

MUTUAL TRUST BANK LIMITED AND ITS SUBSIDIARIES CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) AS AT AND FOR THE HALF YEAR ENDED 30 JUNE 2023



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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 half year ended 30 June, 2023. 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 and MTB Capital Limited which are prepared as per International Accounting Standard (IAS) 34 "Interim Financial Reporting"

As at 30 June 2023 June 2023 2022 BDT BDT BDT State Of January to 30 June 2023 Of January	01 January to 30 June 2023	
NotesBDTBDTNotesBDTBDTBDTBDTBDTBDTBDTMotesNotesPROPERTY AND ASSETSCashCashCashCash In Hand (Including Foreign Currency)Balance with Other Banks & Financial InstitutionsNotesBalance with other Banks & Financial InstitutionsNotes0utside BangladeshOutside BangladeshOutside BangladeshCustice BangladeshCustice BangladeshCustice BangladeshDutside BangladeshDut		01 January to 30 June 2022
Cash16,357,554,08419,195,683,4981,015,054,08419,195,683,4981,018,015,061,0564,262,691,2793,376,659,9604,262,691,2791,018,015,061,0564,262,691,2791,018,015,061,0563,016,068,7632,218,115,0613,019,0594,248,319,213,912,494,399Interest receipts fin cashBalance with other Banks & Financial Institutions8,591,749,6637,525,330,5887,525,330,5887,525,330,5881,144,353,872,954,438,8872,264,438,8872,069,109,6292,944,687.812,009,403,6461,129,354,479In Bangladesh0,015,014,0122,375,027,4102,227,730,5602,227,730,5602,227,730,5603,216,014,8373,323,646,2572,176,611,1872,099,403,8461,129,354,479In Bangladesh0,015,014,0122,375,027,4102,227,730,5602,227,730,5602,227,730,5603,52,97,600,0284,276,014,8373,323,642,271Network of the rub comeTotal Operating Income5,297,600,0285,297,600,0281,223,51,1122,006,455,8184,276,014,8333,392,642,271Cash payments to suppliersLess: Operating Expenses:Less: Operating Expenses:Less: Operating Expenses:Dividence1,026,014,8333,923,642,271Dividence		BDT
Cash In Hand (Including Foreign Currency)3,376,569,9604,262,691,279Net Interest Income/profit on investments3,816,63,5602,424,681,1832,099,403,6461,129,354,479Interest payments/profit paid on Deposits, Borrowings, etc.Balance with Bangladesh Bank and its agent Bank(s) (including foreign currency)12,980,984,12414,932,992,219Investment income2,214,944,6741,409,219,8061,129,354,479Interest payments/profit paid on Deposits, Borrowings, etc.Balance with other Banks & Financial Institutions8,591,749,8637,525,330,5887,525,330,5882,375,027,4102,227,730,5602,227,730,5603,326,661,3874,276,014,8333,392,6642,271Interest payments/profit paid on Deposits, Borrowings, etc.In Bangladesh2,375,027,4102,227,730,5602,227,730,5602,277,730,5603,325,634,3374,276,014,8333,392,642,271Cash payments to suppliersOutside Bangladesh2,167,22,4545,297,600,028Less: Operating Income8,325,634,3374,276,014,8333,392,642,271Cash payments to suppliersLess: Operating Expenses:Less: Operating Expenses:Less: Operating Expenses:Income taxes paidPercenting from univest from uni		
Cash in rlatic (including rotegin currency) 3,370,005,900 4,202,051,279 Balance with Bangladesh Bank and its agent Bank(s) (including foreign currency) 12,980,984,124 14,932,992,219 Balance with other Banks & Financial Institutions 8,591,749,863 7,525,330,588 In Bangladesh 2,375,027,410 2,227,730,560 Outside Bangladesh 6,216,722,454 5,297,600,028	10,129,289,531 (5,027,696,122)	8,845,655,510 (4,960,711,192)
