

The City Bank Limited

Report and Financial Statements as at and for the year ended 31 December 2018

We have audited the consolidated financial statements of The City Bank Limited and its subsidiaries (the "Group") as well as the separate financial statements of The City Bank Limited (the "Bank"), which comprise the consolidated and separate balance sheets as at 31 December 2018 and the consolidated and separate profit and loss accounts, consolidated and separate statements of changes in equity and consolidated and separate cash flow statements for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies and other explanatory

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the Bank give a true and fair view of the consolidated financial position of the Group and the separate financial position of the Bank as at 31 December 2018, and of its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note 2

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' 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), Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and in forming our opinion thereon, and we do not provide

| Description of key audit matters |
|--|
| Measurement of provision for loans, advance |
| The process for estimating the provision |
| for loans, advances and leases portfolio |
| associated with credit risk is significant and |

For the individual analysis for large exposure ovisions calculation consider the estimates future business performance and the market value of collateral provided for credit transactions.

For the collective analysis of exposure or portfolio basis, provision calculation and eporting are manually processed that deals voluminous databases, assumptions

At year end the Group and the Bank reported total gross loans and advances of BDT 231,875 million (2017: BDT 197,073 million) and BDT 231,391 million (2017; BDT 196,596 million) respectively, the Bank reported provision for loans and advances of BDT 7,974 million (2017: BDT 6,047 million).

Our response to key audit matters

We tested the design and operating effectiveness of key control focusing on the following

- Credit appraisal, loan disbursement procedures, monitoring and Identification of loss events, including early warning and default
- Reviewed quarterly Classification of Loans (CL);

Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following:

- Reviewed the adequacy of the general and specific provisions in line with related Bangladesh Bank guidelines;
- Assessed the methodologies on which the provision amounts are based, recalculated the provisions and tested the completeness and accuracy of the underlying information; Evaluated the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank
- Finally, compared the amount of provision requirement as determined by Bangladesh Bank inspection team to the actual amount of provision maintained

See note no 8 and 16 to the financial stat

Valuation of treasury bill and treasury bon and T-Bond require judgment and complex

In the absence of a quoted price in ar active market, the fair value of T-Bills and T-Bonds is determined using complex valuation techniques which may take into consideration direct or indirect unobservable market data and complex pricing models which require an elevated level of judgment

We assessed the processes and controls put in place by the Bank to identify and confirm the existence of treasury bills and bonds

We obtained an understanding, evaluated the design and tested the operating effectiveness of the key controls over the treasury bills and bonds valuation processes, including controls over market data inputs into valuation models, model governance, and valuation adjustments. We tested a sample of the valuation models and the inputs used in those models, using a variety of techniques, including comparing inputs to available market data.

Finally assessed the appropriateness and presentation of disclosures gainst relevant accounting standards and Bangladesh Bank guidelines.

See note no 7 to the financial statements

Impairment assessment of unquoted investments market, the fair value of unquoted shares and bonds, especially any impairment is calculated using valuation techniques which may take into consideration direct or indirect unobservable market data and hence require an elevated level of

IT systems and controls audit procedures have a focus on IT systems and controls due to the

Our areas of audit focus included user

access management, developer access to the production environment and changes to the IT environment. These are key to ensuring IT dependent and application

We have assessed the processes and controls put in place by the Company

We tested a sample of investments valuation as at 31 December 2018 and

Finally we assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.

We tested the design and operating effectiveness of the Bank's IT access

controls over the information systems that are critical to financial reporting

We tested IT general controls (logical access, changes management and

aspects of IT operational controls). This included testing that requests for

See note no 7 to the financial statements

pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual

based controls are operating effectively

ms were appropriately reviewed and authorized. We tested the Bank's periodic review of access rights and reviewed requests of changes to systems for appropriate approval and authorization We considered the control environment relating to various interfaces

configuration and other application layer controls identified as key to ou

Legal and regulatory matters
We focused on this area because the Bank and its subsidiaries (the "Group") operates in a legal and regulatory environment that is exposed to significant litigation and similar risks arising from disputes and regulatory proceedings. Such matters are subject to many uncertainties and the outcome may be difficult to predict.

These uncertainties inherently affect the amount and timing of potential outflows with respect to the provisions which have been established and other . contingent liabilities.

Overall, the legal provision represents the Group's and the Bank's best estimate for existing legal matters that have a probable and estimable impact on the Group's financial position.

litigation and regulatory matters and inspected internal notes and

completeness and accuracy of the underlying information.

Bank Capital Resources Limited and CBL Money

Transfer Sdn. Bhd. As at 31 December 2018 the carrying value of this investment is BDT 6,050

all the above subsidiaries stated at cost.

individual subsidiaries in accordance with IAS 36.

We obtained an understanding, evaluated the design and tested the operational effectiveness of the Bank's key controls over the legal provision and contingencies process.

view on the status of all significant litigation and regulatory We enquired of the Bank's internal legal counsel for all significant

We assessed the methodologies on which the provision amounts are based, recalculated the provisions, and tested the

We also assessed the Bank's provisions and contingent liabilities

Carrying value of investments in subsidiaries by the Bank

financial statements of the Bank we have considered

the recoverable value of the Bank's investments in Management has conducted impairment

assessment and calculated recoverable value of its

We have reviewed Management's analysis of impairment The Bank has invested in equity shares of its three subsidiaries, namely City Brokerage Limited, City assessment and recoverable value calculation of subsidiaries in accordance with IAS 36.

In particular, our discussions with the Management were focused on the continued appropriateness of the value in use model. the key assumptions used in the model, the reasonably possible alternative assumptions, particularly where they had the most impact on the value in use calculation.

We also checked mathematical accuracy of the model, recalculated discount rate used within the model, inputs used in the determination of assumptions within the model were challenged and corroborating information was obtained with reference to external market information, third-party sources.

Reporting on other information

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the consolidated and separate financial statements and our auditors' 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 consolidated and separate 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 consolidated and separate 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

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate

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 consolidated financial statements of the Group and also separate financial statements of the Bank in accordance with IFRSs as explained in note 2, and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error. The Bank Company Act, 1991 and the Bangladesh Bank Regulations 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 consolidated and separate 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 Group and 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 consolidated and separate financial statements as a whole m material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our 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 consolidated and separate financial statement

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism

- Identify and assess the risks of material misstatement of the consolidated and separate 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
- 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 consolidated and separate 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 consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate 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 to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion. We communicate with those charged with governance regarding, 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 auditors 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 Securities and Exchange Rules 1987, the Bank Company Act, 1991 and the rules and regulations issued by Bangladesh Bank, 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 purpose 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 consolidated 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 controls:
 - internal audit, internal control and risk management arrangements of the Group 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 and exception or anything detrimental committed by employees of the Group and its related entities (other than matters disclosed in these financial statements);
- Consolidated financial statements of the Bank include three subsidiaries, namely City Brokerage Limited, City Bank Capital Resources Limited and CBL Money Transfer Sdn Bhd. reflect total assets of BDT. 32,6940.44 million as at 31 December 2018 and total revenue of BDT. 16,604.80 million for the year ended 31 December 2018. These three subsidiaries of the Bank have been audited by other component auditors who have expressed unqualified audit opinion. The results of these subsidiaries have been properly reflected in the Group's consolidated financial statements;
- (iv) 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 records and statements submitted by the branches have been properly maintained and consolidated in the financial
- the consolidated balance sheet and consolidated profit and loss account together with the annexed notes dealt with by the report are in agreement with the books of account and returns; (vii) the expenditures incurred were for the purpose of the Bank's business for the year;
- (viii) the consolidated 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 information and explanations required by us have been received and found satisfactory; (xi) we have reviewed over 80% of the risk weighted assets of the Bank and spent over 3,200 person hours; and
- (xii) Capital to Risk-weighted Asset Ratio (CRAR) as required by Bangladesh Bank has been maintained adequately during

100 Mes ApoH Dhaka, 17 April 2019 Hoda Vasi Chowdhury & Co

| | | Chartered Accounta | | | |
|---|---------------|----------------------------|----------------------------|--|--|
| Consolidated Balance Sheet a | s at 31 Decem | ber 2018 | | | |
| PROPERTY AND ASSETS | <u>Note</u> | <u>2018</u> <u>Taka</u> | <u>2017</u> <u>Taka</u> | | |
| Cash | | | | | |
| In hand (including foreign currencies) | 4 | 5,423,445,923 | 4,447,800,960 | | |
| Balance with Bangladesh Bank and its agent bank(s) | Ĭ | į | İ | | |
| (including foreign currencies) | 4.a.2 | 14,016,977,760 | 19,339,302,948 | | |
| | | 19,440,423,683 | 23,787,103,908 | | |
| Balance with other banks and financial institutions | 5 | | | | |
| In Bangladesh | | 27,798,009,404 | 12,704,276,112 | | |
| Outside Bangladesh | Ĭ | 700,375,538 | 989,369,438 | | |
| 5 | | 28,498,384,942 | 13,693,645,550 | | |
| Money at call and short notice | 6 | 89,379,167 | 89,379,167 | | |
| Investments | 7 | | | | |
| Government | | 23,636,105,055 | 22,099,527,532 | | |
| Others | | 9,852,115,182 | 9,832,026,841 | | |
| | | 33,488,220,237 | 31,931,554,373 | | |
| Loans and advances/investments | 8 | | | | |
| Loans, cash credits, overdrafts, etc./investments | | 228,564,323,030 | 192,350,678,263 | | |
| Bills purchased and discounted | 9 | 3,310,631,492 | 4,722,154,652 | | |
| | | 231,874,954,522 | 197,072,832,915 | | |
| Fixed assets including premises, furniture and fixtures | 10 | 3,989,868,437 | 3,642,729,555 | | |
| Other assets | 11 | 8,525,506,505 | 6,968,167,092 | | |
| Non-banking assets | 12 | 1,033,701,289 | 881,668,179 | | |
| Total assets | | 326,940,438,782 | 278,067,080,739 | | |
| LIABILITIES AND CAPITAL | | | | | |

Tier-II subordinated bond 7,250,000,000 Borrowings from other banks, financial institutions and agents Deposits and other accounts 61,249,736,296 38,729,567,834 Current deposits and other accounts Bills payable 1,521,442,000 1,355,732,100 ngs bank deposits 39,082,904,954 117,391,667,208 44,278,439,530 131,679,045,353 Bearer certificate of deposit 204,860,462,516 182,902,922,173 Other liabilitie 302,023,153,874 251,887,994,727 Capital/shareholders' equity 9,679,872,970 9.218.926.640 Paid up capital 7,130,574,430 Statutory reserve Share premium 1,504,388,797 1,504,388,797 Dividend equalization reserve 530.786.631 530,786,631 3,131,663,748 4,848,228,604 Surplus in profit and loss account Total shareholders' equity 26,178,985,506 ontrolling interest 23 104,416 **24,917,284,908** 100,506 **26,179,086,012** Total liabilities and shareholders' equity 326,940,438,782 278,067,080,739

OFF-BALANCE SHEET ITEMS

Contingent liabilities Acceptances and endors Letters of guarantee Irrevocable letters of credit Bills for collection Other contingent liabilities

Documentary credits and short term trade-related transactions Forward assets purchased and forward deposits placed

Undrawn note issuance and revolving underwriting facilities
Undrawn formal standby facilities, credit lines and other commitments Total Off-Balance Sheet items including contingent liabilities

13,829,048,186 2,441,633,159 135,748,094,349 98,844,898,968 The annexed notes 1 to 52 form an integral part of these financial statements





23,273,124,173

13.829.048.186

121,919,046,163 96,403,265,809

13,060,162,726

36,220,551,100

2,441,633,159

Dhaka, 17 April 2019

Managing Director (Acting)

Hoda Vasi Chowdhury & Co. Chartered Accountants Consolidated Profit and Loss Account for the year ended 31 December 2018 22 970 784 588 (13,740,620,198)

Interest income/profit on investments 16.819.464.242 Interest paid/profit shared on deposits and borrowings etc. Net interest income/profit on investments 7,539,256,385 2,151,048,490 3,030,038,998 Investment income Commission, exchange and brokerage 3,614,288,792 3,308,317,471 1,609,299,375 1,311,310,878 Other operating income 7,374,636,657 7,649,667,346 16,604,801,047 15,188,923,731 **Operating expenses**

5.011.270.092 Salaries and allowances 4.363.800.589 1,111,172,672 Legal expenses 61,259,435 52,845,795 Postage, stamp, telecommunication, etc. 83,280,499 216,463,541 109.851.388 270,781,634 Stationery, printing, advertisements, etc. Chief Executive's salary and fees 18.624.195 17,594,152 Auditors' fees 2,232,102 2,755,036 1,037,214,890 Depreciation and repai 1,144,618,525 1,628,213,112 Other expenses 1,876,405,121 8,386,945,792 6,801,977,939 Total operating expenses (B) 9,610,344,800 6,994,456,247 Profit before provision (C = A-B) Provision for loans and advances/investments (1,814.848 869) (1,227,377,728)

Provision for off-balance sheet exposures (165,977,525) (180,000,000) (330,455,423) (2,311,281,817) 4,683,174,430 Other provision (280.515.486) Total profit before tax (E = C+D) 5,114,084,725 Provision for taxation (F) Current tax expense (65,472,044) 237,408,92 (2,458,447,614) (1,655,406,271 Deferred tax income/(expense) 237,408,927 Net profit after tax (G = E+F) 2,224,726,816 3,458,678,453 Net profit after tax attributable to: 2.224.721.063 Equity holders of the bank 3,458,668,899

Statutory reserve General reserve Retained surplus for the year

Appropriations

Dhaka, 17 April 2019

exed notes 1 to 52 form an integral part of these fir



1,353,736,381 2,428,286,196

Chartered Accountants

2,224,726,816

3,458,678,453

Taka <u>Taka</u> <u>Taka</u> 7.130.574.430 1.504.388.797 11.394.928 4.836.833.676 530.786.631 2.946.080.404 26.178.985.506 100.50 (1,716,564,85 (1,555,244) (1,555,244) (1,555,244) t profit/(loss) for the year 2,224,721,063 2,224,721,063 2,224,726,816 93,998,1 1,862,404,133) (460,946,3)

For the year ended 31 December 2017

| | | remodulate to the equity models of the bank | | | | | | | | 1 1 | |
|--|-----------------|---|---------------|--------------------|--|-------------------------------------|--|-----------------|--------------------------------|-----------------|--|
| Particulars | Paid up capital | Statutory reserve | Share premium | General reserve | Revaluation gain/(loss) on investments | Dividend Equalization Reserve | Surplus in profit and loss account | Total | Non controlling interest | Total equity | |
| | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | |
| Balance as at 1 January 2017 | 8,757,980,310 | 6,100,191,727 | 660,857,013 | 11,394,928 | 1,163,899,907 | 176,928,877 | 2,985,335,511 | 19,856,588,273 | 95,268 | 19,856,683,541 | |
| Surplus/(deficit) on account of revaluation of properties | | - | | | | | | | | | |
| Surplus/(deficit) on account of revaluation of investments | | - | | | 3,672,933,769 | | | 3,672,933,769 | | 3,672,933,769 | |
| Currency translation differences | | | | | | | 9,462,972 | 9,462,972 | | 9,462,972 | |
| Adjustment of revaluation reserve with retained earnings for charging depreciation of revalued carrying amount | | | | | | | | | | | |
| Net profit/(loss) for the year | | | | | | | 3,458,668,899 | 3,458,668,899 | 9,554 | 3,458,678,453 | |
| Adjustment for inter company (cash dividend receipts) | | | | | | | 219,995,684 | 219,995,684 | | 219,995,684 | |
| Fresh issue of shares | 460,946,330 | | 843,531,784 | | | | | 1,304,478,114 | | 1,304,478,114 | |
| Transfer to dividend equalization fund | | - | | | | 353,857,754 | (353,857,754) | | | | |
| Dividend (Cash) | | - | | | - | - | (2,343,142,205) | (2,343,142,205) | (4,316) | (2,343,146,521) | |
| Appropriation made during year | | 1,030,382,703 | | | | | (1,030,382,703) | | | | |
| Balance as at 31 December 2017 | 9,218,926,640 | 7,130,574,430 | 1,504,388,797 | 11,394,928 | 4,836,833,676 | 530,786,631 | 2,946,080,404 | 26,178,985,506 | 100,506 | 26,179,086,012 | |

The annexed notes 1 to 52 form an integral part of these financial statement

| | Consolidated Cash Flow Statement for the year ended 31 December 2018 | | | | | | | |
|---|--|--------|----------------------------|----------------------------|--|--|--|--|
| ` | Cash flows from operating activities | Note | <u>2018</u> <u>Taka</u> | <u>2017</u> <u>Taka</u> | | | | |
| , | Interest receipts/investment income receipts in cash | | 22,125,651,703 | 16,683,356,217 | | | | |
| | Interest payments/profit paid on deposits | | (13,589,889,258) | (12,108,363,675) | | | | |
| | Dividend receipts | | 511,735,328 | 402,956,965 | | | | |
| | Fees and commission receipts in cash | | 2,336,622,324 | 1,945,423,622 | | | | |
| | Recoveries of loans previously written-off | 16.a.1 | 325,045,335 | 187,182,883 | | | | |
| | Cash payments to employees | | (4,694,426,596) | (4,383,976,792) | | | | |
| | Cash payments to suppliers | | (151,687,518) | (131,639,364) | | | | |
| | Income taxes paid | | (1,946,692,862) | | | | | |
| | Receipts from other operating activities | 42 | 3,297,444,729 | 4,646,361,630 | | | | |
| | Payments for other operating activities | 43 | (3,626,092,338) | (3,304,539,140) | | | | |
| | Cash generated from operating activities before changes in | | | | | | | |
| | operating assets and liabilities (i) | | 4,587,710,847 | 2,298,712,631 | | | | |
| | Increase/decrease in operating assets and liabilities | | | | | | | |
| | Loans and advances to customers | | (34,802,121,607) | (21,026,611,573) | | | | |

896,547,697

7,575,910,722 7,946,437,032

(5,080,723,720) (1,066,409,434)

5.000,000,000

13,693,645,550

89,379,167

2,572,739,400 (6,420,683,756)

29,433,473,407

3.800.000.000

28,498,384,942

89,379,167

9,331,789,165 2,365,506,410 **57,359,976,956 39,935,635,035**

Cash flows from investing activities Payment for purchase of securities Purchase/sale of property, plant and equipment Net cash used in investing activities

Cash flows from financing activities Issuance of tier-II subordinated bond Redeemed of tier-II subordinated bond - (i)

enerated from operating assets and liabilities (ii)

Deposits from other banks/borrowings

Deposits from customers

Dividend paid Net cash from financing activities Net increase in cash and cash equivalents (A+B+C) 16,187,326,878 (7,443,827,764) Effects of exchange rate changes on cash and cash equivalents 1,237,015,043 1,381,482,815 F) Cash and cash equivalents at heginning of the year 39.935.635.035 45.997.979.984 57,359,976,956 39,935,635,035 Cash and cash equivalents at end of the year (D+E+F)

Cash and cash equivalents at end of the year consists of: Cash in hand (including foreign currencies)
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies) Balance with other banks and financial institutions Money at call and short notice

The annexed notes 1 to 52 form an integral part of these financial statements.

| Balance Sheet as at 31 December 2018 | | | | | | | |
|---|-------------|-----------------|----------------------------|--|--|--|--|
| PROPERTY AND ASSETS | <u>Note</u> | 2018 Taka | <u>2017</u> <u>Taka</u> | | | | |
| Cash | | | | | | | |
| In hand (including foreign currencies) | 4.a.1 | 5,418,430,686 | 4,447,677,389 | | | | |
| Balance with Bangladesh Bank and its agent bank (s) | | | | | | | |
| (including foreign currencies) | 4.a.2 | 14,016,977,760 | 19,339,302,948 | | | | |
| | | 19,435,408,446 | 23,786,980,337 | | | | |
| Balance with other banks and financial institutions | 5.a | | | | | | |
| In Bangladesh | | 27,353,384,864 | 12,125,956,169 | | | | |
| Outside Bangladesh | | (100,797,998) | 603,628,965 | | | | |
| | | 27,252,586,866 | 12,729,585,134 | | | | |
| Money at call and short notice | 6 | 89,379,167 | 89,379,167 | | | | |
| Investments | 7.a | | | | | | |
| Government | | 23,636,105,055 | | | | | |
| Others | | 4,245,929,247 | 3,408,912,369 | | | | |
| | | 27,882,034,302 | 25,508,439,902 | | | | |
| Loans and advances/investments | 8.a | | | | | | |
| Loans, cash credits, overdrafts, etc./investments | | 228,080,837,959 | 191,873,705,133 | | | | |
| Bills purchased and discounted | 9 | 3,310,631,492 | 4,722,154,652 | | | | |
| | | 231,391,469,451 | 196,595,859,784 | | | | |
| Fixed assets including premises, furniture and fixtures | 10.a | 3,519,386,471 | 3,277,030,329 | | | | |
| Other assets | 11.a | 14,176,321,705 | 12,662,485,803 | | | | |
| Non-banking assets | 12 | 1,033,701,289 | 881,668,179 | | | | |
| Total assets | | 324,780,287,696 | 275,531,428,634 | | | | |
| | | | | | | | |

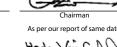
LIABILITIES AND CAPITAL Tier-II subordinated bond 7,250,000,000 37,906,297,408 Borrowings from other banks, financial institutions and agents 60,453,052,237 Borrowings from other banks, man Deposits and other accounts Current deposits and other accounts Bills payable Savings bank deposits Fixed deposits 27,589,302,759 1,521,442,000 44,278,439,530 131,781,015,273 25,512,834,069 1,355,732,100 39,082,904,954 117,541,293,344 Bearer certificate of deposit 205,170,199,563 Other liabilities 25,927,109,068 22,013,024,611 300,350,360,867 250,662,086,487 Total liabilities Capital/shareholders' equity 9.679.872.970 9.218.926.640 Paid up capital

Total shareholders' equity
Total liabilities and shareholders' equity **OFF-BALANCE SHEET ITEMS** Contingent liabilities

Acceptances and endorsements
Letters of guarantee
Irrevocable letters of credit
Bills for collection Other contingent liabilities **Total** Other commitments Documentary credits and short term trade-related transactions Forward assets purchased and forward deposits placed

Undrawn note issuance and revolving underwriting facilities
Undrawn formal standby facilities, credit lines and other com

The annexed notes 1 to 52 form an integral part of these financial states



Chartered Accountants

24,429,926,829 24,869,342,148 324,780,287,696 275,531,428,634

2.441.633.159

7,575,806,178

13.829.048.186

Dhaka, 17 April 2019



Hoda Vin ON

The City Bank Limited

Report and Financial Statements as at and for the year ended 31 December 2018

Profit and Loss Account for the year ended 31 December 2018 Interest income/profit on investments Interest paid/profit shared on deposits and borrowings etc. Net interest income/profit on investments 16,783,958,930 2,851,849,621 3,254,028,220 Commission, exchange and brokerage Other operating incom 1,605,110,593 Total operating income (A) 15,902,037,484 14,916,112,766 4,835,648,658 995,738,472 59,573,011 103,412,042 Salaries and allowances Rent, taxes, insurance, electricity, etc. Legal expenses Postage, stamp, telecommunication, etc. Stationery, printing, advertisements, etc. Chief Executive's salary and fees 210,914,296 18,624,195 17,594,152 1,746,000 1,758,000 Auditors' fees 1,770,000 2,328,250 Depreciation and repair of Bank's assets 1.112.883.922 1.019.049.698 Depreciation and repair of bains assets Other expenses Total operating expenses (B) Profit before provision (C = A-B) Provision for loans and advances/investme Provision for off-balance sheet exposures Other provision (165,977,525) Total provision (D) Total profit before taxes (E = C+D) (2,324,269,510) 4,354,923,411 (1,717,573,728) 5,151,913,517 Provision for taxation (F) (2,271,498,375) (1,765,196,934) Current tax expense Deferred tax income/(expense) Total provision for tax Net profit after tax (G = E+F) Appropriations 870,984,682 General reserve

Earnings per share (EPS) The annexed notes 1 to 52 form an integral part of these financial statements



Dhaka, 17 April 2019

let profit f

Retained surplus for the year



| Statement of Cha | anges in E | quity for | the year | ended | 131 Dece | ember 2 | 2018 | |
|---|-----------------|---------------|---------------|------------|----------------|--------------|-----------------|----------------|
| Particulars | Paid-up capital | Statutory | Share Premium | General | Revaluation | Dividend | Surplus in | Total equity |
| | | reserve | | reserve | gain/(loss) on | Equalization | profit and loss | |
| | | | | | investment | Reserve | account | |
| | Taka | Taka | Taka | Taka | Taka | Taka | Taka | Taka |
| s at 1 January 2018 | 9,218,926,640 | 7,130,574,430 | 1,504,388,797 | 11,394,928 | 2,508,009,452 | 530,786,631 | 3,965,261,269 | 24,869,342,14 |
| deficit) on account of revaluation of properties | - | | - | - | | | - | |
| deficit) on account of revaluation of investments | - | | | - | (688,941,804) | | | (688,941,80 |
| nt for sale of revalued assets | - | | - | - | | | | |
| nt of revaluation reserve with retained earnings | | | | | | | | |
| ng depreciation of revalued carrying amount | - | - | | - | - | - | | |
| for the year | - | | | - | | - | 2,017,930,620 | 2,017,930,62 |
| o dividend equalization fund | - | | | | | - | | |
| (Cash) | - | - | - | - | - | | (1,768,404,133) | (1,768,404,133 |
| (Bonus Share) | 460,946,330 | | | | | | (460,946,330) | |

| Dividend (Cash) | - | | - | - | - | | (1,768,404,133) | (1,768,404,133) |
|--|-----------------|---------------|---------------|------------|----------------|--------------|-----------------|-----------------|
| Dividend (Bonus Share) | 460,946,330 | | | - | | - | (460,946,330) | |
| Appropriation made during year | | 870,984,682 | | | | | (870,984,682) | |
| Balance as at 31 December 2018 | 9,679,872,970 | 8,001,559,112 | 1,504,388,797 | 11,394,928 | 1,819,067,648 | 530,786,631 | 2,882,856,743 | 24,429,926,829 |
| For the year ended 31 December 2017 | | | | | | | | |
| Particulars | Paid-up capital | Statutory | Share Premium | | Revaluation | Dividend | Surplus in | Total equity |
| | | reserve | | reserve | gain/(loss) on | Equalization | profit and loss | |
| | | | | | investment | Reserve | account | |
| | Taka | Taka | Taka | Taka | Taka | Taka | Taka | Taka |
| Balance as at 1 January 2017 | 8,757,980,310 | 6,100,191,727 | 660,857,013 | 11,394,928 | 1,101,533,285 | 176,928,877 | 3,844,199,530 | 20,653,085,670 |
| Surplus/(deficit) on account of revaluation of properties | - | | | - | | | | |
| Surplus/(deficit) on account of revaluation of investments | | | | - | 1,406,476,167 | | | 1,406,476,167 |
| Adjustment for sale of revalued assets | | | | - | | | | |
| Adjustment of revaluation reserve with retained earnings for charging depreciation of revalued carrying amount | | | | | | | | |
| Net profit for the year | | | - | - | | - | 3,628,448,718 | 3,628,448,718 |
| Fresh issue of shares | 460,946,330 | | 843,531,784 | - | - | - | - | 1,304,478,114 |
| Transfer to dividend equalization fund | | | | - | | 353,857,754 | (353,857,754) | |
| Dividend (Cash) | | | - | - | | | (2,123,146,521) | (2,123,146,521) |
| Appropriation made during year | | 1,030,382,703 | | | | | (1,030,382,703) | |
| Balance as at 31 December 2017 | 9,218,926,640 | 7,130,574,430 | 1,504,388,797 | 11,394,928 | 2,508,009,452 | 530,786,631 | 3,965,261,269 | 24,869,342,148 |

exed notes 1 to 52 form an integral part of these financial statement

| A) | Cash flows from operating activities | <u>Note</u> | <u>2018</u> <u>Taka</u> | 2017 Taka |
|----|---|-------------|---|------------------|
| | Interest receipts/investment income receipts in cash | | 22,071,761,832 | 16,648,103,419 |
| | Interest payments/profit paid on deposits | | (13,565,766,029) | (12,116,780,235) |
| | Dividend receipts | | 303,276,198 | 324,926,533 |
| | Fees and commission receipts in cash | | 2,098,207,890 | 1,516,260,624 |
| | Recoveries of loans previously written off | 16.a.1 | 325,045,335 | 187,182,883 |
| | Cash payments to employees | | (4,519,813,770) | (4,226,329,907) |
| | Cash payments to suppliers | | (149,532,768) | |
| | Income taxes paid | 11.a.3 | (1,843,901,827) | (1,517,697,121) |
| | Receipts from other operating activities | 42.a | 3,128,236,892 | |
| | Payments for other operating activities | 43.a | (3,420,282,963) | (3,131,638,762) |
| | Cash generated from operating activities before changes in operatina assets and liabilities (i) | | 4,427,230,790 | 1.969.429.780 |
| | Increase/decrease in operating assets and liabilities Loans and advances to customers Other assets Deposits from other banks/borrowings Deposits from customers | 44.a | (34,795,609,666) (388,664,446) 29,460,059,773 14,764,130,151 | 6,752,640,296 |
| | Other liabilities | 45.a | (196,569,031) | (1,925,040,536) |
| | Cash generated from operating assets and liabilities (ii) | 75.u | 8,843,346,781 | (7,587,579,367) |
| | Net cash from operating activities (i+ii) | | 13,270,577,571 | (5,618,149,586) |
| B) | Cash flows from investing activities | | | |
| | Proceeds from sale of securities | | 5,391,085,739 | 419,149,227 |
| | Payment for purchase of securities | | (1,446,144,187) | (5,080,723,720) |
| | Purchase/sale of property, plant and equipment | | (1,004,571,111) | (254,645,876) |
| | Investment in subsidiaries | | (10,651,613) | (22,040,421) |
| | Net cash used in investing activities | | 2,929,718,828 | (4,938,260,791) |

Cash Flow Statement for the year ended 31 December 2018

| | Proceeds from sale of securities Payment for purchase of securities Purchase/sale of property, plant and equipment Investment in subsidiaries Net cash used in investing activities |
|----|--|
| C) | Cash flows from financing activities Issuance of tier-II subordinated bond - (ii) Redeemed of tier-II subordinated bond - (i) Receipts for issue of ordinary shares Dividend paid Net cash from financing activities |

| D) | Net increase in cash and cash equivalents (A+B+C) | 15,981,892,266 | (7,125,078,784) |
|----|---|----------------|-----------------|
| E) | Effects of exchange rate changes on cash and cash equivalents | 1,155,820,331 | 1,335,588,997 |
| F) | Cash and cash equivalents at beginning of the year | 38,971,451,047 | 44,760,940,834 |

| Cash and cash equivalents at end of the year consists of: | | | | | |
|---|--|--|--|--|--|
| G) | Cash and cash equivalents at end of the year (D+E+F) | | | | |
| Γ) | Casif and Casif equivalents at beginning of the year | | | | |

| Cash and cash equivalents at end of the year consists of | : |
|--|---|
| Cash in hand (including foreign currencies) | |
| Balance with Bangladesh Bank and its agent bank(s) | |
| (including foreign currencies) | |
| Balance with other banks and financial institutions | |
| Money at call and short notice | |
| Government securities | |
| | |

| 38,971,451,047 | 44,760,940,834 |
|----------------|----------------|
| 56,109,163,643 | 38,971,451,047 |
| 5,418,430,686 | 4,447,677,389 |
| 14,016,977,760 | 19,339,302,948 |
| 27,252,586,866 | 12,729,585,134 |
| 89,379,167 | 89,379,167 |

56,109,163,643 38,971,451,047

5.000.000.000

(2,123,146,521) 3,431,331,593

3.800.000.000

(1,768,404,133) (218,404,133)

Notes to the Financial Statements as at and for the year ended 31 December 2018

Reporting entity- The Bank and its activities

Legal Status and nature of the entity

The City Bank Limited ("the Bank") was incorporated as a public limited company in Bangladesh under The Companies Act 1913. It commenced its banking business from 14 March 1983 under the license issued by Bangladesh Bank. The Bank has 119 (2017:118) branches, 11 (2017: 11) SME/Agri branches and 1 (2017:1) SME centre in Bangladesh as at 31 December 2018. The Bank had no overseas branches as at 31 December 2018. Out of the above 131 branches, 1 branch is designated as Islamic Banking Branch complying with the rules of Islamic Shariah, the modus operandi of which is substantially different from other branches run on conventional basis. It has 338 (2017: 339) ATMs as at 31 December 2018. The Bank was listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited as a publicly traded company on 03 February 1987 and 27 December 1995. It is operating as City Group with it's three

The registered office of the Bankis located at 136, Bir Uttam Mir Shawkat Sarak (Gulshan Avenue), Gulshan-2,

The principal activities of the Bank are to provide wide array of financial products (loans and deposits) and services that includes all kinds of conventional and Islamic banking services to its customers. It offers commercial banking, consumer banking, trade services, cash management, treasury, SME, retail, custodial and clearing services to its customers. These activities are conducted through its branches, SME centres, islamic windows and vibrant alternative delivery channels (ATM booths, internet banking) in Bangladesh. City Touch Digital Banking Service is the bank's flagship product to provide internet based banking solutions. City Touch offers online banking facilities like - fund transfer to utility bills payment, buying air tickets, paying bills of mobile phones, credit cards and insurance premiums and then tracking of accounts and even shopping from over 100 retailers. City Touch is integrated with bKash payment system as well. The Bank also provides off-shore banking services through its Off-Shore Banking Units (OBU) and islami banking services through its Islamic Bank branch.

