



# মিউচুয়াল ট্রাস্ট ব্যাংক লিমিটেড

## Mutual Trust Bank Ltd.

you can bank on us

### FINANCIAL STATEMENTS 2019

#### Independent auditor's report

#### Independent auditor's report to the shareholders of Mutual Trust Bank Limited

#### Report on the audit of the consolidated and separate financial statements

#### Opinion

We have audited the consolidated financial statements of Mutual Trust Bank Limited and its subsidiaries (the "Group") as well as the separate financial statements of Mutual Trust Bank Limited (the "Bank"), which comprise the consolidated and separate balance sheet as at 31 December 2019, and the consolidated and separate profit and loss account, consolidated and separate statement of changes in equity and consolidated and separate cash flow statement for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the Bank (the "financial statements") give a true and fair view of the consolidated balance sheet of the Group and the separate balance sheet of the Bank as at 31 December 2019, and of its consolidated and separate profit and loss accounts, consolidated and separate statement of changes in equity and its consolidated and separate cash flow statement for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note # 2 and comply with the Banking Companies Act, 1991 (as amended up to date), the Companies Act, 1994, the rules and regulations issued by the Bangladesh Bank, the rules and regulations issued by the Bangladesh Securities & Exchange Commission (BSEC) and other applicable laws and regulations.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the consolidated and separate financial statements section of our report. We are independent of the Group and the Bank in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), rules & regulations issued by Bangladesh Bank and Bangladesh Securities and Exchange Commission (BSEC), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) By-laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in the audit of the financial statements for the financial year 2019. These matters were addressed in the context of the audit of the financial statements, and in forming the auditor's opinion thereon, and we do not provide a separate opinion on these matters. For each matter described below our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the auditor's responsibilities for the audit of the financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatements of the financial statements. These results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

Key audit matters	How our audit addressed the key audit matter
<p><b>01. Transition to International Financial Reporting Standard 16 Leases (IFRS 16) from International Accounting Standard 17 Leases (IAS 17)</b></p> <p>With reference to Note 8.a, 12.a, 24.a and 35.a to the financial statements, 'IFRS 16 Leases' becomes effective for annual reporting beginning on or after 01 January 2019 which replaces the existing standard 'IAS 17 Leases'.</p> <p>The Bank applied the modified retrospective approach for the transition accounting. The application of new lease standard resulted in the recognition, for the 31 December 2019 closing balance sheet, right of use assets of BDT 599,085,737 (net value) and an increase in lease liabilities of BDT 503,537,815 to the financial statements of the Group.</p> <p>The Bank developed a model to implement the IFRS 16 and in this process has applied significant degree of estimates and judgement including discount rates, lease term to arrive at the right of use asset and lease liability.</p> <p>Based on the materiality of the balances involved, significant management judgement and estimates applied, implementation of IFRS 16 leases is considered as a key audit matter.</p>	<p>We understood the management's assessment process for the transition to IFRS 16 including the judgement and estimates applied. The audit procedures performed included:</p> <ul style="list-style-type: none"> <li>Read the accounting policy for compliance with IFRS 16 Leases;</li> <li>Obtained significant contracts from the management and tested the contracts to determine the impact under IFRS 16;</li> <li>Tested the key controls around inputs, assumptions and outputs;</li> <li>In respect of testing the right of use assets and lease liabilities recognized by the Group, we have performed the following procedures: <ul style="list-style-type: none"> <li>Tested the appropriateness of key assumptions used in lease calculation model such as the bank's incremental borrowing rate;</li> <li>Tested the completeness of additions and changes to the lease population;</li> <li>Performed test of details for sample cases for measurement and valuation of the right of use asset and lease liability.</li> </ul> </li> <li>Assessed the disclosures within the financial statements in accordance with IFRS 16 Leases.</li> </ul>
<p><b>02. Measurement of provision for loans and advances</b></p> <p>With reference to Note 7.a.8, 12.01 and 12.a.1 to the financial statements, the process for calculating the provision for loans and advances portfolio, associated with credit risk, is significant and complex.</p> <p>In accordance with BRPD circular no. 14 dated 23 September 2012 and its subsequent amendments, the bank calculates provision for loans and advances by considering various factors such as rate of provision, loan category, expiry date, outstanding balance, interest suspense amount, value of eligible collateral. The process of calculation on the impaired loans accounts is a manual activity.</p> <p>The loans and advances constitute a significant portion of the bank's property and assets. The quality of these loans and advances are measured in terms of ratio of non-performing loans (NPLs) to the gross loans and advances of the bank. The bank's net loans and advances comprise 72.94% of the total property and assets and the gross NPL is 5.48% to total loans and advances as at 31 December 2019.</p> <p>At year end of 2019 the Group reported total gross loans and advances of BDT 189.73 billion (2018: BDT 166.15 billion) and the Bank reported total gross loans and advances of BDT 186.77 billion (2018: BDT 163.28 billion) whereas at the year end of 2019 the Group reported total provision for loans and advances of BDT 7.14 billion (2018: BDT 5.53 billion) and the Bank reported total provision for loans and advances of BDT 6.80 billion (2018: BDT 5.20 billion).</p> <p>While the overall effect on the Bank's business in the post year relating to the COVID 19 global pandemic still evolving at this point. The Group is regularly monitoring the potential future impact on the Bank's operations.</p> <p>Since the measurement of provisions on loans and advances require significant level of estimation and given its significance to the overall audit, we have identified the measurement of provisioning for loans and advances as a key audit matter.</p>	<p>The audit procedures performed for the measurement of provision for loans and advances are following:</p> <ul style="list-style-type: none"> <li>Tested the key internal controls on the provisioning process, the management of impaired loans as well as the adequacy of the classification in compliance with the Bangladesh Bank guidelines;</li> <li>Discussed with those charged with governance &amp; management and assessed possible impact of COVID 19 global pandemic outbreaks as events after reporting period on recoverability of loans and advances by analyzing cash flows during the pandemic.</li> <li>Assessed the key methodologies on which the provision amounts based;</li> <li>Tested the adequacy of the Bank's general and specific provisions for loans and advances;</li> <li>Analyzed and inquired quarterly classification ledger of loans and advances (CL);</li> <li>Tested a selection of loans and advances to examine the validity of the recorded amounts, loan documentation, examined the statement of accounts, indicators of impairment, provision for non-performing loans and compliance with relevant Bangladesh Bank guidelines;</li> <li>Recalculated the provisions and tested the completeness and accuracy of the underlying information for sample cases;</li> <li>Assessed the appropriateness and presentation of disclosures for loans and advances with relevant accounting standards and Bangladesh Bank guidelines.</li> </ul>

#### Other information

Management is responsible for the other information. The other information comprises all of the information in the annual report other than the financial statements and our auditor's report thereon. The annual report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Responsibilities of management and those charged with governance for the consolidated and separate financial statements and internal controls

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRSs) as explained in note # 2 and comply with the Banking Companies Act, 1991 (as amended up to date), the Companies Act, 1994, the Rules and Regulations issued by the Bangladesh Bank, the Rules and Regulations issued by the Bangladesh Securities & Exchange Commission (BSEC) and other applicable Laws and Regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Banking Companies Act, 1991 (as amended up to date) and the Bangladesh Bank guidelines require the management to ensure effective internal audit, internal control and risk management functions of the Bank. The management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

In preparing the financial statements, management is responsible for assessing the Group's and the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Bank's financial reporting process.

#### Auditor's responsibilities for the audit of the consolidated and separate financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISA will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISA, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and the Bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and the Bank to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the Group's and Bank's audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### Report on other legal and regulatory requirements

In accordance with the Companies Act, 1994, the Banking Companies Act, 1991 (as amended up to date), and the rules and regulations issued by Bangladesh Bank, the Securities and Exchange Rules 1987, we also report that:

- We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- to the extent noted during the course of our audit work performed on the basis stated under the Auditor's Responsibility section in forming the above opinion on the financial statements and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the financial statements and internal control:
  - Internal audit, internal control and risk management arrangements of the Group and the Bank as disclosed in the financial statements appeared to be materially adequate;
  - nothing has come to our attention regarding material instances of forgery or irregularity or administrative error or exception or anything detrimental committed by employees of the Group and the Bank;
- financial statements of Mutual Trust Bank Limited's subsidiaries namely, MTB Securities Limited, MTB Capital Limited have been audited by Khan Wahab and Shafique Rahman and Co., Chartered Accountants and MTB Exchange (UK) Limited has been audited by Jahan and Co, Certified Management Accountants and have been properly reflected in the consolidated financial statements;
- in our opinion, proper books of account as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books;
- the consolidated balance sheet and consolidated profit and loss account of the Group and the separate balance sheet and separate profit and loss account of the Bank together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
- the expenditures incurred and payments made were for the purpose of the Group's and Bank's business for the year;
- the financial statements have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as related guidance issued by Bangladesh Bank;
- adequate provisions have been made for advance and other assets which are in our opinion, doubtful of recovery;
- the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- the information and explanations required by us have been received and found satisfactory;
- we have reviewed over 80% of the risk weighted assets of the Bank and spent over 1,600 man hours; and
- capital to risk-weighted asset ratio (CRAR) as required by Bangladesh Bank has been maintained adequately during the year.

Dated, Dhaka  
30 June 2020

A. Qasem & Co.  
Chartered Accountants

#### Consolidated Balance Sheet

		Mutual Trust Bank Limited and its subsidiaries Consolidated Balance Sheet As at 31 December 2019	
		2019 BDT	2018 BDT
<b>Property and Assets</b>	Notes		
Cash	3.00	14,556,500,624	12,300,993,770
In Hand (Including Foreign Currency)		2,886,876,110	2,520,514,712
With Bangladesh Bank and its agent Bank(s) (including Foreign Currency)		11,669,624,514	9,780,479,058
Balance with Other Banks & Financial Institutions	4.00	3,385,050,274	3,176,657,573
In Bangladesh		647,783,394	861,661,189
Outside Bangladesh		2,737,266,881	2,314,996,384
Money at Call and Short Notice	5.a	206,800,000	1,580,000,000
Investments	6.00	34,199,538,201	27,407,647,948
Government		31,064,307,864	24,421,226,713
Others		3,135,230,337	2,986,421,235
Loans and Advances	7.00	189,729,715,862	166,145,119,129
Loans, Cash Credits, Overdrafts, etc.		186,991,247,910	163,394,332,234
Bills Purchased and Discounted		2,738,467,951	2,750,786,895
Fixed Assets including Premises, Furniture & Fixtures	8.00	4,301,132,697	3,128,176,262
Other Assets	9.00	10,534,428,577	8,725,556,034
Non-Banking Assets		-	-
<b>Total Property and Assets</b>		<b>256,913,166,235</b>	<b>222,464,150,716</b>
<b>Liabilities and Capital</b>			
Borrowing from other Banks, Financial Institutions & Agents	10.00	21,701,177,487	19,640,823,048
Deposits and Other Accounts	11.00	190,947,704,349	166,160,290,425
Current Deposits & Other Accounts		16,350,528,300	14,090,900,316
Bills Payable		1,643,542,846	1,703,433,803
Savings Bank Deposits		29,884,510,508	28,239,575,869
Special Notice Deposits		12,933,757,149	12,863,186,737
Fixed Deposits		91,060,961,747	77,043,035,120
Deposit Products		39,074,403,799	32,220,158,580
Other Liabilities	12.00	21,174,287,503	15,935,967,530
Subordinated Debts	13.a	6,800,000,000	7,400,000,000
<b>Total Liabilities</b>		<b>240,623,169,339</b>	<b>209,137,081,003</b>
Capital/Shareholders' Equity			
Paid-up Capital	14.a	7,034,594,460	5,733,630,380
Statutory Reserve	15.a	4,691,953,779	4,096,004,358
Share Premium	16.a	1,095,304,778	-
Revaluation Reserve on Investment	17.00	421,956,410	528,441,970
Foreign Currency Translation gain/(loss)		5,392,239	6,143,266
General Reserve	18.a	786,777,324	786,777,324
Retained Earnings	19.00	2,253,888,060	2,175,943,964
<b>Total Shareholders' Equity</b>		<b>16,289,867,051</b>	<b>13,326,941,262</b>
Minority Interest	20.00	129,845	128,451
<b>Total Liabilities and Shareholders' Equity</b>		<b>256,913,166,235</b>	<b>222,464,150,716</b>
<b>Net Asset Value (NAV) per share (2018 Restated)</b>		<b>23.16</b>	<b>18.94</b>
<b>Off-Balance Sheet Items</b>	Notes	2019 BDT	2018 BDT
Contingent Liabilities	21.a		
Acceptances and endorsements		28,080,703,195	28,001,688,309
Letters of guarantee		30,336,492,151	19,295,388,283
Irrevocable letters of credit		22,398,091,176	16,622,625,028
Bills for collection		1,753,276,921	1,712,416,910
Other contingent liabilities		-	-
<b>Total Off Balance Sheet Items</b>		<b>82,568,563,443</b>	<b>65,632,118,530</b>
<b>Other Commitments</b>			
Documentary credits and short term trade related transactions		-	-
Forward asset purchased and forward deposit placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Claim against the bank not acknowledged as debt		-	-
Litigation pending against Bank		-	-
<b>Other Memorandum Items</b>			
Value of Travelers' Cheque on Hand		-	-
Value of Bangladesh Sanchoy Patra on Hand		-	-
<b>Total Off-Balance Sheet Items including Contingent Liabilities</b>		<b>82,568,563,443</b>	<b>65,632,118,530</b>

The annexed accounting policies and other notes form an integral part of these financial statements