Balance with Bangladesh Bank and its agent bank (s) (including foreign currency) 12,950,954,124 14,922,992,219 investment income 2,214,944,674 1,409,219,803 1,414,363,887 451,600,323 52,600,323 commission receipts in cash Balance with other Banks & Financial Institutions 8,591,749,863 7,525,330,588 2,375,027,410 2,227,730,560 532,496,241 472,125,943 303,660,333 2,060,139,629 20,661,187 2,206,41,84 Recoveries on loans/investment previously written off Outside Bangladesh 0.00tside Bangladesh 5,297,600,028 Less: Operating income 8,326,534,337 7,260,4655,818 4,276,014,833 3,923,642,271 Cash payments to suppliers Income tangladesh 5,297,600,028 Less: Operating income 8,326,534,337 7,260,4655,818 4,276,014,833 3,923,642,271 Cash payments to suppliers Income tangladesh 0.216,722,454 5,297,600,028 Less: Operating income 8,326,534,337 7,260,4655,818 4,276,014,833 3,923,642,271 Cash payments to suppliers Income tangladesh 0.216,722,454 5,297,600,028 Less: Operating income 4,276,014,833 3,923,642,271 Cash payments to suppliers Cash payments to suppliers In	(5,027,696,122) 142,605,534	(4,960,711,192) 164,734,055
Balance with other Banks & Financial Institutions 8,591,749,863 7,525,330,588 Other Operating Income 532,496,241 472,125,943 303,660,338 282,547,840 Recoveries on loans/investment previously written off In Bangladesh 2,375,027,410 2,227,730,560 2,227,730,560 5,297,600,028 Other Operating Income 5,322,642,843 7,260,465,818 4,276,014,833 3,923,642,271 Cash payments to suppliers Outside Bangladesh 0,216,722,454 5,297,600,028 Less: Operating Expenses: Ess: Operating Expenses: Cash payments to suppliers	1,762,129,863	2,954,438,886
In Bangladesh 2,373,027,410 2,227,730,300 Total Operating Income 8,325,634,337 7,260,465,818 4,276,014,833 3,923,642,271 Cash payments to suppliers Outside Bangladesh 5,297,600,028 Less: Operating Expenses: Expenses: Income taxes paid	128,593,957	50,759,034
Outside Bangladesh 6,216,722,454 5,297,600,028 Income taxes paid	(2,265,652,168) (105,962,671)	(2,125,994,315) (67,806,162)
	(1,052,673,820)	(687,590,317)
Money at Call on Short Notice 1,000,000 310,000 Salary and Anowances 2,231,279,040 2,112,039,022 1,209,304,446	836,796,493	758,703,062
Interformation C4 422 703 C24 E0 300 gC4 200 Legal Expenses 2/492 005 639 982 1.808,942 417,922 Cash Flow from Operating activities before Changes in Net Current Assets:	(1,836,865,163) 2,710,565,432	(1,284,615,540) 3,647,573,021
Investments 64,433,793,624 52,280,864,209 52,280,864,209 52,244,157,328 41,654,086,402 Stations etc. 30,878,041 15,712,662 22,128,191 9,329,747 Increase/Decrease in operating assets and liabilities		-,
Others 11 689 636 295 10 626 777 807 Chief Executive's salary and fees 14,372,328 13,134,693 8,877,705 7,365,243 Coans and Advances investment to customers	1,429,914,340	(18,558,705,439)
Director's Fees 1,530,400 1,491,400 599,900 897,000 Ounci Association State & NREL	1,217,191,940 910,000,000	(2,727,588,293) (3,950,000,000)
Loans and Advances/Investments 252,405,780,046 253,835,694,386 Depreciation and repair of bank's assets 485,306,990 530,377,836 255,471,935 264,230,210 Deposits from customers	12,706,373,993	14,469,104,719