1.3 Offshore Banking

Offshore Banking Unit (OBU) is a separate business unit of the Bank, operates its business through a separate counter as governed under the rules and guidelines vide Bangladesh Bank's letter referrence no. BRPD(P-3)744(101)/2010-4129 dated 10 November 2009. It gives loans (on and off-balance sheet exposures) and takes deposits in freely convertible foreign currencies to and from person/institution not resident in Bangladesh and Type-A (wholly foreign owned) units in EPZs in Bangladesh. It also gives long term loans to industrial units outside EPZs and Type-B and Type-C industrial units within the EPZs subject to compliance by the industrial units with the guidelines of Bangladesh Investment Development Authority (BIDA) and Bangladesh Bank. Besides, this unit provides bill discounting/financing facilities accepted by Authorised Dealer (AD) in Bangladesh against usance LCs in accordance with Bangladesh Bank (BB) guidelines. Separate financial statements of Off-Shore Banking Units are shown in Annexures J(1) and J(2).

The Bank obtained permission for Islamic Banking Branch from Bangladesh Bank vide letter no. BL/DA/6852/2003 dated 16 July 2003. Through the Islamic Banking Branch the Bank extends all types of Islamic Shariah compliant finance like lease, hire purchase shirkatul melk (HPSM), bai muazzal, household scheme etc. and different types of deposits like mudaraba/manarah sarings deposits, al-wadeah current deposits, nonthly/quarterly profit paying scheme etc. Separate financial statements of Islamic Banking Branch are shown in

The Bank has three subsidiaries. All of them have been in operations on the reporting date. These are City Brokerage Limited, CIV Bank Capital Resources Limited and CBL Money Transfer Sdn. Bhd. Detail of the subsidiaries have be presented in note no. 1.5.1 to 1.5.3.

The Bank has already obtained to form another wholly owned subsidiary, named City Hongkong Ltd.. The company will be incorporated in Hongkong and its main operation will be LC discounting and advising.

City Brokerage Limited ('the company') was incorporated in Bangladesh as a private limited company on 31 March 2010 vide registration no. C-83616/10 under the Companies Act 1994. The legal status of the Company has been converted into public limited company from private limited company in June 2012 in compliance with Bangladesh Securities and Exchange Commission Rules 2000. Previously the Bank launched its brokerage division on 4 August 2009 which was subsequently separated from the Bank on 15 November 2010. On 31 December 2018 the Bank held 99.9963% shares of the compan

The financial statements, audited by S.F. Ahmed & Co, Chartered Accountants, have been enclosed in Appendix A

1.5.2 City Bank Capital Resources Limited

City Bank Capital Resources Limited (CBCRL) was incorporated in Bangladesh as a private limited company on 17 August 2009 vide registration no. C-79186/09 under the Companies Act, 1994. The registered office of CBCRL is at 10 Dilkusha Commercial Area, Jibon Bima Tower, Dhaka -1000. CBCRL delivers a whole range of investment banking services including merchant banking activities such as issue management, underwriting, portfolio management and corporate advisory. On 31 December 2018 the Bank held 99,9933% shares of CBCRL.

The financial statements, audited by S.F. Ahmed & Co, Chartered Accountants, have been enclosed in Appendix B

1.5.3 CBL Money Transfer Sdn. Bhd. (CMTS)

CBL Money Transfer Sdn. Bhd. (CMTS) is a private limited company by shares incorporated under the laws of Malaysia and registered with the Companies Commission of Malaysia with Registration No. 769212M carrying on m and registered with the Companies Commission of Malaysia with Registration No. 70212M carrying of Intoley services business under the Money Services Business Act 2011 under a Class B License No. 00127 from the Bank Negara Malaysia. CMTS is principally engaged as inbound and outbound remittance service provider.

The Bank entered into an agreement on 4 April 2013 to purchase 75% of ordinary shares of CMTS with an agreement to acquire 100% shares of CMTS ultimately and the company became and started as subsidiary of the Bank since 5 August 2013. On 31 December 2018 the Bank held 100% shares of CMTS.

The financial statements of CMTS, audited by Nasharuddin Wong & Co, Chartered Accountants, have been enclosed

Basis of Preparation:

The separate financial statements of the Bank as at and for the year ended 31 December 2018 comprise those of Domestic Banking Unit (Main operations) and Offshore Banking Unit (OBU) and the consolidated financial statements of the group comprise those of 'the Bank' (parent company) and its subsidiaries. There were no significant changes in the nature of principal business activities of the Bank and the subsidiaries during the financial year.

The Financial Reporting Act 2015 (FRA) was enacted in 2015. Under the FRA, the Financial Reporting Council (FRC) is formed and it is yet to issue financial reporting standards for public interest entities such as banks. The Bank Company Act 1991 has been amended to require banks to prepare their financial statements under such financial reporting standards. The FRC has been formed but yet to issue any financial reporting of standards as per the provisions of the FRA and hence International Financial Reporting Standards (IFRS) as approved by the Institute of Chartered Accountants of Bangladesh (ICAB) are still applicable.

As the FRS is yet to be issued as per the provisions of the FRA, the consolidated and separate financial statements of the Group and the Bank have been prepared in accordance with International Financial Reporting Standards (IFRS), "First Schedule" (Section 38) of the Bank Company Act 1991 (Amended Upto 2018) as amended by BRPD circular no. 14 dated 25 June 2003 and DFIM Circular # 11, dated December 23, 2009, etc. The Bank complied with the

The Bank Companies Act, 1991 (Amended Upto 2018);

The Companies Act 1994;
Rules, regulations and circulars issued by the Bangladesh Bank from time to time;
The Securities and Exchange Ordinance 1969;
Bangladesh Securities and Exchange Commission Act 1993;
Bangladesh Securities and Exchange Commission (Public Issues) Rules 2015;
Income Tax Ordinance and Rules 1984;
Value Added Tax Act 1991; and
Dhaka Stock Exchange Ltd. (DSE), Chittagong Stock Exchange Ltd. (CSE) and Central Depository Bangladesh Ltd.

In addition to foregoing directives and standards, the operation of Islamic Banking branches are accounted for in accordance with Financial Accounting Standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions, Bahrain, and BRPD circular no-15, dated November 09, 2009. A separate balance sheet, profit and loss account and a statement of profit paid on deposits are shown in Annexure-(1) and I(2) and the figures appearing in the annexure have been incorporated in the related heads of these financial statements as recommended by the Central Shariah Board for Islamic Banks in Bangladesh

In case any requirement of the Bank Companies Act, 1991 (Amended Upto 2018) and provisions and circulars issued by Bangladesh Bank differ with those of IFRS, the requirements of the Bank Companies Act, 1991 (Amended Upto 2018), and provisions and circulars issued by Bangladesh Bank shall prevail. Material departures from the quirements of IFRS are as follows

Presentation of Financial Statements

IFRS: As per IAS 1, a complete set of financial statements comprises a statement of financial position, a statement of profit and loss and other comprehensive income, a statement of changes in equity, a statement of cash flows, notes comprising a summary of significant accounting policies and other explanatory information and comparati information. IAS 1 has also stated the entity to disclose assets and liabilities under current and non-current

Bangladesh Bank: The presentation of these financial statements in prescribed format (i.e. balance sheet, profit and banglades in Bank: The presentation of these inflation statements in prescribed format (i.e. balance sheet, print and loss account, cash flow statement, statement of changes in equity, liquidity statement) and certain disclosures therein are guided by the First Schedule (section-38) of the Bank Companies Act, 1991 (Amended Upto 2018) and BRPD circular no. 14 dated 25 June 2003 and subsequent guidelines of Bangladesh Bank. In the prescribed format there is no option to present assets and liabilities under current and non-current classification

ent in Shares, Mutual Fund and Other Securities

IFRS: As per requirements of IFRS 9, classification and measurement of investment in shares and securities will depend on how these are managed (the entity's business model) and their contractual cash flow characteristics.

Based on these factors it would generally fall either under "at fair value through profit or loss account" or under "at fair value through other comprehensive income" where any change in the fair value (as measured in accordance with IFRS 13) at the year-end is taken to profit and loss account or other co

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003 investments in quoted and unquoted shares are alued on the bases of year-end market price and Net Assets Value (NAV) of last audited balance sheet respectively As per instruction of another DOS circular lettr no. 3 dated 12 March 2015, investment in mutual fund (close-end) is revalued at lower of cost and higher of market value and 85% of NAV. As such, provision is made for any loss arising from diminution in value of investments (portfolio basis); otherwise investments are recognised at costs

IFRS: As per requirement of IFRS 9 where securities will fall under the category of fair value through profit or loss account, any change in the fair value of assets is recognised through the profit and loss account. Securities desir as amortised cost are measured at effective interest rate method and interest income is recognised through the

Bangladesh Bank: According to DOS circular no. 5 dated 26 May 2008 and subsequent clarification in DOS circular no. 5 dated 28 Januray 2008, HFT securities are revalued on the basis of mark to market and any gains on revaluation of securities which have not matured as at the balance sheet date are recognized in other reserves as a part of equity and any losses on revaluation of securities which have not matured as at the balance sheet date are charged in the profit and loss account. Interest on HFT securities including amortization of discount is recognized in the profit and loss account. HTM securities which have not matured as at the balance sheet date are amortized and gains or losses on amortization are recognized in other reserve as a part of equity.

IFRS: As per IFRS 9 when an entity sells a financial asset and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (repo), the arrangement is treated as a loan and the underlying asset continues to be recognised at amortised cost in the entity's financial statements. The difference en selling price and repurchase price will be treated as interest expense. The same rule applies to the opposite side of the transaction (reverse repo).

Bangladesh Bank: As per Department of Off-Site Supervision (DOS) Circular letter no. 06 dated 15 July 2010 and subsequent clarification in DOS circular no. 02 dated 23 January 2013, when a bank sells a financial asset and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (repo or stock lending), the arrangement is accounted for as a normal sales transaction and the financial asset is ecognised in the seller's book and recognised in the buyer's book.

Provision on Loans and Advances

IFRS: As per IFRS 9 an entity shall recognise an impairment allowance on loans and advances based on expected credit losses. At each reporting date, an entity shall measure the impairment allowance for loans and advances at an amount equal to the lifetime expected credit losses if the credit risk on these loans and advances has increased significantly since initial recognition whether assessed on an individual or collective basis considering all reasonable information, including that which is forward-looking. For those loans and advances for which the credit risk has not increased significantly since initial recognition, at each reporting date, an entity shall measure the impairment allowance at an amount equal to 12 month expected credit losses that may result from default events on such loans and advances that are possible within 12 months after reporting date.

Bangladesh Bank: As per BRPD circular no.14 (23 September 2012), BRPD circular no. 19 (27 December 2012), BRPD circular no. 05 (29 May 2013), BRPD circular no. 16 (18 November 2014), BRPD circular No.15 (27 September 2017) and BRPD circular No.1 (20 February 2018) a general provision at 0.25% to 5% under different categories of unclassified loans (good/standard loans) has to be maintained regardless of objective evidence of impairment. And specific provision (other than short -term agricultural and micro-credits) for sub-standard loans, doubtful loans and bad losses has to be provided at 20%, 50% and 100% respectively for loans and advances depending on the duration of overdue. Moreover, a provision for Short-Term Agricultural and Micro-Credits has to be provided for 'sub-standard' and 'doubtful' loans at the rate of 5% and a 100% provision for the 'bad/Loss' loans. Such provision policies are not specifically in line with those prescribed by IFRS 9.

Recognition of interest in suspense

IFRS: Loans and advances to customers are generally classified at amortised cost as per IFRS 9 and interest income is recognised by using the effective interest rate method to the gross carrying amount over the term of the loan. Once a loan subsequntly become credit-impaired, the entity shall apply the effective interest rate to the amortised cost of Bangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012, once a loan is classified as impaired, interest

on such loans are not allowed to be recognised as income, rather the corresponding amount ne an interest in suspense account, which is presented as a liability in the balance sheet.

IFRS: As per IAS 1 Other Comprehensive Income (OCI) is a component of financial statements or the elements of nensive Income are to be included in a Single Comprehensive Income (OCI) Stateme

Bangladesh Bank: Bangladesh Bank has issued templates for financial statements which are required to be followed by all banks. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income nor are the elements of Other Comprehensive Income allowed to be included in a Single Comprehensive Income (OE) Statement. As such the bank does not prepare the other comprehensive income statement. However, elements of OCI, if any, are shown in the statements of changes in equity.

In several cases Bangladesh Bank guidelines categorize, recognize, measure and present financial instruments differently from those prescribed in IFRS 9. As such full disclosure and presentation requirements of IFRS 7 and IAS 32 cannot be made in the financial statements.

Financial guarantees

IFRS: As per IFRS 9, financial guarantees are contracts that require the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtors fails to make payment when due in accordance with the original or modified terms of a debt instrument. Financial guarantee liabilities are recognised initially at their fair value plus transaction costs that are directly attributable to the issue of the financial liabilities. The financial guarantee liability is subsequently measured at the higher of the amount of loss allowance for expected credit losses as per impairment requirement and the amount initially recognised less, income recognised in accordance with the principles of IFRS 15. Financial guarantees are included within other liabilities.

Bangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012, financial guarantees such as letter of credit and letter of guarantee will be treated as off-balance sheet items. No liability is recognised for the guarantee except the cash margin. As per BRPD Circular No.01 dated 03 January 2018 and BRPD Circular No.14 dated 23 September 2012, the Bank is required to maintain provision at 1% against gross off-balance sheet exposures.

Cash and cash equivalents

IFRS: Cash and cash equivalent items should be reported as cash item as per IAS 7.

Bangladesh Bank: Some highly liquid assets such as money at call and short notice, T-bills/T-bonds, prize bonds are not prescribed to be shown as cash and cash equivalents rather shown as face item in the balance sheet. However, in the cash flow statement, money at call and short notice and prize bonds are shown as cash and cash equivalents beside cash in hand, balance with BB and other banks.

IFRS: No indication of Non-banking asset is found in any IFRS.

Bangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012, there is a separate balance sheet item

IFRS: Cash flow statement can be prepared either in direct method or in indirect method as per IAS 7. The presentation is selected to present these cash flows in a manner that is most appropriate for the business or industry. The method Bangladesh Bank: As per BRPD circular no 14, dated 25 June 2003, cash flows statement has been prepared

Balance with Bangladesh Bank: (Cash Reserve Ratio - CRR)

IFRS: CRR maintained with Bangladesh Bank should be treated as other asset as it is not available for use in day to

Bangladesh Bank: Balance with Bangladesh Bank including CRR is treated as cash and cash equivalents.

Presentation of intangible asset IFRS: Intangible asset must be identified and recognized, and the disclosure must be given as per IAS 38.

Bangladesh Bank: There is no requirement for regulation of intangible assets in BRPD circular no. 14 dated 23

IFRS: As per IFRS, there is no requirement for disclosure of off-balance sheet items on the face of the balance sheet.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, off balance sheet items (e.g. Letter of credit, Letter

IFRS: There is no requirement to show appropriation of profit in the face of statement of comprehensive income appropriation of the face of statement of the comprehensive income appropriation of the face oBangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012, an appropriation of profit should be

disclosed in the face of profit and loss account.

Loans and advances/investments net of provision

Bangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012, provision on loans and advances are presented separately as liability and cannot be netted off against loans and advances.

The financial statements of the Group have been prepared on historical cost basis except for the following:

- Government Treasury Bills and Bonds designated as 'Held for Trading (HFT)' are present at value using marking to

market concept with gain crediting to revaluation reserve;
Government Treasury Bills and Bonds designated as 'Held to Maturity (HTM)' are carried at amortized cost;
Investment in shares of listed companies are prepared at market value with gain credited to revaluation reserve;

Functional and presentation currency

These financial statements are presented in Bangladesh Taka (Taka/Tk) which is the Bank's functional currency. Except as otherwise indicated, financial information presented in Taka has been rounded to the nearest integer. In preparing these consolidated financial statements in conformity with International Accounting Standards (IAS)

and International Financial Reporting Standards (IFRS) management has required to make judgments, estimates and assumptions that affect the application of bank's accounting policies and the reported amounts of assets liabilities, income and expenses. Actual results may differ from these estimates.

The most critical estimates and judgments are applied to the following:

Provision for loan and advances/investments- as explained in note 3.3.3

☐ Employee benefit -as explained in note 3.12

☐ Income tax - as explained in note 3.13 ☐ Deferred tax assets/liabilities - as explained in note 11.a.4

 $\hfill\square$ Useful lives of depreciable assets regard to noncurrent assets - as stated in Annexure-D However, Underlying assumptions on estimates are reviewed on a going concern basis and revisions thereon are recognized in the period in which the estimates are revised. It is also required to disclose the contingent assets and liabilities at the date of the financial statements in accordance with the guidelines as prescribed by IAS 37: "Provisions, Contingent Liabilities and Contingent Assets",

Provisions are liabilities that are uncertain in timing or amount. Provisions are recognized in the following situations:

-the entity has a present (legal or constructive) obligation as a result of past events

-probable out flow of resources to settle the obligation and the obligation can be measured reliably; -it is more likely than not that outflow of resources will be required to settle the present obligation exists at the end

Contingent Liability

only by the occurrence or non-occurrence of one or more uncertain future events. A contingent liability arises when IAS 37 applies prudence by deeming a past event to give rise to a present obligation and an entity shall not recognize a contingent liability. However, if it is possible rather than probable that an obligation exists, a contingent liability will exist, not a provision in the financial statements. An entity shall disclose for each class of transaction of contingent liability at the end of the reporting period if the contingent liability is not remote.

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed

A contingent asset is possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Entity.

Contingent assets are never recognized; rather they are disclosed in the financial statements when they arise.

The most significant areas where estimates and judgments have been applied are to calculate provision for loans

2.5 Reporting period

These financial statements cover one calendar year from 1 January 2018 to 31 December 2018.

The Board of directors has authorized this financial statements for public issue on 17 April 2019.

The cash flow statement has been prepared in accordance with IAS 7. Cash Flow Statements considering the requirements specified in BRPD circular No. 14 dated 25 June 2003 issued by the Banking Regulation and Policy Department of Bangladesh Bank.

The Statement of changes in equity reflects information about the increase or decrease in net assets or wealth. Statement of changes in equity is prepared principally in accordance with IAS-1 "Presentation of Financial Statements" and under the guidelines of Bangladesh Bank's BRPD Circular No. 14 dated 25 June 2003.

The liquidity statement of assets and liabilities as on the reporting date has been prepared on the following basis:

| Particulars | Basis |
|---|---|
| Cash,balance with other banks and financial | Stated maturity/observed behavioral trend. |
| institutions, money at call and short notice, etc. | · |
| Investments | Residual maturity term. |
| Loan and advance/investment | Repayment /maturity schedule and behavioral trend |
| | (non-maturity products) |
| Fixed assets | Useful life |
| Other assets | Realisation/amortisation basis |
| Borrowing from other banks and financial institutions | Maturity/repayment term |
| Deposits and other accounts | Maturity/behavioral trend (non-maturity products) |
| Other long term liabilities | Maturity term |
| Provisions and other liabilities | Settlement/adjustment schedule basis |

2.10 Financial Statements for Offshore Banking Unit (OBU)

Reporting currency of Offshore Banking Unit is US Dollar. However, 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', Foreign currency balances held in US Dollar are converted into Taka at weighted average rate of Inter Bank market as determined by Bangladesh Bank on the closing date of the reporting period.

Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these consolidatedfinancial statements of the group and those of the bank have been applied consistently except otherwise instructed by Bangladesh Bank as the prime regulator. Certain comparative amounts in the financial statements have been reclassified and rearranged to conform to the current year's presentation. **Accounting policies of subsidiaries**

The financial statements of subsidiaries (City Brokerage Limited, City Bank capital Resources Limited and CBL Money

Transfer Sdn. Bhd.) which are included in the Consolidated Financial Statements of the Group have been prepared using uniform accounting policies of the Bank (Parent) for transactions and other events in similar nature. There is no significant restriction on the ability of subsidiaries to transfer funds to the parent in the form of cash dividends or to hav loans and advances. All subsidiaries of the Bank have been incorporated in Bangladesh except for CBL Mone Fransfer Sdn. Bhd. which is incorporated in Malaysia.

The consolidated financial statements include the financial statements of The City Bank Limited and those of its

| three subsidiaries (City Brokerage Limited, City Bank Capital Resources Limited and CBL Money Transfer Sdn. Bhd.) prepared as at and for the year ended 31 December 2018. The consolidated financial statements have been prepared in accordance with IFRS 10 'Consolidated Financial Statements'. | | | | | | | | |
|--|----------|----------------|------------|----------------|----------------|---------|--|--|
| Name of Subsidiary Ownership Date of Country | | | Country of | Status | Regulator | Year | | |
| | | incorpora-tion | Operation | | | Closing | | |
| City Brokerage Limited | 99.996% | 31-Mar-10 | Bangladesh | Majority Owned | BSEC, DSE, CSE | 31-Dec | | |
| City Bank Capital Resources Limited | 99.993% | 17-Aug-09 | Bangladesh | Majority Owned | BSEC, DSE, CSE | 31-Dec | | |
| CBL Money Transfer Sdn. Bhd | 100.000% | 04-Apr-13 | Malaysia | Wholly Owned | Bank Negara, | 31-Dec | | |
| · | | | | | Malaysia | | | |

Group elects to measure any non-controlling interests in the subsidiaries either: at fair value; or at their proportionate share of the acquirees identifiable net assets, which are generally at fair value.

3.1.2 Non-controlling interest

Intra-group balances and income and expenses (except for foreign currency translation gains or losses) arising from intra-group transactions are eliminated in preparing these consolidated financial statements. Unrealized losses are eliminated in the same way as unrealized gains but only to the extent that there is no evidence of impairment.



The City Bank Limited

Report and Financial Statements as at and for the year ended 31 December 2018

According to IAS 21 "The Effects of Changes in Foreign Exchange Rates" transactions in foreign currencies are recorded in the functional currency at the rate of exchange prevailing on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the spot exchange rate at that date. Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are retranslated into the functional currency at the spot exchange rate at the date that the fair value was determined. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.

Foreign currency differences arising on translation are recognized in the profit and loss statement.

Assets and basis of their valuation

Cash and cash equivalents
Cash and cash equivalents include notes and coins on hand, ATM, unrestricted balances held with Bangladesh Bank and its agent bank, balance with other banks and financial institutions, money at call and short notice, investments in treasury bills, Bangladesh Bank bill and prize bonds.

3.3.2 Investments
All investments (other than government treasury securities) are initially recognized at cost including acquisition charges associated with the investment. Premiums are amortized and discount accredited using the effective or the control of account of account of the control of the contr historical yield method. Accounting treatment of government treasury bills and bonds (categorized as HFT and HTM) are made in accordance with Bangladesh Bank DOS Circular letter no. 05, dated 26 May 2008 and subsequent clarifications DOS Circular letter no. 05 dated 28 January 2009.

Held to Maturity
Investments which have 'fixed or determinable payments' and are intended to be held to maturity are classified as 'Held to Maturity'. These are measured at amortized cost at each year end by taking into account any discount or premium in acquisition. Any increase or decrease in value of such investments are booked under equity and in the

Investments classified in this category are acquired principally for the purpose of selling or repurchasing in short trading or if designated as such by the management. After initial recognition, investments are marked to market weekly and any decrease in the present value is recognized in the Profit and Loss Account and any increase is booked to Revaluation Reserve Account through Profit and Loss Account as per DOS Circular no. 05 dated 28 January 2009.

Investment in quoted shares
Thesesecurities are bought and held primarily for the purpose of selling them in future or held for dividend income.
These are valued and reported at market price as per Bangladesh Bank's guidelines. Booking of provision for investment in securities (gain/loss net off basis) are made as per DOS Circular no.4 dated 14 November 2011.

Investment in unquoted shares
Investment in unquoted shares are recognized at cost under cost method. Adjustment is given for any shortage of book value over cost for determining the carryingamount of investment in unquoted share

Value of investments has been shown as under:

| Investment Class | Initial Recognition | Measurement after initial recognition | Recording of changes |
|---|------------------------|---|---|
| Govt. treasury securities - Held to Maturity (HTM) | Cost | Amortized cost | Increase in value of such investments is booked to equity, decrease to profit and loss account. |
| Govt. treasury securities - Held for Trading (HFT) | Cost | Fair value | Loss to Profit and Loss Account, gain to Revaluation Reserve through Profit and Loss Account. |
| Debenture/Bond | Face value | Face value | None |
| Shares (Quoted) * | Cost | Lower of cost or market value (overall portfolio) | Loss (net off gain) to profit and loss account but no unrealized gain booking. |
| Shares (Unquoted)* | Cost | Lower of cost or Net Asset Value (NAV) | Loss to profit and loss account but no unrealized gain booking. |
| Prize bond | Cost | Cost | None |

4 dated 24 November 2011 and for mutual funds (closed-end) as per DOS circular letter no. 3 dated 12 March 2015 of

Investments in subsidiaries are accounted for under the cost method of accounting in the Bank's financial statements eaccordance with IAS 27 'Consolidated and Separate Financial Statements' and IFRS 10 'Consolidated Financial attements'. Impairment of investment in subsidiaries (if any) the bank takes it into account made as per the provision

3.3.3 Loans and advances/investments and provisions for loans and advances/investments

a) Loans and advances of conventional Banking/investments of Islamic Banking branches are non-derivative financial sets with fixed or determinable payments that are not quoted in an active market and that the Bank does not sell in

b) At each balance sheet date and periodically throughout the year, the Bank reviews loans and advances to assess whether objective evidence that impairment of a loan or portfolio of loans has arisen supporting a change in the classification of loans and advances, which may result in a change in the provision required in accordance with BRPD circular No.1 (20 February 2018), BRPD circular No.15 (27 September 2017), BRPD circular No.16 (18 November 2014), BRPD circular No.14 (23 September 2012), BRPD circular No. 19 (27 December 2012) and BRPD circular No. 05 (29 May 2013). The guidance in the circular follows a formulaic approach whereby specified rates are applied to the categories of loans as defined in the circular. The provisioning rates are as follows:

| Toward Steems and advances | Provision | | | | | | |
|--|---------------|---------------|--------|--------|---------|--|--|
| Types of loans and advances | STD | SMA | AA SS | | BL | | |
| Consumer: | | | | | | | |
| House building and professional | 1.00% - 2.00% | 1.00% - 2.00% | 20.00% | 50.00% | 100.00% | | |
| Other than housing finance & professionals to setup business | | 2.00% - 5.00% | 20.00% | 50.00% | 100.00% | | |
| Provision for loan to broker house, merchant banks, stock | 2.00% | 2.00% | 20.00% | 50.00% | 100.00% | | |
| dealers,etc | | | | | | | |
| Short-term agri-credit and micro credit | 1.00% | 1.00% | 5.00% | 5.00% | 100.00% | | |
| Small and medium enterprise finance | 0.25% | 0.25% | 20.00% | 50.00% | 100.00% | | |
| Others | 1.00% | 1.00% | 20.00% | 50.00% | 100.00% | | |

BRPD Circular No.14 (23 September 2012) as amended by BRPD Circular No. 19 (27 December 2012) also provides scope for further provisioning based on qualitative judgments. In these circumstances impairment losses are calculated on individual loans considered individually significant based on which specific provisions are raised. If the specific provisions assessed under the qualitative methodology are higher than the specific provision assessed under the formulaic approach above, the higher of the two is recognized in liabilities under "Provision for loans and advances" with any movement in the provision charged/released in the profit and loss account. Classified loans are categorized into sub-standard, doubtful and bad/loss based on the criteria stipulated by Bangladesh Bank quideline.

c) Loans and advances are written off to the extent that

i)there is no realistic prospect of recovery, and ii) against which legal cases are filed, where required and classified as bad/loss as per guidelines of Bangladesh Bank. These write off however will not undermine/affect the claim amount against the borrower. Detailed memorandum records for all such written off accounts are maintained and followed up.

d) Amounts receivable on credit cards are included in advances to customers at the amounts expected to be recov

House building and car loan are provided to the permanent staff at a subsidized rate. Criteria and detail of type wise

House building loan: A permanent staff completing 5 years of service can avail house building loan subject to getting approval from Managing Director, CEO and recon

Car loan: All permanent staff from AVP can avail car loan subject to getting approval from Managing Director, CEO and

3.3.5 Fixed assets (property and equipment)

As per IAS 16 "Property and Equipment" Items of fixed assets excluding land are measured at cost less accumulated mulated impairment losses, if any. Land and building are carried at cost.