Signed as per our annexed report of the same date

Dated, Dhaka  
30 June 2020

A. Qasem & Co.  
Chartered Accountants

#### Consolidated Profit and Loss Account

		Mutual Trust Bank Limited and its subsidiaries Consolidated Profit and Loss Account For the year ended 31 December 2019	
		2019 BDT	2018 BDT
<b>Particulars</b>	Notes		
Interest Income	23.00	18,394,013,962	15,687,277,155
Less: Interest Paid on Deposits and Borrowings, etc.	24.00	12,964,301,101	10,436,062,969
<b>Net Interest Income</b>		<b>5,429,712,862</b>	<b>5,251,214,186</b>
Investment Income	25.00	2,535,625,925	2,343,167,734
Commission, Exchange and Brokerage	26.00	2,619,783,073	1,682,805,559
Other Operating Income	27.00	612,055,850	551,932,140
<b>Total Operating Income</b>		<b>5,777,464,848</b>	<b>4,577,905,433</b>
<b>Less: Operating Expenses:</b>			
Salary and Allowances	28.00	3,276,437,927	2,711,522,726
Rent, Tax, Insurance and Electricity etc.	29.00	671,277,258	696,453,008
Legal Expenses	30.00	4,723,622	3,369,120
Postage, Stamps and Telecommunication etc.	31.00	17,071,946	14,635,616
Stationery, Printing and Advertisements etc.	32.00	135,711,109	124,717,809
Managing Director's Remuneration	28.a.1	23,266,806	19,235,333
Directors' Fees	33.00	2,979,633	3,340,700
Auditors' Fees	34.00	2,469,799	1,838,605
Depreciation and Repair of Bank's Properties	35.00	632,918,334	464,743,611
Other Expenses	36.00	1,200,477,023	904,935,144
<b>Total Operating Expenses</b>		<b>5,967,333,458</b>	<b>4,944,791,672</b>
<b>Profit Before Provision</b>		<b>5,239,844,252</b>	<b>4,884,327,947</b>
<b>Less: Provision for Loans, Investment &amp; Other</b>	37.00		
Specific Provision for Loans & Advances		178,272,083	2,223,526,000
General Provision for Loans & Advances		1,681,603,942	591,000,000
Provision for Off Balance Sheet Items		157,028,766	5,342,050
Provision for Margin Loan & Investment in Shares		97,232,333	103,000,000
Provision for Other Asset		26,246,000	10,000,000
<b>Total Provision</b>		<b>2,140,383,124</b>	<b>2,342,459,050</b>
<b>Profit Before Tax</b>		<b>3,099,461,128</b>	<b>2,541,868,897</b>
<b>Less: Income Tax Expenses</b>			
Current Tax Expenses	38.00	1,659,743,356	1,047,932,816
Deferred Tax Expenses/(Income)	38.01	101,928,820	(240,513,470)
<b>Net Profit After Tax</b>		<b>1,337,788,952</b>	<b>1,734,445,551</b>
Shareholders' of the Bank		1,337,788,952	1,734,445,551
Minority Interest		1,395	3,765
<b>Retained Surplus Brought Forward</b>		<b>1,337,788,952</b>	<b>1,734,445,551</b>
		2,175,943,964	1,722,348,545
		3,513,731,521	3,456,794,331
<b>Appropriations:</b>			
Bonus Share Issued during the year		663,894,040	637,070,040
Transferred to Statutory Reserve		595,949,421	473,780,327
Transferred to General Reserve		-	170,000,000
<b>Retained Surplus, Carried Forward</b>		<b>1,259,843,461</b>	<b>1,280,850,367</b>
		2,253,888,060	2,175,943,964
<b>Earnings Per Share (EPS) (2018 Restated)</b>	39.00	<b>2.03</b>	<b>2.73</b>

The annexed accounting policies and other notes form an integral part of these financial statements

Signed as per our annexed report of the same date




Dated, Dhaka  
30 June 2020

**Consolidated Statement of Changes in Equity**

**Mutual Trust Bank Limited and Its Subsidiaries**  
Consolidated Statement of Changes in Equity  
For the year ended 31 December 2019

Particulars	Amount in BDT									
	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
Balance as at 01 January 2019	5,733,630,380	4,096,004,358	-	528,441,970	6,143,266	786,777,324	2,175,943,964	13,326,941,262	128,451	13,327,069,713
New Share Issued to NORFUND during the year	637,070,040	-	1,095,304,778	-	-	-	-	1,732,374,818	-	1,732,374,818
Bonus Share Issued	663,894,040	-	-	-	-	-	(663,894,040)	-	-	-
Currency Translation Differences	-	-	-	-	(751,026)	-	-	(751,026)	-	(751,026)
Transferred to Provision	-	-	-	-	-	-	-	-	-	-
Revaluation Reserve transferred during the period	-	-	-	(106,485,560)	-	-	-	(106,485,560)	-	(106,485,560)
Net Profit for the year after tax	-	-	-	-	-	-	1,337,787,557	1,337,787,557	1,395	1,337,788,952
Appropriation made during the period	-	595,949,421	-	-	-	-	(595,949,421)	-	-	-
Balance as at 31 December 2019	7,034,594,460	4,691,953,779	1,095,304,778	421,956,410	5,392,239	786,777,324	2,253,888,060	16,289,867,051	129,845	16,289,996,896
Balance as at 31 December 2018	5,733,630,380	4,096,004,358	-	528,441,970	6,143,266	786,777,324	2,175,943,964	13,326,941,262	128,451	13,327,069,713

The annexed accounting policies and other notes form an integral part of these financial statements

Chairman:  Director:  Managing Director & CEO: 

Signed as per our annexed report of the same date


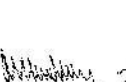

Date: 30 June 2020

**Consolidated Cash Flow Statement**

**Mutual Trust Bank Limited and Its Subsidiaries**  
Consolidated Cash Flow Statement  
For the year ended 31 December 2019

Particulars	2019		2018	
	BDT	BDT	BDT	BDT
<b>A) Cash Flows from Operating Activities:</b>				
Interest Received	20,554,495,659	17,846,615,060		
Interest Paid on Deposits, Borrowings, etc.	(12,074,187,817)	(9,890,149,671)		
Dividend Income	66,713,331	83,522,850		
Fees & Commission Income	2,629,783,073	1,682,805,559		
Recoveries of Loans previously written off	44,570,800	964,000		
Cash Paid to Employees as Salaries and Allowances	(3,299,704,733)	(2,730,758,059)		
Cash Paid to Suppliers	(135,713,109)	(124,717,809)		
Advance Income Tax Paid	(10,822,227,321)	(10,122,393,682)		
Cash Received from Other Operational Income	586,873,688	1,071,612,595		
Cash Paid for Other Operational Expenses	(1,955,632,900)	(1,730,034,697)		
Cash Flows from Operating Activities before Changes in Net Current Assets:	5,694,982,469	5,197,466,057		
<b>Loans &amp; Advances</b>				
Other Assets	(23,562,878,428)	(20,560,108,373)		
Bank Deposits	(485,750,630)	(512,496,899)		
Customers' Deposits	(5,399,825,000)	(5,700,050,000)		
Borrowing from Other Banks, Financial Institutions & Agents	29,280,120,261	17,074,550,980		
Other Liabilities	1,280,699,252	(1,014,268,000)		
Net Cash Flows from Operating Activities	3,180,739,895	(5,039,127,402)		
<b>B) Cash Flows from Investing Activities:</b>				
Investments in T. Bills, T. Bonds and other Investments in Shares & Bonds	(7,078,485,436)	(2,219,189,285)		
Purchase of Premises & Fixed Asset (net)	(1,689,250,861)	(261,192,000)		
Net Cash Flows from Investing Activities	(8,767,736,300)	(2,480,381,285)		
<b>C) Cash Flows from Financing Activities:</b>				
Issue of new share with premium	1,732,374,818	(600,000,000)		
Subordinated debts	1,091,531,781	(3,508,136,269)		
Net Cash Flows from Financing Activities	2,823,906,600	(3,908,136,269)		
<b>Net Increase in Cash and Cash Equivalents</b>	<b>2,246,910,200</b>	<b>(2,291,042,630)</b>		

The annexed accounting policies and other notes form an integral part of these financial statements

Chairman:  Director:  Managing Director & CEO: 

Signed as per our annexed report of the same date

**Consolidated Liquidity Statement**

**Mutual Trust Bank Limited and Its Subsidiaries**  
Consolidated Liquidity Statement  
As at 31 December 2019

Particulars	Amount in BDT					
	Less than 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Above 5 years	Total
<b>ASSETS:</b>						
Cash	3,566,191,624	-	-	-	-	3,566,191,624
Balance with other banks and Financial Institutions	2,103,987,135	851,662,196	370,533,302	30,635,035	10,990,309,000	14,556,500,624
Money at Call & Short notice	206,800,000	-	-	-	-	206,800,000
Investments	813,944,573	1,153,569,512	5,478,051,593	11,876,602,009	14,877,370,513	34,199,538,207
Loans and Advances	21,882,503,557	413,687,538	2,729,324,558	47,639,817,527	7,276,790,355	89,228,043,475
Premises and Fixed Assets	42,684,140	85,368,280	384,157,267	2,048,834,297	1,740,084,297	4,301,132,697
Other Assets	1,397,797,554	250,804,320	1,367,590,947	7,214,934,567	303,297,204	10,534,428,577
<b>Non-Banking Assets</b>						
Total Assets	30,013,908,582	44,060,684,173	78,809,657,661	68,810,831,843	35,218,083,976	256,913,166,233
<b>LIABILITIES:</b>						
Borrowing from Other Banks, Financial Institutions & Agents	2,423,771,855	3,793,798,972	10,267,473,565	4,387,363,869	828,769,227	21,701,177,487
Deposit and Other Account	25,449,202,331	37,094,008,073	67,876,028,468	52,918,037,041	7,610,428,436	190,947,704,349
Provision & Other Liabilities	702,543,015	1,000,000,000	600,000,000	5,200,000,000	-	6,800,000,000
Subordinated Debts	-	-	-	-	-	-
Total Liabilities	28,575,517,200	42,299,494,583	81,495,301,633	72,078,092,697	16,174,763,228	240,623,169,339
<b>Net Liquidity</b>	<b>1,438,391,382</b>	<b>1,761,189,589</b>	<b>(2,685,643,972)</b>	<b>(3,267,260,854)</b>	<b>19,043,320,748</b>	<b>16,289,996,896</b>


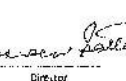

The annexed accounting policies and other notes form an integral part of these financial statements

Chairman:  Director:  Managing Director & CEO: 

**Balance Sheet**

Particulars	2019		2018	
	BDT	BDT	BDT	BDT
<b>Property and Assets</b>				
Cash	14,544,242,135	12,299,419,939		
Balance with other banks and Financial Institutions	1,169,624,514	9,780,497,058		
Money at Call and Short Notice	206,800,000	206,800,000		
Investments	3,134,585,144	13,802,790,210		
Loans and Advances	31,994,307,894	24,421,229,113		
Premises and Fixed Assets	3,130,437,734	3,226,276,853		
Other Assets	1,397,797,554	250,804,320		
<b>Non-Banking Assets</b>				
Total Property and Assets	42,321,351,499	39,089,837,712		
<b>Liabilities and Capital</b>				
Borrowing from Other Banks, Financial Institutions & Agents	2,423,771,855	3,793,798,972		
Deposit and Other Accounts	25,449,202,331	37,094,008,073		
Provision & Other Liabilities	702,543,015	1,000,000,000		
Subordinated Debts	-	-		
Total Liabilities	28,575,517,200	42,299,494,583		
<b>Capital/Shareholders' Equity</b>				
Paid-up Capital	5,733,630,380	4,096,004,358		
Statutory Reserve	4,096,004,358	-		
Share Premium	1,095,304,778	-		
Revaluation Reserve on Investment in Securities	528,441,970	-		
Foreign Currency Translation Gain/(Loss)	6,143,266	-		
General Reserve	786,777,324	-		
Retained Earnings	2,175,943,964	-		
Total Shareholders' Equity	16,289,996,896	13,327,069,713		
Total Liabilities and Shareholders' Equity	42,321,351,499	39,089,837,712		
<b>Net Asset Value (NAV) per share (2018 Restated)</b>	<b>23.69</b>	<b>18.52</b>		

The annexed accounting policies and other notes form an integral part of these financial statements

Chairman:  Director:  Managing Director & CEO: 

**Statement of Changes in Equity**

**Mutual Trust Bank Limited**  
Statement of Changes in Equity  
For the year ended 31 December 2019

Particulars	Amount in BDT						
	Paid-up Capital	Statutory Reserve	Share Premium	Revaluation Reserve on Investment in Securities	Foreign Currency Translation Gain/(Loss)	Retained Earnings	Total
Balance as at 01 January 2019	5,733,630,380	4,096,004,358	-	480,328,680	375,279	786,777,324	13,031,148,493
New Share Issued to NORFUND during the year	637,070,040	-	1,095,304,778	-	-	-	1,732,374,818
Bonus Share Issued during the year	663,894,040	-	-	-	-	(663,894,040)	-
Currency Translation Differences	-	-	-	-	228,463	-	228,463
Revaluation Reserve transferred during the year	-	-	-	(106,485,560)	-	-	(106,485,560)
Net Profit for the year after tax	-	-	-	-	-	1,263,706,056	1,263,706,056
Appropriation made during the year	-	595,949,421	-	-	-	(595,949,421)	-
Balance as at 31 December 2019	7,034,594,460	4,691,953,779	1,095,304,778	373,843,120	603,742	786,777,324	15,920,972,270
Balance as at 31 December 2018	5,733,630,380	4,096,004,358	-	480,328,680	375,279	786,777,324	13,031,148,493

The annexed accounting policies and other notes form an integral part of these financial statements

Chairman:  Director:  Managing Director & CEO: 

Date: 30 June 2020

**Cash Flow Statement**

**Mutual Trust Bank Limited**  
Cash Flow Statement  
For the year ended 31 December 2019

Particulars	2019		2018	
	BDT	BDT	BDT	BDT
<b>A) Cash Flows from Operating Activities:</b>				
Interest Received	20,435,691,452	17,701,417,340		
Interest Paid on Deposits, Borrowings, etc.	(12,099,964,561)	(9,905,323,861)		
Dividend Income	39,182,275	60,799,645		
Fees & Commission Income	2,470,700,371	1,548,324,674		
Recoveries of Loans & Other advances previously written off	44,570,800	964,000		
Cash Paid to Employees as Salaries and Allowances	(3,200,737,086)	(2,640,739,647)		
Cash Paid to Suppliers	(133,856,048)	(123,118,858)		
Advance Income Tax Paid	(1,041,656,123)	(962,335,238)		
Cash Received from Other Operational Income	931,824,908	950,936,642		
Cash Paid for Other Operational Expenses	(1,929,367,172)	(1,667,487,722)		
<b>Cash Flows from Operating Activities before Changes in Net Current Assets:</b>	<b>5,516,388,817</b>	<b>4,963,436,974</b>		
<b>Loans &amp; Advances</b>				
Other Assets	(23,465,186,944)	(20,484,190,511)		
Bank Deposits	(522,284,494)	(529,329,886)		
Customers' Deposits	(5,399,825,000)	(5,700,050,000)		
Borrowing from Other Banks, Financial Institutions & Agents	29,169,009,566	13,154,155,465		
Other Liabilities	2,060,354,439	3,223,144,949		
Net Cash Flows from Operating Activities	1,389,947,064	(928,736,069)		
<b>Investments in Shares &amp; Bonds</b>				
Investments in T. Bills, T. Bonds and other Investments in Shares & Bonds	(7,078,485,436)	(2,267,282,575)		
Purchase of Fixed Assets (Net)	(1,687,511,624)	(258,175,167)		
Net Cash Flows from Investing Activities	(8,767,736,300)	(2,818,849,444)		
<b>C) Cash Flows from Financing Activities:</b>				
Issue of new share with premium	1,732,374,818	-		
Subordinated debts	(600,000,000)	(600,000,000)		
Net Cash Flows from Financing Activities	1,132,374,818	(600,000,000)		
<b>Net Increase in Cash and Cash Equivalents</b>	<b>1,152,627,325</b>	<b>(3,270,318,164)</b>		
<b>Effect of Changes of Exchange Rates on Cash and Cash Equivalents</b>	<b>228,463</b>	<b>(2,736,597)</b>		