Loans, Cash Credits, Overdrafts, etc./Investments 248,970,477,854 251,063,475,190 Other Expenses 1,239,531,020 796,914,736 641,606,884 446,561,428 Borrowing from Other Banks, Financial Institutions & Agents	(5,944,617,536)	10,840,485,642
Bills Purchased and Discounted 3,435,302,193 2,772,219,197 Profit Before Provision 3,786,669,808 3,346,352,397 1,856,668,071 1,816,233,959 Other Liabilities Cash generated from operating assets and liabilities	(29,538,187) 10,289,324,550	621,059,293 694,355,922
Fixed Asset including Premises, Furniture and Fixtures 4,998,795,811 5,265,362,889 Less: Provision for Loans, Investment & Other Net Cash Flows from Operating Activities 2.11		4,341,928,944
Other Assets 15,316,795,774 15,230,742,091 Provision for Unclassified Loan and Advance 635,277,229 560,238,334 165,959,964 394,907,226 B) Cash Flow from Investing Activities: Provision for Classified Loan and Advance 698,861,131 415,649,624 588,266,426 171,369,384 Investment in T. Bille, T. Bonde and other	(40.007.07)	0.400.070.007
Non Bapking Accete Provision for Off-Balance Sheet items 199,078,078 163,826,108 (6,884,381) 67,986,914	(10,997,051,304) (1,062,858,489)	3,422,670,188 (1,807,231,978)
Total Property and Assets 363,104,469,202 353,643,677,662 Provision for Other Assets 20,000,000 11,700,000 42,000,000 Historical or Provision for Other Assets	(1,002,030,489) (66,045,508)	(1,807,231,978) (561,021,844)
Total Provision 1,581,516,438 1,314,714,065 769,042,009 716,263,524 Net Cash Flow from Investing Activities	(12,125,955,301)	1,054,416,365
LIABILITIES AND CAPITAL	(1,830,000,000)	(1,000,000,000)
Borrowing from other Banks, Financial Institutions and Agents 39,026,716,446 44,971,333,982 Provision for Taxation 1,126,420,959 695,012,523 680,540,727 399,363,347 Subolumated usis Current Tax Expenses 2.5.b 1,066,335,676 822,552,495 545,951,542 442,340,654 Dividend Paid by MTB Subsidaries	(130,000,000)	(227,500,000)
Dependent and Other Accounts 246 061 004 299 222 627 442 627	(1,960,000,000)	(1,227,500,000)
Current Deposit & Other Accounts 32,177,627,835 29,303,987,611	(1,086,065,319) 4,137,080	4,168,845,309 19,267,589
Bills Payable 3,212,503,534 2,181,104,098 Shareholders' of the Bank Minority Interest 1,078,730,555 1,336,623,572 407,084,573 702,606,277 F) Opening Cash and Cash Equivalents	27,033,509,086	18,984,169,345
Savings Deposit 48,702,077.097 44,731,165,855 1,078,732,411 1,336,625,809 407,085,334 702,607,085 Closing Cash and Cash Equivalents (D+E+F)	25,951,580,847	23,172,282,243
Fixed Deposits 110,287,067,880 105,844,214,688 Retained Surplus Brought Forward 3,825,461,139 3,488,747,189 4,924,545,712 4,191,353,466 The above closing Cash and Cash Equivalents include:	0.070.500.000	0 774 000 000
Special Noticed Deposits 27,694,404,067 26,042,595,954 Appropriations:	3,376,569,960 12,980,984,124	3,774,986,900 12,308,403,733
Deposit Products 23,978,223,885 24,554,375,452 Cash Dividend Paid by MTBSL during the year 129,997,600 129,997,997,600 129,997,600 129,997,600 129,997,600 129,997	8,591,749,863	7,084,646,910
Other Liabilities 42,988,380,987 40,183,634,186 Transferred to Statutory Reserve 411,761,010 375,027,159 202,216,060 209,841,613 Money at Call and Short Notice Other Liabilities Transferred to Statutory Reserve 411,761,010 375,027,159 202,216,060 209,841,613 Money at Call and Short Notice	1,000,000,000	-