Purchase of software that is integral to the related equipment is capitalized as part of that equipmen Cost includes expenditure that are directly attributable to the acquisition of asset and bringing to the location and condition necessary for it to be capable of operating in the intended manner.

The gain or loss on disposal of an item of fixed asset is determined by comparing the proceeds from disposal with the

carrying amount of the item of fixed asset, and is recognized in other income/other expenses in profit or loss.

The cost of replacing a component of an item of fixed asset is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the group and its cost can be measured reliably. The carrying amount of the replaced parts is derecognized. The costs of the day to day servicing of fixed assets are recognized in the profit and loss statement as incurred.

Depreciation on fixed assets are recognized in the profit and loss statement on straight line method over its estimated useful lives. In case of acquisition of fixed assets, depreciation is charged from the month of acquisition, whereas depreciation on disposed off fixed assets are charged up to the month prior to the disposal. Asset category wise depreciation rates for the current and comparative periods are as follows:

| | |
|--|---|
| <u>Category of assets</u> | Rate of depreciation |
| Land Building Furniture and fixtures Office equipment and machinery Software Vehicles | Nil 2.5% 10% 20% 10% 20% |
| | |

Non-hanking assets were acquired by the entity due to failure of borrowers to repay the loan in time taken against mortgaged property. The Bank was awarded absolute ownership on few mortgaged properties (mostly land) through the verdict of honorable court under section 33 (7) of the Artharin Adalat Act 2003. The value of the properties has been recognized in the financial statements as non-earning assets on the basis of third party valuation report. Party wise details (including possession date) of the properties are separately presented in note 12.

BRPD Circular No.14 (25 June 2001) requires a provision of 100% on other assets which are outstanding for one year and above. The Bank maintains provisions in line with this circular unless it assesses there is no doubt of recovery on items of other assets in which case no provision is kept.

Intangible assets comprise separately identifiable intangible items arising from use of franchise of AMEX and the use of Finacle from Infosys. Intangible assets are recognized at cost. Intangible assets with a definite useful life are amortized using the straight line method over its estimated useful economic life.

Account with regard to inter-bank (in Bangladesh and outside Bangladesh) are reconciled regularly and there are no material differences which may affect the financial statements significantly. Un-reconciled entries/balances in the case of inter-branch transactions on the reporting date are not material.

3.4 Liabilities and basis of their valuation

through issuance of 7 (seven) years Bonds for Tk. 5,000,000,000 during 2017 and 7 (Seven) years Bonds for Tk. 3,800,000,000 during 2018. Detailsare shown in note 13.

Borrowings from other banks, financial institutions and agents includes refinance from Bangladesh Bank against agrobased credit, SME Loan etc., interest-bearing borrowings against securities from Bangladesh Bank and call borrowing from other banks. These items are brought to financial statements at the gross value of the outstanding balance. Details are shown in note 13. Deposits and other accounts include non interest-bearing current deposit redeemable at call, interest bearing on demand and short-term deposits, savings deposit and fixed deposit. These items are brought into financial statements

are at the gross value of outstanding balance. Details are shown in note 15.

As per IAS 37, provisions are recognised when it is probable that an outflow of economic benefits will be required to settle a current legal or constructive obligation as a result of past events, and a reliable estimate can be made of the

3.4.5 Provision for Off-balance sheet exposure

As per BRPD circular No.14 (23 September 2012) the Bank has recognised 1% General Provision on the following off balance sheet exposures as defined in BRPD circular No.10 (24 November 2002) considering the exemption as provided through BRPD circular No.01 (03 January 2018), BRPD circular No.7 (21 June 2018) and BRPD circular No.13 (18 October 2018).

Acceptance and endorsement Letters of guarantee Irrevocable letters of credit Foreign exchange contracts

3.4.6 Provisions on balances with other banks and financial institutions (Nostro acc

Provision for unsettled transactions on nostro accounts is made as per Foreign Exchange Policy Department (FEPD) circular no. FEPD (FEMO) / 01/2005-677 dated 13 September 2005 of Foreign Exchange Policy Department (FEPD) of Bangladesh Bank and reviewed semi-annually by our management along with duly certified by the external auditor. On the reporting date, the Bank has no unsettled transactions outstanding for more than 3 months and no provision has been made in this regard.

3.4.7 Provision for rebate to good borrower

As per BRPD Circular No. 06 (19 March 2015) and BRPD Circular Letter No 03 (16 February 2016) of the Banking Regulation and Policy Department (BRPD) of Bangladesh Bank, commercial banks are required to provide 10% rebate on the interest closed from "good borrowers" subject to some qualifying criteria.

Accordingly, the Bank has kept provision in the financial statements for the year ended 31 December 2018.

Other liabilities comprise items such as provision for loans and advances/investments, provision for taxation, interest payable, interest suspense, accrued expenses, obligation under finance lease etc. Other liabilities are recognized in the balance sheet according to the guidelines of Bangladesh Bank, Income Tax Ordinance, 1984 and internal policy of the Bank

Authorised capital is the maximum amount of share capital that the Bank is authorized by its Memorandum and Articles f Association to issue (allocate) among shareholders. This amount can be changed by shareholders' approval up ulfilment of relevant provisions of the Companies Act, 1994. Part of the authorised capital usually remains unissu The part of the authorised capital already issued to shareholders is referred to as the issued share capital of the Bank.

Paid up capital represents total amount of shareholders' capital that has been paid in full by the ordinary shareholders Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of a winding-up of the Bank, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any residual proceeds of liquidation.

Share premium is the capital that the Bank raises upon issuing shares for a price in excess of the nominal value of shares. The share premium shall be utilized in accordance with provision of section 57 of the Companies Act, 1994 and as directed by Securities and Exchange Commission in this respect.

Statutory reserve has been maintained at the rate of 20% of profit before tax in accordance with provisions of section 24 of the Bank Companies Act, 1991 (Amended Up to 2018). Such transfer shall continue until the reserve balance equals its paid up capital together with the share premium.

3.5.5 Revaluation reserve for government securities

Revaluation reserve for government securities arises from the revaluation of treasury bills, Bangladesh Bank bills and treasury bonds (HET and HTM) in accordance with the DOS Circular no. 5 dated 26 May 2008 and DOS(SR) 1153/120/2010 dated 8 December 2010.

The Bank has a capital management process in place to measure, deploy and monitor its available capital and assess its adequacy. This capital management process aims to achieve the following objectives:

To comply with the capital requirements set by the regulators;
To safeguard the Bank's ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders;
To maintain a strong capital base to support the development of its business.

Capital is managed in accordance with the Board approved Capital Management Planning. Senior management develops the capital strategy and oversee the capital management planning of the Bank's finance, treasury and risk management departments are key participators in implementing the Bank's capital strategy and managing capital Capitalis management departments are key participators in implementing the Bank's capital strategy and managing capital Capitalis management departments. capital. Capital is managed using both regulatory capital measures and internal matrix.

Interest on loans and advances is calculated on daily product basis and accrued at the end of each month, but charged

In accordance with BRPD Circular No.14 (23 September 2012) as amended by BRPD Circular No. 19 (27 December 2012) interest accrued on sub-standard loans and doubtful loans are credited to an "Interest Suspense Account" which is included within "Other liabilities". Interest from loans and advances ceases to be accrued when they are classified as

Mark-up on investment is taken into income account proportionately from profit receivable account. Overdue charge/ empensation on classified investments are transferred to profit suspense account instead of income account

income on investments are recognized on accrual basis. Investment income includes discount on treasury bills and

Bangladesh Bank bills, interest on treasury bonds and fixed deposit with other banks. Capital gain on investments in shares are also included in investment income. Capital gain is recognized when it is realized.

The Bank earns commission and fee income from a diverse range of service provided to its customers. Commission and fee income is accounted for as follows:
-income earned on the execution of a significant act is recognized as revenue when the act is completed
-income earned from services provided is recognized as revenue as the services are provided
- Commission charged to customers on letters of credit and letters of guarantee are credited to income at the time of effecting the transactions.

Interest paid on Subordinated Bond, borrowing and other deposits (Conventional banking) Interest paid and other expenses are recognized on accrual basis.

Profit shared on deposits (Islamic banking)Profit shared to mudaraba deposits are recognized on accrual basis.

Dividend Income
Dividend income is recognized when the right to receive income is established. Dividends are presented under

Payments made under operating leases are recognized in the profit and loss statement on a straight-line basis over the terms of the lease. Lease payments made under finance leases are apportioned between the finance expense and the reduction of the outstanding liability. The finance expense is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Foreign exchange gain/loss

Exchange income includes all gain and losses from foreign currency day to day transactions, conversions and

3.12.1 Provident Fund

Provident Fund benefits are given to the permanent staff of the Bank in accordance with the registered Provident Fund rules. The Commissioner of Income Tax, Taxes Zone - 4, Dhaka, has approved the Provident Fund as a recognized fund within the meaning of section 2(52) read with the provisions of part - B of the First Schedule of Income Tax Ordinance 1984. The reorganization took effect on 31 October 1987. The Provident Fund is operated by a Board of Trustees consisting of 6 members of the Bank. All confirmed employees of the Bank are contributing 10% of their basic salary as subscription to the Provident Fund. The Bank also contributes equal amount to the Provident Fund. Contributions made by the Bank are charged as expense and the Bank bears no further liability. Interest earned from the investments is credited to the members count on yearly basis. Members are eligible to get both the contribution after 5 years of continuous service from the date f their membership. By Law the Provident fund is duly audited by Snehasis Mahmud & Co. Chartered Accounts.

Gratuity Fund benefits are given to the staff of the Bank in accordance with the approved Gratuity Fund rules. National Board of Revenue has approved the Gratuity Fund as a recognized gratuity fund with effect from 3 June 2012. The Gratuity Fund is operated by a Board of Trustee consists of 7 members of the Bank. Employees are entitled to get gratuity benefit after completion of minimum 5 years of service in the Bank. Provision for gratuity is made annually covering all its permanent eligible employees. A valuation of gratuity scheme had been made in 2016 by a professional Actuarial & Pension Consultants, Z. Halim & Associates considering the changes in Labour Act 2013 (Amendment) to assess the adequacy of the liabilities provided for the scheme as per IAS 19 'Employee Benefits'. On continuing fund

Short term employee benefit obligations are measured on an undiscounted basis and are expensed as the relat service is provided. A liability is recognized for the amount expected to be paid under short term cash bonus or profitsharing plans if the Group has a present legal or constructive obligation to pay this amount as a result of past service

The Bank has a health insurance scheme to its confirmed employees and their respective dependents at rates provided

The Bank has a group life insurance scheme to its confirmed employees and the benefit of the scheme is available to the family of the employee on the occurrence of natural death of the employee during the tenure of his/her service

Provision of Workers' Profit Participation Fund and Welfare Fund mentioned in Bangladesh Labour (Amendments) Act, 2013 contradicts Bank Company Act, 1991 through which Bank Companies are regulated. Section-11 of Bank Company Act. 1991 restricts to employ anyone who receives remuneration or part of remuneration as share of profit ympany and remuneration includes salary and other benefit. Accordingly, we obtained a legal opinion from am & Associates, Advocates and Consultants, wherein it is opined that Worker's Profit Participation and Welfare Fund shall not be applicable for Bank Companies, as there is no non-obstante clause. Unless Government of Peoples Republic of Bangladesh amends section 11 of Bank Company Act or frames rules, giving overriding effect to Bank Company Act, 1991, section 232 of Bangladesh Labour (Amendments) Act, 2013 will not be applicable for banks.

Moreover, in the Bank, performance bonus provision is there, which is distributed among the employees on the basis of individual employee's yearly performance with a view to recognize welfare of the employees and reward their

3.13 Tax expense Tax expense comprises current and deferred tax. Current tax and deferred tax are recognized in the profit and loss

enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years. Details are shown in note 16.a.6.

statement except to the extent that it relates to items recognized directly in equity.

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities The following temporary differences:

- temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss;
 temporary differences related to investments in subsidiaries to the extent that it is probable that they will not
- Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities against current tax assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities but they intend to settle current tax liabilities and assets on a net basis or their tax assets and

red tax asset is recognized for unused tax losses, tax credits and deductible temporary differ that it is probable that future taxable profits will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax

In determining the amount of current and deferred tax, the Group takes into account the impact of uncertain tax positions and whether additional taxes and interest may be due. This assessment relies on estimates and assumptions and may involve a series of judgments about future events. New information may become available that causes the Bank to change its judgment regarding the adequacy of existing tax liabilities; such changes to tax liabilities will impact tax expense in the period that such a determination is made.

The carrying amounts of the Group's and the Bank's non-financial assets, other than deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. An impairment loss is recognized if the carrying amount of an asset or its Cash Generating Unit (CGU) exceeds its estimated recoverable amount

The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.

For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or CGU.

Impairment losses are recognized in profit or loss. Impairment losses recognized in respect of CGUs are allocated first to reduce the carrying amount of any goodwill allocated to the CGU (group of CGUs) and then to reduce the carrying amount of the other assets in the CGU (group of CGUs) on a pro rata basis Impairment losses recognized in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to

determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount

does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no

The Group and the Bank present basic and diluted Earnings Per Share (EPS) data for its ordinary shares. Basic EPS is activated by dividing the profit or loss attributable to ordinary shareholders of the Bank by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to the ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, which comprise share options granted to employees

No diluted earnings per share is required to be calculated for the period

Compliance of International Financial Reporting Standard (IFRS)

The Financial Reporting Act 2015 (FRA) was enacted in 2015. Under the FRA, the Financial Reporting Council (FRC) is to be formed and it is to issue financial reporting standards for public interest entities such as banks. The FRC has been formed but yet to issue any financial reporting standards as per the provisions of the FRA and hence International Financial Reporting Standards (IFRS), International Accounting Standard (IAS) as issued by the Institute of Chartered Accountants of Bangladesh (ICAB) are still applicable. While preparing the financial statements, the Bank applied most of IAS and IFRS as adopted by ICAB. Details are given below

| Name of the standards | IFRS Ref | Implementation status by the Bank |
|--|----------|---|
| First-time Adoption of Bangladesh Financial Reporting Standards | IFRS-1 | Not applicable |
| Share-based Payment | IFRS-2 | Not applicable |
| Business Combinations | IFRS-3 | Not applicable |
| Insurance Contracts | IFRS-4 | Not applicable |
| Non-current Assets Held for Sale and Discontinued Operations | IFRS-5 | Not applicable |
| Exploration for and Evaluation of Mineral Resources | IFRS-6 | Not applicable |
| Financial Instruments: Disclosures | IFRS-7 | Applied with some departure (note 2.1) |
| Operating Segments | IFRS-8 | Applied with some departure (note 3.19) |
| Financial Instruments | IFRS-9 | Applied with some departure (note 2.1) |
| Consolidated Financial Statements | IFRS-10 | Applied |
| Joint Arrangements | IFRS-11 | Not applicable |
| Disclosure of Interest in Other Entities | IFRS-12 | Applied |
| Fair Value Measurement | | Applied with some departure (note 2.1) |
| Regulatory Deferral Accounts | IFRS-14 | Not applicable |
| Revenue from contractors with customers | IFRS-15 | Applied |
| Presentation of Financial Statements | I IAS-1 | Applied with some departure (note 2.1) |
| Inventories | IAS-2 | Not Applicable |
| Statement of Cash Flows | IAS-7 | Applied with some departure (note 2.1) |
| Accounting Policies, Changes in Accounting Estimates and Errors | IAS-8 | Applied |
| Events after the Reporting Period | | Applied |
| Construction Contracts | IAS-11 | Not Applicable |
| Income Taxes | IAS-12 | Applied |
| Property, Plant and Equipment | IAS-16 | Applied |
| Leases | | Applied |
| Revenue | IAS-18 | Replaced by IFRS 15 |
| Employee Benefits | IAS-19 | Applied |
| Accounting for Government Grants and Disclosure of Government Assistance | IAS-20 | Not Applicable |
| The Effects of Changes in Foreign Exchange Rates | IAS-21 | Applied |
| Borrowing Costs | | Not Applicable |
| Related Party Disclosures | | Applied |
| Accounting and Reporting by Retirement Benefit Plans | IAS-26 | Not Applicable |
| Separate Financial Statements | IAS-27 | Applied |
| Investments in Associates and Joint Venture | IAS-28 | Not Applicable |
| Interests in Joint Ventures | IAS-31 | Not Applicable |
| Financial Instruments: Presentation | | Applied with some departure (note 2.1) |
| Earnings per Share | IAS-33 | Applied |
| Interim Financial Reporting | IAS-34 | Applied |
| Impairment of Assets | IAS-36 | Applied |
| Provisions, Contingent Liabilities and Contingent Assets | IAS-37 | Applied |
| Intangible Assets | IAS-38 | Applied |
| Financial Instruments: Recognition and Measurement | | Applied with some departure (note 2.1) |
| Investment property | | Not Applicable |
| Agriculture | | Not Applicable |
| | | |

In order to comply with certain specific rules and regulations of Bangladesh Bank which are different to IAS/IFRS, some of the requirements specified in these IAS/IFRSs are not applied. Refer to note-2.1 for such recognition and measurement differences that are most relevant and material to the Bank and the group.

The Standard regards a retirement benefit plan as a reporting entity separate from the employers of the participants in the plan. Therefore, it is not applicable for the Bank's annual report as it is the employer and not the retirement benefit plan itself. The objective of IAS 34 is to prescribe the minimum content of an interim financial report and to prescribe the

principles for recognition and measurement in complete or condensed financial statements for an interim period and hence it is not applicable for annual financial statements. However, the Bank being a listed entity in Dhaka and Chittagong Stock Exchanges regularly publishes Interim Financial Report complying with IAS 34.

3.17 Standards issued but not yet effective

The Institute of Chartered Accountants of Bangladesh (ICAB) has adopted following new standards and amend to standards during the year 2017. All previously adopted reporting standards are consistently applied by the Bank

The Bank has consistently applied the accounting policies as set out in Note 3 to all periods presented in these financial statements. The various amendments to standards, including any consequential amendments to other standards, with the date of initial application of 1 January 2018 have been considered. However, these amendments have no material impact on the financial statements of the Bank.

In December 2017, ICAB has decided to adopt IERS replacing BERS effective for annual periods beginning on or after January 2018. However, since currently issued BFRS have been adopted from IFRS without any major modification such changes would not have any material impact on financial statements.

A number of standards and amendments to standards are effective for annual periods beginning after 1 January 2018 and earlier application is permitted. However, the Bank has not early applied the following new standards in preparing these financial statements.

IFRS 16, issued in January 2016 replaces existing leases guidance and effective for reporting period beginning or or after 1 January 2019. It will result in almost all leases being recognized on the balance sheet, as the distinction between operating and finance leases is removed. Under the new standard, an asset (the right to use the leased item) and a financial liability to pay rentals are recognized. The only exceptions are short-term and low-value leases. The accounting for lessors will not significantly change. The Bank has not yet assessed any potential impact of IFRS 16 or

IFRS 17 was issued in May 2017 and applies to annual reporting periods beginning on or after 1 January 2021. IFRS 17 establishes the principles for the recognition, measurement, presentation and disclosure of insurance contracts within the scope of the standard. The objective of IFRS 17 is to ensure that an entity provides relevant information that faithfully represents those contracts. The Bank has not yet assessed in potential impact of IFRS 17 on its financial

There are no other standards that are not yet effective and that would be expected to have a material impact on the Bank in the current or future reporting periods and on foreseeable future transactions

Financial assets and liabilities are offset and the net amount is presented in the balance sheet when, and only when, the group has a legal right to set off the recognized amounts and it intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

Income and expenses are presented on a net basis only when permitted under IFRSs, or for gains and losses arising from a group of similar transactions such as in the group's trading activity

The group and the Bank have no identified operating segment and as such presentation of segmental reporting is not ade in the financial statements as per IFRS 8. However, geographical and business segments wise limited disclos

Inter-segment transactions are generally based on inter-branch fund transfer measures as determined by the management. Income, expenses, assets and liabilities are specifically identified with individual segments. Based on such allocation, segmental balance sheet as on 31 December 2018 and segmental profit and loss account for the year ended 31 December 2018 have been prepared.

Each material class of similar items has been presented separately in the financial statements. Items of dissimilar nature also have been presented separately unless they are immaterial in accordance with IAS 1 'Presentation of

As per BRPD Circular no. 6 dated 5 July 2006, the Bank has done its credit rating by Credit Rating Agency of Bangladesh (CRAB) based on the financial statements as at and for the year ended 31 December 2017. The following ratings have

| Particulars | Periods | Date of Rating | Long term | Short term | Rating Valid |
|---------------|--------------------------|----------------|-----------|------------|--------------|
| Entity Rating | January to December 2017 | 11-Jun-18 | ĀA2 | ST-2 | 30-Jun-19 |
| Entity Rating | January to December 2016 | 28-May-17 | AA2 | ST-2 | 30-Jun-18 |
| Entity Rating | January to December 2015 | 23-Jun-16 | AA2 | ST-2 | 30-Jun-17 |

3.22 Related party disclosures

A party is related to the company if:
(i) directly or indirectly through one or more intermediaries, the party controls, is controlled by, or is under common control with, the company; has an interest in the company that gives it significant influence over the company; or has joint control over the company;

(iii) the party is an associate; (iii) the party is a nassociate; (iii) the party is a joint venture; (iv) the party is a nember of the key management personnel of the Company or its parent; (v) the party is a member of the family of any individual referred to in (i) or (iv); (vi) the party is an entity that is controlled, jointly controlled or significantly influenced by or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to in (iv) or (v); or (vii) the party is a post-employment benefit plan for the benefit of employees of the company, or of any entity that is a related native of the company.

is a related party of the company.

As per IAS -10 "Events after Reporting Period" events after the reporting period are those events, favorable and

unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. Two types of events can be identified:
(a) adjusting events after the reporting period (those that provide evidence of conditions that existed at the end of

e reporting period); and non adjusting events after the reporting period (those that are indicative of conditions that arose after the