Particulars	2019		2018	
	BDT	BDT	BDT	BDT
<b>F) Opening Cash and Cash Equivalents</b>				
Closing Cash and Cash Equivalents (D+E+F)	16,839,051,617	20,112,106,377		
<b>The above closing Cash and Cash Equivalents include:</b>				
Cash in Hand	2,874,617,681	2,512,940,881		
Balance with Other Banks & Financial Institutions	11,669,624,514	9,780,497,058</		



# Notes to the Financial Statements

## Mutual Trust Bank Limited and its Subsidiaries

For the year ended 31 December 2019

	2019	2018
<b>3.00 Consolidated cash</b>		
Cash in hand (including foreign currency)		
Mutual Trust Bank Limited (Note 3.1)	2,874,617,681	2,512,940,881
MFS Securities Limited	951,375	3,566,655
MFB Capital Limited	30,965	30,965
MFB Exchange (UK) Limited	11,386,080	4,003,861
	<b>2,886,976,101</b>	<b>2,551,542,362</b>

	2019	2018
<b>8. Balance with Bangladesh Bank and its Agent Bank(s) (including foreign currency)</b>		
Mutual Trust Bank Limited (Note 3.2)	11,669,624,514	9,780,479,058
MFS Securities Limited	-	-
MFB Capital Limited	-	-
MFB Exchange (UK) Limited	-	-
	<b>11,669,624,514</b>	<b>9,780,479,058</b>

	2019	2018
<b>3.A Cash</b>		
In hand (including foreign currency) (Note 3.0)	2,874,617,681	2,512,940,881
With Bangladesh Bank and its agent bank (s) (including foreign currency) (Note 3.2)	11,669,624,514	9,780,479,058
	<b>14,544,242,195</b>	<b>12,293,419,939</b>

	2019	2018
<b>3.B.1 In hand (including foreign currency)</b>		
Local Currency	2,846,296,936	2,482,543,141
Foreign Currency	28,320,745	30,397,740
	<b>2,874,617,681</b>	<b>2,512,940,881</b>

	2019	2018
<b>3.2.2 Balance with Bangladesh Bank and its agent bank (s)</b>		
Local Currency	10,761,109,123	9,240,704,157
Foreign Currency	904,415,391	539,774,901
With Sonali Bank (as agent of Bangladesh Bank-Local Currency)	304,006,822	338,476,521
	<b>11,669,624,514</b>	<b>9,780,479,058</b>

Bangladesh Bank Adjustment Account represents outstanding transaction(s) originated but yet to be responded at the Balance Sheet date. However, the status of unresponded entries as at 31 December 2019 is given below:

Period of Unresponded entry	Number of unresponded entry		Unresponded amount	
	Dr.	Cr.	Dr.	Cr.
Less than 3 months	17	278	605,538,057	833,475,425
3 months to less than 6 months	0	0	-	-
6 months to less than 12 months	0	0	-	-
12 months and more	0	2	-	815,640
<b>Total</b>	<b>17</b>	<b>280</b>	<b>605,538,057</b>	<b>834,291,065</b>

All unquoted entries are subsequently adjusted on regular basis.

	2019	2018
<b>3.3 Cash Reserve Requirement (CRR) &amp; Statutory Liquidity Ratio (SLR)</b>		
Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with Section 33 of the Bank Companies Act, 1991 (as amended in 2013) and Bangladesh Bank DOS circular no.26 dated 19 August 2019.		

A. Cash Reserve Requirement (CRR)

As per Bangladesh Bank DOS circular no. 26 dated 19 August 2019, bank has to maintain CRR 5.00% on daily basis and 5.00% on bi-weekly basis based on weekly Average of Total Demand and Time Liabilities (ATDL) of the base month which is two months prior to reporting month. The reserve maintained by MFB as at 31 December 2019 are as follows:

	2019	2018
<b>L Daily Bank's CRR Maintenance</b>		
Required Reserve (5.00% of ATDL)	5.00%	9,991.19
Actual Reserve Maintained (Average)*	6.97%	9,136.73
Surplus	6.97%	1,133.75

	2019	2018
<b>B. Statutory Liquidity Ratio (SLR)</b>		
Required Reserve (5.00% of ATDL)	5.00%	10,990.31
Actual Reserve Maintained (Average)*	6.07%	12,133.94
Surplus	6.07%	1,143.63

\* Last bi-weekly average of September, 2019

B. Statutory Liquidity Ratio (SLR)

As per Section 33 of the Bank Companies Act, 1991 & MPO circular no. 02 dated 10 December 2013 issued by Bangladesh Bank with effect from 01 February 2014, bank has to maintain SLR of reserves 13.00% based on weekly average Total Demand and Time Liabilities (ATDL) of the base month which is two months prior to reporting month. SLR maintained by the bank as at 31 December 2019 are as follows:

	2019	2018
<b>L Components of Statutory Liquidity Ratio (SLR) (BOT Million)</b>		
Cash in Hand	2,749,029	2,512,940
Excess Cash Reserve*	132.63	286.60
Balance with Agent Bank (Sonali Bank Ltd)	304.10	338.88
Held to Maturity (HTM) Securities	25,125.22	20,109.51
Held for Trading (HFT) Securities	5,937.15	4,309.87
Other eligible securities	34,256.13	37,559.65
	<b>34,256.13</b>	<b>37,559.65</b>

\*As per Bangladesh Bank DOS circular no. 26 dated 19 August 2019, Cash Reserve (if any) in excess of 5.5% of ATDL, calculated on bi-weekly average basis is considered as an eligible component of Statutory Liquidity Reserve for that particular day.

## 4.00 Consolidated Balance with Other Banks and Financial Institutions

	2019	2018
<b>In Bangladesh</b>		
Mutual Trust Bank Limited (Note 4.1)	501,983,663	648,882,818
MFS Securities Limited	558,668,335	735,327,501
MFB Capital Limited	870,234	15,500,411
MFB Exchange (UK) Limited	421,588,846	(540,699,541)
Less: Intergroup Deposit	(67,863,794)	(86,661,189)
	<b>1,393,327,284</b>	<b>1,812,560,006</b>
<b>Outside Bangladesh</b>		
Mutual Trust Bank Limited (Note 4.2)	2,736,948,447	2,314,903,900
MFS Securities Limited	-	-
MFB Capital Limited	318,434	92,424
MFB Exchange (UK) Limited	2,977,266,881	2,314,996,384
	<b>3,882,959,722</b>	<b>3,176,693,573</b>

## 4.1 In Bangladesh

	2019	2018
<b>Fixed Deposits Receipt (FDR)</b>		
Member Finance Limited	-	50,000,000
BO Finance & Investment Company Limited	-	100,000,000
Union Capital Limited	-	100,000,000
Real Estate & Investment Limited	-	100,000,000
IFOC Limited	-	100,000,000
SBC Bank Limited	200,000,000	-
<b>Special Notice Deposit (SNC)</b>		
Dutch Bangla Bank Limited	-	67,000
BADC Bank Limited	13,037,882	11,884
Sonali Bank Limited	10,331,563	10,591,991
Agrani Bank Limited	7,569,900	6,769,702
Jarata Bank Limited	15,735,545	10,448,844
Standard Chartered Bank	66,624,013	79,046,098
<b>Current Deposits (CD)</b>		
IBKL Limited	7,547,886	29,032,004
AB Bank Limited	200,000	200,000
Southeast Bank Limited	777,716	1,539,941
Islam Bank Bangladesh Limited	14,238	11,130
Other securities	6,439	32,177
Agrani Bank Limited	70,738,482	111,471,784
	<b>501,983,663</b>	<b>648,882,818</b>

## 4.2 Outside Bangladesh (NOSTRO Accounts)

	2019	2018
<b>In current account</b>		
Mashreq Bank Plc, New York	176,294,631	517,823,372
Standard Chartered Bank, New York	1,044,233,008	82,187,205
Habib American Bank, New York	49,139,012	181,519,504
ICI Bank Ltd, Hong Kong	20,939,515	5,123,098
Commerz Bank AG, Germany	72,442,827	44,586,487
KB Kookmin Bank, South Korea	59,881,889	37,166,899
Standard Chartered Bank, Singapore	3,738,149	34,899,664
Standard Chartered Bank, Colombo	6,855,874	4,254,233
Mashreq Bank Plc, London	137,908	24,037,784
Standard Chartered Bank, London	55,966,361	84,450,886
Habib American Bank, Zurich	4,709,044	4,679,372
Standard Chartered Bank, Tokyo	5,007,623	6,568,648
UHB, Tokyo	3,701,016	2,044,022
Mashreq Bank Plc, London	80,453	5,360,343
Standard Chartered Bank, Germany	1,864,453	3,744,614
Sonali Bank Ltd., Kolkata	7,780,486	26,300,000
ICI Bank Ltd., Mumbai	584,941	588,774
Ukrainian Bank AG, Germany	1,307,231	374,614
Commerz Bank AG, Germany	7,780,486	26,300,000
United Bank of India, Kolkata	400,962	403,500
Standard Chartered Bank, Mumbai	25,991,135	20,181,751
Standard Chartered Bank, Kolkata	38,712,912	41,990,479
Standard Chartered Bank, Karachi	8,288,247	8,288,247
United Bank of India, Kolkata	15,813,811	17,007,617
Mashreq Bank Plc, Mumbai	20,689,354	49,954,929
AB Bank Ltd, Mumbai	3,347,518	3,793,375
ICI Bank Ltd, Mumbai	7,809,184	7,809,184
HFC Bank Ltd, Khammou	7,310,759	40,051,377
Himalayan Bank Ltd, Kathmandu	9,295,701	9,186,211
Bank al Islam USA (IASB)	11,317,867	11,317,867
Nepal Bangladesh Bank Ltd.	11,204,401	11,077,027
Commerz Bank AG, Germany (AOL)	2,154,296	12,053,773
HDFC Metropolitan Bank Ltd, Karachi	3,020,515	20,484,349
Asia Bank Ltd., Mumbai	4,040,016	31,645,589
	<b>2,690,905,905</b>	<b>1,613,991,137</b>
<b>Other Bank Ltd., Mumbai - Term Deposit</b>		
	2,658,838,512	1,642,823,784
	<b>2,658,838,512</b>	<b>1,642,823,784</b>

## 4.3 Offshore Banking Unit

	2019	2018
Details of NOSTRO accounts are shown in Annexure A		
	2,736,948,447	2,314,903,900

## 4.4 Statutory grouping of Balance with Other Banks and Financial Institutions

	2019	2018
<b>On Demand</b>		
Less than three months	890,713,028	1,893,713,028
More than three months but less than one year	2,092,942,135	790,574,510
More than one year but less than five years	257,567,202	257,567,202
More than five years	30,635,035	28,032,607
	<b>2,822,257,300</b>	<b>2,970,292,347</b>

## 5.0 Money as Call and Short Notice

	2019	2018
<b>Call Money</b>		
With Banking Companies (Note 5.1)	-	120,000,000
With Non-Banking Financial Institutions (Note 5.2)	206,800,000	1,460,000,000
	<b>206,800,000</b>	<b>1,580,000,000</b>

## 5.1 Call Money With Banking Companies

	2019	2018
National Bank Limited	-	120,000,000
	<b>-</b>	<b>120,000,000</b>

## 5.2 Call Money With Non-Banking Financial Institutions

	2019	2018
Bangladesh Finance and Investment Company Limited	59,700,000	150,000,000
Phoenix Finance and Investments Limited	-	120,000,000
Industrial and Infrastructure Development Finance Company Limited	-	120,000,000
Local Bangla Finance Limited	-	30,000,000
National Finance Limited	-	90,000,000
Delta Brac Housing Finance corporation Limited	-	150,000,000
IFOC Finance Limited	-	200,000,000
Union Capital Ltd	79,200,000	200,000,000
GGP Finance Company (Bangladesh) Limited	67,400,000	140,000,000
	<b>206,800,000</b>	<b>1,460,000,000</b>

## 6.0 Consolidated Investments

	2019	2018
<b>Government Investment</b>		
Mutual Trust Bank Limited (Note 6.1)	31,064,307,864	24,421,226,713
MFS Securities Limited	-	-
MFB Capital Limited	-	-
MFB Exchange (UK) Limited	-	-
	<b>31,064,307,864</b>	<b>24,421,226,713</b>

## 6.1 Government Investment in Govt. securities

	2019	2018
<b>Treasury Bill (Note 6.1.1)</b>		
Prime Bonds	444,753,951	2,116,299,201
Sub-treasury Bonds (Note 6.1.2)	30,617,627,813	22,303,082,412
Other Bonds	1,826,100	1,844,900
	<b>31,064,307,864</b>	<b>24,421,226,713</b>

## 6.1.1 Treasury Bills (at present value)

	2019	2018
<b>Un-encumbered</b>		
91 days treasury bills	245,266,750	497,327,350
182 days treasury bills	199,477,001	497,327,350
364 days treasury bills	34,000,000	1,618,627,443
Sub-total	<b>478,743,751</b>	<b>2,613,282,143</b>

## 6.1.2 Treasury Bills (Encumbered)

	2019	2018
<b>Encumbered</b>		
Sub-total	-	-
<b>Total Treasury Bill</b>	<b>478,743,751</b>	<b>2,613,282,143</b>

## 6.2 Government Investment in Govt. securities

	2019	2018
<b>2 Year Bangladesh Government treasury bonds</b>	5,895,699,381	5,554,664,232
<b>5 Year Bangladesh Government treasury bonds</b>	2,717,835,405	1,334,618,232
<b>10 Year Bangladesh Government treasury bonds</b>	7,801,223,609	7,878,003,603
<b>15 Year Bangladesh Government treasury bonds</b>	6,362,134,770	4,781,146,470
<b>30 Year Bangladesh Government treasury bonds</b>	2,740,116,467	2,740,116,467
Sub-total	<b>30,617,627,813</b>	<b>22,303,082,412</b>

## 6.3 Other Investments

	2019	2018
<b>Mutual Trust Bank Limited (Note 6.1)</b>		
MFS Securities Limited	1,160,437,734	2,168,276,853
MFB Capital Limited	498,732,439	156,745,140
MFB Exchange (UK) Limited	15,960,175	-
	<b>1,774,930,348</b>	<b>2,325,022,993</b>

## 6.4 Investment in Govt. securities

	2019	2018
<b>Government (Note 6.1)</b>		
Mutual Trust Bank Limited (Note 6.1)	31,064,307,864	24,421,226,713
Others (Note 6.4)	1,774,930,348	2,325,022,993
	<b>32,839,238,212</b>	<b>26,746,249,706</b>