1,445,409,408 1,427,404,501 1,229,654,634 1,028,994,483	2,276,900 25,951,580,847	4,244,700 23,172,282,243
Bond 12,670,000,000 14,500,000,000 Retained Surplus, Carried Forward 3,458,782,285 3,397,966,260 3,002,891,078 3,162,358,983 Perpetual Bond 4,000,000,000 4,000,000,000 Forming Perpetual Karried Forward 3,458,782,285 3,397,966,260 3,002,891,078 3,162,358,983		
Perpetual Bond 4,000,000,000 4,000,000,000 Earnings Per Share (EPS) (2022 Restated) 2.9 1.10 1.36 0.41 0.71 Net Operating Cash Flows Per Share (2022 Restated) 2.10 Subordinated Debts 8,670,000,000 10,500,000,000 Earnings Per Share (EPS) (2022 Restated) 2.9 1.10 1.36 0.41 0.71 Net Operating Cash Flows Per Share (2022 Restated) 2.10	13.22	4.42
	,	
Total Liabilities <u>340,737,001,732</u> 332,312,411,825 For w and Leh And		D.C.
	N V	
Paid up Capital 9,831,197,460 8,937,452,240 Chairman Director Managing Director & CEO Chairman Director	Managing Dire	ctor & CEO
Statutory Reserve 6,693,069,418 6,281,308,408	m	
Share Premium 1,095,304,778 1,095,304,778 Hand of Einance Hand of Einance Konstant		
	mpany Secretary	
Foreign Currency Translational Gain/Loss General Reserve 786,777,324 786,777,324 Consolidated Statement of Changes in Equity (Un-audited)		
Surplus in Profit and Loss Account/Retained Earnings 3,458,782,285 3,825,461,139 As at 30 June 2023 Total Shareholders' Equity 22,367,335,645 21,331,133,467 As at 30 June 2023		
Non-Controlling Interest 131,826 132,370		Amount in BDT
Total Liabilities and Shareholders' Equity 363,104,469,202 353,643,677,662 Profit and Loss	. Minority	-
Net Asset Value (NAV) per share (2022 Restated) 2.8 22.75 21.70 Particulars Particulars </td <td>l Interest</td> <td>Total</td>	l Interest	Total
Off-Balance Sheet Items Balance as at 01 January 2023 8,937,452,240 6,281,308,408 1,095,304,778 394,363,476 10,466,102 786,777,324 3,825,461,139 21,331,133	33,467 132,370	21,331,265,837
Contra & Contingent Assets & Liabilies: (893,745,220)	-	-
	97,600) (2,400)	(130,000,000)
	37,080	4,137,080
Irrevocable letters of credit 39,286,533,056 38,805,688,054 Transferred to Start-Up Fund (9,905,578) (9,905,578)	05,578)	(9,905,578)
Bills for collection 9,935,663,903 11,324,834,538 Revaluation Reserve transferred during the period 93,237,722 93,237,722 93,237,722	37,722	93,237,722
Other contingent liabilities Net Profit for the period after Tax 1,078,730,555 1,078,730	30,555 1,856	1,078,732,411
Appropriation made during the period 411,761,010 (411,761,010)	-	
Balance as at 30 June 2023 9,831,197,460 6,693,069,418 1,095,304,778 487,601,198 14,603,182 786,777,324 3,458,782,285 22,367,33	35,645 131,826	22,367,467,471
forward SLL M (DC)		,,,
Phy RN 40* Balance as at 30 June 2022 8,937,452,240 6,071,381,655 1,095,304,778 529,708,195 23,967,010 786,777,324 3,397,966,260 20,842,55	57,461 131,296	20,842,688,757
Chairman Director Managing Director & CEO		
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Chairman Director Managing Director & CEO Hard of Eingage	· XHIII	atom
Head of Finance Group Company Secretary Chairman Director Managing Director & CEO Head of Finance Group	oup Company Secr	