Details of the Events after reporting period presented in note # 51



| _ | | | | _ | | | _ | _ | | |
|-------|--|--|--|--------|---|--|--|------------------------------|--|--|
| | Consolidated cash in hand | 2019 | 2017 | | Investment classified as per Bangladesh Bank Circular | 2010 | 2017 | 0.0 5 | wise concentration of loans and advances/investments including bills | annahaaa dan dalaaannahad |
| | | <u>2018</u> <u>Taka</u> | <u>2017</u> <u>Taka</u> | 7.a.2 | | <u>2018</u> <u>Taka</u> | <u>2017</u> <u>Taka</u> | 6.a.9 Sector | 2018 | 2017 |
| | The City Bank Limited (note 4.a) City Brokerage Limited City Bank Capital Resources Limited | 5,418,430,686 77,500 3,563 | 4,447,677,389 77,500 128 | | Held for Trading (HFT) Held to Maturity (HTM) Reverse Repo | 6,084,044,254 14,209,610,374 3,342,450,427 | 2,416,197,264 19,683,330,269 | Agri & ı | % of total loan Taka micro-credit through NGO 5.44% 12,576,262,81° | % of total loan <u>Taka</u> 9 5.11% 10,036,257,735 |
| | CBL Money Transfer Sdn. Bhd. | 4,934,174 5,423,445,923 | 45,943 4,447,800,960 | | Other Securities | 4,245,929,247 | 3,408,912,369 25,508,439,902 | | made garments industry 16.96% 39,250,761,879 mer credit 15.64% 36,181,534,599 | 3 15.73% 30,917,033,140 7 14.00% 27,517,712,506 |
| | Cash - The City Bank Limited In hand - including foreign currencies (note 4.a.1) Balance with Bangladesh Bank and its agent bank (s) - including foreign currencies (note 4.a.2) | 5,418,430,686 14,016,977,760 | 4,447,677,389 19,339,302,948 | | Disclosure relating to REPO & Reverse REPO is presented in Annexure - G | | | Steel in Textile | ndustry 6.92% 16,011,664,63: & spinning mills 4.32% 9,991,337,02: | 6.85% 13,464,976,000 5.44% 10,690,140,282 |
| | | 19,435,408,446 | | 7.a.3 | Maturity grouping of investments On demand | 3,546,400 | 3,048,500 | Energy | tate financing 4,96% 11,472,143,69 rand power industry 8,86% 20,497,268,17' oil and food processing 2,47% 5,715,753,93' | 4.08% 8,022,468,354 |
| | Cash in hand Local currency | 5,104,024,864 | 4,329,389,888 | | Over 1 month but not more than 3 months Over 3 months but not more than 1 year | 5,646,389,222 499,820,190 | 8,172,580,804 1,017,734,439 | Pharma Assemi | aceuticals industry 2.38% 5,499,441,85 bling industry 2.72% 6,298,629,42 | 9 3.14% 6,179,455,829 1 2.77% 5,439,693,487 |
| | Foreign currency | 314,405,822 5,418,430,686 | 118,287,501 4,447,677,389 | | Over 1 year but not more than 5 years Over 5 years | 4,136,539,052 17,595,739,438 27,882,034,302 | 7,177,188,167 9,137,887,992 25,508,439,902 | Service | ort, Štorage & Communication 1.70% 3,934,203,79 e industry 2.82% 6,524,274,25i reaking & building 0.72% 1,660,028,43: | 1.58% 3,098,256,722 |
| | Balance with Bangladesh Bank and its agent bank(s) | | | 7.a.4 | Governmentbonds | | | Constru Chemic | uction 0.61% 1,405,613,96 cal industry 0.44% 1,010,213,98: | 0.51% 1,009,397,563 0.20% 393,495,887 |
| | Local currency Foreign currency | 14,010,112,125 (589,563,124) 13,420,549,001 | 13,606,320,435 5,164,707,048 18,771,027,483 | | Name of the bonds | | | Hospita Other r Others | manufacturing industry 10.66% 24,666,424,09- | 1 12.48% 24,535,703,658 |
| | Sonali Bank Limited as agent of Bangladesh Bank (local currency) | 596,428,759 | 568,275,465 | | 30 days Bangladesh Bank bills 91 days Treasury bills 182 days Treasury bills | - | 2,978,567,746 4,014,345,874 | 8 a 10 Geogr | | <u>100.00%</u> <u>196,595,859,784</u> |
| | The above balance represents amount as per Bank book. The difference due to rec | 14,016,977,760 conciling items with | | | 364 days Treasury bills 6 months Islamic bonds | 3,930,795,000 | 150,000,000 | Inside | Bangladesh2018 | 2017 |
| | are subsequently adjusted. Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR) | | | | 2 Years Islamic bonds 2 years Treasury bonds 5 years Treasury bonds | 1,800,120,504 6,010,651,901 | 1,792,321,857 983,804,843 | Urban: Dhaka | | % of total loan <u>Taka</u> 7 79.44% 156,170,896,890 |
| | Cash Reserve Requirement and Statutory Liquidity Ratio have been calculated | | | | 10 years Treasury bonds 10 years Treasury bonds 20 years Treasury bonds | 9,402,348,129 2,323,009,946 165,633,175 | 9,978,655,898 2,032,828,021 165,954,793 | Chatto Sylhet Raishal | 0.46% 1,055,187,87 | 0.41% 804,549,605 |
| | section 33 of Banking Companies Act, 1991, BRPD circular no.11 and 12, dated 25 At 1713 dated 1 December 2010 and MPD Circular No. 1 dated 23 June 2014. | ugust 2005, MPD circ | ular no.116/2010- | ١ | ., | | 22,096,479,032 | Khulna Rangpi | n 1.18% 2,738,762,46: ur 0.91% 2,105,158,73: | 2 1.18% 2,328,606,018 1.00% 1,972,758,144 |
| | The minimum Cash Reserve Ratio on the Bank's time and demand liabilities at th been calculated and maintained with Bangladesh Bank in current account and 13 | | | 7.a.5 | Investment in shares Quoted | | | Barisha Mymer | | 20.13%248,209,574 |
| | CRR, on the same liabilities has also been maintained in the form of treasury bills, be currency balances with Bangladesh Bank (CRR and SLR of December 2018 is based | d on weekly average | time and demand | | ÅB Bank Limited Dhaka Bank Limited Mercantile Bank Limited | 8,215,152 29,219,723 24,710,436 | 14,781,099 40,240,002 34,516,178 | Rural: Dhaka | | |
| | liabilities balance of October 2018). Both reserves maintained by the Bank are in as shown below: | excess of the statut | ory requirements, | | Mutual Trust Bank Limited Pubali Bank Limited | 30,240,826 11,516,648 | 26,804,190 12,824,422 | Chatto Sylhet | gram 0.34% 790,862,39 0.07% 160,913,76. | 0.37% 718,006,145 0.08% 147,649,152 |
| | a) Cash Reserve Ratio (CRR) Required reserve | 11,243,154,950 | 11,974,841,584 | | Shahjalal Islami Bank Limited Stahjaladra Bank Limited United Commercial Bank Limited | 7,366,385 15,544,065 36,415,720 | 8,006,955 20,224,152 48,830,170 | Rajshal Khulna | | |
| | Actual reserve maintained Surplus | 14,119,628,930 2,876,473,980 | 13,700,605,110 1,725,763,526 | | Trust Bank Limited Brac Bank Limited | 67,001,155 71,246,000 | 87,823,052 | Outsid | nside Bangladesh 100.00% 231,391,469,45 le Bangladesh 0.00% | 100.00% 196,595,859,784 - 0.00% - |
| | b) Statutory Liquidity Ratio (SLR) Required reserve | 28,925,021,320 | 23,690,908,758 | | Prime Bank Limited Investment Corporation of Bangladesh Power Grid Company of Bangladesh Limited | 11,312,500 1,835,728 9,600,000 | 2,292,800 10,440,000 | Grand 8.a.11 Sector | total 100.00% 231,391,469,45: -wise loans and advances | 100.00% 196,595,859,784 |
| | Actual reserve maintained (note 4.a.3) Surplus | 32,526,857,395 3,601,836,075 | 28,855,868,506 5,164,959,748 | | Saif Powertec Limited Shahjibazar Power Co. Ltd. | 1,344,000 2,161,440 | 1,660,000 2,322,000 | | 2018 <u>% of total loan</u> Taka | 2017 % of total loan Taka |
| | Held for Statutory Liquidity Ratio (SLR) | | | | Matin Spinning Mills Ltd Heidelberg Cement Bangladesh Limited M.I. Cement Factory Ltd. | 34,374,688 8,367,500 694,000 | 33,254,711 10,622,500 847,000 | Public : Private | | 99.92% 196,428,822,955 |
| | Cash in hand Sonali Bank Limited as agent of Bangladesh Bank as per statement balance Surplus of CRR - balance with Bangladesh Bank | 5,418,430,686 595,847,675 2,876,473,980 | 4,447,677,389 582,900,058 1,725,763,526 | | Mobil Jamuna Lubricants Bangladesh Limited Square Pharmaceuticals Limited The ACME Laboratories Limited | 2,083,200 10,453,975 2,147,500 | 2,182,000 4,866,525 2,850,000 | 8.a.12 Securi | ties against loans/investments including bills purchased and discounted | |
| | Government securities and bonds | 23,636,105,055 32,526,857,395 | 22,099,527,532 28,855,868,506 | | Grameenphone Limited Bata Shoe Company (Bangladesh) Limited | 58,033,400 5,693,640 | 5,976,180 | | eral of movable/immovable assets | 2018 2017 Taka Taka |
| 5 | Consolidated balance with other banks and financial institutions | | | | IDLC Finance Limited Perfume Chemical Ind. Limited Raspit Inc. (BD) Limited | 2,365,257,093 1,652 695,400 | 2,894,640,317 1,652 695,400 | Local b Foreigi | oanks and financial institutions guarantee n banks guarantee | 3,310,631,492 4,722,154,652 |
| | In Bangladesh The City Bank Limited (note 5.a) City Brokerage Limited | 27,353,384,864 972,208,133 | 12,125,956,169 1,202,747,029 | | Rangamati Food Products Limited German Bangla Joint Venture Foods Limited Somorita Hospital Limited | 812,700 75,600 11,372 | 890,100 75,600 11,944 | Fixed D | .documēnts Deposit Receipts (FDR) other banks | 13,992,954,286 12,008,175,039 6,425,699,080 4,423,582,708 |
| | City Bank Capital Resources Limited Mutual indebtedness: | 273,775,976 28,599,368,973 | 333,028,905 13,661,732,103 | | Unquoted Ordinary Shares | | 3,267,678,949 | Person | nment guarantee al guarantee securities | 34,532,285 167,036,829 16,742,986,557 12,505,000,536 18,913,008,037 13,855,587,854 |
| | Deposit with The City Bank Limited - City Brokerage Limited Deposit with The City Bank Limited - CBL Money Transfer Sdn. Bhd. | (688,873,976) | (807,820,818) | | Central Depository Bangladesh Limited KARMA Sangsthan Bank Limited | 6,277,770 10,000,000 | 6,277,770 10,000,000 | | | 231,391,469,451 196,595,859,784 |
| | Deposit with The City Bank Limited - City Bank Capital Resources Limited Adjustments for Consolidation - City Brokerage Limited | (112,485,593) (801,359,569) | (149,635,173) (957,455,991) | | Industrial & Infrastructural Development Finance Company Limited Venture Investment Partners Bangladesh Limited | 42,453,820 18,000,000 76,731,590 | 42,453,820 18,000,000 76,731,590 | As at 3 | of large loan/investments 11 December 2018 there were 40 (31 December 2017: 42) borrowers or grou | |
| | Total in Bangladesh Outside Bangladesh | 27,798,009,404 | | | Total Details are shown in Annexure-C. | | 3,344,410,539 | | and advances/investments exceeded 10% of the total capital of the Bank. Tota i as at 31 December 2018 (Taka 29,754.51 million as at 31 December 2017). | ı capıtaı of the Bank was Taka 34,811.13 |
| | The City Bank Limited (note 5.a) CBL Money Transfer Sdn. Bhd. Total outside Bangladesh | (100,797,998) 801,173,536 700,375,538 | 603,628,965 385,740,473 989,369,438 | 7.b | Investments - City Brokerage Limited | | | Amour | er of borrowers or groups nt of outstanding advances/investments (Taka) nt of classified advances/investments therein (Taka) | 40 42 57,324,761,650 57,885,862,447 |
| | Grand total | 28,498,384,942 | 13,693,645,550 | | Membership (note 7.b.1) Dhaka Stock Exchange Limited (DSE) Chittagong Stock Exchange Limited (CSE) | 543,119,683 19,001,000 | 580,999,000 | | ulars of loans and advances/investments | |
| | Balance with other banks and financial institutions - The City Bank Limited In Bangladesh (note 5.a.1) | | 12,125,956,169 | | | 562,120,683 | 19,001,000 600,000,000 | i) Loa | ans/investments considered good in respect of which the Bank is fully secured \ensuremath{Bank} | 195,735,474,857 170,235,271,394 |
| | Outside Bangladesh (note 5.a.2) | (100,797,998) 27,252,586,866 | 603,628,965 12,729,585,134 | | Investments in shares (note 7.b.2) Investments in unlisted securities | 2,162,553,319 | 2,253,030,414 - 2,253,030,414 | ii) Loa sec | ans/investments considered good against which the Bank holds no curity other than the debtors' personal guarantee | 16,742,986,557 12,505,000,536 |
| | In Bangladesh Current accounts | | | 7 h 1 | Membership fees is the amount paid by the company to obtain membership | 2,724,674,002 | 2,853,030,414 | iii) Loa of | ans/investments considered good secured by the personal undertaking one or more parties in addition to the personal guarantee of the debtors | 18,913,008,037 13,855,587,854 |
| | Janata Bank Limited Agrani Bank Limited | 899,370 45,954,834 | 902,860 20,780,354 | | This represents investment made by the City Brokerage Limited in purchase | of shares of various co | | iv) Loa | ans/investments adversely classified; provision not maintained there against | 231,391,469,451 196,595,859,784 |
| | Sonali Bank Limited Sub total | 51,416,285 98,270,488 | 54,679,341 76,362,555 | | Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limite price of the investment is Taka 1,848,351,127 (2017:1,488,686,057) as on 31 D | | ler account. Cost | | ans/investments due by directors or officers of the banking company or y of them either separately or jointly with any other persons | 3,803,360,665 4,006,468,416 |
| | Short notice deposit accounts Social Islami Bank Limited Dutch-Banqla Bank Limited | 1,545,849 11,023 | 1,508,373 11,986 | 7.c | Investments - City Bank Capital Resources Limited Others | | | | ans/investments due from companies or firms in which the directors of e Bank have interest as directors, partners or managing agents or in case | |
| | Standard Chartered Bank Rupali Bank Limited AB Bank Limited | 170,633,666 83,924,759 14,937,378 | 129,563,788 53,251,994 8,644,172 | | Investments in quoted shares (note 7.c.1) Investments in unlisted securities (note 7.c.2) | 2,783,511,933 98,000,000 | 3,481,084,058 89,000,000 | of | private companies as members aximum total amount of advances/investments, including temporary | |
| | Trust Bank Limited Bank Al-Falah Limited Prime Bank Ltd. | 1,536,141 2,078,746 | 6,555,095 2,096,175 | 7.c.1 | This represents investment made by the City Bank Capital Resources Lin | | 3,570,084,058 shares of various | ad [,] off | vances made at any time during the year to directors or managers or icers of the banking company or any of them either separately or | |
| | Exim Bank Limited Southeast Bank Limited | 826,650 342,671,830 10,135,610 | 718,750 0 <u>9,921,282</u> | | companies listed in Dhaka Stock Exchange Limited (DSE) and Chittagong St dealer account. Cost price of the investment is Taka 1,892,459,911 (2017: 1,91 | | | viii) Ma | ntly with any other person. aximum total amount of advances/investments, including temporary | 3,803,360,665 4,006,468,416 |
| | Sub total Savings accounts | 628,301,654 | 212,271,614 | 7.c.2 | This represent investment made by CBCRL in purchase of equity shares of shares of Regent Energy and Power Co. Limited. | of ADN Telecom Limited | d and preference | in | vances/investments granted during the year to the companies or firms which the directors of the banking company have interest as directors, rtners or managing agents or in the case of private companies, as members. | |
| | Social Islami Bank Limited Southeast Bank Limited Sub total | | <u>-</u> | 8 | Consolidated Loans and advances/investments | | | = | re from other banking companies | |
| | Fixed deposit receipts Export Import Bank of Banqladesh Limited | 1,000,000,000 | _ | | Loans/investments, cash credits, overdrafts, etc. The City Bank Limited (note 8.a) City Brokerage Limited (note 8.b) | 228,080,837,959 1,282,985,307 | 191,873,705,133 1,375,650,682 | Cla | ussified loans and advances/investments ussified loans and advances/investmentson which interest has t been charqed | 10,477,148,042 9,428,420,334 |
| | Jamuna Bank Limited National Bank of Pakistan One Bank Limited | 200,000,000 | 80,000,000 | | City Bank Capital Resources Limited (note 8.c) Mutual indebtedness: | 504,940,330 | 382,424,192 193,631,780,007 | Inc Am | crease of specific provision nount of loans written off | 750,842,893 (475,355,015) 451,627,314 2,705,265,571 |
| | Modhumoti Bank Limited Mutual Trust Bank Limited | 1,797,443,921 | 153,822,000 | | Moutar indexentes. Loan from The City Bank Limited - City Brokerage Limited* Loan from City Brokerage Limited - City Bank Capital Resources Limited Loan from The City Bank Limited - CBL Money Transfer Sdn. Bhd. | (1,011,356,119) - (293,084,447) | (1,095,219,173) - (185,882,570) | xi) Cu | nount realized against loans previously written off mulative amount of written off loans/investments | 372,169,791 202,041,593 |
| | Trust Bank Limited Eastern bank Limited Prime Bank Ltd. | 180,456,020 1,000,000,000 | 413,500,000 | | , | (1,304,440,566) | (1,281,101,743) 192,350,678,263 | An An | nening balance nount written off during the year nount realized against loans/investments previously written off | 16,340,454,874 13,837,230,896 451,627,314 2,705,265,571 (372,169,791) (202,041,593) |
| | Lankabangla Finance Limited IDLC Finance Limited United Finance Limited | 3,200,000,000 4,300,000,000 1,300,000,000 | 1,300,000,000 2,590,000,000 300,000,000 | | Bills purchased and discounted (note 9) The City Bank Limited | 3,310,631,492 231,874,954,522 1 | 4,722,154,652 97,072,832,915 | | osing balance e amount of written off/classified loans/investments | <u>16,419,912,397</u> <u>16,340,454,874</u> |
| | Industrial and Infrastructure Development Finance Company Limited Uttara Finance and Investment Limited Investment Corporation of Bangladesh | 1,050,000,000 1,400,000,000 6,750,000,000 | 200,000,000 400,000,000 4,500,000,000 | | *City Brokerage Limited availed loan facilities @7.50% p.a. from its parent co to its customers. | ompany for extending r | margin financing | | which law suits have been filed | 33,058,500,000 39,568,596,000 |
| | Phoenix Finance & Investments Limited Delta Brac Housing Finance Corporation Limited Industrial Promotion and Development Company of Bangladesh Limited | 350,000,000 1,000,000,000 2,331,887,500 | 300,000,000 - 1,500,000,000 | 8.a | Loans and advances/investments - The City Bank Limited | | | Provide | ent fund building scheme | 701,820,202 566,435,625 2,519,527,846 2,411,853,912 |
| | National Housing Finance and Investment Limited Bangladesh Finance and Investment Company Limited Sub total | 200,000,000 500,000,000 | 100,000,000 | | Loans/investments, cash credits, overdrafts, etc. (note 8.a.1) Bills purchased and discounted (note 8.a.2) | 228,080,837,959 3,310,631,492 231,391,469,451 1 | 4.722.154.652 | Vehicle | e scheme mer credit and other scheme | 505,065,575 488,165,802 75,459,065 74,058,856 |
| | Total | 27,353,384,864 | 12,125,956,169 | 8.a.1 | Loans/investments, cash credits, overdrafts, etc. | 231,391,409,431 1 | 30,393,039,764 | 8.a.16 Classif | fication of loans and advances/investments | 3,801,872,688 3,540,514,195 |
| 5.a.2 | Outside Bangladesh (Nostro accounts) | | | | Inside Bangladesh Secured overdrafts | 4,581,101,739 | 3,457,663,844 | Unclas | 2018 <u>% of total loan</u> <u>Taka</u> | 2017 % of total loan Taka |
| | Current accounts Currency Mashreq Bank, New York, USA USD | (49,815,882) | 79,846,502 | | Cash credits House building loans Loans against trust receipt | 22,085,523,897 6,443,901,908 1,204,101,138 | 22,016,790,686 4,966,381,342 1,189,159,255 | Standa | ard including staff loan 92.31% 213,604,785,37 Il mention account (SMA) 2.36% 5,461,181,63 | 3 2.24% 4,408,415,846 |
| | Habib American Bank, New York, USA Citibank N.A. New York, USA USD Standard Chartered Bank, New York, USA USD | (24,516,367) (112,556,469) (1,071,184,024) | 64,149,207 (120,697,185) (98,664,261) | | Loans against imported merchandise Payment against document Lease finance/Izara (note 8.a.5) | 12,671,186 15,870,294 15,050,309 | 12,671,186 70,948,313 15,623,381 | Classit Sub-st | andard 0.37% 863,678,82 | 3 0.41% 804,154,826 |
| | Standard Chartered Bank, Frunkfurt EURO Bank of Tokyo Mitsubishi Ltd., Japan JPY Bank of Tokyo Mitsubishi Ltd., New Delhi, India ACUD | (12,042,321) 10,832,009 718,058 | (38,359,898) 14,027,335 704,057 | | Hire purchase shirkatul melk Industrial credits | 700,942,010 127,056,431,639 | 542,322,858 104,824,195,871 | Doubt Bad/Lo | | 2 4.80% 9,428,420,334 |
| | AB Bank Ltd., Mumbai, India ACUD Sonali Bank Ltd., Kolkata, India ACUD | 64,375,792 30,270,386 | (3,121,480) 1,759,959 | | Export development fund Staff loans (note 8.a.15) City card loans | 13,977,083,992 3,801,872,688 8,389,206,419 | 11,937,226,725 3,540,514,195 7,114,920,855 | 9 a 17 Dantie | | 1 100.00% 196,595,859,784 |
| | NIB Bank Limited, Karachi, Pakistan ACUD Standard Chartered Bank, Nepal ACUD Commerz Bank AG. Frankfurt, Germany USD | 185,834,474 1,163,663 172,843,977 | 21,879,514 177,775 54,631,685 | | Small and medium enterprise loans Transportation loans Bai-muajial, Bi Salam, Murabah | 10,013,508,560 605,350,547 868,785,059 | 10,320,280,962 1,017,538,100 1,768,890,785 | Gener | al provision on unclassified loans | |
| | Commercial Bank of Ceylon, Colombo, Sri Lanka ACUD Bank of Bhutan, Bhutan ACUD Commerz Bank AG. Frankfurt, Germany EURO | 2,747,754 241,213 43,993,295 | 7,654,797 765,595 83,273,839 | | City Drive City solution City Express | 1,179,431,465 15,538,885,419 4,253,707,238 | 696,644,110 11,315,841,281 3,125,076,606 | Specia Requir | finvestments (excluding SMA) Il mention account (SMA) ed provision for unclassified loans and advances/investments | 3,341,342,468 2,239,364,409 <u>64,529,482</u> 50,008,314 <u>3,405,871,951</u> 2,289,372,723 |
| | Commerz Bank AG. Frankfurt, Germany CHF Mashreq Bank, Mumbai, India ACU Mashreg Bank, Mumbai, India EURO | 336,792 144,996,634 165,143 | 473,341 13,669,557 163,430 | | City Gems Loan against Payroll | 2,746,074 2,633,977,683 | 2,408,873 1,949,984,249 | | Il provision maintained for unclassified loans ess provision | 3,485,871,951 2,310,060,198 80,000,000 20,687,475 |
| | HDFC Bank Ltd, Mumbai, India | 32,797,861 1,132,052 3,018,563 | 6,887,665 2,112,619 4,750,598 | | Other loans and advances Outside Bangladesh | 228,080,837,959 1 | | | 20 Base for % of re | quired Required Required |
| | Kookmin Bank, Korea USD Commerz Bank AG, Frankfurt AUD Standard Chartered Bank, Mumbai, India ACUD | 2,167,676 720,557 118,255,595 | 3,286,720 2,578,515 21,766,098 | 8.a.? | Bills purchased and discounted | 228,080,837,959 1 | <u> </u> | • | p <u>rovision</u> p <u>rovi</u> fic provision on classified loans <u>Taka</u> | <u>Taka Taka</u> |
| | Mashreq Bank, Dubai AED Mashreq Bank, New York, USA (For OBU Operation) USD | 1,162,331 323,439,161 | 5,669 444,049,578 | | Payable Inside Bangladesh Inland bills purchased | 2,593,997,427 | 2,026,541,594 | Sub-st Doubt Bad/Lo | | 50% 240,425,436 126,897,873 |
| | Commerz Bank AG. Frankfurt, Germany (For OBU Operation) USD Commerz Bank AG. Frankfurt, Germany (For OBU Operation) EURO Sub total | (6,540,878) 33,962,612 (101,480,343) | 14,468,337 20,716,811 602,956,379 | | iniano bilis purchased Payable Outside Bangladesh Foreign bills purchased and discounted | 716,634,065 | 2,695,613,058 4,722,154,652 | Requir C. Tota | oss 5,614,417,376 100 red provision for classified loans and advances/investments all provision maintained for classified loans ess provision | 4,136,117,376 4,487,937,895 4,487,939,739 3,737,076,863 3,737,096,846 1,843 19,983 |
| | Term deposits Sonali Bank, Kolkata, India ACUD | 682.345 | 672,586 | 8.a.3 | Performing loans and advances/investments | 3,310,631,492 | 4,722,134,032 | Total r | equired provision for loans and advances/investments | 7,893,809,846 6,026,449,587 |
| | Sub total Total | 682,345 (100,797,998) | 672,586 603,628,965 | | Gross loans and advances/investments Non-performing loans and advances/investments (note 8.a.3.1) | (12,325,502,447) | 196,595,859,784 (10,677,894,989) | Total | provision maintained for loans and advances/investments (A+C) excess provision (B+D) | 7,973,811,689 6,047,157,044 80,001,843 20,707,458 |
| 5.a.3 | Details are shown in Annexure-B. Maturity grouping of balance with other banks and financial institutions | | | 8.a.3. | Non-performing loans and advances/investments | <u>219,065,967,004</u> <u>1</u> | 85,917,964,795 | | ision required for Bad/loss loans includes Tk. 343,700,000 for Partially write c g the year 2018, no loan having outstanding Taka 500 crore or more was rest | |
| | Payable on demand Up to 1 month | 1,697,963 7,937,445,612 | 540,880,280 1,844,535,114 | | Opening balance Addition during the year | 10,677,894,989 8,738,047,225 | 10,581,921,664 8,100,118,353 | 8.b Loans | and advances/investments - The City Brokerage Limited | |
| | Over 1 month but not more than 3 months Over 3 months but not more than 1 year Over 1 year but not more than 5 years | 15,624,751,827 3,688,691,464 | 9,826,749,764 517,419,975 | | Reduction during the year Closing balance | (7,090,439,767) | (8,004,145,028) 10,677,894,989 | = | n loan was given to several individuals and institutions for doing share trading bus and advances/investments - City Bank Capital Resources Limited | iness through the City Brokerage Limited. |
| | Over 5 years | 27,252,586,866 | 12,729,585,134 | 8.a.4 | Residual maturity grouping of loans and advances/investments including bills purchased and discounted | | | | n loan was given to several individuals and institutions for doing share tradi | ng business through CBCRL. |
| 6 | Money at call and short notice | | | | Repayable on demand Not more than 3 months More than 3 months but not more than 1 year | 26,774,935,964 39,614,017,201 69,628,612,328 | 15,454,739,218 57,255,955,096 46,371,847,621 | 9 Bills p | urchased and discounted (note 8.a.2) | <u>2018</u> <u>2017</u> <u>Taka</u> <u>Taka</u> |
| | Banking companies ICB Islamic Bank Limited (note 6.1) | 89,379,167 89,379,167 | 89,379,167 89,379,167 | | More than 5 months but not more than 1 year More than 1 year but not more than 5 years More than 5 years | 71,245,926,220 24,127,977,738 | 55,047,527,758 22,465,790,092 | | le in Bangladesh le outside Bangladesh | 2,593,997,427 2,026,541,594 <u>716,634,065</u> 2,695,613,058 |
| | This represents a call loan with ICB Islamic Bank Limited, formerly The Oriental Bank has issued a notification dated 2 August 2007- BRPD(R-1)651/991002007-447 and | k Limited, since 2007 approved a scheme | . Bangladesh Bank of reconstruction | 8.a.5 | Lease finance/Izara | 231,391,469,451 1 | 96,595,859,784 | 9.1 Matur | rity grouping of bills purchased and discounted | <u>3,310,631,492</u> <u>4,722,154,652</u> |
| | of the former The Oriental Bank Limited in which payment of liabilities of the bank lissued and recent (BRPD circular letter no. 15 dated 03 November 2016) schedul | has been finalized an | d based on earlier | | Lease rental receivable within 1 year Lease rental receivable within 5 years | 8,028,870 10,265,780 | 11,489,327 5,511,349 | Payabl Over o | e within one month one month but less than three months | 1,104,275,078 1,976,647,520 739,300,558 337,979,542 |
| 7 | already received first 18th installments. Consolidated Investments | | | | Lease rental receivable after 5 years Total lease/Izara rental receivable Unearned interest receivable | 18,294,650 (3,244,342) | 17,000,676 (1,377,295) | Over t | hree months but less than six months onths or more | 1,467,055,856 2,407,527,591 3,310,631,492 4,722,154,652 |
| | Government securities The City Bank Limited (note 7.a.1.i) | 23,636,105,055 23,636,105,055 | 22,099,527,532 22,099,527,532 | | Net lease/Izara finance | (3,244,342) 15,050,309 | (1,3/7,295) 15,623,381 | 10 Conso | olidated fixed assets including premises, furniture and fixtures | |
| | Others The City Bank Limited (note 7.a.1.ii) | 23,636,105,055 4,245,929,247 | 3,408,912,369 | 8.a.6 | Loans and advances/investments Loans | | 166,399,250,603 | City Br | ty Bank Limited (note 10.a) rokerage Limited (note 10.b) | 3,519,386,471 3,277,030,329 335,883,430 310,038,186 586,326,630 511,116,677 |
| | City Brokerage Limited (note 7.b) City Bank Capital Resources Limited (note 7.c) | 2,724,674,002 2,881,511,933 9,852,115,182 | 2,853,030,414 3,570,084,058 9,832,026,841 | | Cash credits Overdrafts | 22,085,523,897 4,581,101,739 228,080,837,959 1 | 22,016,790,686 3,457,663,844 | CBĹ M | ank Capital Resources Limited (note 10.c) oney Transfer Sdn. Bhd. (note 10.d) | 586,326,639 511,116,677 18,223,857 14,496,323 4,459,820,397 4,112,681,515 |
| 7.a | Investments - The City Bank Limited | 33,488,220,237 | 31,931,554,373 | | Bills purchased and discounted (note 8.a.2) | 3,310,631,492 231,391,469,451 1 | 4,722,154,652 | City | company transactions Bank Capital Resources Limited with The City Bank Limited Brokerage Limited with The City Bank Limited | (276,812,532) (276,812,532) (193,139,428) (193,139,428) |
| | Investments - the City Bank Limited Government (note 7.a.1.ii) Others (note 7.a.1.ii) | 23,636,105,055 4,245,929,247 27,882,034,302 | 22,099,527,532 3,408,912,369 25,508,439,902 | 8.a.7 | Concentration of loans and advances/investments including bills purcha | ased and discounted | 465,954,221 | • | assets including premises, furniture and fixtures - The City Bank Limite | 3,989,868,437 3,642,729,555 |
| 7.a.1 | Investment securities are classified as follows | <u>4,502,034,302</u> | <u> </u> | | Advances to allied concerns of directors Advances chief executive and other senior executives Advances to customer groups Industrial Lapsa and advance (investments | 129,125,161 33,036,724,142 | 146,707,969 25,648,697,952 | | assets including premises, furniture and fixtures - The City bank Limite Revaluation | 168,630,265 168,630,265 |
| | i) Government bonds | _ | | | Industrial loans and advances/investments Other loans and advances/investments | 175,839,326,311 22,384,805,861 231,391,469,451 1 | 153,157,701,883 17,176,797,760 96,595,859,784 | Buildir Work-i | in progress - building | 1,789,452,122 1,789,452,122 82,285,716 82,285,716 |
| | Prize bonds Government bonds - (note 7.a.4) | 3,546,400 23,632,558,655 23,636,105,055 | 3,048,500 22,096,479,032 22,099,527,532 | 8.a.8 | Business segment wise concentration of loans and advances/investri discounted | | | Office Bank's | ure and fixtures equipment and machinery vehicles | 1,299,802,351 1,215,170,895 2,963,255,182 2,525,784,475 364,942,497 356,505,046 |
| | ii) Other investments Debenture of Bangladesh Welding Electrodes Limited | 122,273 | 122,273 | | Corporate SME | 111,868,412,217 27,866,019,728 | 102,401,855,214 39,373,156,732 | | in progress - software | 472,745,186 397,097,880 63,410,632 40,564,506 7,204,523,951 6,575,490,905 |
| | Investment in Subordinated Bond Mutual fund Shares (note 7.a.5) | 1,300,000,000 52,643,886 2,893,163,088 | 64,379,557 3.344,410,539 | | SMIC Off-shore Banking Unit (OBU) Retail Staff loan | 36,776,928,753 51,078,236,065 3,801,872,688 | 21,495,344,894 29,784,988,750 3,540,514,195 | Writte | nulated depreciation and amortization en down value | (3,685,137,480) (3,298,460,576) 3,519,386,471 3,277,030,329 |
| | | 4,245,929,247 | 3,408,912,369 25,508,439,902 | | | 231,391,469,451 1 | | See Ar | nnexure - D for details. | |