Notes to the Financial Statements

11.00 Consolidated deposits and other accounts		
Current deposits and other accounts		
Mutual Trust Bank Limited (Note-11.1)	16,351,280,150	14,002,056,274
MTB Securities Limited	-	-
MTB Capital Limited	-	-
MTB Exchange (UK) Limited	-	-
Less: Intragroup Deposit	(760,950)	(1,155,958)
	16,350,519,200	14,000,900,316
Bills payable		
Mutual Trust Bank Limited (Note-11.1)	1,643,542,846	1,703,433,803
MTB Securities Limited	-	-
MTB Capital Limited	-	-
MTB Exchange (UK) Limited	-	-
Less: Intragroup Deposit	(1,643,542,846)	(1,703,433,803)
	-	-
Saving deposit		
Mutual Trust Bank Limited (Note-11.1)	29,884,510,508	28,239,575,869
MTB Securities Limited	-	-
MTB Capital Limited	-	-
MTB Exchange (UK) Limited	-	-
Less: Intragroup Deposit	(29,884,510,508)	(28,239,575,869)
	-	-
Special Noticed Deposits		
Mutual Trust Bank Limited (Note-11.1)	13,254,585,144	13,302,730,120
MTB Securities Limited	-	-
MTB Capital Limited	-	-
MTB Exchange (UK) Limited	-	-
Less: Intragroup Deposit	(320,827,996)	(439,543,584)
	12,933,757,148	12,863,186,536
Flood deposit		
Mutual Trust Bank Limited (Note-11.1)	91,100,961,747	77,543,035,120
MTB Securities Limited	-	-
MTB Capital Limited	-	-
MTB Exchange (UK) Limited	-	-
Less: Intragroup Deposit	(100,000,000)	(100,000,000)
	90,999,961,747	77,443,035,120
Deposit Products		
Mutual Trust Bank Limited (Note-11.1)	39,074,403,799	32,220,158,580
MTB Securities Limited	-	-
MTB Capital Limited	-	-
MTB Exchange (UK) Limited	-	-
Less: Intragroup Deposit	(190,947,704,349)	(166,160,290,425)
	(151,873,299,550)	(133,939,131,845)
11.1 Deposits and Other Accounts		
From Customers (Note 11.1.1)	185,869,443,195	155,801,314,966
From Banks (Note 11.1.1)	5,499,850,000	10,899,675,000
	191,369,293,195	166,701,089,966
11.1.1 Deposits and Other Accounts		
Current Deposit & Other Accounts :		
Current Deposit	11,519,858,770	9,405,309,807
Foreign Currency Deposit	1,996,262,259	1,755,544,307
Non-Resident Taka account	2,799,575	17,224,080
Saving Deposit	3,293,627,155	3,805,089,295
Offshore Banking Unit	16,349,507,760	14,083,187,186
	1,781,390	8,889,088
	16,351,280,150	14,002,056,274
Bills Payable :		
Payment Order issued	1,630,142,723	1,696,167,488
Pay Slip issued	728,189	1,285,595
Demand Draft Payable	3,673,934	5,980,720
	1,643,542,846	1,703,433,803
Savings Deposit	29,884,510,508	28,239,575,869
Special Noticed Deposits	13,254,585,144	13,302,730,120
Flood Deposits:		
Mutual Trust Bank Limited	91,100,961,747	77,543,035,120
Offshore Banking Unit	21,474,471	22,743,035,120
	91,100,961,747	77,543,035,120
From Customers	85,639,638,727	64,243,360,120
From Banks (Note 11.1.2)		
Small Bank Limited	999,975,000	999,975,000
Pubali Bank Limited	500,000,000	500,000,000
Bank Asia Limited	499,975,000	499,975,000
Southeast Bank Ltd	-	3,999,975,000
Agribank Bank Limited	-	1,999,975,000
The Premier Bank Ltd.	-	3,999,975,000
South Bangla Agriculture & Commerce Bank Limited	999,975,000	499,975,000
BRAC Bank Limited	500,000,000	-
Rupali Bank Limited	-	1,999,975,000
United Commercial Bank Limited	499,975,000	-
Bank Alfalah Limited	1,499,950,000	499,975,000
Trust Bank Limited	5,499,850,000	10,899,675,000
Deposit Products :		
Bank by Bank	11,877,855,414	11,877,855,414
MTB Double Saver Plan	9,585,359,183	7,763,525,857
MTB Monthly Benefit Plan	8,278,341,684	4,861,043,710
MTB Milestone Plan	4,756,579,532	4,264,193,236
MTB Kidnap	3,981,940,624	3,981,940,624
MTB Education Plan	350,663,244	290,585,029
MTB Triple Saver Plan	13,378,125	13,378,124
NBB Dignity Pension Scheme	149,189,333	153,974,246
Children Education Deposit Scheme	12,164,713	14,000,000
MTB Gift Cheque	11,504,054	10,000,000
Festival Savings Plan	796,965	796,965
Ret Invest Deposit	696,605	690,112
Save Every Day Plan	529,545	521,245
MTB Quarterly Benefit Plan	143,523,883	16,266
Unique Savings Plan	39,074,403,799	32,220,158,580
	191,369,293,195	166,701,089,966
11.1.2 Maturity grouping of Deposit and Other Accounts:		
On Demand	6,897,384,946	6,008,196,035
Repayable within one month	18,552,678,235	18,036,171,304
More than one month but within six months	52,196,009,073	42,852,634,438
More than six months but within one year	82,198,856,483	68,193,022,512
More than one year but within five years	52,518,037,041	44,790,036,760
More than five year but within ten years	6,481,349,608	5,438,353,077
More than ten years	1,129,078,829	883,539,540
	191,369,293,195	166,701,089,966
11.1.3 Demand & Time Deposit		
a) Demand Deposit	20,684,437,842	18,337,261,405
Current Deposit	11,519,858,770	9,405,309,807
Savings Deposit (9%)	2,689,605,546	2,541,821,828
Foreign Currency Deposit non interest bearing	1,996,262,259	1,755,544,307
Non-Resident Taka Deposit	2,799,575	17,224,080
Special Deposit	2,812,498,445	2,813,674,679
Bills Payable	1,643,542,846	1,703,433,803
	170,684,855,253	148,363,816,862
b) Time Deposits		
Saving Deposit (9%)	21,394,034,042	25,000,000,000
Flood Deposit	85,661,111,747	66,343,130,120
Deposit from Banks	5,499,850,000	10,899,675,000
Short Term Deposits	13,254,585,144	13,302,730,120
Deposit under Investment	39,074,403,799	32,220,158,580
Total Demand & Time Deposits	191,369,293,195	166,701,089,966
11.1.4 Sectoral Deposit		
Government	658,498,000	614,271,138
Autonomous & Semi-Autonomous Bodies	701,859,000	701,859,000
Local Authorities	678,846,617	427,410,000
Public Non-Financial Organization	5,501,553,096	4,482,392,860
Other Public	263,381,302	791,303,000
Foreign Currency	1,996,262,259	1,755,544,307
Private	174,069,943,812	146,867,556,661
Deposit from Banks	5,499,850,000	10,899,675,000
	191,369,293,195	166,701,089,966
12.00 Consolidated other liabilities		
Mutual Trust Bank Limited (Note-12.1)	20,264,537,370	15,954,620,612
MTB Securities Limited	798,544,786	797,023,859
MTB Capital Limited	114,075,245	88,849,606
MTB Exchange (UK) Limited	37,789,508	36,321,561
Less: Intragroup receivable & payable	(401,795,107)	(401,795,107)
	21,174,289,502	15,958,967,531
12.01 Consolidated Provision for Loans and Advances		
Mutual Trust Bank Limited (Note-12.1)	6,797,923,226	5,200,397,350
MTB Securities Limited	308,474,160	318,483,876
MTB Capital Limited	30,000,000	15,000,000
MTB Exchange (UK) Limited	-	-
	7,136,397,386	5,531,881,226
12.02 Consolidated Provision for Current Income Tax*		
Mutual Trust Bank Limited (Note-12.1)	8,594,390,700	6,980,040,574
MTB Securities Limited	71,873,559	30,864,533
MTB Capital Limited	51,717,778	38,594,784
MTB Exchange (UK) Limited	82,606	79,028
	8,719,164,643	7,059,499,919
*Income tax provision has been made as per Income Tax Ordinance 1984 and as amended for the time being.		
12.1 Other Liabilities		
Provision for Loans and Advances (Note-12.1.1)	6,797,923,226	5,200,397,350
Provision for Off Balance Sheet Items (Note-12.1.2)	751,670,818	594,642,680
Provision against Shares in quoted companies (Note-12.1.3)	60,500,000	65,267,667
Provision for Other Assets (Note-12.1.4)	65,103,556	41,000,000
Provision for Income Tax (Note-12.1.5)	8,594,390,700	6,980,040,574
Provision for Goodwill	5,708,000	14,301,000
Interest Suspense (Note-12.1.5)	2,134,376,449	146,987,556,661
Bonus Payable	305,722,551	275,377,642
Contribution to MTB Foundation	20,000,000	-
Contribution to MTB Employees Welfare Fund	3,095	2,175
Accrued Expenses	600,295,397	300,889,197
Interest Payable on Subordinated Debt	227,232,273	244,693,728
Interest Payable on Borrowing	47,862,800	30,460,725
Liases Liabilities (Note-12.1.7)	503,573,815	-
Liabilities Under Finance Lease	692,000	(692,000)
Offshore Banking Unit	20,115,076,246	14,624,445,794
Less: Inter transaction with Offshore Banking Unit	(124,798,780)	(80,753,871)
	20,264,537,370	15,954,620,612
12.1.1 Provision for Loans and Advances		
For Unclassified		
Opening Balance	2,017,616,000	2,016,425,000
Add: Provision made during the year	1,689,503,542	91,200,000
Closing Balance	3,698,619,542	2,016,625,000
For Classified		
Opening Balance	3,183,381,350	2,398,340,000
Add: Provision made during the year	176,272,818	2,233,500,000
Add: Recoveries of amounts previously written off	44,370,889	90,000,000
Less: Waiver during the year	(68,134)	-
Less: Adjustment for loan written off during the year	(306,472,715)	(1,429,448,500)
Closing Balance	3,099,309,284	3,183,381,350
12.1.2 Provision for Off Balance Sheet Items		
Opening Balance	594,642,680	589,300,000
Add: Provision made during the year	157,028,766	5,342,950
Closing Balance	751,670,818	594,642,680
12.1.3 Provision against Shares in quoted companies		
Opening Balance	55,267,667	55,267,667
Add: Provision made during the year	5,233,333	-
Closing Balance	60,500,000	55,267,667
12.1.4 Provision for Other Assets		
Opening Balance	41,000,000	31,000,000
Add: Provision made during the year	26,246,000	10,000,000
Less: Adjustment for loan written off during the year	(7,142,444)	-
Closing Balance	60,000,000	41,000,000
12.1.5 Interest Suspense Account		
Opening Balance	1,433,325,546	1,062,127,546
Add: Addition during the year	1,218,098,801	874,620,633
Less: Adjustment made during the year	(65,737,889)	(65,737,889)
Closing Balance	2,134,376,449	1,433,325,546
12.1.6 Provision for Current Income Tax*		
Opening Balance	6,980,040,574	6,138,363,743
Less: Adjustment made during the year	(185,425,400)	-
Less: Provision made during the year	1,614,341,025	1,077,311,311
Closing Balance	8,594,390,700	6,980,040,574
*Income tax provision has been made as per Income Tax Ordinance 1984 and as amended for the time being.		
12.1.6.1 Provision for current tax made during the year		
Income tax @ 37.50% on estimated taxable business profit	1,606,438,478	1,015,144,875
Income tax @ 20.00% on dividend income	7,836,455	7,527
Income tax @ 10.00% on capital gain on sale of shares	66,093	7,527
Estimated total provision required	1,614,341,025	1,022,679,409
Computation of taxable business profit		
Profit before tax	2,679,747,205	2,368,901,638
Add: Amortizable intangible assets	2,168,918,658	2,888,907,499
Less: Allowable Expenditure & Separate consideration	(142,120,817)	(2,493,841,446)
Estimated taxable business profit for the year	4,325,679,344	2,767,971,913

Notes to the Financial Statements

12.1.7 Lease Liabilities				
The bank recognized lease liabilities which is present value of lease payments to be made over the lease term from the date of commencement or 01 January 2019 (date of initial application). The lease payments include fixed and variable lease payments (less any adjustment for initial payment), and amount is expected to be paid under residual value of guarantee. The lease payments also include the exercise price of purchase option reasonably certain to be exercised by the bank and payment of penalties for terminating the lease. The lease payment has been discounted using average borrowing rate 9.25%.				
13.00 Subordinated Debts				
MTB 2nd Subordinated Debt	2,400,000,000	3,000,000,000		
Opening Balance	600,000,000	600,000,000		
Less: Payment during the year	(1,800,000,000)	(2,400,000,000)		
	1,600,000,000	3,000,000,000		
MTB 3rd Subordinated Debt	1,600,000,000	2,400,000,000		
Opening Balance	1,600,000,000	1,600,000,000		
Less: Payment during the year	-	-		
	1,600,000,000	2,400,000,000		
The Bank Rostered MTB 2nd Non convertible Subordinated Debt through private placement for BDT 3,000 million, date of issue 20 October 2015. Interest on the 10.50% to 13.50% non convertible subordinated debt is payable half yearly from the date of issue i.e. April and October of each year.				
The Bank Rostered MTB 3rd Non convertible Subordinated Debt through private placement for BDT 5,000 million, date of issue 16 February 2017. Interest on the 7.00% to 10.50% non convertible subordinated debt is payable half yearly from the date of issue i.e. February and August of each year.				
14.00 Capital				
14.1 Authorized Capital:				
1,000,000,000 ordinary shares of BDT 10 each	10,000,000,000	10,000,000,000		
14.1.1 Issued, authorized and Paid up Capital:				
573,303,000 ordinary shares @ BDT 10 each	5,733,030,300	5,096,503,340		
65,389,608 ordinary shares @ BDT 10 each issued as bonus	653,896,080	637,070,040		
63,707,004 ordinary shares @ BDT 10 each issued as fresh to NIFUND	637,070,040	-		
	7,024,096,420	5,733,573,380		
During the year 2019 bank issued 63,707,004 no. of fresh ordinary shares to Norwegian Investment Fund for Developing Countries (NIFUND) @ 27.1928471 each which includes a premium of BDT 17.1928471 in addition to the face value of BDT 10.				
14.1.2 Raising of Share Capital				
Given below the history of raising of Share Capital of the Bank:				
	Description	No. of Share	Value of Capital	Cumulative
Accounting Year	Up to 2002	-	-	-
Initial Paid-up capital	20,000,000	200,000,000	200,000,000	
P & A-1997	2003	40,000,000	400,000,000	600,000,000
2003 Bonus	20%	12,000,000	120,000,000	720,000,000
2004 Bonus	20%	14,000,000	140,000,000	860,000,000
2005 Bonus	20%	8,640,0		



