of shares outstanding as of 30 June 2021 (b)

Net deductible temporary difference (a)

Closing deferred tax assets (a X b)

Deferred tax income of the Bank

Deferred tax income of subsidiaries

Consolidated deferred tax income

Foreign Currency Translation gain

2.8 Net Asset Value Per Share (NAVPS):

Total Shareholders' Equity

Calculation of NAVPS:

Total net assets value (a)

Net asset value per share (a/b)

2.9 Earnings Per Share (EPS)



**Particulars** 

(483,947,660)

698 441 106

2,214,493,446

830.435.042

858,157,826

(27,722,784)

27,716,818

5 336 082 545

1,095,304,778

2 923 306

786,777,324

17,990,585,393

Net asset value/ No.

of shares outstanding

<u>BDT</u> 17,990,585,393 812,495,659

37.50%



01 January to June 30, 2021

01 January to June 30, 2020

## 2.10 Net Operating Cash Flows Per Share (NOCFS)

NOCFS for the period has stood at BDT (0.60) compare to the same period of last year of BDT (6.16) [Restated, Original NOCFS: BDT (7.11)] mainly due to reduction of gap between collection of deposits / fund and deployment of fund through advances over the same period of previous year. Calculation of NOCFS as of 1H 2021 is as under

Calculation of NOCFPS:	Net operating cash flow/No. of shares outstanding
Total net operating cash flows (a)	(491,098,514)
Number of shares outstanding as of 30 June	812,495,659
Net operating cash flow per share (a/b)	(0.60)

## 2.11 Reconciliation of statement of cash flows from operating activities

3	Profit before provision Adjustment for non-cash items	2,477,848,908	2,001,806,804
•	Depreciation on fixed assets	290,694,399	295,521,676
,	Amortization on software	24,878,481	28,858,205
-	Interest on lease liability	41,855,040	-
-	•	357,427,920	324,379,881
	Adjustment with non-operating activities		
	Recovery of written of loan	-	197,080
	Accounts Receivable	2,684,528,410	(238,632,270)
	Accounts Payable on deposits	(2,275,758,045)	(382,782,809)
_	Loss on sale of assets	2,739,671	1,545,336
	Loss on revaluation of Government Securities	56,657,199	46,923,058
)	'	468,167,235	(572,749,604)
5	Changes in operating assets and liabilities		
3	Changes in loans & advances	(16,981,824,532)	(11,147,058,033)
3	Changes in deposits & other accounts	8,079,615,785	(270,082,709)
3	Changes in borrowings	4,580,402,658	3,978,534,409
ļ	Changes in other assets	(1,981,909,114)	(444,414,852)
	Changes in other liabilities	2,843,510,861	1,901,996,544

## (3,460,204,343) (5,981,024,641) Income tax paid (334,338,235) (491,098,514)

2.12 Reporting Period These financial statements cover the period from 01 January to 30 June 2021

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 b) Figures of the previous year have been rearranged to conform to the current

## 2.14 Review of the Financial Statements

These Un-Audited Financial Statements were reviewed by the MTB Board Audit Committee in its 4th meeting for 2021 held on 26 July 2021 and was subsequently approved by the MTB Board in its 264th meeting held on 28 July 2021.

## 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 1H 2021: BDT 1.08 as against BDT 1.34 (Restated, Original EPS: BDT 1.55) of 1H 2020. EPS has decreased compared to the same period of last year due to higher requirement of loan loss provision. Calculation of EPS as of 1H 2021 is as under:

Credit Rating Information and Services Limited (CRISL) has rated the Bank based on December 31, 2020 with "AA" (pronounced as Double A) in the Long Term and ST-2 for the Short Term. The date of rating was May 23, 2021.

Periods	Rating Validity	Long Term Rating	Short Term Rating
January to December 2020	22 May, 2022	AA	ST-2
January to December 2019	14 July, 2021	AA	ST-2
January to December 2018	15 July, 2020	AA	ST-2

## mited (MTR IIK)

Commission Act, 1993. The operation has started as on April 17, 2011.

The financial statements of the Bank as at and for the period ended 30 June

The consolidated financial statements include the financial statements of Mutual Trust Bank Limited, Off-shore Banking Units, Islamic Banking 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 30 June 2021.

recommended in the BRPD Circular no.14, dated June 25, 2003 issued by the Banking Regulation & Policy Department of Bangladesh Bank.

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

## 2.4.3 Off - Balance Sheet Exposures

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

shares outstanding <u>BDT</u> 873,927,712 812,495,659