| 10.b | Fixed assets including premises, furniture and fixtures - City Brokerage Limited | <u>2018</u> <u>2017</u> <u>Taka</u> <u>Taka</u> | Name of Parties Type of assets Booking Date 2018 2017 Taka Taka 175 701 207 Proved to forward 15.a.3 Sundry deposits | <u>2018</u> <u>2017</u> <u>Taka</u> <u>Taka</u> |
|--------|---|---|--|---|
| | Cost Furniture and fixtures Office equipment and machinery | 31,015,197 21,377,353 52,206,207 34,406,780 | Brought forward 466,143,547 475,791,297 Sristr Traders 21.50 decimal land 29/Jun/16 26,322,125 25,800,000 Sundry creditors Rafty Sweaters Limited 100 decimal land and 02 storied building measuring +42,000 sft 29/Dec/16 71,140,000 71,140,000 Foreign currency Sulfs Fashing Lad 146,6143,547 12,000 71,140,000 Margin on letters of credit | 521,784,965 808,343,005 799,525 799,525 1,188,957,722 1,039,892,623 |
| | Vehicles Lease Hold Property Land and Building Software | 6,220,770 5,041,586 850,000 850,000 292,849,538 292,849,538 11,098,599 4,147,609 | M/S. Noor Enterprise 4.837 decland all of Oct. land all oct. lan | 432,855,055 411,982,712 2,852,180 2,866,680 - 1,300,000 |
| | Accumulated depreciation and amortization Written down value | 394,240,311 358,672,866 (58,356,881) (48,634,680) 335,883,430 310,038,186 | M/s. McCoy Knitwear 22.50 decimal land and 5.00 decimal land 30/Dec/17 2,625,000 2,625,000 Unclaimed foreign DD M/s. Rupchanda Food Products 21 decimals vacant land at Sreemongal M/s. Unique Steel 75.5 decimal land 30/Dec/17 3,7400,000 35,400,000 Security money- staff M/s. Unique Steel 75.5 decimal land 30/Dec/17 35,400,000 35,400,000 Security deposits NRB | 8,413,681 3,512,675 46,741,850 39,358,641 1,013,810 1,013,810 22,764,482 22,883,897 |
| 10.c | Fixed assets including premises, furniture and fixtures - City Bank Capital Resou Cost | | Mohd. Elias Bros (Pv1) Ltd 18.92 decimal land 28/Jun/18 69.300,000 - Unclaimed balances M/s Momin Monu Auto Rice Mil 117.50 decimal land at Jamalpur 28/Jun/18 9,400,000 - Hajj deposits S. M Enterprise 94.32 decimal land with 3 storied building 26/Dec/18 98,033,679 - Margin on inland hills purchased | 297,968 201,499 194,597 194,597 185,000 185,000 |
| | Furniture and fixtures Office equipment and machinery Software Land and Building (Capital work in progress) | 7,570,434 3,578,043 6,940,372 1,654,578 2,200,000 2,200,000 570,972,477 499,886,319 | S. K. Motors 29.30 decimal and 27.69 decimal land 27/Dec/18 23,118,000 27/Dec/18 27/De | 3,442,521,747 4,339,826,328 7,189,817 778,684 988,750 993,750 |
| | Vehicle Accumulated depreciation and amortization | 11,201,065 598,884,348 (12,557,710) 518,520,005 (7,403,328) | 13 Tier-Il subordinated bond The bank already had its 1st & 2nd subordinated bonds raised in 2014 & 2017, worth BDT 3,000 million & BDT 5,000 million The bank already had its 1st & 2nd subordinated bonds raised in 2014 & 2017, worth BDT 3,000 million & BDT 5,000 million Tier-Il subordinated bond The bank already had its 1st & 2nd subordinated bonds raised in 2014 & 2017, worth BDT 3,000 million & BDT 5,000 million Tier-Il subordinated bond raised in 2014 & 2017, worth BDT 3,000 million & BDT 5,000 million Tier-Il subordinated bond raised in 2014 & 2017, worth BDT 3,000 million & BDT 5,000 million Tier-Il subordinated bonds raised in 2014 & 2017, worth BDT 3,000 million & BDT 5,000 million Tier-Il subordinated bonds raised in 2014 & 2017, worth BDT 3,000 million & BDT 5,000 million Tier-Il subordinated bonds raised in 2014 & 2017, worth BDT 3,000 million & BDT 5,000 million Tier-Il subordinated bonds raised in 2014 & 2017, worth BDT 3,000 million & BDT 5,000 million Tier-Il subordinated bonds raised in 2014 & 2017, worth BDT 3,000 million & BDT 5,000 mill | 80,428 80,428 346,592 346,592 232,757 232,757 5,514,219 3,530,690 |
| 10.d | Written down value Fixed assets including premises, furniture and fixtures - CBL Money Transfer Sdi | 586,326,639511,116,677 n. Bhd. | respectively. Banks, Innancial institutions and other institutions were the subscribers for all the suborolinated bonds of the bank. All funds borrowed via these 3 bonds are being used for the purpose of business expansion of the bank. In 2018, City Bank obtained consent from Bangladesh Securities and Exchange Commission and Bangladesh Bank Charges against credit rating | 70,128,815 112,980 389,696,296 186,864,143 2,160,350 1,753,962 |
| | Cost Furniture and fixtures Office equipment and machinery Vehicle | 18,703,112 14,425,163 14,609,671 12,124,853 | to issue "City Bank 3rd Subordinated Bond" worth BDT 7,000 million. Out of this BDT 7,000 million, BDT 3,800 million has been subscribed within 31 December 2018. Moreover, the bank opted for early redemption of its 1st subordinated bond with a remaining outstanding of BDT 1,500 million, with prior approval from Bangladesh Bank, With full redemption of the 1st bond in November 2018. Sundry deposits - City Card - local | 808,838 808,838 1,443,175 6,588,451 194,122,550 391,857,000 38,287,116 34,235,901 |
| | Accumulated depreciation Written down value | 2,076,692 2,096,943 35,389,475 28,646,959 (17,165,618) (14,150,636) 18,223,857 14,496,323 | 1,500 million, with prior approval from Bangladesh Bank. With full redemption of the 1st bond in November 2018, the bank holds only the 2nd & 3rd Subordinated Bonds with outstanding amounts of BDT 5,000 million and BDT 3,800 million respectively as on 31 December 2018. Institution wise subscription towards the bonds are: Sundry deposits - City Card - International Sundry | 85,362,596 72,011,575 313,309,827 426,690,482 3,216,505 2,665,185 |
| 11 | Consolidated other assets | 14176 221 705 12762 405 002 | City Bank subordinated bond - (i) Mercantile Bank Limited 2018 2017 Taka Taka Taka Sundry deposits - Master Cards Charge back - Master Cards Others Others | 41,622,627 41,286,645 1,293,366 901,529 14,742,878 9,234,217 |
| | The City Bank Limited (note 11.a) City Brokerage Limited (note 11.a) City Bnk Capital Resources Limited (note 11.c) CBL Money Transfer Sdn. Bhd. (note 11.d) | 14,176,321,705 12,662,485,803 250,460,395 189,553,599 152,365,970 128,321,021 10,874,079 8,743,304 | BRAC Bank Limited - 411,000,000 Meghna Bank Limited - 234,750,000 NRB Bank Limited - 234,750,000 15.a.4 Savings bank deposits | <u>6,839,930,084</u> <u>7,853,334,801</u> |
| | Goodwill arising on investment in subsidiaries Mutual indebtedness: Payable to City Bank Limited - City Brokerage Limited | 14,590,022,149 34,455,982 12,989,103,727 34,790,917 (109,839) | IDLC Finance Limited - 234,750,000 NRB Commercial Bank Limited - 147,000,000 Pubali Bank Ltd 147,000,000 Saudi-Bangladesh Industrial and Agricultural Investment Company Limited - 135,000,000 Saudi-Bangladesh Industrial and Agricultural Investment Company Limited - 135,000,000 | 43,523,889,754 38,382,401,956 754,549,776 700,502,998 44,278,439,530 39,082,904,954 |
| | Payable to City Bank Limited - City Bank Capital Resources Limited Payable to City Bank Limited - CBL Money Transfer Sdn. Bhd. Payable to City Bank Capital Resources Limited - City Bank Limited | (5,750,000) (1,151,394) (5,704,158) - (3,944,926) - | Dhaka Bank Limited - 59,250,000 United Finance limited - 59,250,000 - 2,250,000,000 15.a.5 Scheme deposits | 1,087,310 1,315,657 |
| | Payable to City Bank Capital Resources Limited - City Brokerage Limited Investment in subsidiaries Total consolidated other assets | (33,870,209) (15,415,600) (6,049,702,332) (6,039,050,718) (6,098,971,625) (6,055,727,552) (6,055,727,552) (6,068,167,092) | City Bank Sanchaya scheme City Bank subordinated bond - (ii) ONE Bank Limited City Bank Sanchaya scheme Deposit pension scheme (note 15.a.5.1) Three stage scheme deposit Monthly benefit scheme | 1,087,510 1,515,057 19,267,500 1,911,500 7,883,061 8,928,292 3,650,000 8,200,000 |
| 11.a | Other assets-The City Bank Limited | | Janata Bank Limited 750,000,000 750,000,000 Education savings scheme Sonali Bank Limited 500,000,000 500,000,000 Junior savers scheme Pubali Bank Limited 500,000,000 Lakpati savings scheme Uttara Bank Limited 350,000,000 Marriage savings scheme | 243,677 243,677 3,084,215 7,416,933 572,683 572,683 |
| | Income generating other assets Interest income receivable (note 11.a.1) Investment in subsidiaries (note 11.a.2) Non income generating other assets | 1,751,347,078 810,258,404 6,049,702,332 6,039,050,718 | Agrani Bank Limited 200,000,000 200,000,000 Mudaraba monthly deposit scheme Dhaka Bank Limited 100,000,000 100,000,000 Mudaraba monthly deposit scheme Standard Bank Limited 100,000,000 City Shomriddhi | 785,184 2,003,067 202,430,962 271,426,938 7,055,408,809 6,436,100,509 204,506,470 261,626,396 |
| | Stationery and stamps Advance against rent and advertisement Security deposits Prepaid expenses | 18,187,540 17,606,254 521,124,808 461,876,694 64,727,469 35,671,675 100,197,230 99,490,848 | Mercantile Bank Limited 400,000,000 400,000,000 Manarah Hajj deposit scheme Mercantile Bank Limited 400,000,000 300,000,000 Manarah Hajj deposit scheme 5,000,000,000 300,000,000 Manarah Hajj deposit scheme 5,000,000,000 300,000,000 Manarah Hajj deposit scheme | 4,148,329 4,860,811 7,503,068,199 7,004,606,464 |
| | Advance payment of tax (note 11.a.3) Branch adjustment account Deferred tax assets (note 11.a.4) | 3,067,137,569 2,748,213,553 5,062,136 17,703,765 1,042,663,558 1,108,157,974 | City Bank subordinated bond - (iii) Sonali Bank Limited 1,000,000,000 - 15.a.6 Sector-wise deposits | vas 15% p.a. |
| | Accounts receivables (note 11.a.5) Receivable from City Brokerage Limited Receivable from City Bank Capital Resources Limited Dividend receivable | 1,301,379,656 958,450,966 - 154,794 - 1,536,264 - 79,998,431 | Pubali Bank Limited 500,000,000 - Agrani Bank Limited 1,000,000,000 - Government ONE Bank Limited 1,300,000,000 - Deposit money banks 3,800,000,000 - Other public | 2,996,260,408 1,713,429,811 9,663,842,997 2,750,538,052 8,460,055,230 8,774,224,380 |
| | Protested bill Intangible assets (note 11.a.6) | 5,842,887 248,949,440 14,176,321,705 12,662,485,803 | 3,800,000,000 7,250,000,000 Foreign currency Private 14 Consolidated borrowings from other banks, financial institutions and agents | 2,344,803,559 2,033,748,971 181,705,237,369 168,220,823,253 205,170,199,563 183,492,764,467 |
| 11.a.1 | Interest income receivable Interest receivable from Loans | 667,199,357 253,254,741 | The City Bank Limited (note 14.a) 60,453,052,237 37,906,297,408 City Brokerage Limited (note 14.b) 1,304,319,876 1,395,219,173 | 433,433,336 872,258 |
| | Interest receivable from Placement Interest receivable from Government Security | 536,307,205 547,840,517 1,751,347,078 1,751,347,078 1,751,347,078 | CBL Money Transfer Sdn. Bhd. (note 14.d) 250,306,724 185,882,570 62,554,176,862 40,010,669,578 Mutual indebtedness: Up to 1 month but within 3 months Over 1 month but within 3 months Over 3 months but within 1 year | 8,202,944,447 2,703,121,425 1,013,088,891 8,045,611 14,376,323 38,498,757 |
| 11.a.2 | Investment in subsidiary In Bangladesh | | Loan from The City Bank Limited-City Brokerage Limited (1,011,356,119) (1,095,219,173) (185,882,570) | 9,663,842,997 2,750,538,052 |
| | City Brokerage Limited City Bank Capital Resources Limited Outside Bangladesh | 3,400,000,000 2,550,000,000 5,950,000,000 3,400,000,000 2,550,000,000 5,950,000,000 | 14.a Borrowings from other banks, financial institutions and agents In Bangladesh (note 14.a.1) 33,078,707,897 22,276,084,547 Up to 1 month | 16,337,211 13,320,139 358,861,861 319,774,563 |
| | CBL Money Transfer Sdn. Bhd. | 99,702,332 89,050,718 6,049,702,332 6,039,050,718 | Outside Bangladesh (note 14.a.2) 27,374,344,339 15,630,212,861 37,906,297,408 15,630,212,861 37,906,297,408 Over 1 month but within 6 months Over 6 months but within 1 year Over 1 year but within 5 years | 1,146,242,928 1,022,637,399 |
| 11.a.3 | Advance payment of tax Opening balance Paid during the year | 2,748,213,553 2,918,221,017 1,843,901,827 1,517,697,121 | Over 5 years but within 10 years Dhaka Bank Limited 5,034,000,000 2,894,500,000 Rupali Bank Limited 2,183,900,000 - | 1,521,442,000 1,355,732,100 |
| | Adjustment for previous years tax liability Closing balance | (1,524,977,811) 3,067,137,569 (1,687,704,585) 2,748,213,553 | Sonali Bank Limited 4,000,000,000 2,190,000,000 Other deposits: State Bank of India - 380,000,000 Payable on demand BASIC Bank 200,000,000 - Up to 1 month HSBC - 380,000,000 Over 1 month but within 6 months | 6,698,349,582 5,599,001,446 24,305,269,246 16,635,481,628 40,085,449,106 50,163,668,369 |
| 11.a.4 | Deferred tax assets Deferred tax asset | 1,042,663,558 1,108,157,974 | One Bank Limited 1,258,500,000 - Over 6 months but within 1 year Mutual Trust Bank Limited - 600,000,000 Over 1 year but within 5 years Jamuna Bank Limited 926,530,000 - Over 5 years but within 10 years | 62,174,494,239 32,906,451,834 65,954,019,825 72,007,507,664 3,287,844,757 3,315,168,741 |
| | | e/(deductible) Deferred tax | Commercial Bank of Ceylon PLC 335,600,000 280,000,000 Over 10 years Over 10 years | 1,143,330,809 1,509,752,685 203,648,757,563 182,137,032,367 205,170,199,563 183,492,764,467 |
| | Taka Taka Fixed assets 2,966,992,653 3,406,573,213 | <u>rary difference</u> (assets)/liability <u>Taka</u> Taka (439,580,560) (164,842,710) | Prime Bank Limited 500,000,000 800,000,000 Southeast Bank Limited 850,000,000 600,000,000 Meghna Bank Limited 300,000,000 - 300, | |
| | Unrealized gain on share 20,810,420 - Receivable on Interest income-T bond 546,894,961 - Provision against classified loan (2,893,300,000) - | 20,810,420 2,081,042 546,894,961 205,085,610 (2,893,300,000) (1,084,987,500) | Standard Chartered Bank 190,000,000 - Inter-company indebtedness among Holding company & Subsidiar Habib Bank 160,000,000 - CityBrokerage Limited - current accounts Bank Al-Falah Limited 733,400,000 - CityBrokerage Limited - fixed deposits receipt accounts | 688,873,976 810,411,359 |
| | Deferred tax liability/(asset) Deferred tax asset up to last year Deferred tax (income)/expense | (1,042,663,558) | Pubali Bank Limited 251,700,000 - Refinance against EDF loan from Bangladesh Bank 12,601,556,317 11,194,380,474 Refinance against 5ME & Corporate loan from Bangladesh Bank 940,393,581 816,234,073 Borrowings from Bangladesh Bank 463,128,000 - City Bank Capital Resources Limited - current accounts City Bank Capital Resources Limited - fixed deposits receipt accounts | 688,873,976 810,411,359 1,628,639 86,017 101,969,920 149,626,136 |
| 11.a.5 | Accounts receivables: Advance against remittance Receivable against card operation | 232,686,688 216,259,018 481,704,186 373,801,905 | 14.a.2 Outside Bangladesh 33,078,707,897 22,276,084,547 Inter-company indebtedness among Subsidiaries: | 103,598,559 149,712,153 |
| | Receivable against fraud forgeries Receivable against sales proceeds of shares Receivable against encashment -SP/BSP/PSC | 24,076,333 24,076,333 2,005,644 2,066,170 454,422,926 290,140,465 | International Finance Corporation Nederlandse Financierings-Maatschappij Voor Ontwikkelingslanden N.V (FMO) Global Climate Partnership Fund S.A.Sicav-Sif (GCPF) 2,582,621,286 2,481,000,000 3,249,000,000 4,2481,000,000 5,2481,000,00 | 21,954,174 7,274,765 814,426,709 967,398,277 |
| | Advance to vendor for expense Unreconciled nostro entry Receivable under VAT current account Advance to staff for expense | 17,052,660 21,671,949 8,691,904 8,691,904 1,808,418 2,782,301 1,855,348 2,474,676 | Oesterreichische Entwicklungsbank AG (OeEB) 1,258,500,000 - 16 Consolidated other liabilities Norwegian The Investment Fund For Developing Countries (NORFUND) 839,000,000 - 1,168,661,607 Mashreq Bank, Hong Kong - 1,168,661,607 United Bank of UAE - 298,254,650 City Brokerage Limited (note 16.b) | 25,927,109,068 22,013,024,611 575,041,699 653,620,733 |
| | Advance for right share Sundry debtors | 29,316,440 47,759,108 1,301,379,656 2958,450,966 | Emirates NBD Bank PJSC , Dubai 419,500,000 458,744,479 City Bank Capital Resources Limited(note 16.c) Habib Bank AG, Dubai 453,096,550 - CBL Money Transfer Sdn. Bhd. (note 16.d) CaixaBank, S.A 1,278,610,960 - | 144,839,786 172,501,055 502,166,663 175,760,385 27,149,157,215 23,014,906,785 |
| 11.a.6 | Intangible assets Users license | 21,976,567 24,188,743 | Habib Bank AG Zurich, Switzerland 284, 176, 969 Mutual indebtedness: RAK Bank Dubai 1,888, 629, 713 1,427,855,506 Standard Chartered Bank, Singapore 4,302, 641,073 2,023,093,117 First Abu Dhabi Bank, Dubai 1,690,411,239 435,779,869 Payable to City Bank Limited - City Bank Capital Resources Limited Payable to City Bank Limited - City Bank Capital Resources Limited Payable to City Bank Limited - City Bank Capital Resources Limited Payable to City Bank Limited - Ci | - (109,839) (9,694,926) (1,151,394) |
| 11.a.6 | Royalty = 1 Movement of intangible assets | 226,972,873 254,283,830 248,949,440 278,472,573 | Habib Finance International Ltd., Hong Kong Bank One, Mauritius Bank Muscat S.A.O.G Asian Development Bank Bank One Mauritius Bank Muscat S.A.O.G Asian Development Bank Bank One Mauritius Bank Muscat S.A.O.G Asian Development Bank Bank One Mauritius Bank Limited - City Bank Limited - City Bank Limited Bank Limited - City Bank Limited - City Bank Capital Resources Limited Payable to City Bank Capital Resources Limited Payable to City Bank Capital Resources Limited | (5,704,158) (20,803,069) (36,202,153) (9,402,065) |
| | Opening balance Addition during the year Amortization during the year | 278,472,573 28,011,476 54,840,699 327,544,682 (84,363,832) (77,083,585) | Abu Dhabi Commercial Bank 2,882,062,979 - HDFC Bank Limited 797,050,000 - Total consolidated other liabilities Standard Chartered Bank, London 1,424,783,040 - | 27,112,955,062 23,005,504,719 |
| 11.b | Closing balance - Clty Brokerage Limited | 248,949,440 278,472,573 | 27,374,344,339 15,630,212,861 16.a Other liabilities - The City Bank Limited 14.a.3 Borrowings secured/unsecured from other banks, financial institutions and agents Provision for loans and advances/investments (note 16.a.1) Provision for outstanding off-balance sheet exposures (note 16.a.2) | 7,973,811,689 6,047,157,044 990,541,458 824,563,933 |
| | Advances, deposits and prepayments Receivable from DSE Receivable from CSE | 33,460,755 33,366,672 16,154,918 - 41,850,727 47,942,619 | Secured Provision for non banking assets Unsecured 60.453.052.237 37.906.297.408 Interest suspense account (note 16.a.3) 60.453.052,237 37.906.297.408 Other provision (note 16.a.5) | 593,716,186 279,750,000 1,391,564,567 1,087,929,519 512,170,507 429,784,624 |
| •• | Advance payment of tax | 158,993,996 250,460,395 189,553,599 | 14.a.4 Maturity grouping of borrowings from other banks, financial institutions and agents Payable on demand 11,380,771,937 7,280,448,929 Use to group the control of th | 4,971,406,540 4,224,885,976 8,948,543,713 8,233,725,634 - 8,692,635 8,692,635 |
| 11.c | Other assets - City Bank Capital Resources Limited Advances, deposits and prepayments Advance income tax | 14,831,657 8,761,869 89,927,969 52,484,738 | Up to 1 month Over 1 month but within 3 months Over 3 months but within 1 year Over 1 year but within 5 years Over 1 year but within 5 years Over 3 months but within 5 years Over 1 was but within 5 years 4,052,120,888 4,864,888,410 Others Payable to CBL Money Transfer SDN BHD Others Others | 5,704,158 2,028,917 530,957,615 874,506,329 25,927,109,068 22,013,024,611 |
| | Deferred tax assets Stamps in hand Account receivable | 33,032 10,661 21,500 21,500 47,551,811 67,042,253 152,365,970 128,321,021 | Over 5 years 60,453,052,237 37,906,297,408 16.a.1 Provision for loans and advances/investments Movement in specific provision on classified loans/investments: | |
| 11.d | Other assets - CBL Money Transfer Sdn. Bhd. | | to its customers and supporting prefunding facilities to its foreign clients. Rate of interest of the availed facility is currently 7.50% p.a. which is subject to revisions by the banks' management from time to time. Brokerage is also enjoying term loan facilities of Tits. 30.00 Core for ten years from Lanka Bangla Finance Ltd. @10.00% interest p.a | 3,737,096,846 4,212,451,861 (235,559,135) (1,900,861,427) (4,157,354) - |
| 12 | Advances, deposits and prepayments Non - banking assets | 10,874,079 8,743,304 | 14.c City Bank Capital Resource Ltd. has taken term loan facility of Tk. 54.65 crore for ten years at the rate of 10.5% from IPDC Finance Ltd. for acquiringand developing own asset. Recoveries of amounts previously written off Specific provision made during the year Provision made for Partially write off | 325,045,335 187,182,883 321,814,047 1,238,323,530 343,700,000 - |
| | Income generating: Share (note 12.a) Non-income generating: Land (note 12.b) | 109,505,000 150,700,000 924,196,289 730,968,179 | 14.d CBL Money Transfer Sdn Bhd. has taken overdraft facility from The City Bank Ltd. For prefunding support for remitting foreign currency from Malaysia @ 4.00% Movement in general provision on unclassified loans/investments: Provision held at the beginning of the year | <u>4,487,939,739</u> <u>3,737,096,846</u> 2,310,060,198 2,090,560,000 |
| | The City Bank Limited has been awarded absolute ownership on 46 mortgage proper | 1,033,701,289 881,668,179 rties through verdict of honourable | 15 Consolidated deposits and other accounts The City Bank Limited (note 15.a) 205,170,199,563 183,492,764,467 City Brokerone Limited 200,732,242 301,131,153 General provision made during the year | - 200,000,000 - 1,175,811,752 19,500,199 |
| | Court under section 33 (7) of Artha Rin Adalat Ain, 2003. The Bank also acquired som Theses have been recorded at Taka 1,033,701,289 as non-banking assets. | | City Bank Capital Resources Limited 100,065,846 76,434,831 r10vision neid at the end of the year CBL Money Transfer Sdn. Bhd. 4,891,574 - Inter-company indebtedness (note 15.b) (814,426,709) (967,398,277) | 3,485,871,951 2,310,060,198 6,047,157,044 curder writ petition of Taka 262.94 million |
| 12.a | Name of Parties Type of assets Booking Date Income generating: | <u>2018</u> <u>2017</u> <u>Taka</u> <u>Taka</u> | Adjustments for Consolidation - City Bank Capital Resources Limited Adjustments for Consolidation - City Bank Capital Resources Limited 204,860,462,516 182,902,922,173 (2017: Taka 284.03 million) against requirement of Taka 262.94 million (2) 2018. These required and maintained provisions included in total requirements. disclosed above. | 017: Taka 284.03 million) as at 31 December |
| _ | Abrar Steel Mills Ltd. Prime Bank Ltd.'s share 15/Nov/12 | 109,505,000 150,700,000 109,505,000 150,700,000 | 15.a Deposits and other accounts - The City Bank Limited Local bank deposits (note 15.a.1) 9,663,842,997 2,750,538,052 City Deposits and other accounts - The City Bank Limited 16.a.2 Provision on off-balances sheet exposures | de marie e |
| 12.b | Non-income generating: M/S Overseas Liner Agency 953 decimal land 29/Dec/11 M/S Habib Bastra Bitan 16.50 decimal land 29/Dec/11 | 11,436,000 11,436,000 1,485,000 1,485,000 | 205,170,199,563 88,492,764,467 outstanding off balance sheet exposures. Bangladesh Bank through BRPD 15.a.1 Local bank deposits BRPD letter reference non BRPD [P-1]/66/1/3/2019-354 dated 13 January | circular letter no.1 dated 3 January 2018 and 2019 allows waiver of maintaining 1% general |
| | M/S Misti enterprise 16.50 decimal land 29/Dec/11 M/S Chowdhury Electronics 2.7 decimal land 29/Dec/11 M/S Silva Synthetic Fabrics 67.5 decimal land in 29/Dec/118 | 819,523 - 1,657,880 | Name of Bank CD SND FDR Manarah Taka Taka SND Taka Southeast Bank Limited 1,287,697 1,392,959 419,500,000 - 421,180,656 421, ling 2018 allows waiver of maintaining 1% ceneral provision against off balance sheet exposures to fast track power plant projection. provision against off balance sheet exposures to fast track power plant projection. import of fuel with effect from 31 December 2017. Waiver for fast track power plant projection. Southeast Bank Limited 1,287,697 1,392,959 419,500,000 - 421,180,656 421, ling 2018 allows waiver of maintaining 1% ceneral provision against off balance sheet exposures to fast track power plant projection. For allows waiver of maintaining 1% ceneral provision against off balance sheet exposures to fast track power plant projection. | plant project is applicable for the exposures to Bank issued a circular through BRPD letter no.7 |
| | Narayangong 29/Dec/15 | 27,000,000 27,000,000 3,677,959 3,677,959 12,131,206 12,131,206 | Prime Bank Limited 268,574 -1 1,700,000,000 -1 1,700,268,574 Bangladesh Krishi Bank 141 -1 1,000,000,000 -1 1,000,000,141 bank's outstanding off balance sheet exposures against fast track power pro 1,000,000,141 bank's outstanding off balance sheet exposures against fast track power pro 1,000,000,141 bank's outstanding off balance sheet exposures against fast track power pro 1,000,000,000 -1 1,000, | jects, for import of fuel for power plant project a. 7,575,991,178 respectively. With compliance |
| | Mr. Sharifuzzaman (Nawab) 20.5 decimal land 27/Dec/12 Mrs. Ananna Enterprise 17.32 decimal land 27/Dec/12 | 8,340,000 8,340,000 - 2,950,867 10,240,097 10,240,097 1,829,498 1,829,498 | Rupail Bank Limited - - 4,000,000,000 - 4,000,000,000 824,563,933) against requirement of Taka 990,541,458 (2017: Taka 824,368, 7 | |
| | Taijel Store 5.80 decimal land 27/Dec/12 Rahman Traders 22.00 decimal land 27/Dec/12 M/s. Chand & Sons 6.60 decimal land 10/Oct/13 | - 2,461,873 - 1,171,273 1,850,139 1,850,139 | AB Bank Limited | 165,977,525 180,000,000 990,541,458 824,563,933 |
| | M/s. Ashraf Traders 12 decimal land 20/Oct/13 M/s. Rafique Repairing & Motor Machinery Parts 8 acre land 20/Oct/13 Friends International 225.35 decimal land 3/Mar/14 | 3,352,735 3,352,735 1,371,088 1,371,088 14,888,087 14,888,087 | Dutch-Bangla Bank Limited - 111,640 - - 111,640 Interest suspense account on classified loans and advances Bank Asia Limited - 218,731 - - 218,731 Interest suspense on special mention account | 1,048,563,241 945,131,858 173,506,932 22,045,440 |
| | Lucky Trade Concern 7.89 decimal land 29/Jun/15 M/sMostafa Store 2.7 decimal land 20/Dec/15 M/s General Services 375.5 decimal land 20/Dec/15 | 130,326,220 130,326,220 - 747,144 1,905,964 1,905,964 | Standard Bank Limited | 169,494,395 1,391,564,567 1,087,929,519 |
| | M/s Galeeb International 8.25 decimal land 22/Dec/15 M/s Balaka Industries 7 katha land 22/Dec/15 Alif Builders & Co. 4.51 decimal land 22/Dec/15 W/s Dhaka Eylet & Bartack Center 34 decimal land 23/Dec/15 | 3,507,045 3,507,045 6,390,367 6,390,367 13,647,649 13,647,649 4,710,476 4,710,476 | 15.a.2 Deposits and other accounts 2018 2017 Opening balance Amount transferred to "interest suspense" account during the year Current deposits and other accounts Amount recovered from "interest suspense" account during the year | 1,087,929,519 1,302,725,093 1,339,689,160 1,123,029,564 (547,010,085) (522,506,592) |
| | M/s Alamin Éngineering 2.50 katha land and 8.25 decimal land 23/Dec/15 M/s S S Poultry Feed 12.32 decimal land 23/Dec/15 M/s Sathi Foods & Oil Industries 15 decimal land 23/Dec/15 | 2,340,929 2,340,929 4,152,867 4,152,867 10,683,879 10,683,879 | Current, Al-wadeeah, and Manarahcurrent deposits 18,400,934,734 15,622,112,915 Amount waived during the year Foreign currency deposits 2,344,803,559 2,033,748,971 Amount written off during the year Security deposits receipts 3,634,381 3,637,381 Closing balance | (347,010,085) (322,306,392) (272,975,847) (111,812,401) (216,068,179) (703,506,144) (1,391,564,567) (1,087,929,519) |
| | M/s G T Corporation 1.75 katha land 24/Dec/15 M/s MIM Pictures International 51.5 decimal land 24/Dec/15 M/s Shaans Denim 1670 sft Flat 24/Dec/15 | - 658,713 1,763,421 1,763,421 34,880,000 34,880,000 | 27,589,302,759 25,512,834,069 16.a.5 Other provision | 275,242,464 263,256,581 |
| | M/s Apparel King Limited 16.34 decimal land 24/Dec/15 M/s Suchi Enterprise 50.24 decimal land 24/Dec/15 M/s A B Traders 3.63 acre land 24/Dec/15 M/s The Media Advertising 17.50 decimal land and 5 | 7,189,924 7,189,924 3,602,354 3,602,354 899,503 899,503 | Pay slips issued Demand draft D | 24,150,000 21,150,000 103,790,774 84,530,220 7,674,994 3,535,547 95,469,389 51,469,389 |
| | katha land 24/Dec/15 12.20 decimal land and 3 acre land 24/Dec/15 24/Dec/15 | 1,627,948 1,627,948 4,496,291 4,496,291 | Savings bank deposits (note 15.a.4) | 55,842,887 5,842,887 512,170,507 429,784,624 |
| | M/s. Nan Business Associates 256 decimal land 28/Dec/15 M/s Tajco Ltd 1.60 acre land 30/Dec/15 Atlas food and Beverage Limited 233.68 decimal land 29/Jun/16 Carried forward | 55,181,250 55,181,250 15,049,194 15,049,194 65,366,934 65,366,934 466,143,547 475,791,297 | Short notice deposits, Mudaraba, and Manarah short notice deposits 24,657,901,827 22,071,302,805 Non resident deposits (note 15.a.5) 289,201,062 334,152,224 Opening balance Scheme deposits (note 15.a.5) 7,033,068,199 7,004,606,464 Addition during the year | 429,784,624 648,144,735 301,000,000 65,580,000 |
| | | | Total deposits and other accounts 131,781,015,273 117,541,293,344 Adjustment during the year Closing balance 131,781,015,273 117,541,293,344 183,492,764,467 Closing balance | (218,614,117) (283,940,111) 512,170,507 429,784,624 |