**Investment in Shares**

**Mutual Trust Bank Limited  
Investment in Shares  
As at 31 December 2019**

**Annexure-B**

Sl. No.	Name of the Company	Face Value	No. of Share Held	Cost Holding	Average Cost	Quoted Rate Per Share 31 December 2019	Total Market Value as at 31 December 2019	Amount in BDT	
								Unrealized Gain/Loss	
<b>A. Quoted Share</b>									
1	BRAC Bank Ltd.	10	5,952	379,459	63.75	57.10	339,859	(39,600)	
2	Renata Ltd	10	210	228,910	1,089.53	1,096.50	230,375	1,465	
3	The City Bank Ltd.	10	10,418	273,287	26.23	21.10	219,820	(53,467)	
4	Confidence Cement	10	2,401	377,458	157.20	106.10	254,767	(122,691)	
5	Nahee Aluminum Comp.	10	1,211	77,505	64.00	36.60	44,326	(33,179)	
6	Marico	10	10	17,160	1,716.00	1,673.30	16,733	(427)	
7	Meghna Cement	10	23,100	2,147,145	92.95	63.40	1,464,540	(682,605)	
8	Dhaka Electric Supply Company Ltd.	10	28,638	2,907,903	101.54	37.00	1,059,606	(1,848,297)	
9	First Finance Limited	10	121,275	3,461,189	28.54	4.20	509,355	(2,951,834)	
10	Global Heavy Chemicals Limited	10	10,000	614,200	61.42	25.60	256,000	(358,200)	
11	Grameenphone Ltd.	10	1,199	468,407	390.66	285.80	342,674	(125,733)	
12	Jamuna Oil Company Limited	10	66,000	15,467,760	234.36	141.90	9,365,400	(6,102,360)	
13	Matin Spinning Mills Ltd.	10	100,000	4,733,000	47.33	33.20	3,320,000	(1,413,000)	
14	Meghna Petroleum Limited	10	65,000	14,857,700	228.58	163.80	10,647,000	(4,210,700)	
15	National Bank Ltd.	10	310,634	4,463,811	14.37	8.10	2,516,135	(1,947,675)	
16	Apex Tannery Ltd.	10	30,233	3,881,313	128.38	116.80	3,531,214	(350,098)	
17	Northern General Insurance Company Ltd.	10	30,719	967,956	31.51	25.20	774,119	(193,837)	
18	Orion Pharma Ltd.	10	50,000	3,551,000	71.02	26.90	1,345,000	(2,206,000)	
19	Phoenix Insurance Company Ltd.	10	42,750	2,579,108	60.33	26.90	1,149,975	(1,429,133)	
20	Premier Cement Mills Limited	10	25,000	2,940,500	117.62	44.20	1,105,000	(1,835,500)	
21	RAK Ceramics (Bangladesh) Limited	10	19,057	1,114,453	58.48	28.70	546,936	(567,517)	
22	R.N. Spinning Mills Limited	10	158,400	3,712,896	23.44	3.90	617,760	(3,095,136)	
23	Square Pharmaceuticals Ltd.	10	2,001	486,022	242.90	190.00	380,171	(105,851)	
24	Summit Power Limited	10	692,102	38,916,895	56.23	36.30	25,123,303	(13,793,592)	
25	United Airways (BD) Ltd.	10	338,800	7,006,384	20.68	1.40	474,320	(6,532,064)	
26	Rangpur Foundry Ltd.	10	1,925	265,804	138.08	119.90	230,808	(34,997)	
27	Runner Automobiles Ltd	10	57,750	5,238,503	90.71	59.50	3,436,125	(1,802,378)	
28	Free Fund available			16,642,454			16,642,454	-	
	<b>Sub-Total</b>		<b>2,194,785</b>	<b>137,778,179</b>			<b>85,943,775</b>	<b>(51,834,405)</b>	
<b>B. Mutual Fund (Quoted)</b>									
			No. of Share Held	Cost Holding	Average Cost	Quoted Rate Per Share 31 December 2019	85% NAV	Total Value as per 85% of NAV as at 31 December 2019	Provision Req. as per BB Guideline
1	DBH First Mutual Fund	10	8,450	59,608	7.05	8.40	7.76	65,576	-
2	Green Delta Mutual Fund	10	15,758	116,641	7.40	8.00	7.76	122,290	-
3	First Bangladesh Fixed Income Fund	10	34,100,205	219,643,027	6.44	3.70	8.45	288,112,632	-
4	EBL NRB Mutual Fund	10	16,287,167	108,951,108	6.69	4.10	8.44	137,471,833	-
5	MBL 1st Mutual Fund	10	4,160,000	41,600,000	10.00	6.10	7.92	32,955,520	(8,644,480)
6	PHP First Mutual Fund	10	4,792,155	32,808,980	6.85	4.20	8.46	40,529,651	-
	<b>Sub-Total</b>		<b>59,363,735</b>	<b>403,179,364</b>				<b>499,257,502</b>	<b>(8,644,480)</b>
				<b>540,957,544</b>					<b>(60,478,885)</b>

**Consolidated Financial Highlights**

**Mutual Trust Bank Limited and Its Subsidiaries  
Consolidated Financial Highlights  
As at 31 December 2019**

**Annexure - F**

Sl. No.	Items	BDT in Million	
		2019	2018
1	Paid up Capital	7,034.59	5,733.63
2	Total Capital (Tier-1 & 2)	24,188.33	21,042.05
3	Surplus/ (Shortage) Capital	5,452.58	4,677.60
4	Total Asset	256,913.17	222,464.15
5	Total Deposit	190,947.70	166,160.29
6	Total Loans and Advances	189,729.72	166,145.12
7	Total Contingent Liabilities	82,568.56	65,632.12
8	Lending-Deposit Ratio	83.38%	82.83%
9	Classified Loans as Percentage (%) of Total Loans and Advances	5.39%	5.39%
10	Profit after Provision and Tax	1,337.79	1,734.45
11	Total Classified Loans and Advances	10,227.22	8,951.40
12	Total Provision Maintained against Classified Loans	3,099.30	3,183.38
13	Surplus/(Deficit) in Provision against Classified Loans	(2,902.10)	(1,517.39)
14	Cost of Fund	9.55%	8.63%
15	Earning Assets	214,554.69	187,041.17
16	Non-Interest Earning Assets	42,358.47	35,422.97
17	Return on Investments (ROI)	8.23%	8.92%
18	Return on Asset (ROA)	0.56%	0.82%
19	Income from Investment	2,535.63	2,343.17
20	Earnings Per Share (BDT)	2.03	2.73
21	Operating Profit Per Share (BDT)	7.97	7.43
22	Price-Earning Ratio (Times)	13.03	12.88

**Financial Highlights**

**Mutual Trust Bank Limited  
Financial Highlights  
As at 31 December 2019**

**Annexure - F (I)**

Sl. No.	Items	BDT in Million	
		2019	2018
1	Paid up Capital	7,034.59	5,733.63
2	Total Capital (Tier-1 & 2)	23,872.20	20,800.01
3	Surplus/(shortage) Capital	5,310.94	4,570.34
4	Total Assets	256,056.00	221,827.58
5	Total Deposits	191,369.29	166,700.99
6	Total Loans and Advances	186,768.62	163,781.71
7	Total Contingent Liabilities	82,568.56	65,632.12
8	Lending-Deposit Ratio	83.38%	82.83%
9	Classified Loans as Percentage (%) of Total Loans and Advances	5.48%	5.48%
10	Profit after Provision and Tax	1,263.71	1,582.40
11	Total Classified Loans and Advances	10,227.22	8,951.40
12	Total Provision Maintained against Classified Loans	3,099.30	3,183.38
13	Surplus/(Deficit) in Provision against Classified Loans	(2,902.10)	(1,517.39)
14	Cost of Fund	9.48%	8.52%
15	Earning Assets	210,443.00	183,146.85
16	Non-Interest Earning Assets	45,613.00	38,680.73
17	Return on Investments (ROI)	8.30%	8.75%
18	Return on Asset (ROA)	0.53%	0.75%
19	Income from Investment	2,480.61	2,239.09
20	Earnings Per Share (BDT)	1.92	2.49
21	Operating Profit Per Share (BDT)	7.64	7.01
22	Price-Earning Ratio (Times)	13.79	14.12

**Off Shore Banking Unit (OBU)**

**Mutual Trust Bank Limited  
Off Shore Banking Unit (OBU)  
Balance Sheet  
As at 31 December 2019**

**Annexure - G**

Notes	2019		2018		
	USD	BDT	USD	BDT	
<b>Property and Assets</b>					
Cash	-	-	-	-	
In hand (including foreign currencies)	-	-	-	-	
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)	-	-	-	-	
3	920,023	78,109,935	8,020,026	672,880,217	
Balance with other banks and financial institutions in Bangladesh	-	-	-	-	
Outside Bangladesh	920,023	78,109,935	8,020,026	672,880,217	
4	145,432,214	12,947,196,638	136,996,603	11,494,014,783	
Loans and advances	134,535,967	11,423,803,938	134,340,794	11,282,797,543	
Loans, cash items, overdrafts etc.	10,876,211	923,392,710	2,755,807	231,217,241	
Bills purchased and discounted	-	-	-	-	
Fixed assets including premises, furniture and fixtures	-	-	-	-	
Other assets	2,093,645	174,184,651	509,497	42,240,455	
Non-banking assets	-	-	-	-	
Total assets	148,402,899	12,999,492,023	145,320,094	12,209,135,655	
<b>Liabilities and Capital</b>					
Borrowings from other banks, financial institutions and agents	6	144,899,392	12,301,958,359	142,900,072	11,989,316,037
Deposits and other accounts	7	273,209	23,254,861	105,349	8,889,088
Current assets & other accounts	20,181	1,781,790	105,349	8,889,088	
Bill payable	-	-	-	-	
Savings bank deposits	-	-	-	-	
Term deposits	252,927	21,473,471	-	-	
Bearer certificate of deposit	-	-	-	-	
Other liabilities	8	3,250,598	274,277,893	3,514,073	210,930,730
Total liabilities	148,402,899	12,999,492,023	145,320,094	12,209,135,655	
Capital / Shareholders' equity	-	-	-	-	
Paid up capital	-	-	-	-	
Statutory reserve	-	-	-	-	
Foreign currency translation gain	-	-	-	-	
Other reserve	-	-	-	-	
Retained earnings	-	-	-	-	
Total shareholders' equity	-	-	-	-	
Total Liabilities and Shareholders' equity	148,402,899	12,999,492,023	145,320,094	12,209,135,655	
<b>Off-Balance Sheet Items</b>					
Contingent liabilities	9	130,000	11,037,000	916,420	76,887,638
Acceptances and endorsements	-	-	-	-	
Letters of guarantee	-	-	-	-	
Irrevocable letters of credit	-	-	-	-	
Bills for collection	-	-	-	-	
Other contingent liabilities	-	-	-	-	
Other commitments	-	-	-	-	
Documentary credits and short term trade-related transactions	-	-	-	-	
Forward assets purchased and forward deposits placed	-	-	-	-	
Undrawn note issuance and revolving underlying facilities	-	-	-	-	
Undrawn formal standby facilities, credit lines and other commitments	-	-	-	-	
Liabilities against forward purchase and sale	-	-	-	-	
Other commitments	-	-	-	-	
Total Off-Balance Sheet exposures including contingent liabilities	130,000	11,037,000	916,420	76,887,638	

**Consolidated Fixed Asset Schedule**

**Mutual Trust Bank Limited and Its Subsidiaries  
Consolidated Fixed Asset Schedule  
As at 31 December 2019**

Particulars	Cost			Depreciation			Written down value as at 31.12.2019
	Balance as at 01.01.2019	Addition during the year	Disposal during the year	Balance as at 31.12.2019	Rate	Charged for the year	
Land	104,253,000	-	-	104,253,000	0%	-	104,253,000
Immovable Property	1,502,105,795	-	-	1,502,105,795	2.5%	38,208,994	1,463,896,801
Furniture & Fixture	1,474,140,091	94,871,015	24,314,980	1,544,696,117	10%	632,295,147	89,841,095
Motor Vehicles	1,894,196,203	662,035,895	53,295,333	2,502,936,764	20%	1,194,397,348	204,415,801
Office Equipments	178,154,087	20,146,818	50,861,735	147,449,170	20%	99,747,435	48,645,313
Intangible Asset	204,627,340	207,762,076	302,789	412,086,627	20%	94,817,728	36,460,822
Right off use Assets	-	714,594,976	-	714,594,976	-	115,509,239	115,509,239
<b>Total December 2019</b>	<b>5,337,486,516</b>	<b>1,499,410,779</b>	<b>128,774,846</b>	<b>6,808,122,449</b>		<b>2,229,310,254</b>	<b>985,035,054</b>
<b>Total December 2018</b>	<b>5,148,343,269</b>	<b>265,047,285</b>	<b>55,903,038</b>	<b>5,357,486,516</b>		<b>1,987,916,904</b>	<b>336,543,611</b>

**Fixed Asset Schedule**

**Mutual Trust Bank Limited  
Fixed Asset Schedule  
As at 31 December 2019**

Particulars	Cost			Depreciation			Written down value as at 31.12.2019
	Balance as at 01.01.2019	Addition during the year	Disposal during the year	Balance as at 31.12.2019	Rate	Charged for the year	
Land	104,253,000						

### Annual Report 2019

#### Statement of Financial Position

Particulars	Amount in BDT				
	Less than 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Above 5 years
<b>ASSETS</b>					
Call	-	-	-	-	-
Balance with other banks and financial institutions	78,109,935	-	-	-	78,109,935
Money at Call & Short notice	-	-	-	-	-
Investments	2,023,569,710	3,085,984,244	4,361,289,444	2,744,777,734	131,575,806
Loans and advances	131,045,930	43,138,521	-	-	174,184,451
Prepaid expenses and other assets	2,232,725,574	1,129,122,766	4,361,289,444	2,744,777,734	131,575,806
Other Assets	-	-	-	-	-
<b>LIABILITIES</b>					
Borrowing from other banks, financial institutions & agents	2,211,313,821	3,098,358,930	4,320,375,458	2,564,986,318	107,023,641
Deposits and other liabilities	7,880,584	17,409,324	189,059,896	45,864,058	14,263,941
Provision and other liabilities	2,218,994,505	1,115,748,254	4,532,590,305	2,610,850,377	121,287,582
Total Liabilities	13,120,892,810	13,231,855,518	13,442,025,659	13,220,700,753	13,120,892,810
Net Equity	13,120,892,810	13,231,855,518	13,442,025,659	13,220,700,753	13,120,892,810

### Notes to the Financial Statements

**1. Status of the unit**

The Bank obtained the Off-shore Banking Unit ("the Unit") permission vide letter No. BRPD-(P)3744(105)/2009-4470 dated December 3, 2009. The Bank commenced operation of this unit from December 07, 2009. The Off-shore Banking Unit is governed under the rules and guidelines of the Bangladesh Bank. Its office is located at 26, MTB Centre, Gulshan South Avenue, Gulshan Circle 1, Dhaka 1212.