Mutual Trust Bank Limited and Its Subsidiaries

Selective Notes to the Condensed Interim Financial Statements (Un-Audited) As at and for the period ended 30 June 2023

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 120 (One Hundred and Twenty) branches including 14 (Fourteen) SME/Agri Branches and 37 (Thirty Seven) sub branches all over the Bangladesh, 189 (One Hundred Eighty Nine) Agent Banking Centre, 06(Six) 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 Bandladesh 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, AI-Wadeeah current deposits, monthly/quarterly profit paying scheme etc.

1.4 Agent Banking:

The Bank obtained permission from Bandladesh 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 (Agen 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 Capital Limited (MTBCL)

The Bank obtained permission to embark upon Merchant Banking from the Securities and Exchange Commission (SEC) vides its certificate No. MB-55/2010 dated December 06, 2010 under the Securities and Exchange Commission Act, 1993. The operation has started as on April 17, 2011.

2.0 Significant Accounting Policies

2.1 Basis of Accounting

The financial statements of the Bank as at and for the period ended 30 June 2023 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 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 account.

2.2 Basis of Consolidation

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 and MTB Capital Limited The consolidated financial statements are prepared to a common financial period ending 30 June 2023.

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 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/ Investment

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-4/119/2023-445 dated April 18, 2023 and DOS (CAMS) 1157/41(Dividend) /2023-2112, dated 25 April 2023 regarding approval to required provision amount.

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.

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, 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.

2.5.a According to IAS-12 "Income Taxes", Current Tax comprises of Operating Profit before Provision after adjustment of permanent disallowances.

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 28.16% and 24.58% for the 1H of 2023 and 1H for 2022 respectively which is shown below:

Particulars	01 January to 30 June 2023	01 January to 30 June 2022
Operating profit before Provision	3,786,669,808	3,346,352,397
Provision for Current Tax	1,066,335,676	822,552,495
Effective Tax rate	28.16%	24.58%

2.5.b Calculation of Effective Tax Rate

As per the Paragraph 81(c) of IAS 12 "Income Tax" a numerical reconciliation between the average effective Tax Rate and the applicable Tax Rate are as follows:

Partic	ulars				BDT
Operat	ting Profit Before Provision & Tax				3,632,021,487
Less:	Items to be considered separately				2,287,763,395
					1,344,258,092
Add:	Inadmissible expenses as per IT ordinance				2,645,501,520
					3,989,759,612
Less:	Admissible expenses as per IT ordinance				1,379,453,884
	Income from Business				2,610,305,728
Add:	Income from Dividend				110,987,524
Add:	Gain on investment in shares				121,212
Add:	Capital Gain from Trading in Govt. Securities				47,232,602
	Total Taxable income				2,768,647,066
	Calculation of Tax Liabilities	BDT		Rate	
	Income from Business	2,610,305,728	0	37.50%	978,864,648
	Capital Gain from Trading in Govt. Securities	47,232,602	0	15.00%	7,084,890
	Income from Dividend	110,987,524	0	20.00%	22,197,505
	Gain on investment in shares	121,212	0	10.00%	12,121
	Total Taxable Income	2,768,647,066		Tax liability	1,008,159,164
	Tax Expenses of MTB Subsidiaries				58,176,511
	Total Provision for Current Tax				1,066,335,676
	Operating profit before Provision				3,786,669,808
	Effective Tax rate				28.16%

2.6 Calculation of Deferred Tax: Taxable temporary difference arising from the carrying value of Assets Deductibles temporary difference arising from the provision of classified loan & Assets

6,109,189,890 Net deductible temporary difference (a) Tax rate (b) Closing deferred tax assets (a X b) 2.290.946.209 Opening deferred tax assets 2,351,034,248 Deferred tax (income)/expenses of the Bank 60,088,039 Deferred tax income of subsidiaries Consolidated deferred tax (income)/expenses 60,085,283 2.7 Composition of Shareholders' Equity: Paid up Capital (983,119,746 Ordinary shares @ 10.00 each) 9.831.197.460 6 693 069 418 Statutory Reserve Share Premium 1.095.304.778 Revaluation Reserve on Investment in Securities 487.601.198 Foreign Currency Translation gain/Loss 14,603,182 786,777,324 General Reserve 3,458,782,285 Surplus in Profit and Loss Account/Retained earnings 22.367.335.645 Total Shareholders' Equity

2.8 Net Asset Value Per Share (NAVPS):

Net assets value (NAV) per share as of 1H, 2023: BDT 22.75 which was BDT 21.70 (Restated) in December 2022. Calculation of the NAVPS furnished below:

Net asset value/ No. of shares outstanding	
<u>BDT</u>	
22,367,335,645	
983,119,746	
22.75	

2.9 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 1H, 2023: BDT 1.10 as against BDT 1.36 (Restated, Original EPS: BDT 1.50) of 1H, 2022. EPS has decreased compared to the same period of last year due to increase of total provision and provision for Tax. Calculation of EPS as of 1H, 2023 is as under:

Calculation of Basic EPS	Net profit after tax/ No. of shares outstanding
	<u>BDT</u>
Net profit after tax (a)	1,078,732,411
Number of shares outstanding as of 30 June 2023 (b)	983,119,746
Earnings per share (a/b)	1.10