The City Bank Limited Report and Financial Statements as at and for the year ended 31 December 2018

| | <u>2018</u> <u>2017</u> | 1 | <u>2018</u> <u>2017</u> | I | <u>2018</u> <u>2017</u> |
|--|---|--|---|---|---|
| 16.a.5.2 Movement of Provision against good borrower Opening balance Addition during the year | Taka Taka 51,469,389 47,410,400 44,000,000 40,000,000 | Tier 2 Capital Tier-II subordinated bond | Taka Taka 880.00 590.00 | 25.2 Fees, commission and brokerage Commission (note 29.a) | Taka Taka 2,098,207,890 1,516,260,624 |
| Rebate allowed to Good Borrower Closing balance | - (35,941,011) - 95,469,389 51,469,389 | General provision (note 17.5.a.2) Revaluation reserve for equity instruments (up to 10%) Revaluation reserve for HTM securities (up to 50%) | 447.64 313.46 27.93 27.93 1.10 1.10 | Brokerage | 2,098,207,890 1,516,260,624 |
| 16.a.6 Provision for income tax Opening balance | 4,224,885,976 4,147,393,628 | Revaluation reserve for HFT (up to 50%) Regulatory Adjustments / Deductions from Tier 2 capital | 20.33 20.33 1,377.01 952.83 | 25.3 Administrative expenses Salary and allowances | 4,835,648,658 4,209,317,272 995,738,472 911,604,504 |
| Adjustment for settlement of tax Provision during the year (note 16.a.6.1) Adjustment of deferred tax liability/(asset) (note 16.a.6.2) | (1,524,977,811) (1,687,704,585) 2,271,498,375 1,765,196,934 | 80% of Excess Investment in other banks, Fl and Ins. Co. 80% of revaluation reserve for fixed assets and securities | (7.11) (39.49) (29.62) 1,330.40 923.21 | Rent, taxes, insurance, electricity, etc. (note 32.a) Legal expenses (note 33.a) Postage, stamp, telecommunication, etc. (note 34.a) | 59,573,011 50,601,079 103,412,042 77,304,848 |
| Closing balance 16.a.6.1 Provision for current tax of Taka 2,271,498,375 @ 37.5% and provision for | | Total capital Total assets | 3,481.11 2,975.45 32,478.03 27,553.14 | Stationery, printing, advertisement, etc. (note 35.a) Chief Executive's salary and fees (note 36) Directors' fees (note 37.a) | 244,899,590 210,914,296 18,624,195 17,594,152 1,746,000 1,758,000 |
| made, as prescribed by Finance Act, of the accounting profit of the bank a income and disallowances of expenditure as per Income Tax Ordinance, 19 Corporate tax position of the bank has been shown in Annexure-E | | Total risk weighted assets (note 17.5.a.1) Required capital with capital conservation buffer (11.875% and 11.250% of risk weighted assets for 2018 and 2017 respectively) | | Auditors' fees Repair of Bank's assets (note 38.a) | 1,770,000 2,328,250 543,897,066 508,298,108 6,805,309,032 5,989,720,509 |
| 16.b Other liabilities - City Brokerage Limited | | Surplus Total Capital Ratio | <u>400.59</u> <u>700.58</u> <u>13.42%</u> <u>14.71%</u> | 26 Consolidated interest income/profit oninvestment | |
| Interest suspense Provision for loans and advances Accounts payable | 166,005,080 166,005,080 231,099,212 260,769,167 176,514,673 102,703,505 | T-1 Capital Ratio Leverage Ratio Liquidity Coverage Ratio | 8.29% 10.15% 5.24% 6.37% 115.33% 131.90% | The City Bank Limited (note 26.a) City Brokerage Limited City Bank Capital Resources Limited | 22,916,894,717 16,783,958,930 92,921,889 81,484,909 77,761,773 60,892,699 |
| Accrued expenses Payable to The City Bank Limited Provision for taxation and VAT | 70,000 80,500 - 1,352,733 124,062,482 - 575,041,699 653,620,733 | Net Stable Funding Ratio | 107.35% 110.55% | CBL Money Transfer Sdn. Bhd. Inter-company transactions | 23,087,578,379 16,926,336,538 |
| 16.c Other liabilities - City Bank Capital Resources Limited | | 17.5.a.1 Risk weighted assets A. Credit Risk | | The City Bank Limited with City Brokerage Limited The City Bank Limited with CBL Money Transfer Sdn. Bhd. City Bank Capital Resources Limited | (106,111,801) (95,411,476) (3,976,180) (3,003,341) (6,705,810) (8,457,480) |
| Payable to The City Bank Limited Payable to City Brokerage Limited VAT and TDS Payable Accrued expenses | - 1,151,394 - 8,140,836 7,842,909 10,771,261 1,177,768 7,004,591 | On- Balance sheet Off-Balance sheet | 17,015.96 14,208.77 5,709.06 3,251.42 22,725.01 17,460.19 | | (116,793,791) (106,872,297) 22,970,784,588 16,819,464,242 |
| Other payables Other payables Provision for diminution in value of investment Provision for taxation | 3,237,264 80,729,793 14,254,723 765,486 | B. Market Risk C. Operational Risk Total Risk weighted assets (A+B+C) | 886.76 656.04 2,329.50 2,104.81 25,941.28 20,221.04 | 26.a Interest income/profit oninvestment - The City Bank Limited Interest on loans against imported merchandise/Murabaha Interest on loans against trust receipts | - 260 |
| 16.d Other liabilities - CBL Money Transfer Sdn. Bhd. | <u>144,839,786</u> <u>172,501,055</u> | 17.5.a.2 General provision maintained against unclassified loan/investments & outstanding off balance sheet exposures | 25,541.20 | Interest on packing credits Interest on Interest on EDF | 35,864,090 56,904,797 87,466,603 65,162,652 199,798,154 153,224,759 |
| Settlement Obligation Accrued expenses Others payable | 499,657,086 172,531,676 2,473,217 2,446,811 - 781,898 | General provision maintained against unclassified loan/investments (note 16.a.1) General provision maintained against outstanding off balance sheet exposures (note 16.a. | | Interest on house building loans Interest on industrial credits Interest on transport loans | 621,385,903 393,873,077 5,838,811,599 4,062,735,927 81,681,102 117,493,064 |
| Provision for taxation | 36,360 502,166,663 175,760,385 | 18 Statutory reserve | 447.64 313.46 | Interest on lease finance/izara Interest on demand loans Interest on payment against documents | 2,504,913 2,091,171 856,480,993 472,306,460 5,316,251 7,082,863 |
| 17 Share capital 17.1 Authorized: 1,500,000,000 ordinary shares of Taka 10.00 each | 15,000,000,000 15,000,000,000 | Opening balance | 7,130,574,430 6,100,191,727 | Interest on cash credits/bai-muajjal Interest on hire purchase shirkatul melk Interest on fully and partly secured overdrafts | 2,204,316,007 1,982,761,973 13,638,607 13,931,713 461,861,780 233,777,891 |
| Authorized Share Capital of the Bank has been increase to Taka 15,000,000,0 resolution dated 28 June 2015. | | Addition during the year (20% of pre-tax profit) Closing balance | 870,984,682 1,030,382,703 8,001,559,112 7,130,574,430 | Interest on consumer credit schemes Interest on small and medium enterprise loans Interest on staff loans | 423 3,800 1,261,758,687 1,203,919,515 152,319,355 153,395,418 |
| 17.2 Issued, subscribed and fully paid up: Ordinary shares of Taka 10.00 each issued for cash up to 31 December 16 240,463, | | 19 Share premium Opening balance | 1,504,388,797 660,857,013 | Interest on documentary bills purchased Interest on credit cards Interest on city drive | 227,304,500 730,369,450 1,384,021,957 1,531,936,537 147,687,143 64,397,625 |
| Ordinary shares of Taka 10.00 each issued for cash to IFC during October'17 46,094, Ordinary shares of Taka 10.00 each issued as bonus shares up to 31 December'17 681,429, | ,633 460,946,330 460,946,330 | Adjustment for issuance of stock dividend Closing balance | - 843,531,784 1,504,388,797 1,504,388,797 | Interest on city solution Interest on city express | 1,765,258,356 1,262,505,133 338,222,844 294,356,010 |
| The City Bank Ltd. issued 46,094,633 no. of fresh ordinary shares @ Tk. 28.30 e share) to International Finance Corporation (IFC)on 03 October 2017. After com | each (including a premium of Tk. 18.30 per | In the year 2017 46,094,633 no. of fresh ordinary shares issued to Internatio each which includes Face valueof Tk. 10 and as premium of Tk. 18.30 per sl | | Interest on double loans Interest on short term loan Total interest/profit on loans and advances/investments | 44,764 434,995 5,105,270,504 3,343,624,582 20,791,014,535 16,146,289,673 |
| The Bank offered 1:1 right share during the year 2010 and on the record da 19,639,125 as the bonus for 2009 was credited before the record date for right sl | hare. During the course of right exercise the | received Tk. 843,531,784 as Premium. 20 Dividend equalization reserve | | Less: Allowable rebate for Good Borrower (note 26.a.1) Total interest/profit on loans and advances/investments after rebate for good borrower | 44,000,000 40,000,000 20,747,014,535 16,106,289,673 |
| honorable High Court issued an injunction order against 392,778 shares. The ve right shares against the said 392,778 shares and also asked to maintain provision on the aforementioned shares. Accordingly, the Bank maintained a reserve of | n for future dividend, which may be declared f Taka 53,608,909 till 31 December 2018 for | BRPD circular letter no. 18 dated 20 October 2002, states that banks requir declared cash dividend is more than 20%. As persaid circular, creation of D | | Interest on balance with other banks and financial institutions Interest on call loans | 84,712,804 54,453,178 2,071,302,969 609,007,699 |
| subsequent declared stock dividend for the prejudice shares, which is shown un 17.3 History of issued, subscribed and fully paid up capital: | nder surplus in profit and loss account. | of excess amount of cash dividend over 20%. As persaid circular, creation of D of excess amount of cash dividend over 20% . For the year 2015 and 2016 l 22% and 24% respectively. | | Interest on foreign bank accounts Total interest/profit on placement of funds | 13,864,409 14,208,380 2,169,880,182 677,669,257 22,916,894,717 16,783,958,930 |
| | e of capital | Opening balance Addition during the year | 530,786,631 176,928,877 - 353,857,754 | 26.a.1 Provision for rebate to good borrower | |
| 1987 Initial public offer 3,600,000 | 10,000,000 44,000,000 36,000,000 80,000,000 80,000,000 160,000,000 | Closing balance 21 Consolidated other reserve | 530,786,631 530,786,631 | Provision for rebate to the eligible good borrowers has been maintained as pono. 3 dated 16 February 2016. | er Bangladesh Bank, BRPD circular letter |
| 2002 1:2 Right issue 8,000,000 | 80,000,000 240,000,000 240,000,000 480,000,000 | The City Bank Limited (note 21.a) | 1,830,462,576 2,519,404,380 | Consolidated interest/profit paid on deposits, borrowings etc. The City Bank Limited (note 27.a) City Brokerage Limited | 13,716,355,902 9,288,627,591 136,251,713 95,411,476 |
| 2006 50% stock dividend 36,000,000 3 | 240,000,000 720,000,000 360,000,000 1,080,000,000 1,188,000,000 | City Brokerage Limited City Bank Capital Resources Limited | 343,202,191 764,344,357 957,998,981 1,564,479,866 3,131,663,748 4,848,228,604 | CBĹ Money Transfer Sdn. Bhd. | 4,806,374 13,857,413,989 9,387,080,153 |
| 2009 15% stock dividend 20,493,000 2 | 178,200,000 1,366,200,000 204,930,000 1,571,130,000 392,782,500 1,963,912,500 | 21.a Other reserve - The City Bank Limited | | Inter-company transactions City Brokerage Limited City Bank Limited with City Bank Capital Resources Limited | (106,111,801) (95,411,476) (6,705,810) (8,457,480) |
| 2010 1:1 Right issue 192,463,470 1,9 2011 30% stock dividend 116,656,410 1,1 | 924,634,700 3,888,547,200 166,564,100 5,055,111,300 | General reserve Revaluation reserve for HTM securities | 11,394,928 11,394,928 344,764 82,978,919 | CBL Money Transfer Sdn. Bhd. | (3,976,180) (3,003,341) (116,793,791) (106,872,297) 13,740,620,198 9,280,207,856 |
| 2013 10% stock dividend 63,188,891 6 | 263,777,820 6,318,889,120 531,888,910 6,950,778,030 390,155,600 8,340,933,630 | Revaluation reserve for HFT securities Revaluation reserve for equity Shares(note 21.1) | 94,705,516 50,690,857 1,724,017,367 2,374,339,676 1,830,462,576 2,519,404,380 | 27.a Interest/profit paid on deposits, borrowings etc The City Bank Limited a) Interest/profit paid on deposits: | |
| 2017 Fresh share issued to IFC 46,094,633 4 | 417,046,680 8,757,980,310 460,946,330 9,218,926,640 460,946,330 9,679,872,970 | 21.1 Quoted shares were valued at market price as per guidelines of Bangladesh i revaluation reserve for equity shares were created. As the revaluation reserve | | Current bank deposits Savings bank deposits Mudaraba/Manarah savings deposits | 75,824,927 11,234,433 1,372,905,704 780,244,479 12,990,552 10,614,274 |
| 967,987,297 9,67 | 79,872,970 | is booked as a component of shareholders' equity. 22 Consolidated surplus in profit and loss account | | Short notice deposits Mudaraba short notice deposits | 1,819,103,581 962,884,830 2,615,970 2,659,126 |
| Although face value of paid up capital was split into Taka 10 from Taka 100 value of share @ Taka 10 from the inception of the bank for this statement. 17.3.a Percentage of shareholdings at the closing date | during the year 2011, we considered face | The City Bank Limited (note 22.a) Post acquisition retained surplus from City Brokerage Limited | 2,882,856,744 3,965,261,269 (427,007,241) (580,617,466) | Fixed deposits Mudaraba term deposits Deposits under scheme | 6,688,374,266 4,948,298,447 120,473,357 140,171,744 748,702,420 689,995,502 |
| Particulars 2018 | 2017 | Non-controlling interest | 7,535 10,246 (426,999,705) (580,607,220) | Mudaraba monthly benefit scheme b) Interest/profit paid on Repurchase agreement (REPO) c) Interest/profit paid on local bank accounts | 8,194,984 9,992,465 11,035,870 1,129,446 895,980,597 559,259,790 |
| Taka Percentage(9 Sponsors and general public 7,540,702,380 77.90% | %) <u>Taka Percentage(%)</u> 7,502,092,080 81.38% | Post acquisition retained surplus from City Bank Capital Resources Limited Non-controlling interest | 99,521,773 38,365,783 (1,951) (752) 99,519,821 38,365,030 | d) Interest/profit paid on borrowing from Bangladesh Bank e) Interest paid on subordinate bond f) Interest paid on borrowings from outside Bangladesh for off-shore banking | 5,453,794 47,048,017 729,154,124 560,628,496 1,225,545,756 564,466,542 |
| Financial institutions 2,139,170,590 22.10% 9,679,872,970 100.00% | 1,716,834,560 18.62% 9,218,926,640 100.00% | Post acquisition retained deficit from CBL Money Transfer Sdn. Bhd. Non-controlling interest | 21,328,018 926,004 | 28 Consolidatedinvestment income | 13,716,355,902 9,288,627,591 |
| 17.4 Classification of shareholders by holding | | Inter-company transactions City Bank Capital Resources Limited with The City Bank Limited | 21,328,018 926,004 (276,812,532) (276,812,532) | The City Bank Limited (note 28.a) City Brokerage Limited | 1,842,359,857 2,790,987,000 240,608,043 212,008,578 |
| Number of No. of share holders Shares % of total hold | 2017 Number of share holders % of total holding | City Brokerage Limited with The City Bank Limited Add: Changes in revaluation reserve for alignment with parent company's policy | (193,139,428) (193,139,428) (29,000,000) - | City Bank Capital Resources Limited Inter-company transactions | <u>157,841,533</u> <u>241,823,476</u> 2,240,809,432 <u>3,244,819,054</u> |
| | 27% 20,447 0.30% 12% 10,645 2.08% | Add: Foreign exchange revaluation effect | (8,843,683) (7,912,720) 2,068,909,234 2,946,080,404 | City Bank Limited with City Brokerage Limited City Bank Limited with City Bank Capital Resources Limited | 292,289 - (90,053,231) (214,780,057) 2,151,048,490 3,030,038,998 |
| 5,001 - 10,000 shares 1,788 12,745,283 1.3 10,001 - 20,000 shares 1,108 15,603,040 1.6 | 32% 1,535 1.25% 61% 874 1.40% | 22.a Movement of surplus in profit and loss account-The City Bank Limited Opening balance | 3,965,261,269 3,844,199,530 | 28.a Investment income - The City Bank Limited Interest on treasury bills/Reverse repo/bonds | 1,380,868,653 1,592,310,340 |
| 30,001 - 40,000 shares 159 5,524,410 0.5 40,001 - 50,000 shares 122 5,562,093 0.5 | 94% 307 0.84% 57% 141 0.54% 57% 126 0.64% | Profit for the year Transfer to statutory reserve Cash dividend paid | 2,017,930,620 3,628,448,718 (870,984,682) (1,030,382,703) (1,768,404,133) (2,123,146,521) | Dividend on shares Gain on Government securities Gain on sale of shares and debentures | 223,277,767 404,924,965 233,457,603 502,500,251 - 291,251,444 |
| | 94% 232 1.90% 37% 282 10.04% 29% 111 81.01% | Stock dividend paid Transfer to dividend equalization reserve Closing balance | (460,946,330) - - (353,857,754) - 2,882,856,744 3,965,261,269 | Interest income on Subordinated bond | 4,755,833 1,842,359,857 2,790,987,000 |
| 34,333 967,987,297 100.0 | 00% 34,700 100.00% | 23 Non controlling interest Share capital | 110,000 110,000 | 29 Consolidated commission, exchange and brokerage The City Bank Limited (note 29.a) City Brokerage Limited | 3,254,028,220 2,851,849,621 173,558,947 331,393,432 |
| 17.5 Consolidated Capital Adequacy Ratio As per Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital | | Surplus in profit and loss account/retained earnings | (5,584) (9,494) 104,416 100,506 | City Bank Capital Resources Ltd CBL Money Transfer Sdn. Bhd. | 75,815,253 60,631,405 163,123,587 69,658,643 3,666,526,007 3,313,533,100 |
| all scheduled banks are required to calculate Capital Adequacy Ratio based on' Capital Adequacy Ratio is calculated in accordance with the phase-in arrangem All amounts are stated in Taka crores except for those, if any, stated otherwise. | ents for Basel III implementation since 2015. | 24 Contingent liabilities | | Inter-company transactions City Bank Capital Resources Limited with The City Bank Limited City Broketage Limitedwith The City Bank Limited | (51,944,926) (5,215,630) (292,289) - |
| Common Equity Tier 1 Capital (CET1) | 2018 2017 Taka in crore Taka in crore | 24.1 Letters of guarantee Local Foreign | 11,622,210,193 11,039,526,972 1,135,663,107 1,599,363,225 | 29.a Commission, exchange and brokerage - The City Bank Limited | 3,614,288,792 3,308,317,471 |
| Paid up capital Non-repayable share premium account Statutory reserve | 967.99 921.89 150.44 150.44 800.16 713.06 | Shipping guarantee | 400,172,608 833,255,241 13,158,045,907 13,472,145,439 | Letters of credit Letters of guarantee Expect violate and confice | 344,320,754 334,390,784 101,794,273 95,634,658 37,232,736 33,890,563 |
| General reserve Retained earnings (note 22) Dividend equalization reserve | 1.14 1.14 206.89 294.61 53.08 53.08 | Margin on guarantee | (432,855,055) (411,982,712) 12,725,190,853 13,060,162,726 | Export related services Bills purchased Accepted bills OBC, IBC etc. | - 7,647 469,868,162 251,160,636 267,988 336,810 |
| Minority interest in subsidiaries Regulatory Adjustments / Deductions from CET1 | 0.01 0.01 2,179.70 2,134.22 | Money for which the Bank is contingently liable in respect of guarantees giv | 8,025,857,547 8,910,924,070 | PO, DD, TT, TC, etc. NRB operation Other fees and charges (note 29.a.1) | 3,354,493 576,488 17,655,886 15,410,158 1,096,392,220 739,825,981 |
| Deferred tax assets 80% of Excess Investment in other banks, FI and Ins. Co. Book value of goodwill and value of any contingent assets which are shown as as | | Banks and other financial institutions Others | 3,044,954,572 2,021,282,796 2,087,233,788 2,539,938,573 13,158,045,907 13,472,145,439 | Other commissions Exchange gain including gain from foreign currency dealings (note29.a.2) | 27,321,377 45,026,898 2,098,207,890 1,516,260,624 1,155,820,331 1,335,588,997 |
| Tier 2 Capital Tier-Il subordinated bond | 1,874.99 1,659.81 880.00 590.00 | Margin on guarantee | (432,855,055) (411,982,712) 12,725,190,853 13,060,162,726 | 29.a.1 Other fees and charges | 3,254,028,220 2,851,849,621 |
| General provision (note 17.5.2) Revaluation reserve for equity instruments (up to 10%) Revaluation reserve for HTM securities (up to 50%) | 447.64 313.46 28.27 28.27 1.10 1.10 | 24.2 Irrevocable Letters of Credit In land | 574,356,899 163,664,988 | Service and other charges Structured finance fee Commitment fee | 944,212,309 692,675,307 133,167,718 43,359,007 19,012,193 3,791,667 |
| Revaluation reserve for HFT (up to 50%) Revaluation reserve for HFT (up to 50%) Regulatory Adjustments / Deductions from Tier 2 capital | 20.33 20.33 1,377.34 953.16 | General Back to Back LC | 18,002,175,907 31,055,137,187 | 29.a.2 Net exchange gain | 1,096,392,220 739,825,981 |
| 80% of Excess Investment in other banks, FI and Ins. Co. 80% of revaluation reserve for fixed assets and securities | (25.23) - (29.82) (39.76) (29.82) 1,312.35 923.34 | Margin on LC | (1,188,957,722) (1,039,892,623) 23,273,124,173 36,220,551,100 | Exchange gain Exchange loss | 1,190,549,693 1,350,810,455 (34,729,362) (15,221,458) |
| Total capital Total assets | 3,187.34 2,583.16 32,694.04 27,806.71 | 24.3 Bills for collection Outward local bills for collection | | 30 Consolidated other operating income The City Bank Limited (note 30.a) | 1,155,820,331 1,335,588,997 1,605,110,593 1,777,944,806 |
| Total risk weighted assets (note 17.5.1) Required capital with capital conservation buffer (11.875% and 11.250% of risk weighted assets for 2018 and 2017 respectiv | 26,154.38 20,324.37 | Outward foreign bills for collection Inward local bills for collection | 5,336,043,006 3,972,457,188 2,239,562,099 4,243,713,103 | City Bank Limited (flue so.a) City Bank Capital Resources Ltd CBL Money Transfer Sdn. Bhd. | 1,659,955 152,000 - 1,481,846 2,528,827 1,684,185 |
| Surplus Total Capital Ratio | 81.51 296.67 12.19% 12.71% | Inward foreign bills for collection Margin on bill collection | 386,073 218,400 7,575,991,178 8,216,388,691 (185,000) (185,000) | Inter-company transactions | 1,609,299,375 1,781,262,838 |
| iotal capital Ratio T-1 Capital Ratio Leverage Ratio Liquidity Coverage Ratio | 7.17% 8.17% 4.56% 5.15% 116.94% 132.63% | 24.4 Forward assets purchased and forward deposits placed | 7,575,806,178 8,216,203,691 | City Bank Capital Resources Limited with The City Bank Limited City Brokerage Limited with The City Bank Limited | - (276,812,532) - (193,139,428) 1,609,299,375 1,311,310,878 |
| Net Stable Funding Ratio 17.5.1 Risk weighted assets | 108.26% 107.77% | Forward sales/contracts | 13,829,048,186 2,441,633,159 13,829,048,186 2,441,633,159 | 30.a Other operating income - The City Bank Limited Rental income | 12,865,313 12,864,238 |
| A. Credit Risk On-Balance sheet | 16,512.57 13,689.96 | 24.5 Suit filed by the bank No law suit has been filed by the bank against contingent liabilities. | | Swift recoveries Profit from sale of fixed assets Credit card income (note 30.a.1) Rehate received from foreign banks | 53,187,972 53,423,911 18,619,398 516,669,123 1,450,545,665 1,118,685,514 |
| Off-Balance sheet B. Market Risk | 5,709.06 3,251.42 22,221.62 16,941.38 1,494.19 1,228.78 | 25 Income statement - The City Bank Limited | | Rebate received from foreign banks Others | 62,517,394 64,037,435 7,374,850 12,264,584 1,605,110,593 1,777,944,806 |
| C. Operational Risk Total Risk weighted assets (A+B+C) | 2,438.57 2,154.21 26,154.38 20,324.37 | Income: Interest, discount and similar income (note 25.1) Dividend income | 24,297,763,370 18,376,269,270 223,277,767 404,924,965 | 30.a.1 Credit card income Card issue fees | 273,196,614 287,794,109 |
| 17.5.2 General provision maintained against unclassified loan/investments & outstanding off-balance sheet exposures | | Fees, commission and brokerage (note 25.2) Gains less losses arising from dealing in securities (note 28.a) | 2,098,207,890 1,516,260,624 233,457,603 502,500,251 | Late payment fees Merchant commission Interchange fees | 255,926,333 136,588,316 827,673,125 591,437,824 4,280,142 27,669,257 |
| General provision maintained against unclassified loan/investments (note 16. General provision maintained against outstanding off balance sheet exposures (note 16. | | Gains less losses arising from investment securities (note 28.a) Gains less losses arising from dealing in foreign currencies (note 29.a) Other operating income (note 30.a) | - 291,251,444 1,155,820,331 1,335,588,997 1,605,110,593 1,777,944,806 | Mark-up, excess limit, cash advance fees etc. | 89,469,451 75,196,008 1,450,545,665 1,118,685,514 |
| 17.5.a Capital Adequacy Ratio - The City Bank Limited Common Equity Tier 1 Capital (CET1) | | Profit less losses on interest rate changes Expenses: | 29,613,637,553 24,204,740,357 | 31 Consolidated salaries and allowances The City Bank Limited City Brokerage Limited | 4,835,648,658 4,209,317,272 89,150,463 68,187,305 |
| Paid up capital Non-repayable share premium account Statutory reserve | 967.99 921.89 150.44 150.44 800.16 713.06 | Interest/profit paid on deposits, borrowings etc. Administrative expenses (note 25.3) Other operating expenses (note 39.a) | 13,716,355,902 9,288,627,591 6,805,309,032 5,989,720,509 1,848,548,675 1,546,153,421 | City Bank Capital Resources Limited CIty Bank Capital Resources Limited CBL Money Transfer Sdn. Bhd. | 52,105,958 48,669,209 34,365,013 37,626,803 5,011,270,092 4,363,800,589 |
| General reserve Dividend equalization reserve Retained earnings (note 22.a) | 1.14 1.14 53.08 53.08 | Depreciation on bank's assets (note 38.a) | 568,986,856 510,751,590 22,939,200,466 17,335,253,111 | 32 Consolidated rent, taxes, insurance, electricity etc. The City Bank Limited (note 32 a) | |
| Regulatory Adjustments / Deductions from CET1 Deferred tax assets | 2,261.09 2,236.13 (104.27) (110.82) | Income over expenditure 25.1 Interest, discount and similar income | 6,674,437,088 6,869,487,246 | The City Bank Limited (note 32.a) City Brokerage Limited (note 32.b) City Bank Capital Resources Limited CBL Money Transfer Sdn. Bhd. | 995,738,472 911,604,504 33,894,758 46,668,216 11,220,088 9,365,571 70,319,354 15,147,311 |
| 80% of Excess Investment in other banks, FI and Ins. Co. | (6.11) (73.08) 2,150.71 2,052.24 | Interest income (note 26.a) Interest income on treasury bills/reverse repo/bonds (note 28.a) | 22,916,894,717 16,783,958,930 1,380,868,653 1,592,310,340 24,297,763,370 18,376,269,270 | money manace sum una. | 7/,319,354 15,147,311 1,111,172,672 982,785,601 |
| | | | | | |