**2. Significant accounting policies and basis of preparation of financial statements**

**2.1 Basis of accounting**

The Off-shore Banking Unit maintains its accounting records in USD from which accounts are prepared according to the Bank Companies Act, 1991, International Accounting Standards (IAS), International Financial Reporting Standards (IFRS) and other applicable directives issued by the Bangladesh Bank, in particular, Banking Regulations and policy direction (BRPD) Circular No. 14 dated 25 June 2003.

**2.2 Use of estimates and judgements**

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

**2.3 Foreign currency transaction**

Foreign currency transactions are converted into equivalent Taka using the ruling exchange rates on the dates of respective transactions as per IAS-21 "The Effects of Changes in Foreign Exchange Rates". The financial statements of the Unit are presented in US Dollar (USD) and Bangladesh Taka where USD is the functional currency and Taka are the Unit's presentation currency. Entities functional currency is Bangladesh Taka.

Foreign currency transactions are recorded in the presentation currency using the rate of exchange at average rate of inter-bank market as determined by the Bangladesh Bank on the closing date of every month. Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the rate of exchange ruling at the balance sheet date.

**2.4 Reporting period**

These financial statements cover from 01 January 2019 to 31 December 2019.

**2.5 Loans and advances / Investments**

a) Loans and advances of Off-shore Banking Units are stated in the balance sheet on gross basis.

b) Interest is calculated on a daily product basis but charged and accounted for on annual basis. Interest is not charged on bad and loss loans as per guidelines of the Bangladesh Bank. Records of such interest amounts are kept in separate memorandum accounts.

c) Provision for Loans and Advances has been made on the basis of measurement required and as per instructions by the Bangladesh Bank, BRPD Circular 14 and 19 dated 23 September 2012 and 27 December 2012 respectively.

**2.6 Provision for liabilities**

A provision is recognized in the balance sheet when the unit has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefit will be required to settle the obligations, in accordance with the IAS 37 "Provisions, Contingent Liabilities and Contingent Assets".

**2.7 Interest Income**

In terms of the provisions of the IFRS-15 "Revenue from contracts with customers", the interest income is recognized on accrual basis.

**2.8 Interest paid and other expenses**

In terms of the provisions of the IAS-1 "Presentation of Financial Statements" interest and other expenses are recognized on accrual basis.

**2.9 Allocation of common expenses**

Operating expenses in the nature of salary, rent, rates and taxes, management expenses, printing stationery, etc. are not allocated in the current year due to insignificant amount.

**2.10 General**

a) These financial statements are presented in Taka, which is the Bank's functional currency. Figures appearing in these financial statements have been rounded off to the nearest Taka.

b) Assets and liabilities & income and expenses have been converted into Taka currency @ US\$1 = Taka 84.9000 (closing rate as at 31 December, 2019) and BDT 84.4875 (average rate which represents at the period end).

c) Fixed assets of this unit are appearing in the books of the main operation of the bank and depreciation is also charged to Profit & Loss accounts of the main operation of the bank.

Particulars	2019		2018	
	USD	BDT	USD	BDT
<b>3. Balance with other banks and financial institutions in Bangladesh</b>				
Outside Bangladesh	78,109,935	78,109,935	78,109,935	78,109,935
<b>4. Loans and advances</b>				
Term Loan	131,045,930	131,045,930	131,045,930	131,045,930
Loans and advances	131,045,930	131,045,930	131,045,930	131,045,930
<b>5. Investments</b>				
Equity investments	2,023,569,710	2,023,569,710	2,023,569,710	2,023,569,710
Debt investments	2,023,569,710	2,023,569,710	2,023,569,710	2,023,569,710
<b>6. Provisions</b>				
Provision for loans and advances	4,532,590,305	4,532,590,305	4,532,590,305	4,532,590,305
Provision for other liabilities	1,115,748,254	1,115,748,254	1,115,748,254	1,115,748,254
<b>7. Other Assets</b>				
Prepaid expenses and other assets	2,232,725,574	2,232,725,574	2,232,725,574	2,232,725,574

Particulars	2019		2018	
	USD	BDT	USD	BDT
<b>8. Borrowing from other banks, financial institutions and agents</b>				
From other banks	2,211,313,821	2,211,313,821	2,211,313,821	2,211,313,821
From agents	3,098,358,930	3,098,358,930	3,098,358,930	3,098,358,930
<b>9. Deposits and other liabilities</b>				
From other banks	7,880,584	7,880,584	7,880,584	7,880,584
From agents	17,409,324	17,409,324	17,409,324	17,409,324
From customers	189,059,896	189,059,896	189,059,896	189,059,896
From other sources	45,864,058	45,864,058	45,864,058	45,864,058
<b>10. Other Liabilities</b>				
Provision for loans and advances	4,532,590,305	4,532,590,305	4,532,590,305	4,532,590,305
Provision for other liabilities	1,115,748,254	1,115,748,254	1,115,748,254	1,115,748,254

Particulars	2019		2018	
	USD	BDT	USD	BDT
<b>11. Assets and liabilities &amp; income and expenses</b>				
Assets	13,120,892,810	13,231,855,518	13,120,892,810	13,120,892,810
Liabilities	13,120,892,810	13,231,855,518	13,120,892,810	13,120,892,810
Income	13,120,892,810	13,231,855,518	13,120,892,810	13,120,892,810
Expenses	13,120,892,810	13,231,855,518	13,120,892,810	13,120,892,810

Particulars	2019		2018	
	USD	BDT	USD	BDT
<b>12. Assets and liabilities &amp; income and expenses</b>				
Assets	13,120,892,810	13,231,855,518	13,120,892,810	13,120,892,810
Liabilities	13,120,892,810	13,231,855,518	13,120,892,810	13,120,892,810
Income	13,120,892,810	13,231,855,518	13,120,892,810	13,120,892,810
Expenses	13,120,892,810	13,231,855,518	13,120,892,810	13,120,892,810

### Independent Auditor's Report

#### Independent Auditor's Report To the Shareholders of MTB Securities Ltd. Report on the Audit of the Financial Statements

**Opinion**

We have audited the financial statements of MTB Securities Ltd. (the company), which comprise the statement of financial position as at 31 December, 2019, and statements of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material aspects, the financial position of MTB Securities Ltd. as at 31 December 2019, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Securities & Exchange Rules 1987 and other applicable laws and regulations.

**Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in jurisdictions, and we have fulfilled our other ethical responsibilities in accordance with the requirements and with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Other Information**

Management is responsible for the other information. The other information comprises all of the information other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the board of directors of the company.

**Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, the Securities & Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management deems it necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the company's financial reporting process.

**Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the company's financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

**Report on Other Legal and Regulatory Requirements**

In accordance with the Companies Act 1994, we also report the following:

a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;

b) in our opinion, proper books of accounts as required by law have been kept by company so far as it appeared from our examination of these books; and

c) the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts and returns.

Dated, Dhaka  
January 26, 2020

*Khan Waheed Khalique Raheem & Co.*  
Chartered Accountants

### Statement of Financial Position

Particulars	Notes	Amount in BDT	
		31.12.2019	31.12.2018
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant & equipment	4	66,997,489	71,839,795
Investment in Stock Exchange	5	54,113,290	54,113,290
Strategic Investment in securities	6	39,920,056	28,723,308
		<b>161,030,824</b>	<b>154,676,393</b>
<b>Current assets</b>			
Advances and prepayments	7	30,718,218	36,112,898
Investment in Marketable securities	8	745,699,093	578,562,644
Margin loan to clients	9	2,719,986,781	2,648,201,456
Accounts receivable	10	15,427,758	42,926,237
Advance Income Tax (AIT)	11	117,712,051	87,580,057
Cash & cash equivalents	12	559,619,728	738,894,156
		<b>4,189,163,630</b>	<b>4,132,277,448</b>
<b>Total Assets (A+B)</b>		<b>4,350,194,454</b>	<b>4,286,953,841</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' equity</b>			
Share capital	13	3,250,000,000	3,250,000,000
Retained earnings	14	253,536,377	191,816,692
Capital reserved for investment in DSE Share	15	48,113,290	48,113,290
		<b>3,551,649,667</b>	<b>3,489,929,982</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Accounts payable	16	336,438,852	386,702,677
Liabilities for expenses	18	16,578,855	18,157,055
Provision for income tax	19	71,973,559	39,864,523
Deferred tax liability	20	5,079,361	4,855,728
Provision for margin loan	21	308,474,160	318,894,156
Provision for investment in securities	22	60,000,000	29,000,000
		<b>798,544,787</b>	<b>797,023,859</b>
<b>Total equity and liabilities (D+E)</b>		<b>4,350,194,454</b>	<b>4,286,953,841</b>
<b>Net Assets Value (NAV) per share</b>	23	10.93	10.74

The annexed notes form an integral part of these financial statements.

Dated, Dhaka  
January 26, 2020

*Khan Waheed Khalique Raheem & Co.*  
Chartered Accountants

### Statement of Profit or Loss and Other Comprehensive Income

Particulars	Notes	Amount in BDT	
		2019	2018
<b>Operating Income</b>		<b>328,614,644</b>	<b>359,945,199</b>
Brokerage commission	24	160,454,397	139,604,156
Interest income	25	111,183,618	127,652,385
Income from investment	26	45,807,527	80,744,916
Margin account maintenance	27	714,692	846,758
Depository participant	28	9,829,381	10,432,385
Other operating income	29	625,029	664,399
<b>Less: Operating expenses</b>		<b>164,468,957</b>	<b>149,878,601</b>
Laga charge	30	10,392,333	9,129,440
CDBL charge	31	12,309,234	12,610,800
Sales Association Commission	32	4,897,152	1,553,930
Office & administrative expenses	31	136,870,238	126,584,431
<b>Net operating income</b>		<b>164,145,687</b>	<b>210,066,598</b>
<b>Less: Financial expenses</b>		<b>73,333</b>	<b>210,066,598</b>
<b>Profit before provision</b>		<b>164,072,354</b>	<b>210,066,598</b>
<b>Less: Provision for margin loan</b>		<b>39,000,000</b>	<b>88,000,000</b>
<b>Less: Provision for investment in securities</b>		<b>31,000,000</b>	<b>12,000,000</b>
		<b>70,000,000</b>	<b>100,000,000</b>
<b>Net profit before income tax</b>		<b>94,072,354</b>	<b>110,066,598</b>
<b>Less: Income tax expenses</b>		<b>32,352,669</b>	<b>321,418</b>
<b>Net profit after tax</b>		<b>61,719,685</b>	<b>109,745,180</b>
<b>Other Comprehensive Income:</b>			
Unrealized Gain / (Loss) from Investment in DSE Shares	15	-	48,113,290
<b>TOTAL COMPREHENSIVE INCOME</b>		<b>61,719,685</b>	<b>157,858,470</b>
<b>Earnings Per Share (EPS)</b>	36	<b>0.19</b>	<b>0.34</b>

The annexed notes form an integral part of these financial statements.

Dated, Dhaka  
January 26, 2020

*Khan Waheed Khalique Raheem & Co.*  
Chartered Accountants

### Statement of Changes in Equity

Particulars	Amount in BDT			
	Paid up capital	Retained Earnings	Capital Reserved for DSE Investment	Total
<b>Balance as on 01 January, 2019</b>	<b>3,250,000,000</b>	<b>191,816,692</b>	<b>48,113,290</b>	<b>3,489,929,982</b>
<b>Add: Net profit after tax for the year</b>	<b>-</b>	<b>61,719,685</b>	<b>-</b>	<b>61,719,685</b>
<b>Balance as on 31 December, 2019</b>	<b>3,250,000,000</b>	<b>253,536,377</b>	<b>48,113,290</b>	<b>3,551,649,667</b>

The annexed notes form an integral part of these financial statements.

Dated, Dhaka  
January 26, 2020

*Khan Waheed Khalique Raheem & Co.*  
Chartered Accountants

### Statement of Changes in Equity

Particulars	Amount in BDT			
	Paid up capital	Retained Earnings	Capital Reserved for DSE Investment	Total
<b>Balance as on 01 January, 2018</b>	<b>3,250,000,000</b>	<b>82,071,512</b>	<b>-</b>	<b>3,332,071,512</b>
<b>Add: Net profit after tax for the year</b>	<b>-</b>	<b>109,745,180</b>	<b>-</b>	<b>109,745,180</b>
<b>Add: Addition during the year</b>	<b>-</b>	<b>-</b>	<b>48,113,290</b>	<b>48,113,290</b>
<b>Balance as on 31 December, 2018</b>	<b>3,250,000,000</b>	<b>191,816,692</b>	<b>48,113,290</b>	<b>3,489,929,982</b>

The annexed notes form an integral part of these financial statements.

Dated, Dhaka  
January 26, 2020

*Khan Waheed Khalique Raheem & Co.*  
Chartered Accountants

**Notes to the Accounts**

**12.00 Cash and cash equivalents**

**EDE**

Mutual Trust Bank Limited	100,000,000	100,000,000
Union Capital Limited	74,000,000	100,000,000
Haji Finance Company Limited	30,000,000	-
<b>SND</b>	<b>204,000,000</b>	<b>200,000,000</b>

**A/C No.**

Mutual Trust Bank Ltd (SND)	0002-032000724	96,316	86,689
Mutual Trust Bank Ltd (SND)	0002-0320001438	248,055	193,659
Mutual Trust Bank Ltd (SND)	0002-0320001081	382,185	16,424
Mutual Trust Bank Ltd (SND)	0087-032000296	307,237,730	361,345,902
Mutual Trust Bank Ltd (SND)	0002-0320002080	370,253	10,088
Mutual Trust Bank Ltd (SND)	0087-0320000278	4,035,315	49,346,046
Mutual Trust Bank Ltd (SND)	0002-0320001634	2,315	345
Mutual Trust Bank Ltd (Dealer)	0087-0320000287	180,366	3,742,721
Mutual Trust Bank Ltd (Strategic)	0087-0320000376	20,042	7,406,026
Mutual Trust Bank Ltd (IPO)	0087-0320000063	296,405	401,230
IFIC Bank limited (Dealer)	1090358680041	308,963	1,570,428
Standard Chartered (CCA)	01114647901	41,440,081	111,157,101
Standard Chartered (SND)	02114647901	50,687	50,842
		<b>354,668,383</b>	<b>535,327,601</b>
		251,375	3,566,655
		<b>559,619,728</b>	<b>738,994,156</b>

Cash in hand (Cheque in hand)

**13.01 Authorized capital**

500,000,000 ordinary shares of Taka 10 each.