2.10 Net Operating Cash Flows Per Share (NOCFS)

NOCFS for the period has stood at BDT 13.22 compare to the same period of last year of BDT 4.42 [Restated, Original NOCFS: BDT 4.86] mainly due to increase 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, 2023 is as under:

Calculation of NOCFPS:	Net operating cash flow/No. of shares outstanding
	BDT
Total net operating cash flows (a)	12,999,889,982
Number of shares outstanding as of 30 June 2023 (b)	983,119,746
Net operating cash flow per share (a/b)	13.22

The un-audited First Half Financial Statements (1H, 2023) are available on www.mutualtrustbank.com

3,786,669,808 Profit before provision 3,346,352,39 Adjustment for non-cash item Depreciation on fixed assets 287,495,768 389,736,505 Amortization on software 41,745,142 41.003.204 329,240,911 430,739,710 Adjustment with non-operating activities 50,759,034 Recovery of written off loan 128,593,957 Accounts Receivable (250.571.802) 252.378.911 249,975,591 Accounts Payable on deposits (234,065,296) 4,957,696 3,371,676 Loss on sale of assets (352.671.467) 558.071.231 Changes in operating assets and liabilities (18,558,705,439) 1,429,914,340 Changes in loans & advances Changes in deposits & other accounts 13.616.373.993 10.519.104.71 10,840,485,64 Changes in borrowings (5,944,617,536) Changes in other assets 1.217.191.940 (2.727.588.293 Changes in other liabilities (29,538,187) 621,059,293 10,289,324,550 694,355,922 Income tax paid (1,052,673,820) (687,590,317) 4,341,928,944 12,999,889,982

01 Jan to 30 June 2023

BDT

01 Jan to <u>30 June 2022</u>

BDT

2.11 Reconciliation of statement of cash flows from operating activities

BDT

(608,923,162)

6718113052

37.50%

(2.756)

BDT

Particulars

2.12 Unclaimed Dividend Account: As per Directives No. BSEC/SRMIC/2021-198/254 dated October 19, 2021 and BSEC/CMRRCD/2021-386/03 dated January 14, 2021 of Bangladesh Security & Exchange Commission (BSEC) clause No. 3(vii), it is required to disclose the summary of year-wise unpaid or unclaimed cash dividend information in the statements of financial position (Quarterly/annually) as a separate line item "Unclaimed Dividend Account". Cash Dividend remain unclaimed which were declared for the years:

Year	Amount in BDT 30 June 2023	Amount in BDT 31 December 2022
2019	1,257,324	1,257,324

2.13 Related Party Transection

s per the Paragraph 15B(j) of IAS 34: "Interim Financial Report", The following related party transactions as on 30 June 2023

Name of party	Related with	Transactions nature	Funded Outstanding amount BDT Million	Nature of Security
Sunbeams School Ltd. (1. Mr. Sayed Nasim Manzur, 2. Ms. Munize Manzur)	Mr. Syed Manzur Elahi	Sod (General)	62.63	RM of Land and Building
Mrs. Gazala Chowdhury	Mr. Rashed Ahmed Chowdhury	MTB Personal Loan Branch	0.094	Personal Guarantee

2.14 Reporting Period These financial statements cover the period from 01 January to 30 June 2023.

2.15 General

- 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 have been rearranged to conform to the current year's presentation

2.16 Review of the Financial Statements These Unaudited Financial Statements were reviewed by the MTB Board Audit Committee in its 4th meeting for 2023 held on 24 July 2023 and was subsequently approved by the MTB Board in its 293th meeting held on 26 July 2023.

2.17 Credit Rating

Credit Rating Information and Services Limited (CRISL) has rated the Bank based on December 31, 2022 with "AA+" (pronounced as Double A Plus) for the Long Term and ST-2 for the Short Term. The date of rating was May 23, 2023.

Periods	Rating Validity	Long Term Rating	Short Term Rating
January to December 2022	22 May, 2024	AA+	ST-2
January to December 2021	11 May, 2023	AA	ST-2
January to December 2020	22 May, 2022	AA	ST-2