| | | making sense of | money | Rep | ort | and Financ |
|--------------|---|---|--|------|----------------------|--|
| 32.a | Rent, taxes, insurance, electricity etc The City Bank Limited | <u>2018</u> <u>Taka</u> | 2017 Taka | 41 | Cons | olidated provision for |
| | Rent Rates and taxes Insurance | 70,730,501 | 98,625,154 98,390,695 88,714,385 | | The | nt tax: City Bank Limited (note Brokerage Limited |
| | Power and electricity | 147,787,326 1 | 25,874,269 1,604,504 | | City | Bank Capital Resource Money Transfer Sdn. B |
| 32.b | Rent, taxes, insurance, electricity etc City Brokerage Limited Rent Rates and taxes | | 17,217,029 25,012,963 | | The | red tax: City Bank Limited (note |
| | Insurance Power and electricity | 1,942,560 2,118,959 | 329,945 4,108,279 6,668,216 | | | Bank Capital Resource |
| 33 | Consolidated legal expenses | | | 41.a | | ne tax on profit sion for Taxation - The |
| | The City Bank Limited (note 33.a) City Brokerage Limited City Bank Capital Resources Limited | 59,573,011 1,321,250 365,174 | 50,601,079 987,745 846,086 | | Provis | ent tax: sion for income tax has l |
| 33.a | CBL Money Transfer Sdn. Bhd. Legal expenses - The City Bank Limited | 61,259,435 5 | 410,885 2,845,795 | | Defe | ,498,375 for prior year (rred tax: red tax is provided us |
| 55.0 | Legal expenses Others | 58,954,341 618,670 | 50,208,657 392,422 | | assets - 12. I | s and liabilities and the During the year, net an 32,134 as deferred tax i |
| 34 | Consolidated postage, stamps, telecommunication etc. | <u>59,573,011</u> <u>5</u> | 0,601,079 | | The c | harge for taxation is bas |
| | The City Bank Limited (note 34.a) City Brokerage Limited (note 34.b) City Bank Capital Resources Limited | 103,412,042 3,039,135 884,619 | 77,304,848 3,267,426 1,141,331 | | Adjus | nt tax on taxable incom tment for prior year |
| | CBL Money Transfer Sdn. Bhd. | 2,515,592 109,851,388 8 | 1,566,894 3,280,499 | 42 | Incon | eferred tax liability/(ass ne tax on profit olidated receipts from |
| 34.a | Postage, stamps, telecommunication etc The City Bank Limited Postage/courier service Telegram, telex, fax & swift charge | 30,084,940 2,236,487 | 24,973,477 6,264,774 | | The C | ity Bank Limited (note 4 rokerage Limited |
| | Telephone - office Telephone - residence | 60,437,062 10,653,552 | 36,669,593 9,397,004 7,304,848 | | | ank Capital Resources L Money Transfer Sdn. Bho |
| 34.b | Postage, stamps, telecommunication etc City Brokerage Limited | | | 42.a | Intere | pts from other operatest on bonds, debenture |
| | Postage Telegram, telex, fax and e-mail Telephone bill | 15,865 2,416,593 606,677 3,039,135 | 16,234 2,381,080 870,112 3,267,426 | | Posta Incon | recovered ge/telex/fax/swift charg e from sale of Bank's p |
| 35 | Consolidated stationery, printing and advertisements etc. | | | | Rebat | t card income te received from foreign Illaneous earnings |
| | The City Bank Limited (note 35.a) City Brokerage Limited City Bank Capital Resources Limited | 1,419,484 3,011,230 | 10,914,296 2,373,154 1,762,016 | 43 | | olidated payments for |
| 35.a | CBL Money Transfer Sdn. Bhd. Stationery, printing and advertisements etc The City Bank Limited | 21,451,330 270,781,634 21 | 1,414,075 6,463,541 | | City B | ity Bank Limited (note 4 rokerage Limited ank Capital Resources L |
| | Office and security stationery (note 35.a.1) Computer consumable stationery | 16,130,393 | 10,901,380 16,012,277 | 43.a | | Money Transfer Sdn. Bho |
| 35.a.1 | Publicity and advertisement (note 35.a.2) Office and security stationery | | 84,000,639 0,914,296 | | Rent, Legal | taxes, insurance and ele expenses |
| 33.4.1 | Office stationery Security stationery | | 77,263,595 33,637,785 | | Adver Direct | ge, stamp and telecomi rtisement expenses tors' fees |
| 35.a.2 | Publicity and advertisement | <u>133,402,375</u> <u>11</u> | <u>0,901,380</u> | | Repai | ors' fees r to Bank's assets r expenses |
| 33.11.2 | Advertisement Sponsorship-Magazine Advertisement Sponsorship-Others | | 35,578,091 27,587,765 | 44 | Cons | olidated (increase) / de |
| | Advertisement-Television and radio Advertisement-Miscellaneous | 18,420,000 4,744,624 | 18,496,480 2,338,303 4,000,639 | | City B | ity Bank Limited (note 4 rokerage Limited ank Capital Resources L |
| 36 | Chief Executive's salary and fees | | | | | Money Transfer Sdn. Bho tment for consolidation |
| | Basic salary Festival bonus and other allowances | 9,727,179 8,897,016 18,624,195 | 9,048,542 8,545,610 7,594,152 | 44.a | (Incre | ease) / decrease of oth |
| 37 | Consolidated Directors' fees The City Bank Limited (note 37.a) | 1,746,000 | 1,758,000 | | Adva | nery and stamps nce deposits and advan iid expenses |
| | City Brokerage Limited City Bank Capital Resources Limited. CBL Money Transfer Sdn. Bhd. | 75,000 156,250 2,152,387 | 115,000 119,576 | | Accou Secur | h adjustment account int receivables ity deposits |
| 37.a | Directors' fees - The City Bank Limited | 4,129,637 | 1,992,576 | | Recei | vable from City Brokera vable from City Bank Ca gible assets |
| | Meeting fees | | 1,758,000 | 45 | Cons | olidated increase/ (de |
| | As per BRPD Circular No. 3, dated 18 January 2010, each director was entitl attending each meeting till 3 October 2015. After issuing Bangladesh Bank October 2015, directors' entitlement as honorarium for attending each mee | k's Circular, BRPD CircularNo. | 11, dated 4 | | City B | ity Bank Limited (note 4 rokerage Limited ank Capital Resources L |
| 38 | Consolidated depreciation and repair The City Bank Limited (note 38.a) | 1,112,883,922 1,0 | 19,049,698 | | | Money Transfer Sdn. Bho tment for consolidation |
| | City Brokerage Limited (note 38.b) City Bank Capital Resources Limited (note 38.c) CBL Money Transfer Sdn. Bhd. | 19,203,878 8,084,605 4,446,120 | 8,714,410 5,744,862 3,705,921 | 45.a | Incre | ase/ (decrease) of othe |
| 38.a | Depreciation and repair of bank's assets - The City Bank Limited | <u>1,144,618,525</u> <u>1,03</u> | 7,214,890 | | Intere | s written off and waived est suspense account provision |
| | Depreciation Repairs and maintenance: | 568,986,856 51 | 0,751,590 | | | h adjustment account ble to CBL Money Transf 's |
| | Fixed Assets Others | 6,344,008 543,897,066 50 | 01,622,715 6,675,392 8,298,108 | 46 | Cons | olidated Earnings per |
| 38.b | See Annexure D for details of depreciation. Depreciation and repair - City Brokerage Limited | <u>1,112,883,922</u> <u>1,01</u> | 9,049,698 | | Wei | let profit after tax - Taka ighted average number blidated earnings per sh |
| | Depreciation: Furniture and fixtures Office equipment | 2,590,348 3,060,006 | 2,009,622 1,228,127 | 44. | | s factor has been consid |
| | Vehicle Building Software | 899,470 7,321,237 836,701 | 84,037 610,103 409,102 | 46.a | (i) N | ngs per share (EPS) - T let profit after tax - Taka Weighted average numl |
| | Repairs and maintenance: Fixed Assets | 4,496,116 4,496,116 | 4,373,419 4,373,419 | | | ngs per share - Taka (i/ii) |
| 38.c | Depreciation and repair - City Bank Capital Resources Limited | | 8,714,410 | 47 | | olidated Net operating |
| | Depreciation: Furniture and fixtures | 1,438,960 | 32,016 619,114 | | | Number of shares perating cash flow per s |
| | Office equipment Vehicle Building Software | 1,146,738 2,240,220 - 328.464 | 2,074,988 268,284 328.464 | 47.a | | perating cash flow pe |
| | Repairs and maintenance: Fixed Assets | | 3,322,866 2,421,996 | | (ii) | let operating cash flow- Number of shares perating cash flow per : |
| | | 2,930,223 | 2,421,996 5,744,862 | 48 | Reco | ncilation statement of |
| 39 | Consolidated other expenses The City Bank Limited (note 39.a) City Brokerage Limited | | 46,153,421 22,938,050 | | Adju | before provision stment for non cash it eciation and Amortizati |
| | City Bank Capital Resources Limited CBL Money Transfer Sdn. Bhd. | 9,241,578 4,282,293 | 51,909,973 7,211,668 28,213,112 | | Gain | stment with non-oper on sale of shares and de |
| | Inter-company transactions City Bank Capital Resources Limited with The City Bank Limited | (19,000,000) 1,876,405,121 1,62 | <u>-</u> 8,213,112 | | | from sale of fixed assets from sale of fixed assets |
| 39.a | Other expenses - The City Bank Limited Entertainment | 24,605,603 | 23,991,610 | | Chan | ges in operating Activ ges in loans & advances ges in deposit and othe |
| | Books, magazines and newspapers etc. Medical Cash carrying charges | 1,736,793 2,024,317 | 1,456,805 1,338,481 22,469,009 | | Chan Chan | ges in deposit and othe ges in investment ges in borrowings ges in other assets |
| | Subscription to institutions Donations Professional fees | 12,437,612 76,201,210 1 | 8,766,851 40,963,348 61,331,868 | | | ges in other liabilities |
| | Travelling expenditure and conveyance - Staff Business Expansion Cost Annual general meeting | 397,963,355 3 2,416,632 | 53,820,257 02,380,086 1,834,900 | | Paym Net c | ent of Income Tax ash flows from operat |
| | Guard Salary Security expenses Business Process Outsourcing-Online | 34,904,150 52,015,226 | 20,137,648 52,294,680 54,478,123 | 49 | Segn | nent reporting |
| | Vehicle rental expenditure Staff activities and welfare Washing and cleaning Credit card (note 39.a.1) | 13,601,819 35,519,088 | 11,748,960 18,281,588 35,967,286 02,408,938 | | | operating income (prof ocated expenses and ta |
| | To Support & Software maintenance Royalty adjustment CIB Charges | 14,005,841 | 75,473,028 1,394,748 | | Provi | ated expenses sion against loans and a sion against off-balance |
| | Remittance charges Fuel Loss from sale of fixed assets | 82,417 | 72,520 31,403,518 9,670,625 | | Othe Profit | r provision before tax sion for taxation |
| | Others (note 39.a.2) | 150,201,212 | 89,048,242 6,153,421 | | Net p Segn | orofit nent assets |
| 39.a.1 | Credit card expenses Card processing and personalization VISA international expenses | | 33,213,757 83,706,941 | 50 | _ | nent liabilities red Party Disclosures |
| | VISA International expenses ATM expenditure - IT support Other expenditure - cards | 6,672,781 378,164,9542 | 6,288,398 79,199,844 12,408,938 | | | Particulars of Director |
| 39.a.2 40 | Others include Capital raising expenses, Staff recruitment expenses, NRB bar | | ., | | no. | Mr. Aziz Al Kaiser |
| → U | Consolidated provision for loans and advances/investments The City Bank Limited (note 40.a) City Brokerage Limited | (29,669,955) (3 | 57,823,728 80,446,000) | | 2 | Mr. Hossain Khaled |
| 40 - | City Bank Capital Resources Limited | 3,193,025 | 7,377,728 | | 3 | Ms. Tabassum Kaiser |
| 40.a | Provision for loans and advances/investments - The City Bank Limited Provision for classified loans and advances/investments Provision for unclassified loans and advances/investments | | 38,323,530 19,500,199 | | | Mr. Rubel Aziz |
| | Provision for Partially write off | 343,700,000 | 7,823,728 | | | Mr. Mohammed Shoeb |
| 40.b | Other provision - The City Bank Limited Provision for non-banking assets Provision for investment | 313,966,186 2 3,000,000 | 79,750,000 | | 6 | Mr. Hossain Mehmood |
| | Provision for investment During 2018 an amount of Tk. 313,966,186 was charged for maintaining prov | 316,966,186 27 | 9,750,000 sets. | | Ш | (Representative of A-Or Polymer Limited) Mr. Rajibul Huq Chowd |
| | • • | | | | 1 1 | |

| _ | | _ | |
|------|--|--|--|
| 41 | Consolidated provision for taxation | 2018 <u>Taka</u> | <u>2017</u> <u>Taka</u> |
| | Current tax: The City Bank Limited (note 41.a) City Brokerage Limited | 2,271,498,375 67,050,307 | 1,765,196,934 87,605,558 |
| | City Bank Capital Resources Limited CBL Money Transfer Sdn. Bhd. | 54,389,428 37,460 2,392,975,570 | 40,012,707 - 1,892,815,199 |
| | Deferred tax: The City Bank Limited (note 41.a) | 65,494,416 | (241,732,134) |
| | City Bank Capital Resources Limited | (22,372) 65,472,044 | 4,323,207 (237,408,927) |
| 41.a | Income tax on profit Provision for Taxation - The City Bank Limited | 2,458,447,614 | 1,655,406,271 |
| 71.0 | Current tax: | | . (7.) |
| | Provision for income tax has been made according to Income Tax Ordinance, 19t 2,271,498,375 for prior year (2017: Taka 1,765,196,934) has been kept as provisi | | an amount of Taka |
| | Deferred tax: Deferred tax is provided using the Balance sheet method for timing differences assets and liabilities and their carrying values for reporting purposes as per Barian During the year, net amount of Taka 65,494,416has been recognized as continuous assets and seferred tax income in prior year. | ngladesh Accounti | ng Standard (BAS) |
| | The charge for taxation is based upon profit for the year comprises: Current tax on taxable income @ 37.5% Adjustment for prior year | 2,570,329,253 (298,830,878) | 1,765,196,934 |
| | Net deferred tax liability/(asset) originated for temporary differences | 2,271,498,375 65,494,416 | 1,765,196,934 (241,732,134) |
| 42 | Income tax on profit Consolidated receipts from other operating activities | 2,336,992,791 | 1,523,464,800 |
| | The City Bank Limited (note 42.a) City Brokerage Limited | 3,128,236,892 160,990,446 | 4,412,316,004 127,463,908 |
| | City Bank Capital Resources Limited CBL Money Transfer Sdn. Bhd. | 5,762,785 2,454,606 3,297,444,729 | 104,755,931 1,825,788 4,646,361,630 |
| 42.a | Receipts from other operating activities - The City Bank Limited | 1 522 126 200 | 2 624 271 107 |
| | Interest on bonds, debentures and treasury bills Rent recovered Postage/telex/fax/swift charge recoveries | 1,523,126,300 12,865,313 53,187,972 | 2,634,371,197 12,864,238 53,423,911 |
| | Income from sale of Bank's property Credit card income Rebate received from foreign banks | 18,619,398 1,450,545,665 62,517,394 | 516,669,123 1,118,685,514 64,037,435 |
| | Miscellaneous earnings | 7,374,850 3,128,236,892 | 12,264,584 |
| 43 | Consolidated payments for other operating activities The City Bank Limited (note 43.a) | 3,420,282,963 | 3,131,638,762 |
| | City Brokerage Limited City Bank Capital Resources Limited | 76,491,746 30,147,760 | 78,919,254 66,379,814 |
| | CBL Money Transfer Sdn. Bhd. | 99,169,869 3,626,092,338 | 27,601,310 3,304,539,140 |
| 43.a | Payments for other operating activities - The City Bank Limited Rent, taxes, insurance and electricity | 917,289,054 | 900,921,353 |
| | Legal expenses Postage, stamp and telecommunication Advertisement expenses | 58,128,574 84,730,477 88,523,259 | 53,481,900 71,605,939 90,863,089 |
| | Directors' fees Auditors' fees | 2,192,000 2,601,500 | 1,762,000 1,060,000 |
| | Repair to Bank's assets Other expenses | 544,482,740 1,722,335,359 3,420,282,963 | 501,429,538 1,510,514,943 3,131,638,762 |
| 44 | Consolidated (increase) / decrease of other assets | (000 444 444) | |
| | The City Bank Limited (note 44.a) City Brokerage Limited City Bank Capital Resources Limited | (388,664,446) (10,157,108) 13,420,654 | 899,477,189 16,075,804 68,569,599 |
| | CBL Money Transfer Sdn. Bhd. Adjustment for consolidation-The City Bank Ltd. | (2,215,215) (387,616,115) 49,514,503 | 984,971,185 (88,423,488) |
| 44.a | (Increase) / decrease of other assets - The City Bank Limited | (338,101,611) | 896,547,697 |
| | Stationery and stamps Advance deposits and advance rent | (581,286) (59,248,114) | (2,282,444) (60,672,505) |
| | Prepaid expenses Branch adjustment account Account receivables | (706,382) 12,641,629 | (42,568,152) (17,549,539) |
| | Security deposits Receivable from City Brokerage Ltd. | (342,928,690) (29,055,793) 154,794 | 1,248,616,295 (4,046,523) (112,105) |
| | Receivable from City Bank Capital Resources Ltd. Intangible assets | 1,536,264 29,523,133 (388,664,446) | 28,553,260 (250,461,097) 899,477,189 |
| 45 | Consolidated increase/ (decrease) of other liabilities | | |
| | The City Bank Limited (note 45.a) City Brokerage Limited City Bank Capital Resources Limited | (196,569,031) (101,361,271) (15,539,934) | (1,925,040,536) (276,144,399) (111,950,094) |
| | CBĹ Money Transfer Sdn. Bhd. Adjustment for consolidation-The City Bank Ltd. | 328,067,345 14,597,110 (106,798,519) | 53,368,624 (2,259,766,405) 114,294,296 |
| 45.a | Increase/ (decrease) of other liabilities - The City Bank Limited | (92,201,409) | |
| 43.u | Loans written off and waived Interest suspense account | (239,716,489) 303,635,048 | (1,900,861,427) (214,795,574) |
| | Other provision Branch adjustment account | 79,385,883 | (18,360,111) |
| | Payable to CBL Money Transfer SDN BHD Others | 3,675,241 (343,548,714) (196,569,031) | (265,273) 209,241,849 (1,925,040,536) |
| 46 | Consolidated Earnings per share (EPS) | 2 224 721 062 | 3,458,668,899 |
| | (i) Net profit after tax - Taka Weighted average number of shares Consolidated earnings per share - Taka (i/ii) | 2,224,721,063 967,987,297 2.30 | 967,987,297 3.57 |
| | Bonus factor has been considered for previous year's EPS computation. | | |
| 46.a | Earnings per share (EPS) - The City Bank Limited (i) Net profit after tax - Taka | 2,017,930,620 | 3,628,448,718 |
| | (ii) Weighted average number of shares Earnings per share - Taka (i/ii) | 967,987,297 2.08 | 967,987,297 3.75 |
| 47 | Consolidated Net operating cash flow per share (NOCFPS) | | |
| | (i) Net operating cash flow-Taka (ii) Number of shares | 13,832,995,024 967,987,297 | <u>(4,454,475,601)</u> 967,987,297 |
| | Net operating cash flow per share - Taka (i/ii) | 14.29 | (4.60) |
| 47.a | Net operating cash flow per share (NOCFPS) - The City Bank Limited | | (5 440 4 40 504) |
| | (i) Net operating cash flow-Taka (ii) Number of shares Net operating cash flow per share -Taka (I/ii) | 13,270,577,571 967,987,297 13.71 | (5,618,149,586) 967,987,297 (5.80) |
| 48 | Reconcilation statement of cash flows from operating activities | | |
| | Profit before provision Adjustment for non cash items Depreciation and Amortization | 6,679,192,921 568,986,856 | 6,869,487,246 |
| | Adjustment with non-operating activities Gain on sale of shares and debentures | | (291,251,444) |
| | Gain on sale of shares and debentures Profit from sale of fixed assets Loss from sale of fixed assets | (18,619,398) 4,251 (18,615,147) | (291,251,444) (516,669,123) 9,670,625 (798,249,942) |
| | Changes in operating Activities Changes in loans & advances | (34,795,609,666) | (21,570,783,126) |
| | Changes in deposit and other accounts Changes in investment | 21,677,435,096 (1,446,144,187) | 8,797,731,778 (5,080,723,720) |
| | Changes in borrowings Changes in other assets Changes in other liabilities | 22,546,754,828 (370,045,048) 272,523,745 | 6,211,035,327 1,416,146,312 (455,847,931) |
| | Payment of Income Tax | | (10,682,441,359) |
| | Payment of Income lax Net cash flows from operating activities | (1,843,901,827) 13,270,577,571 | |

| Segment reporting | 2018 | | | | | | |
|---|-----------------|----------------|-----------------|-----------------|--|--|--|
| | Conventional | <u>Islamic</u> | <u>Offshore</u> | <u>Total</u> | | | |
| | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | | | |
| Total operating income (profit before | | | | | | | |
| unallocated expenses and tax) | 15,506,604,211 | 110,887,487 | 284,545,787 | 15,902,037,484 | | | |
| Allocated expenses | (9,152,504,035) | (54,711,473) | (15,629,056) | (9,222,844,563 | | | |
| Provision against loans and advances | (1,690,199,184) | 1,689,223 | (152,815,839) | (1,841,325,799) | | | |
| Provision against off-balance sheet exposures | (148,536,005) | (614,168) | (16,827,352) | (165,977,525) | | | |
| Other provision | (316,966,186) | - | - | (316,966,186) | | | |
| Profit before tax | 4,198,398,801 | 57,251,069 | 99,273,541 | 4,354,923,411 | | | |
| Provision for taxation | | | | (2,336,992,791) | | | |
| Net profit | | | | 2,017,930,620 | | | |
| Segment assets | 279,733,458,469 | 5,424,313,946 | 39,622,515,282 | 324,780,287,696 | | | |
| Segment liabilities | 279,733,458,469 | 5,424,313,946 | 39,622,515,282 | 324,780,287,696 | | | |

tors of the Bank as on 31 December 2018

| SI. no. | Name of the persons | Designation | Present Address | Percentage (%) of shares as at 31 December 2018 |
|------------|---------------------------|------------------|-------------------------------|--|
| 1 | Mr. Aziz Al Kaiser | Chairman | Blumingdale | 2.77% |
| | | | 24 Dutabas Road | 1 |
| | | | Baridhara, Dhaka-1212 | |
| 2 | Mr. Hossain Khaled | Vice-Chairperson | Anwar Group of Industries | 2.20% |
| | | | Baitul Hossain Building | I |
| | | | 27, Dilkusha C/A, Dhaka-1000. | |
| 3 | Ms. Tabassum Kaiser | Director | Blumingdale | 2.10% |
| | | | 24 Dutabas Road | 1 |
| | | | Baridhara, Dhaka - 1212 | |
| 4 | Mr. Rubel Aziz | Director | "Stone House" House no.8, | 2.37% |
| | | | Road no.62, Gulshan-2, | |
| | | | Dhaka-1212 | |
| 5 | Mr. Mohammed Shoeb | Director | 23 Shyamoli, Road No.2, | 2.37% |
| | | | Mohammadpur, Dhaka-1207 | |
| 6 | Mr. Hossain Mehmood | Nominated | House No-20, Road No-6 | 2.00% |
| | (Representative of A-One | Director | Dhanmondi R/A, Dhaka-1205 | 1 |
| | Polymer Limited) | | | |
| 7 | Mr. Rajibul Huq Chowdhury | Director | 688/3, Boro Mogbazar | 2.11% |
| | | | Dhaka-1217 | |

| 8 | Mr. Deen Mohammad | Director | 23 Shyamoli, Road No.2, Mohammadpur, Dhaka-1207 | 4.73% |
|----|---|-------------------------|--|-------|
| 9 | Mr. Rafiqul Islam Khan | Director | House no.67, Road no.8/A Dhanmondi, Dhaka -1205 | 2.05% |
| 10 | Mrs. Syeda Shaireen Aziz | Director | "Stone House" House no.8, Road no.62, Gulshan-2, Dhaka-1212 | 2.00% |
| 11 | Mrs. Savera H. Mahmood (Representative of Partex Corporate Limited) | Nominated Director | House no.12, Road no.01, Baridhara, Dhaka. | 2.00% |
| 12 | Mr. Tanjib-Ul Alam | Independent Director | House No. 83, Road No.12A Dhanmondi R/A, Dhaka-1209 | Nil |
| 13 | Mr. Farooq Sobhan | Independent Director | Royal Concord, House # 54, Apt. # 402, Road # 84, Gulshan - 2, Dhaka | Nil |
| 14 | Mr. Sohail R K Hussain* | MD & CEO | The City Bank Ltd. 136 Gulshan Avenue, Gulshan-2 Dhaka-1212 | 0.01% |

*Mr. Mashrur Arefin has been appointed as MD & CEO on 17 January 2019.

For directors interest in different entities refer to Annexure-F.

During the period 1 January 2018 to 31 December 2018, the Bank concluded business deals with the following organizations in which the directors had interest:

| Name of organization | Relationship | Nature of transactions | | value for the ended | Balance ou as | - |
|--|--------------------|---|---------------------|------------------------|---------------------|---------------------|
| | | | 31 Dec 2018 Taka | 31 Dec 2017 Taka | 31 Dec 2018 Taka | 31 Dec 2017 Taka |
| City Brokerage Ltd. | Subsidiary Company | Share Capital | - | - | 3,400,000,000 | 3,400,000,000 |
| City Brokerage Ltd. | Subsidiary Company | Loan | 886,136,946 | 1,750,751,976 | 1,011,356,119 | 1,095,219,173 |
| City Brokerage Ltd. | Subsidiary Company | Intereston Loan | 106,111,801 | 95,411,476 | N/A | N/A |
| City Brokerage Ltd. | Subsidiary Company | Sale of Fixed Assets | - | 263,235,000 | N/A | N/A |
| City Brokerage Ltd. | Subsidiary Company | Inter Company Expenses | 4,885,866 | 14,163,145 | - | 154,794 |
| City Bank Capital Resources Ltd | Subsidiary company | Share Capital | - | - | 2,550,000,000 | 2,550,000,000 |
| City Bank Capital Resources Ltd | Subsidiary Company | Sale of Fixed Assets | - | 407,498,298 | N/A | N/A |
| City Bank Capital Resources Ltd | Subsidiary Company | Cash Dividend | 93,998,157 | 219,995,686 | - | 79,998,431 |
| City Bank Capital Resources Ltd | Subsidiary company | Intereston Deposits | 6,705,810 | 8,457,480 | N/A | N/A |
| City Bank Capital Resources Ltd | Subsidiary company | Inter Company Expenses | 1,496,984 | | | 1,536,264 |
| CBL Money Transfer Sdn. Bhd. | Subsidiary company | Share Capital | 10,651,613 | 22,040,421 | 99,702,332 | 89,050,718 |
| CBL Money Transfer Sdn. Bhd. | Subsidiary company | Loan | 4,876,886,502 | 2,931,957,490 | 293,084,447 | 201,247,746 |
| CBL Money Transfer Sdn. Bhd. | Subsidiary Company | Intereston Loan | 3,976,180 | 3,136,990 | N/A | N/A |
| CBL Money Transfer Sdn. Bhd. | Subsidiary company | Inter Company Expenses | 1,397,891,152 | 737,462,556 | (5,704,158) | (2,028,917) |
| International Finance Corporation (IFC) | Director Interest | Equity | - | 460,946,330 | 460,946,330 | 460,946,330 |
| International Finance Corporation(IFC) | Director Interest | Borrowings | 92,833,277 | 302,416,639 | 3,146,250,084 | 3,239,083,361 |
| International Finance Corporation (IFC) | Director Interest | Interest on Borrowings | 154,045,370 | 141,497,628 | - | |
| International Finance Corporation (IFC) | Director Interest | Fixed Assets | 2,544,053 | 50,881,050 | 48,336,998 | 50,881,050 |
| International Finance Corporation (IFC) | Director Interest | Professional Service | 68,663,700 | 37,166,259 | - | |
| International Finance Corporation (IFC) | Director Interest | Pripaid expense for Professional Service | 28,991,700 | 57,983,404 | 28,991,704 | 57,983,404 |
| International Finance Corporation (IFC) | Director Interest | Payable aginst Professional Service | 39,672,000 | 29,918,333 | 69,590,333 | 29,918,333 |
| Janata Insurance Company Ltd. | Director Interest | Insurance Coverage | 10,905,227 | 11,873,497 | N/A | N/A |
| City General Insurance Company Ltd. | Director Interest | Insurance Coverage | 7,491,237 | 8,351,083 | N/A | N/A |
| Phoenix Insurance Company Ltd. | Director Interest | Insurance Coverage | 17,300,310 | 18,389,018 | N/A | N/A |

iii) Statement of debts due by companies or firms in which the Directors (including Ex-Directors) of the Bank have interests as on 31 December 2018

A) Statement of funded debts due by the Directors of the bank company as at 31 December 2018

| SI. No. | Names of Directors | Present status with the bank | Name of the institution | Types of facility | Outstanding as at 31 December 2018 | Classification status | (Figures in Lac Take |
|------------|---------------------------|------------------------------------|-------------------------------|-------------------|--|--------------------------|--|
| 1 | Mr. Aziz Al Kaiser | Chairman | Self | Credit Card | 1.11 | Unclassified | Marked as lien of \$ 0.10 lac in RFCD A/C & Tk. 3.00 lac in FDR |
| 2 | Mr. Hossain Khaled | Vice Chairman | Self | Credit Card | 1.49 | -Do- | Marked as lien of \$ 0.05 lac in ERQ A/C |
| 3 | Mr. Deen Mohammad | Director | Self | Credit Card | 0.01 | -Do- | Marked as lien of \$ 0.05 lac in RFCD A/C & Tk.5.00 lac in FDR |
| 4 | Mr. Hossain Mehmood | Director | Self | Credit Card | 0.01 | -Do- | Marked as lien of \$ 0.05 lac in ERQ A/C |
| 5 | Mr. Rubel Aziz | Director | Self | Credit Card | 2.00 | -Do- | Marked as lien of \$ 0.25 lac in RFCD A/C Tk. 2.78 lac in FDR. |
| 6 | Mr. Rajibul Huq Chowdhury | Director | Self | Credit Card | 0.37 | -Do- | Marked as lien of Tk. 5.00 lac in FDR |
| 7 | Ms. Tabassum Kaiser | Director | Self | Credit Card | 0.24 | -Do- | Marked as lien of \$ 0.05 lac in RFCD A/C Tk. 3.00 lac in FDR |
| 8 | Mrs. Syeda Shaireen Aziz | Director | Self | Credit Card | 6.02 | -Do- | Marked as lien of Tk. 7.22 lac in FDR A/C |
| 9 | Mrs. Savera H. Mahmood | Director | Self | Credit Card | 2.27 | -Do- | Marked as lien of Tk. 8.90 lac in FDR A/C |
| 10 | Mr. Mohammed Shoeb | Director | Self | Credit Card | 1.36 | -Do- | Marked as lien of \$ 0.04 lac in RFCD A/C |

| SI. | Names of Directors | Present status with the | | Types of facility | Outstanding as at 31 December 2018 | Classification status | (Figures in Lac Take Value of eligible security |
|---------------|-------------------------------|----------------------------|---------------|-------------------|--|--------------------------|--|
| | | Present status | Name | Types of | Outstanding as | Classification | |
| | | Present status | Name | Types of | Outstanding as | | |
|) 3ta | tement of other funded der | ots due by the b | | ne bank com | pany as at 31 Dece | illibel 2010 | (Figures in Lac Taka |
|) 3 ta | terrierit or other runded der | ots due by the b | | HE Dalik Coll | pany as at 51 Dece | ilibel 2010 | |
|) C+- | tement of other funded del | hte dua hy tha D | iractors of t | ha hank com | many as at 21 Doss | mhor 2018 | |
| 10 | Mr. Mohammed Shoeb | Director | Self | Credit Card | 1.36 | -Do- | Marked as lien of \$ 0.04 lac in RFCD A/C |
| 9 | Mrs. Savera H. Mahmood | Director | Self | Credit Card | 2.27 | -Do- | Marked as lien of Tk. 8.90 lac in FDR A/C |
| 8 | Mrs. Syeda Shaireen Aziz | Director | Self | Credit Card | 6.02 | -Do- | Marked as lien of Tk. 7.22 lac in FDR A/C |
| | I | 1 | | | | | Tk. 3.00 lac in FDR |

| SI. | Name of Director | Present Status with the | Name of the Institution | Types of Facility | Outstanding as at 31 December | Classification status | Value of eligible security |
|-----|---|----------------------------|--|----------------------|----------------------------------|-----------------------|--|
| 1 | Mr. Hossain Khaled & Mr. | Bank Director | Monowar | BG | 2018 0.13 | Unclassified | 100% Margin |
| | Hossain Mehmood | | Industries (Pvt) Ltd. | | | | |
| 2 | Mr. Hossain Khaled & Mr. Hossain Mehmood | | Eulon Plastic Private Ltd. | BG | 5.63 | -Do- | 10% Margin |
| 3 | Mr. Rajibul Huq Chowdhury | Director | Shahida Trading Corporation | BG | 4.11 | -Do- | 100% margin |
| 1 | Mr. Deen Mohammad | | Rupayan Port & Logistic Services Ltd | LC | 250.54 | -Do- | 100% payment guarantee from South East Bank Ltd |

D) Statement of funded debts due by the companies or firms in which the Ex-Director of the banking company have interests as at 31 December 2018

| | Names of Ex-Directors | with the bank | Names of the institutions | facility | Outstanding as at 31 December 2018 | Amount of provision created | Status of classification | Amount of share holding | Nature of security with value | |
|---|---|------------------|---|----------------|---|--------------------------------------|-----------------------------|-------------------------------|---|---|
| 1 | Mr. Zakaria Hossain Choudhury and Mrs. Hosne Ara Begum | Ex. Director | A M Traders | CC (Pledge) | - | - | Tk. 120.28 lac, BLW | - | - | Money Suit No. 60/2006. Stayed as per Order of the Honorable High Court in FA No. 568/06 filed by the Banl |
| | | | Ahsan Traders | CC (Pledge) | - | - | BLW | - | - | Artha Execution Case No. 152/05 is continuing. Next date of Artha Execution 152/2005 is fixed on 24.01.2019 for return of warrant of arrest. |
| 2 | Mr. A.B.M. Feroj | Ex. Director | M/s R.P.Electrical Industries | Term Loan | - | - | Tk. 41.95 lac, BLW | - | 20 post dated cheque | Artha Ex. 93/05. The Court has passed an order regarding detention of the convict borrower in civil jai for 6(six) months from the date of Arrest. |
| 3 | Mr.Saleh Ahmed Chowdhury | Ex. Director | Saleh Fashions Ltd. | CC(Hypo) | NIL | - | ٠ | | 1. Hypo. of machineries installed in installed in the factory worth Tk. 24.00 lac. 2. Mortgage of land & factory worth Tk. 26.80 lac. 3. Mortgage of 5 katha land with 2(two) storied building worth Tk. 1.00 crore & 4.1st charge created with RJSC. | The liabilities of Saleh Fashion Ltd. was adjusted on 21.06.2017 at Tk. 175.92 lac through Booking of the vested properties under section 33(7) of Artha Rin Adalat Ain.2003 as Non Banking Asset of the Bank. |
| | | | M/s Hasan Enterprise | LIM | - | - | Tk. 530.23 lac, BLW | - | - | In Artha Exe. Case No. 196/04, the Learned Court issued Warrant of Arrest. Proceedings of the said Art Execution Suit file will not be put up until execution of warrant of arrest. |
| 4 | Mr. Azizul Haque Chowdhury | | M/s Shahida Trading Corporation | BG | Tk. 4.11 | - | UC | - | 100% margin | - |
| 5 | Mr. Anwar Hossain & Mr. Monowar Hossain | Ex. Director | Monowar Industries (Pvt) Ltd and related Business | BG | Tk. 5.75 | - | UC | - | Margin Tk. 0.57 lac | - |

Refer to note: 37.a

51 Events after reporting period

Board of Directors in its 549th meeting held on 17 April 2019 decided to recommend 6% cash and 5% stock dividend subject to approval of shareholders and regulatory authorities.