	5,000,000,000	5,000,000,000
--	---------------	---------------

**13.02 Issued, subscribed and paid-up capital**

325,000,000 ordinary shares of Taka 10 each fully paid.

	3,250,000,000	3,250,000,000
--	---------------	---------------

**13.03 Shareholding Position of the Company**

Share Holders	Number of Share	Percentage
Mutual Trust Bank Limited	324,994,000	99.998%
Mr. Md. Hassem Chowdhury	1,000	
Mr. Goutam Prasad Das	1,000	
Mr. Syed Rafiqul Hossain	1,000	0.002%
Mr. Swapan Kumar Biswas	1,000	
Mr. Abdul Mannan	1,000	
Mr. Md. Nazrul Islam Mazumder	1,000	
<b>Total</b>	<b>325,000,000</b>	<b>100.00%</b>

**14.00 Retained earnings**

Opening balance	191,816,692	82,071,512
Net profit during the year	61,719,685	109,745,180
Dividend paid during the year	-	-
	<b>253,536,377</b>	<b>191,816,692</b>

**15.00 Capital reserve for investments with DSE**

Shares issued by DSE	48,113,290	54,113,290
Less: Membership cost	-	6,000,000
	<b>48,113,290</b>	<b>48,113,290</b>

**16.00 Accounts Payable**

It represents money deposited by client for trading purpose. The details are as follows:

Payable to clients (Note 16.01)	276,020,912	351,646,857
Payable to (DSE) (Note 16.02)	23,211,122	1,266,218
Payable to (DSE) -dealer (Note 16.02)	2,911	232,492
Others payable (Note 16.03)	37,203,907	33,557,110
	<b>336,438,852</b>	<b>386,702,677</b>

**16.01 Payable to clients**

This balance represents the clients' sale proceed of securities and deposit against securities purchase which is currently lying with the Company's bank account.

**16.02 Payable to Dhaka Stock Exchange (DSE)**

This balance has been resulted from purchase of securities through Dhaka stock Exchange Limited.

**16.03 Others payable**

This balance represents cheques issued to various client but not yet cleared and various suppliers payable.

**17.00 Loan from MTB**

This represents amount received from Mutual Trust Bank (MTB) Limited for margin loan paid to customers and other operating purpose for the MTB Securities Limited

Opening balance	-	200,000,000
Less: Cash Paid during the year	-	200,000,000
	-	-

**18.00 Liabilities for expenses**

Salary & Allowances	8,019,336	9,000,000
Office rent	165,120	293,138
Electricity bill	248,130	1,236,846
Mobile & T&T bill	48,000	68,000
Advertisement	74,866	260,611
Audit Fee	69,000	69,000
Repair & Maintenance	220,373	249,075
Office Maintenance	380,184	391,647
Cleaning of Office Premises	199,347	394,572
Utility bill	310,194	1,163,254
Entertainment	203,004	266,684
Security Service Bill	263,457	176,392
CDBL Charge	368,864	770,624
Software Maintenance	137,700	116,200
Marketing & Business Development cost	792,455	538,617
Provision for foreign trade commission repatriation	4,671,353	1,889,414
Others Expenses	407,350	1,339,981
	<b>16,378,855</b>	<b>18,187,685</b>

**19.00 Provision for income tax**

Opening balance	39,864,523	39,864,523
Addition during the year (Note: 19.01)	32,109,036	-
Payment during the year	-	-
	<b>71,973,559</b>	<b>39,864,523</b>

**19.01 Addition during the year**

Current tax expenses (Note: 35)	32,109,036	-
	<b>32,109,036</b>	-

**20.00 Deferred Tax Liability**

Deferred tax is calculated on the difference between tax base of asset & liability and carrying amount of asset & liability on the financial statement as per IAS 12 (Income Taxes).

Opening Balance	4,835,728	4,514,310
Deferred tax expenses during the year (Annexure-D)	243,633	321,418
	<b>5,079,361</b>	<b>4,835,728</b>

**21.00 Provision for margin loan:**

Opening balance	318,463,876	280,920,087
Add: Addition during the year (Note: 33)	39,000,000	88,000,000
Less: Written off during the year	48,989,716	50,456,211
	<b>308,474,160</b>	<b>318,463,876</b>

**22.00 Provision for investment in (Margin loan & Securities)**

Opening balance	29,000,000	17,000,000
Addition during the year (Note: 34)	31,000,000	12,000,000
	<b>60,000,000</b>	<b>29,000,000</b>

This provision is made as per BSEC guideline and to reduce the risk of investment.

**23.00 Net Assets Value (NAV) per share**

Net Assets (23.01)	3,551,649,667	3,489,929,982
Number of ordinary shares outstanding	325,000,000	325,000,000
	<b>10.93</b>	<b>10.74</b>

**23.01 Net Assets**

Total Assets	4,350,194,454	4,288,953,841
Less: Liabilities	798,544,787	797,023,859
	<b>3,551,649,667</b>	<b>3,489,929,982</b>

**Amount in BDT**

2019	2018
------	------

**24.00 Brokerage commission**

The amount of Taka 160,454,397 is charged on daily turnover during the year as per rate decided by the management of the company.

**25.00 Interest Income**

Interest Income Comprises of Interest on margin loan and interest on bank deposited with various bank.

Interest on margin loan	68,733,309	78,300,120
Interest on bank deposit with MTB	25,770,703	13,806,191
Interest on bank deposit with other Bank	16,679,606	35,546,074
	<b>111,183,618</b>	<b>127,652,385</b>

**26.00 Income From Investment**

Gain/ (loss) on sale of securities -Dealer	19,140,128	25,780,749
Gain/ (loss) on sale of Strategic Investment	2,632,322	35,879,317
Dividend Income on Strategic Investment	1,474,000	-
Dividend Income on investment-Dealer	22,561,077	19,084,850
	<b>45,807,527</b>	<b>80,744,916</b>

**27.00 Margin account maintenance**

The amount of Taka 714,692 represents service charges on margin account, which were received from the customer during the year.

**28.00 Depository participant**

This amount represents BO maintenance, demate charge and CDS charges. The detail is as follows:

BO maintenance fees	9,542,700	9,932,575
Dematerialization charges	10,786	2,025
CDS charges	275,895	497,985
	<b>9,829,381</b>	<b>10,432,585</b>

**29.00 Other operating income**

Other income represents Cheque return charge & IPO application fee charged on the customer.

Other Income	625,029	664,399
	<b>625,029</b>	<b>664,399</b>

**30.00 CDBL charges**

The amount of Taka 12,309,234 represent BO opening, maintenance, CDS charge and other expenses charged by CDBL.

**31.00 Office & administrative expenses**

Salary & Allowances	81,739,725	74,110,832
Office rent	26,647,422	25,033,154
Insurance expenses	220,448	229,855
Electricity bill	1,699,293	2,102,021
Postage & telegraph	85,000	98,800
Mobile & T&T bill	722,100	648,000
Table/Petty stationary	532,439	387,147
Computer stationary	359,751	367,852
Advertisment -Company's Own	310,511	316,164
Directors' fees	554,400	669,300
Audit fee	69,000	69,000
Depreciation	6,442,730	6,908,513
Repair & Maintenance	343,618	463,262
Maintenance of office premises	274,084	300,578
Car expenses	2,026,456	2,159,735
Securities service	3,217,228	1,521,370
Office cleaning	2,385,565	2,215,900
Utility bill	2,181,637	3,397,610
Conveyance	266,835	200,797
Entertainment -Refreshment/Party Diner	1,658,198	1,548,358
Periodical, Magazine, News paper	45,506	48,539
Bank charge & excise duty	217,676	351,286
Training expenses	47,299	24,548
Traveling expenses	300,475	2,100
Software maintenance	200,000	-
Business Development Expenses	483,677	415,808
Foreign trade commission repatriation	2,781,939	1,659,132
Registration charge, fees & renewal	991,677	1,044,069
Professional fees	65,500	290,895
	<b>136,870,238</b>	<b>126,584,431</b>

**32.00 Financial expenses**

The amount of Taka 73,333 interest expense represents as financial expense on Loan from Mutual trust Bank (MTB).

**33.00 Provision for margin loan made during the year**

This provision is made as per BSEC guideline and to reduce the risk of investment.

Provision for margin loan	39,000,000	88,000,000
	<b>39,000,000</b>	<b>88,000,000</b>

**34.00 Provision for investment in securities made during the year**

This provision is made as per BSEC guideline to reduce the risk of investment.

Provision for investment in securities	31,000,000	12,000,000
	<b>31,000,000</b>	<b>12,000,000</b>

**35.00 Income tax expenses made during the year**

Current tax (Annexure-D)	32,109,036	243,633
Deferred tax (Annexure-E)	32,352,669	321,418
	<b>64,461,705</b>	<b>565,051</b>

**36.00 Earnings Per Share (EPS)**

Net profit after tax	61,719,685	109,745,180
Number of ordinary shares outstanding	325,000,000	325,000,000
	<b>0.19</b>	<b>0.34</b>

**37.00 Net operating cash flows per share (NOCFPS)**

Net operating cash flows	72,444,508	152,319,705
Number of shares	325,000,000	325,000,000
	<b>0.22</b>	<b>0.47</b>

**38.00 Related party transactions**

Name of the party	Nature of transactions	Taka
Mutual Trust Bank Limited	Loan from MTB	-

**39.00 Number of employees:**

The number of employees engaged for the whole year or part there of, who received a total remuneration of Taka 36,000 or above, were 64 persons.

**Schedule of Property, Plant & Equipment**

MTB SECURITIES LIMITED  
Schedule of Property, Plant & Equipment  
As at 31 December, 2019

Particulars	Cost				Rate	Depreciation			
	Balance as on 01.01.2019	Addition during the year	Disposal during the year	Balance as on 31.12.2019		Balance as on 01.01.2019	Charge for the year	Disposal for the year	Balance as on 31.12.2019
Furniture	1,774,999	66,600	-	1,839,599	10%	716,141	109,874	-	825,795
Fixtures & fittings	47,353,198	-	-	47,353,198	10%	19,191,198	2,816,200	-	22,007,398
Office equipment	30,942,110	1,535,424	24,000	32,453,534	20%	22,629,788	1,801,546	24,000	24,407,334
Premises	46,365,000	-	-	46,365,000	5%	12,098,385	1,713,330	-	13,771,715
<b>Balance as December 31, 2019</b>	<b>126,435,207</b>	<b>1,600,424</b>	<b>24,000</b>	<b>128,011,731</b>		<b>54,595,512</b>	<b>6,442,730</b>	<b>24,000</b>	<b>61,014,242</b>
									<b>66,997,489</b>

**Statement of Strategic Investment in Securities**

MTB Securities Limited  
Statement of Strategic Investment in Securities  
As at 31 December, 2019

Name of the Company	Quantity	Cost Value	Market Value
ACI Limited	16,100	4,738,230	2,922,150
Apex Tannery Ltd	22,500	3,116,700	2,628,000
BD Steel Re-Rolling Mills Ltd.	11,000	934,450	536,800
Delta Life Insurance	10,000	1,169,100	785,000
Dhaka Bank Ltd.	73,500	1,275,960	882,000
ICB	22,000	2,705,560	1,689,600
Khulna Power Co. Ltd	125,000	9,032,500	5,837,500
Meghna Cement	23,100	2,237,235	1,464,540
Olympic Industries	16,000	3,963,680	2,640,000
Padma Oil Co. Ltd	2,600	638,794	499,720
SAMORITA	18,375	1,290,294	1,176,000
Shasha Denims Ltd	57,570	2,992,605	1,426,425
Square Pharma	2,600	486,538	494,000
Summit Power Ltd.	100,000	4,246,000	3,630,000
Unique Hotel & Resort	20,000	1,092,400	878,000
<b>Total</b>		<b>39,920,046</b>	<b>27,489,735</b>

**Statement of Investment in Securities**

MTB Securities Limited  
Statement of Investment in Securities  
As at 31 December, 2019

Name of the Company	Share Quantity	Cost Value	Market Value
Aamra networks limited	424,000	10,000,000	15,942,400
aamra technologies	126,000	4,479,300	2,923,200
ACI Limited	57,500	16,839,450	10,436,250
Active Fine Chemical	600,000	22,758,000	8,82

### Statement of Cash Flows

**MTB Capital Ltd.**  
Statement of Cash Flows  
For the year ended 31 December 2019

Particulars	Amount in BDT	
	2019	2018
Net profit during the year (after tax)	4,003,271	39,243,038
<b>Add: Amount consider as non cash items:</b>		
Depreciation charged during the year	683,462	805,767
Increase/(decrease) in provision for diminution in value of investments	7,000,000	500,000
Increase/(decrease) in provision for margin loan	15,000,000	2,500,000
Increase/(decrease) in provision for expenses	(165,000)	367,819
Increase/(decrease) in provision for income tax	13,212,994	1,407,121
Increase/(decrease) in deferred tax liability	(14,837)	(23,208)
<b>Sub total of non cash items</b>	<b>35,716,619</b>	<b>5,857,498</b>
<b>Changes in working capital components</b>		
Increase/(decrease) in accounts payable	(9,807,518)	7,634,558
Increase/(decrease) in accounts receivable	5,063,016	(3,425,878)
Increase/(decrease) in advance & prepayment	(10,072,443)	(4,573,829)
<b>A) Net cash flow from operating activities</b>	<b>24,902,945</b>	<b>44,435,388</b>
<b>Cash flow from investing activities:</b>		
(Increase)/decrease in investment in securities	(8,315,035)	(48,583,994)
(Increase)/decrease in purchase of premises & fixed asset	(94,290)	(24,214)
(Increase)/decrease in investment in other companies	(25,500,000)	5,377,717
<b>B) Net cash flow from investing activities</b>	<b>(34,315,483)</b>	<b>(42,777,250)</b>
<b>Cash flow from financing activities:</b>		
(Increase)/decrease in short term borrowings	-	-
<b>C) Net cash flow from financing activities</b>	<b>-</b>	<b>-</b>
<b>D) Net cash increase / (decrease) (A+B+C)</b>	<b>(9,412,538)</b>	<b>1,658,137</b>
<b>E) Opening cash and cash equivalents</b>	<b>18,153,727</b>	<b>16,495,590</b>
<b>F) Closing cash and cash equivalents</b>	<b>8,741,189</b>	<b>18,153,727</b>
<b>Net operating cash flow per share (NOCFPS)</b>	<b>(Note: 32.00)</b>	<b>7.33</b>
		<b>13.07</b>

**Notes to the Financial Statements**  
Notes to the Financial Statements  
For the year ended 31 December 2019

**1.00 Legal status of the company**  
MTB Capital Ltd. (MTBCL), a fully owned subsidiary of Mutual Trust Bank Limited, was incorporated in Bangladesh as a private limited company. MTBCL obtained registration certificate No. MB-552010 under the Bangladesh Securities and Exchange Commission Act, 1993 on December 06, 2010 as a full fledged merchant bank and obtained registration No. C-80040 from the Registrar of Joint Stock Companies and Firms (RJSC), Dhaka, Bangladesh on October 08, 2009 under the Companies Act, 1994. The company has commenced its operation on April 18, 2011.

The registered office of the company is situated at 111 Kazi Nazim Islam Avenue, Bangla Motor, Dhaka-1000, Bangladesh.

**2.00 Nature of business**  
The main activities of the company are issue management, underwriting, portfolio management whether discretionary or non-discretionary, corporate advisory services to the clients including advisory services on merger and amalgamation, capital restructuring, etc.

**3.00 Significant accounting policies**

**3.01 Basis of preparation of financial statements**  
The financial statements of the company are made up to 31 December 2019 and prepared under the historical cost convention except investment in securities as a going concern in accordance with the Companies Act 1994, International Financial Reporting Standards (IFRS) 3, the Securities and Exchange Rules 1987, Dhaka & Chittagong Stock Exchange Limited listing Regulations, Income Tax Ordinance, 1984 and other laws and rules applicable in Bangladesh.

**3.02 Statement of cash flows**  
Statement of cash flows has been prepared in accordance with the International Accounting Standard (IAS) - 7 "Statement of Cash Flows".

**3.03 Property, plant and equipment**

**3.03.1 Recognition and measurement:**  
Property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any.

Cost includes expenditure that is directly attributable to the acquisition of asset and bringing to the location and conditioned necessary for it to be capable of operating in the intended manner.

**3.03.2 Depreciation**  
Depreciation is charged using reducing balance method as per International Accounting Standard (IAS)-16 "Property plant & equipment". The rates of depreciation used are as follows:

Category of assets	Rate of depreciation
Furniture & fixtures	10%
Office equipment	20%
Interior decoration	10%

The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sale proceeds and the carrying amount of the asset and is recognized in the Statement of Profit or Loss and other Comprehensive Income.

**3.04 Revenue recognition**  
The accounting policies adopted for the recognition of revenue are as follows:

**3.04.1 Interest income**  
Interest on margin loan to investors is recognized as revenue on an accrual basis and interest receivable on such loan is capitalized with original loan on quarterly basis.

**3.04.2 Dividend income**  
Dividend income in investment in securities has been recognized when the shareholders right to receive payment is established.

**3.04.3 Capital gain / (loss) on sale of securities**  
Capital gain / (loss) on sale of securities is accounted for based on difference between average sale proceeds of securities and cost of securities sold.

**3.04.4 Fees and commission income**  
Fees and commission income includes portfolio management fees, settlement charges, issue management fees, underwriting commissions and any other such fees and commissions.

**3.05 Cash and bank balance**  
Cash and bank balance includes cash in hand and cash at bank, which are held and are available for use by the company without any restriction.

**3.06 Investment in securities**  
Investment in securities is recognized at the end of the period at cost price of investment made by the company.

**3.07 Reporting in the period**  
These financial statements cover one year from 1<sup>st</sup> January 2019 to 31 December 2019.

**3.08 General**

i) Comparative information has been disclosed for all numerical information of the financial statements and also the narrative and descriptive information so as to clarify the current year position in with that to preceding year.

Changes format:  
Statement of financial position format has been changed for ensuring better comparability in line with IAS-1 without changes face & figures. Prior period figures has been reclassified and no reclassification has been made due to change format.

ii) The figures in the financial statements are presented in Bangladeshi Taka (BDT), which is the company's functional currency. Figures in these notes and financial statements have been rounded off to the nearest Taka value.

Particulars	Amount in BDT		
	31.12.2019	31.12.2018	
<b>4.00 Property, plant &amp; equipment</b>			
Cost:			
Opening balance	12,604,599	12,580,385	
Addition during the year	94,290	24,214	
<b>Total cost</b>	<b>12,698,889</b>	<b>12,604,599</b>	
Depreciation:			
Opening balance	7,715,350	6,909,583	
Add: Depreciation charged during the year	683,462	805,767	
<b>8,398,812</b>	<b>7,715,350</b>		
<b>Written down value</b>	<b>4,300,077</b>	<b>4,889,249</b>	
(Detail is shown in Annexure - A)			
<b>5.00 Investment in securities</b>			
Investment in securities represent the cost price of securities which have been invested by the company			
Investment in securities	237,178,479	212,736,206	
Trustee fees	2,935,527	2,471,652	
<b>241,114,007</b>	<b>215,207,848</b>		
<b>7.00 Accounts receivable</b>			
Underwriting commission	1,538,818	1,288,818	
Issue management fees	7,117,556	7,035,881	
Trustee fees	500,000	500,000	
Dividend receivable	3,386,536	3,102,314	
Management fees	62,831	62,673	
Receivable from brokers	4,235,422	7,494,095	
Rental income	37,500	37,500	
Cheque in transit	-	285,000	
IPDs	563,035	2,998,435	
<b>17,441,697</b>	<b>22,504,713</b>		
<b>8.00 Advance and prepayments</b>			
Advance income tax (Note: 8.01)	40,116,584	29,677,469	
Advance to employees (Note: 8.02)	1,150,195	1,516,867	
<b>41,266,779</b>	<b>31,194,336</b>		
<b>9.00 Cash &amp; cash equivalents</b>			
This is made up as under:			
Cash in hand	20,965	3,316	
Cash at Bank (Mutual Trust Bank)			
MTB-0012-021010572 (CID)	678	678	
MTB Tower 0087-0210000208 (Own Portfolio)	760,173	1,155,280	
MTB Tower 0087-0320000045 (SND)	569,575	2,202,513	
MTB Tower 0087-0320000054 (IPO)	22,103	23,508	
MTB Tower 0087-0320000214 (NDA)	1,779,969	6,484,065	
MTB Tower 0087-0320000205 (DA)	2,567,315	5,311,856	
MTB Tower 0087-0320000223 (GA)	3,020,411	3,972,512	
	8,720,224	18,150,411	
<b>8,741,189</b>	<b>18,153,727</b>		
<b>10.00 Share capital</b>			
Authorized capital	500,000,000	500,000,000	
50,00,000 ordinary shares of Tk. 100 each.			
Issued, subscribed and paid-up capital:	339,899,000	308,990,000	
3,398,990 ordinary shares of Tk. 100 each			
<b>Shareholding position:</b>			
Mutual Trust Bank Limited	No. of shares	Amount	Percentage
Mr. Md. Hedayetullah	3,398,755	339,875,500	99.996%
	135	13,500	0.004%
<b>Total</b>	<b>3,398,890</b>	<b>339,899,000</b>	<b>100%</b>
<b>11.00 Retained earnings</b>			
Opening balance	50,855,407	39,762,369	
Add: Net profit after tax during the year	4,003,271	39,243,038	
Less: Stock dividend	30,899,000	28,090,000	
<b>Closing balance</b>	<b>23,959,678</b>	<b>50,855,407</b>	
<b>12.00 Deferred tax liability</b>			
Opening balance	156,372	179,580	
Deferred tax during the year (Note-30.02)	141,535	156,372	
<b>13.00 Accounts payable</b>			
LeadSoft BD Ltd.	414,556	414,556	
Audit fees payable	22,000	55,000	
Payable to brokers	4,150,946	8,376,827	
Client deposits	5,093,288	10,678,182	
VAT payable	1,131,143	1,111,510	
Source tax payable	5,500	21,875	
<b>10,850,432</b>	<b>20,657,950</b>		
<b>14.00 Provision for expenses</b>			
Incentive bonus			
Opening balance	1,530,500	1,162,861	
Paid during the year	(919,200)	(926,831)	
Addition during the year	754,200	1,294,650	
Closing balance	1,365,500	1,530,680	
<b>15.00 Provision for diminution in value of investments</b>			
Opening balance	13,000,000	12,500,000	
Addition during the year (Note-28.00)	7,000,000	500,000	
<b>20,000,000</b>	<b>13,000,000</b>		
<b>16.00 Provision for margin loan</b>			
Opening balance	15,000,000	12,500,000	
Addition during the year (Note-29.00)	15,000,000	2,500,000	
<b>30,000,000</b>	<b>15,000,000</b>		
<b>17.00 Provision for current tax</b>			
Opening balance	38,504,784	37,097,663	
Add: Addition during the year (Note-30.01)	13,212,994	20,537,777	
Less: Adjustment during the year	-	(19,130,656)	
<b>51,717,778</b>	<b>38,504,784</b>		
<b>18.00 Net Assets Value (NAV) per share</b>			
Restated			
Net Assets (8.01)	363,848,678	359,845,407	
Number of ordinary shares outstanding	3,398,890	3,398,890	
<b>107</b>	<b>106</b>		
<b>18.01 Net Assets</b>			
Total Assets	477,923,923	448,695,013	
Less: Non-current Liabilities	141,535	156,372	
Less: current Liabilities	113,933,710	88,693,234	
<b>363,848,678</b>	<b>359,845,407</b>		

### Notes to the Financial Statements

**19.00 Interest income**  
Interest on margin loan - Non-Discretionary Account (NDA)  
Interest on margin loan - Discretionary Account (DA)  
Interest on bank accounts

	Amount in BDT	
	2019	2018
Interest on margin loan - Non-Discretionary Account (NDA)	33,325,056	31,338,207
Interest on margin loan - Discretionary Account (DA)	139,568	13,319
Interest on bank accounts	6,041	1,267,999
<b>33,470,666</b>	<b>32,719,525</b>	
<b>20.00 Income from investment</b>		
Dividend income	3,495,979	3,638,355
Capital gain on sale of securities	5,708,927	19,695,320
<b>9,204,906</b>	<b>23,333,684</b>	
<b>21.00 Underwriting commission</b>		
Zabeen Spinning Limited	157,500	1,288,818
Silcoo Pharmaceutical Ltd.	131,250	-
Ring Shine Textiles Ltd.	250,000	-
Coppertech Ind. Ltd.	100,000	250,000
Bashundhara Paper Mills Ltd.	538,750	1,538,818
<b>22.00 Issue management fees</b>		
Zabeen Spinning Limited	-	500,000
Krishibid Feed Ltd.	800,000	700,000
Mutual Trust Bank Ltd.	3,330,937	1,000,000
Unique Infoway Ltd.	-	971,750
Casdenia Wears Limited	-	2,800,000
Coppertech Industries Limited	2,000,000	2,500,000
Nialco Alloys Limited	1,100,000	-
Strategic Finance Ltd.	150,000	-
Alliance Capital Asset Management Ltd.	100,000	-
Classic Foils Ltd.	300,000	-
R.A. Spinning Mills Ltd.	200,000	-
<b>7,980,937</b>	<b>8,471,750</b>	
<b>23.00 Settlement fees &amp; documentation charges</b>		
Settlement fee	1,463,606	2,968,690
Documentation charge	22,000	443,178
<b>1,485,606</b>	<b>2,998,690</b>	
<b>24.00 Portfolio management fees</b>		
Non-discretionary account	4,058,698	10,996,704
Discretionary account	270,047	443,178
<b>4,328,744</b>	<b>11,439,882</b>	
<b>25.00 Trustee fees</b>		
1,150,000	1,250,000	
<b>1,150,000</b>	<b>1,250,000</b>	
<b>26.00 Other operating income</b>		
IPO charges	10,340	12,910
Annual BO account charge	163,350	144,450
Share transmission fees	138,114	-
Dematerialization fees	502,334	-
Rental income	732,000	732,000
<b>1,546,038</b>	<b>889,360</b>	
<b>27.00 Office &amp; administrative expenses</b>		
Salary and remuneration	11,902,633	11,074,769
Office rent expense	3,487,992	3,631,437
Postage, telephone, fax, stamp	111,000	113,358
Printing & stationery	211,267	95,468
Advertising expense	658,833	675,900
Directors' fee	68,750	68,750
Auditors' fee	683,462	805,767
Depreciation expenses	267,700	284,825
Repairs and maintenance	901,182	911,438
Car expense	483,305	294,145
CDBL charge	627,682	610,598
Entertainment	405,900	349,800
Cleaning service charge	199,540	261,565
Fee & registration	80,481	124,037
Bank charges	251,053	138,065
Conveyance	28,488	30,070
Interest expense	3,450	5,000
Staff training	26,800	12,200
Travelling expense	9,495	76,528
Books & newspaper	17,250	10,350
Holiday working bill	8,000	8,000
Domain and hosting charge	55,556	55,556
Professional fee	15,000	48,000
IPO expense	20,504,219	19,876,102
<b>7,000,000</b>	<b>500,000</b>	
<b>28.00 Provision for diminution in value of investments</b>		
This provision is made as per BSEC guideline and to reduce the risk of investment.		
<b>29.00 Provision for margin loan</b>		
This provision is made as per BSEC guideline and to reduce the risk of investment.		
<b>30.00 Income tax expenses</b>		
Current tax (Note-30.01)	13,212,994	20,537,777
Deferred tax (Note-30.02)	(14,837)	(23,208)
<b>13,198,157</b>	<b>20,514,569</b>	
Income tax expenses is calculated as per guideline of Income Tax Ordinance and Rules.		
<b>30.01 Current tax</b>		
13,212,994	20,537,777	
<b>13,212,994</b>	<b>20,537,777</b>	
(Details is shown in Annexure-C)		
<b>30.02 Deferred tax expense/(income)</b>		
(14,837)	(23,208)	
(Detail is shown in Annexure - D)		
<b>31.00 Earnings per share</b>		
Restated		
Net profit after tax	4,003,271	39,243,038
Number of ordinary shares outstanding	3,398,890	3,398,890
<b>Earnings per share</b>	<b>1.18</b>	<b>11.55</b>
<b>31.00 Earnings per share</b>		
Restated		
Net profit after tax	4,003,271	39,243,038
Number of ordinary shares outstanding	3,398,890	3,398,890
<b>Earnings per share</b>	<b>1.18</b>	<b>11.55</b>
<b>32.00 Net operating cash flows per share (NOCFPS)</b>		
Restated		
Net operating cash flows	24,902,945	44,435,388
Number of shares	3,398,890	3,398,890
<b>7.33</b>	<b>13.07</b>	
<b>33.00 Number of employees</b>		
The number of employees engaged for the whole year or part there of, who received a total remuneration of Taka 36,000 or above were 08 persons.		
<b>34.00 Events after the balance sheet date</b>		
Subsequent to the reporting date, the Board of Directors recommended 5% stock dividend.		

### Schedule of Property, Plant & Equipment

MTB Capital Ltd.  
Schedule of Property, Plant & Equipment  
As at 31 December 2019

Particulars	Opening balance		Addition during the year	Disposal during the year	Balance as on 31.12.2019	Rate (%)	Depreciation		Accumulated depreciation	Balance as on 31.12.2019
	31.12.20									