The City Bank Limited

Report and Financial Statements as at and for the year ended 31 December 2018

BRPD circular no.17 (7 October 2003) and BRPD circular no.4 (5 March 2007) require banks to put in place an effective risk management system. Bangladesh Bank monitors the progress of implementation of these guidelines through its on-site inspection teams through routine inspection. The risk management systems in place at the Bank are discussed below.

It arises mainly from lending, trade finance, leasing and treasury businesses. This can be described as potential loss arising from the failure of a counter party to perform as per contractual agreement with the Bank. The failure may result from unwillingness of the counter party or decline in his/her financial condition. Therefore, the Bank's credit risk management activities have been designed to address all these issues.

The Bank has segregated duties of the officers/executives, involved in credit related activities. Separate Corporate/SME/ Retail divisions have been formed at Head Office which are entrusted with the duties of maintaining effective relationship with customers, marketing of credit products, exploring new business opportunities etc. Moreover, credit approval, administration, monitoring and recovery functions have been segregated. For this purpose, three separate units have been formed within the Credit Risk Management (CRM) Division. These are (a) Credit Risk Management Unit (b) Credit Administration Unit and (c) Credit Monitoring and Recovery Unit. Credit Risk Management Unit is entrusted with the duties of maintaining asset quality, assessing risk in lending, sanctioning credit, formulating policy/strategy for lending operation, etc. For retail lending, a separate Retail Finance Centre (RFC) has been formed to assess risk, approve and monitor retail loans.

A thorough risk assessment is done before sanction of any credit facility at Credit Risk Management Units. The risk assessment includes borrower risk analysis, financial analysis, industry analysis, historical performance of the customer, security of the credit facility etc. The assessment process starts at the relationship level and ends at Credit Risk Management Unit when it is approved/declined by the competent authority. Credit approval authority has been delegated to the individual executives. Proposals beyond their delegation are approved/declined by the Executive Committee and/or the Board of Directors of the Bank.

In determining Single borrower/Large loan limit, the instructions of Bangladesh Bank are strictly followed. Internal audit is conducted at regular intervals to ensure compliance of Bank's and Regulatory polices. Loans are classified as per Bangladesh Bank's guidelines.

Mr. Md. Kafi Khan

Mr. Muhammed Shah Alam

 $For better \, management \, of \, asset \, and \, liability \, risk, the \, Bank \, has \, an \, established \, Assets \, Liability \, Committee \, (ALCO) \, which \, and \, risk meets at least once a month. The members of ALCO as at 31 December 2018 were as follows

Mr. Mashrur Arefin AMD & Head of Branch Banking Mr. Sheikh Mohammad Maroof DMD & Head of Wholesale Banking
DMD, Head of Commercial & Trade Business and CAMLCO Ms. Mahia Juned DMD. Head of Operations and Head of Islamic Banking Mr. Mohammad Mahbubur Rahman Mr. Serajul Amin Ahmad DMD & CFO Head of Treasury

*Mr. Mashrur Arefin has been appointed as MD & CEO on 17 January 2019.

The ALCO's primary function is to formulate policies and guidelines for the strategic management of the bank using pertinent information that has been provided through the ALCO process together with knowledge of the individual businesses managed by members of the committee. ALCO regularly reviews the Bank's overall asset and liability position, forward looking asset and liability pipeline, overall economic position, the Banks' liquidity position, capital adequacy, balance sheet risk, interest risk and makes necessary changes in its mix as and when required.

Head of ALM & Money Market

Company Secretary & Acting Head of Risk Management

The Bank maintains specified liquidity and funding ratio limits to ensure financial flexibility to cope with unexpected future cash demands. ALCO monitors the liquidity and funding ratios on an ongoing basis and ascertains liquidity requirements under various stress situations. In order to ensure liquidity against all commitments, the Bank reviews the behaviour patterns of liquidity requirements. The Bank has an approved Liquidity Contingor Plan (LCP) which is reviewed and updated on an annual basis by ALCO. All regulatory requirements including CRR, SLR and RWA are reviewed by ALCO.

Foreign exchange risk is defined as the potential change in earnings due to change in market prices. The foreign exchange risk of the Bank is minimal as all the transactions are carried out on behalf of the customers against underlying L/C commitments and other remittance requirements.

verification of the deals and passing of their entries in the books of account. All foreign exchange transactions are revalued at Mark-to-Market rate as determined by Bangladesh Bank at the month-end. The Bank maintains various nostro accounts in order to conduct operations in different currencies including TK. The senior management of the Bank sets limits for handling nostro account transactions. All Nostro accounts are reconciled on a monthly basis and outstanding entries beyond 30 days are reviewed by the management for its settlement.

As at 31 December 2018, no debit entry was unreconciled for 3 months or more, therefore no provision is kept in accordance with FEPD circular no. 677 (13 September 2005).

Effective internal controls are the foundation of safe and sound banking. A properly designed and consistently enforced system of operational and financial internal control helps a bank's management safeguard the bank's resources, produce reliable financial reports and comply with laws and regulations. Effective internal control also reduces the possibility of significant errors and irregularities and assists in their timely detection when they do occur.

Internal Control and Compliance (ICC) operates independently as a division consisting three units (Audit & Inspection Monitoring and Compliance) with prime responsibility to determine risks by evaluating overall Business, Operations & Credit Portfolios of the Bank. The key objective of ICC is to assist and guide in all aspects of the bank using adequate resources for identification of weaknesses and taking appropriate measures to overcome the same to be a compliant bank.

ICC has a unique reporting line to the Bank's Board of Directors through the Audit Committee and to the Managing Director & CEO. Thus it acts as a bridge between the board and the Bank's management. An effective organizational structure has been established by exercising durable Internal Control culture within the Bank.

Money laundering risk is defined as the loss of reputation and expenses incurred as penalty for being negligent in prevention of money laundering. For mitigating the risks, the Bank has a designated Chief Compliance Officer at Head Office and Compliance Officers at branches, who independently review the transactions of the accounts to verify suspicious transactions. Manuals for prevention of money laundering have been established and Transaction profile has been introduced. Training is continuously given to all the category of Officers and Executives for developing awareness and skill for identifying suspicious activities/transactions.

The Bank's IT has gone through a gigantic transformation from where it started. After several years of continuous efforts, standardization of both back-end as well as front-end operations of bank is complete. Now through wide array for the back-end as well as front-end operations of bank is complete. Now through wide array for the back-end as well as front-end operations of bank is complete. The back-end as well as front-end operations of bank is complete. The back-end as well as front-end operations of bank is complete. The back-end as well as front-end operations of bank is complete. The back-end as well as front-end operations of bank is complete. The back-end as well as front-end operations of bank is complete. The back-end as well as front-end operations of bank is complete. The back-end as well as front-end operations of bank is complete. The back-end as well as front-end operations of bank is complete. The back-end as well as front-end operations of bank is complete. The back-end as well as front-end operations of bank is complete. The back-end as well as front-end operations of bank is complete. The back-end as well as front-end operations of bank is complete. The back-end as well as front-end operations of bank is complete. The back-end as well as front-end operations of bank is complete. The back-end as well as front-end operations of bank is complete. The back-end operations of bank is complete, and the back-end operations of bank is complete. The back-end operation is complete, and the ba of customizable products and services, IT can bring about equivalent contribution to profits.

Relevant hardware, software and networking equipment is in place to support operations of online branches, internet banking, SMS service, call centre, Tele Banking, POS and ATM network. These devices are providing superior performance resulting in better end-user satisfaction. To ensure uninterrupted and smooth customer service in all branches and SME centres, IT division continuously work on performance tuning for database and application networking and server hardware on regular basis. Continuous investments are going on to do the necessary upgradation on hardware and software to increase the Bank's centralised online banking and other peripheral service

According to BRPD circular no.12 (23 December 2002), all banks are advised to constitute an audit committee comprising members of the Board. The audit committee will assist the Board in fulfilling its oversight resp including implementation of the objectives, strategies and overall business plans set by the Board for effective functioning of the bank. The committee will review the financial reporting process, the system of internal control and management of financial risks, the audit process, and the bank's process for monitoring compliance with laws and regulations and its own code of business conduct.

The Bank, being a listed entity bank, have a board of directors from whom to select an audit committee. The Audit Committee of the Board of Directors consist of four members of the Board, which meets on a regular basis with the senior management of the Bank, and with the internal and external auditors to consider and review the nature and scope of the reviews and the effectiveness of the systems of internal control and compliance as well as the financial statements of the Bank. All audit reports issued by internal and external auditors and all inspection/audit reports issued by Bangladesh Bank are sent to the Audit Committee.

Pursuant to the BRPD Circular no. 12 dated 23 December 2002, the Audit Committee of the Board of Directors as at 31

| December 2018 consisted (| or the following 5 members | of the board: | |
|---------------------------|----------------------------|-----------------------|----------------------------------|
| <u>Name</u> | Status with bank | Status with committee | Educational qualification |
| Mr. Tanjib-Ul Alam | Independent Director | Convener | LL.B |
| Mrs. Syeda Shaireen Aziz | Director | Member | BBA |
| Mr. Rafigul Islam Khan | Director | Member | HSC |
| Mrs. Savera H. Mahmood | Director | Member | MSS |
| Mr. Faroog Sobban | Independent Director | Member | R Δ (Hon') M Δ |

During the period under review the Audit Committee held several meetings to oversee/review various functions

62th Audit Committee Meeting held on 06 February 2018 64th Audit Committee Meeting held on 30 April 2018 65th Audit Committee Meeting held on 08 May 2018 67th Audit Committee Meeting held on 26 July 2018

68th Audit Committee Meeting held on 17 October 2018 69th Audit Committee Meeting held on 11 December 2018

52.2.3 Steps taken for implementation of an effective internal control procedure of the Bank:

Through circular the Audit Committee placed its report regularly to the Board of Directors of the Bank mentioning its review results and recommendations on internal control system, compliance of rules and regulations and establishment of good governance within stipulated time.

Interest rate risk may arise either from trading portfolio or from non-trading portfolio. The trading portfolio of the Bank consists of Government treasury bills and bonds of different maturities. Interest rate risk arises from mismatches between the future yield of an asset and their funding cost. Asset Liability Committee (ALCO) monitors the interest rate movement on a regular basis and Treasury Division actively manages the Balance Sheet gap profitably on a regular basis

Equity risk

Equity risk arises from movement in market value of equities held. The risks are monitored by Special Banking Wing under a well designed policy framework. The total market value of equities held was higher than the total cost price at the balance sheet date (Annexure-C).

Operational risk may arise from error and fraud due to lack of internal control and compliance. Management through Internal Control and Compliance Division controls operational procedure of the Bank. Internal Control and Compliance Division undertakes periodic and special audit of the branches and departments at the Head Office for review of the operation and compliance of statutory requirements. The Audit Committee of the Board subsequently reviews the eports of the Internal Control and Compliance Division.

Basel III reforms are the response of Basel Committee on Banking Supervision (BCBS) to improve the banking sector's ability to absorb shocks arising from financial and economic stress, whatever the source, thus reducing the risk of spillover from the financial sector to the real economy.

The Committee introduced transitional arrangements to implement the new standards that help to ensure that the banking sector can meet the higher capital standards through reasonable earnings retention and capital raising, while still supporting lending to the economy. In line with the Basel framework, Bangladesh Bank issued transitional arrangements for Basel III implementation in Bangladesh. The phase-in arrangements for Basel III implementation in Bangladesh has been effective from 1 January 2015 in accordance with BRPD Circular no- 18 dated 21 December 2014.

Internal Capital Adequacy Assessment Process (ICAAP)

Internal Capital Adequacy Assessment Process (ICAAP) represents the Bank's own assessment of its internal capital requirements. The Bank's approach to calculating its own internal capital requirement has been to take the minimum capital required for credit risk, market risk and operational risk under Pillar-1 as the starting point, assess whether this is sufficient to cover those risks and then identify other risks (Pillar-II) and assess prudent level of capital to meet them. The assessment is undertaken using time series of data and Bangladesh Bank's guidelines on Risk Based Capital Adequacy to assess the likelihood of occurrence and potential impact. Purposes of Internal Capital Adequacy Assessment Process are to:

i) inform the Board of Directors about - assessing risks

- initiatives to mitigate identified risks - capital requirement to support the operations in light of identified risks ii) comply with Bangladesh Bank's requirement.

The assets and liabilities as at 31 December in foreign currencies have been converted to TK at the following rates:

| | 2010 | 201 |
|---------|----------|---------|
| | Taka | Tak |
| USD 1 = | 83.9000 | 82.700 |
| ACU 1 = | 83.9000 | 82.700 |
| GBP 1 = | 106.1964 | 110.979 |
| AUD 1 = | 59.2250 | 64.369 |
| EUR 1 = | 95.4992 | 98.495 |
| CHF 1 = | 84.5383 | 83.972 |
| JPY 1 = | 0.7562 | 0.730 |
| SAR 1 = | 22.3593 | 22.052 |
| MYR 1 = | 20.0886 | 20.284 |
| KWD 1 = | 275.9868 | 273.791 |
| SGD 1 = | 61.1093 | 61.741 |
| AED 1 = | 22.8414 | 22.515 |
| | | |

As per the BRPD instruction circular no.6 dated 5 July 2006, the Bank has done its credit rating by Credit Rating Agency of Bangladesh Limited (CRAB) based on the financial statements dated 31 December 2017.

| Particulars | Date of Rating | Long term | Short term | Rating Valid |
|---------------|----------------|---|---|--------------|
| | | AA2 | ST-2 | |
| Entity Rating | 11-Jun-18 | Very strong capacity & very high quality | Strong capacity for timely repayment | 30-Jun-19 |

Fraud and administrative error

In the year 2018, total number & amount of fraud forgeries detected in the Bank were 22 nos. & BDT 6,00,000.00 respectively. All of the 22 incidences were occurred by external fraudsters and the entire fraud amount of BDT 6,00,000.00 has been booked into the loss of the bank and is under process for recovery through appropriate legal actions. To prevent fraud and administrative errors, the bank has taken appropriate corrective measures so that the

The number of employees engaged for the whole year or part thereof who received a total remuneration of TK 36,000

p.a. or above were 3,858 at the end of December 2018 as against 3,230 at the end of December 2017 Previous year's figures have been rearranged, wherever necessary, to conform with the current year's presentation.



| Particulars | Up to 1 month | 1-3 months | 3-12 months | 1-5 years | More than 5 years | Total |
|---|-----------------|----------------|------------------|------------------|----------------------|-----------------|
| | Taka | Taka | Taka | Taka | Taka | Taka |
| Assets | | ĺ | | | | |
| Cash in hand | 8,197,268,733 | - | - | - | 11,243,154,950 | 19,440,423,683 |
| Balance with other banks and financial institutions | 8,201,383,666 | 15,878,104,885 | 4,418,896,391 | - | - | 28,498,384,942 |
| Money at call and short notice | - | - | 0 | 89,379,167 | - | 89,379,167 |
| Investments | 3,546,400 | 6,858,259,828 | 499,820,190 | 4,136,539,052 | 21,990,054,767 | 33,488,220,237 |
| Loans and advances/investments | 26,774,935,964 | 40,097,502,272 | 69,628,612,328 | 71,245,926,220 | 24,127,977,738 | 231,874,954,522 |
| Fixed assets including premises, furniture and fixtures | - | - | - | - | 3,989,868,437 | 3,989,868,437 |
| Other assets | 1,237,065,547 | 1,924,596,739 | 3,172,178,048 | 2,110,159,249 | 81,506,923 | 8,525,506,505 |
| Non banking assets | - | - | 56,549,688 | 977,151,601 | - | 1,033,701,289 |
| Total assets (A) | 44,414,200,310 | 64,758,463,725 | 77,776,056,644 | 78,559,155,289 | 61,432,562,814 | 326,940,438,782 |
| Liabilities | | | | | | |
| Tier-II subordinated bond | - | - | - | 3,000,000,000 | 5,800,000,000 | 8,800,000,000 |
| Borrowings from other banks, financial | | İ | | | | |
| institutions and agents | 18,819,263,229 | 5,767,098,924 | 28,977,957,522 | 7,170,849,921 | 514,566,699 | 61,249,736,296 |
| Deposits | 29,659,820,532 | 37,826,505,085 | 60,145,377,042 | 65,954,019,825 | 4,431,175,566 | 198,016,898,050 |
| Other accounts | 1,642,455,472 | 3,284,910,944 | 1,916,198,050 | - | - | 6,843,564,466 |
| Provision and other liabilities | 581,681,941 | 2,579,267,290 | 2,963,998,966 | 19,158,128,542 | 1,829,878,322 | 27,112,955,062 |
| Total liabilities (B) | 50,703,221,175 | 49,457,782,244 | 94,003,531,581 | 95,282,998,287 | 12,575,620,587 | 302,023,153,874 |
| Net liquidity gap (A - B) | (6,289,020,865) | 15,300,681,481 | (16,227,474,937) | (16,723,842,999) | 48.856.942.228 | 24,917,284,908 |

| Particulars | Up to 1 month | 1-3 months | 3-12 months | 1-5 years | More than 5 years | Total |
|---|-----------------|----------------|----------------|------------------|-------------------|-----------------|
| | Taka | Taka | Taka | Taka | Taka | Taka |
| Assets | | | | | | |
| Cash in hand | 11,812,262,325 | - | - | - | 11,974,841,584 | 23,787,103,908 |
| Balance with other banks and financial institutions | 2,461,607,266 | 9,980,999,431 | 1,251,038,853 | - | - | 13,693,645,550 |
| Money at call and short notice | 0 | - | 1,379,167 | 88,000,000 | - | 89,379,167 |
| Investments | 3,048,500 | 14,595,695,275 | 1,017,734,439 | 7,177,188,167 | 9,137,887,992 | 31,931,554,373 |
| Loans and advances/investments | 15,454,739,218 | 57,732,928,227 | 46,371,847,621 | 55,047,527,758 | 22,465,790,092 | 197,072,832,915 |
| Fixed assets including premises, furniture and fixtures | - | - | - | - | 3,642,729,555 | 3,642,729,555 |
| Other assets | 929,867,876 | 1,012,712,268 | 3,110,123,185 | 1,860,800,457 | 54,663,306 | 6,968,167,092 |
| Non banking assets | - | - | - | 881,668,179 | - | 881,668,179 |
| Total assets (A) | 30,661,525,184 | 83,322,335,201 | 51,752,123,265 | 65,055,184,561 | 47,275,912,529 | 278,067,080,739 |
| Liabilities | | | | | | |
| Tier-II subordinated bond | - | - | 750,000,000 | 3,000,000,000 | 3,500,000,000 | 7,250,000,000 |
| Borrowings from other banks, financial | | İ | | | | |
| institutions and agents | 11,332,569,817 | 4,864,888,410 | 13,199,702,903 | 9,332,406,704 | - | 38,729,567,834 |
| Deposits | 20,635,498,703 | 47,321,011,157 | 30,257,011,041 | 72,007,507,664 | 4,824,921,426 | 175,045,949,991 |
| Other accounts | 1,885,673,324 | 3,771,346,648 | 2,199,952,211 | - | - | 7,856,972,183 |
| Provision and other liabilities | 375,379,415 | 4,058,869,674 | 2,553,127,820 | 8,691,436,155 | 7,326,691,655 | 23,005,504,719 |
| Total liabilities (B) | 34,229,121,259 | 60,016,115,889 | 48,959,793,975 | 93,031,350,523 | 15,651,613,081 | 251,887,994,727 |
| Net liquidity gap (A - B) | (3,567,596,075) | 23,306,219,312 | 2,792,329,290 | (27,976,165,962) | 31,624,299,447 | 26,179,086,012 |

| | | | | ties) as at 3 | | |
|--|-----------------|--------------------|---------------------|-------------------|-----------------------|-----------------|
| Particulars | Up to 1 month | 1-3 months | 3-12 months | 1-5 years | Above 5 years | Total |
| | Taka | Taka | Taka | Taka | Taka | Taka |
| Assets | 1 | | | | | |
| Cash in hand | 8,192,253,496 | - | - | - | 11,243,154,950 | 19,435,408,446 |
| Balance with other banks and financial institutions | 7,939,143,575 | 15,624,751,827 | 3,688,691,464 | - | - | 27,252,586,866 |
| Money at call and short notice | - | - | - | 89,379,167 | - | 89,379,167 |
| Investments | 3,546,400 | 5,646,389,222 | 499,820,190 | 4,136,539,052 | 17,595,739,438 | 27,882,034,302 |
| Loans and advances/investments | 26,774,935,964 | 39,614,017,201 | 69,628,612,328 | 71,245,926,220 | 24,127,977,738 | 231,391,469,451 |
| Fixed assets including premises, furniture and fixtures | 1 - | - | - | - | 3,519,386,471 | 3,519,386,471 |
| Other assets | 1,217,723,087 | 1,836,137,025 | 3,165,898,128 | 1,825,354,211 | 6,131,209,255 | 14,176,321,705 |
| Non banking assets | - | - | 56,549,688 | 977,151,601 | | 1,033,701,289 |
| Total assets (A) | 44,127,602,522 | 62,721,295,275 | 77,039,571,797 | 78,274,350,251 | 62,617,467,852 | 324,780,287,696 |
| Liabilities | í i | | | | | |
| Tier-II subordinated bond | 1 - | - | | 3,000,000,000 | 5,800,000,000 | 8,800,000,000 |
| Borrowings from other banks, financial institutions and agents | 18,819,263,229 | 5,808,703,676 | 28,955,721,581 | 6,869,363,750 | - | 60,453,052,237 |
| Deposits | 29,736,362,428 | 37,946,781,090 | 60,258,296,189 | 65,954,019,825 | 4,431,175,566 | 198,326,635,097 |
| Other accounts | 1,642,455,472 | 3,284,910,944 | 1,916,198,050 | - | - | 6,843,564,466 |
| Provision and other liabilities | 387,776,708 | 2,205,270,003 | 2,875,741,630 | 18,628,442,405 | 1,829,878,322 | 25,927,109,068 |
| Total liabilities (B) | 50,585,857,837 | 49,245,665,713 | 94,005,957,450 | 94,451,825,980 | 12,061,053,888 | 300,350,360,867 |
| Net liquidity gap (A - B) | (6,458,255,315) | 13,475,629,563 | (16,966,385,653) | (16,177,475,729) | 50,556,413,964 | 24,429,926,829 |
| | | | | | | |
| As at 31 December 2017 | | | | | | |
| As at 31 December 2017 Particulars | Up to 1 month | 1-3 months | 3-12 months | 1-5 years | Above 5 years | Total |
| | Up to 1 month | 1-3 months Taka | 3-12 months Taka | 1-5 years Taka | Above 5 years Taka | Total Taka |

| (6,458,255,315) | 13,475,629,563 | (16,966,385,653) | (16,177,475,729) | 50,556,413,964 | 24,429,926,829 |
|-----------------|--|--|------------------|----------------|-----------------|
| | | | | | |
| Up to 1 month | 1-3 months | 3-12 months | 1-5 years | Above 5 years | Total |
| Taka | Taka | Taka | Taka | Taka | Taka |
| İ | İ | İ | İ | İ | |
| 11,812,138,753 | - | - | - | 11,974,841,584 | 23,786,980,337 |
| 2,385,415,394 | 9,826,749,764 | 517,419,975 | - | - | 12,729,585,134 |
| - | - | 1,379,167 | 88,000,000 | - | 89,379,167 |
| 3,048,500 | 8,172,580,804 | 1,017,734,439 | 7,177,188,167 | 9,137,887,992 | 25,508,439,902 |
| 15,454,739,218 | 57,255,955,096 | 46,371,847,621 | 55,047,527,758 | 22,465,790,092 | 196,595,859,784 |
| - | - | - | - | 3,277,030,329 | 3,277,030,329 |
| 903,176,251 | 958,675,346 | 2,846,119,725 | 1,860,800,457 | 6,093,714,024 | 12,662,485,803 |
| - | - | - | 881,668,179 | - | 881,668,179 |
| 30,558,518,116 | 76,213,961,011 | 50,754,500,926 | 65,055,184,561 | 52,949,264,021 | 275,531,428,635 |
| | | | | | |
| - | -i | 750,000,000 | 3,000,000,000 | 3,500,000,000 | 7,250,000,000 |
| 11,332,569,817 | 4,864,888,410 | 13,199,702,903 | 8,509,136,278 | | 37,906,297,408 |
| 20,681,904,452 | 47,414,959,120 | 30,706,499,623 | 72,007,507,664 | 4,824,921,426 | 175,635,792,284 |
| 1,885,673,324 | 3,771,346,648 | 2,199,952,211 | - | | 7,856,972,183 |
| 375,379,415 | 3,066,389,567 | 2,553,127,820 | 8,691,436,155 | 7,326,691,655 | 22,013,024,612 |
| 34,275,527,007 | 59,117,583,745 | 49,409,282,557 | 92,208,080,097 | 15,651,613,081 | 250,662,086,487 |
| (3,717,008,891) | 17,096,377,266 | 1,345,218,369 | (27,152,895,536) | 37,297,650,940 | 24,869,342,148 |
| | Up to 1 month Taka 11,81,138,733 2,385,415,394 3,048,500 15,645,739,218 903,176,251 30,558,518,116 11,332,569,817 20,681,904,85 1,885,673,324 375,379,415 | Up to 1 month 1-3 months Taka | Up to 1 month | Up to 1 month | Up to 1 month |

| Balance with other banks - out | side B | anglad | esh (Nos | tro Acc | ounts) as a | it 31 De | | nnexure-B r 2018 |
|---|---------|----------|--------------|----------|------------------|-------------|----------|----------------------------|
| Name of the Banks | | | 31 Dece | | 31 December 2017 | | | |
| | Account | Currency | FC | Exchange | Equivalent | FC | Exchange | Equivale |
| | type | type | amount | rate | Taka | amount | rate | Taka |
| Mashreg Bank, New York, USA | CD | USD | (593,753) | 83.9000 | (49,815,882) | 965,496 | 82.7000 | 79,846, |
| Habib American Bank, New York, USA | CD | USD | (292,209) | 83.9000 | (24,516,367) | 775,686 | 82.7000 | 64,149, |
| Citibank N.A. New York, USA | CD | USD | (1,341,555) | 83.9000 | (112,556,469) | (1,459,458) | 82.7000 | (120,697,1 |
| Standard Chartered Bank, New York, USA | CD | USD | (12,767,390) | 83.9000 | (1,071,184,024) | (1,193,038) | 82.7000 | (98,664,2 |
| Standard Chartered Bank, Frunkfurt | CD | EURO | (126,099) | 95.4992 | (12,042,321) | (389,458) | 98.4957 | (38,359,8 |
| Bank of Tokyo Mitsubishi Ltd., Japan | CD | JPY | 14,324,265 | 0.7562 | 10,832,009 | 19,194,493 | 0.7308 | 14,027, |
| Bank of Tokyo Mitsubishi Ltd., New Delhi, India | CD | ACUD | 8,559 | 83.9000 | 718,058 | 8,513 | 82.7000 | 704 |
| AB Bank Ltd., Mumbai, India | CD | ACUD | 767,292 | | | (37,745) | 82.7000 | (3,121, |
| Sonali Bank Ltd., Kolkata, India | CD | ACUD | 360,791 | 83.9000 | 30,270,386 | 21,281 | 82.7000 | 1,759 |
| NIB Bank Limited, Karachi, Pakistan | CD | ACUD | 2,214,952 | 83.9000 | 185,834,474 | 264,565 | 82.7000 | 21,879 |
| Standard Chartered Bank, Nepal | CD | ACUD | 13,870 | 83.9000 | 1,163,663 | 2,150 | 82.7000 | 177 |
| Commerz Bank AG. Frankfurt, Germany | CD | USD | 2,060,119 | 83.9000 | 172,843,977 | 660,601 | 82.7000 | 54,631 |
| Commercial Bank of Ceylon, Colombo, Sri Lanka | CD | ACUD | 32,750 | 83.9000 | 2,747,754 | 92,561 | 82.7000 | 7,654 |
| Bank of Bhutan, Bhutan | CD | ACUD | 2,875 | 83.9000 | 241,213 | 9,258 | 82.7000 | 765 |
| Commerz Bank AG. Frankfurt, Germany | CD | EURO | 460,667 | 95.4992 | 43,993,295 | 845,457 | 98.4957 | 83,273 |
| Commerz Bank AG. Frankfurt, Germany | CD | CHF | 3,984 | 84.5383 | 336,792 | 5,637 | 83.9722 | 473 |
| Mashreq Bank, Mumbai, India | CD | ACUD | 1,728,208 | 83.9000 | 144,996,634 | 165,291 | 82.7000 | 13,669 |
| Mashreq Bank, Mumbai, India | CD | EURO | 1,729 | 95.4992 | 165,143 | 1,659 | 98.4957 | 163 |
| HDFC Bank Ltd, Mumbai, India | CD | ACUD | 390,916 | 83.9000 | 32,797,861 | 83,285 | 82.7000 | 6,887 |
| Standard Chartered Bank, London | CD | GBP | 10,660 | 106.1964 | 1,132,052 | 19,036 | 110.9793 | 2,112 |
| Mashreq Bank, London | CD | GBP | 28,424 | 106.1964 | 3,018,563 | 42,806 | 110.9793 | 4,750 |
| Kookmin Bank, Korea | CD | USD | 25,836 | 83.9000 | 2,167,676 | 39,743 | 82.7000 | 3,286 |
| Commerz Bank AG. Frankfurt | CD | AUD | 12,166 | 59.2250 | 720,557 | 40,058 | 64.3695 | 2,578 |
| Standard Chartered Bank, Mumbai, India | CD | ACUD | 1,409,483 | 83.9000 | 118,255,595 | 263,193 | 82.7000 | 21,766 |
| Mashreq Bank, Dubai | CD | AED | 50,887 | 22.8414 | 1,162,331 | 252 | 22.5153 | 5 |
| Mashreq Bank, New York, USA (For OBU Operation) | CD | USD | 3,855,056 | 83.9000 | 323,439,161 | 5,369,402 | 82.7000 | 444,049 |
| Commerz Bank AG. Frankfurt, Germany (For OBU Operation) | | USD | (77,960) | | (6,540,878) | 174,950 | 82.7000 | 14,468 |
| Commerz Bank AG. Frankfurt, Germany (For OBU Operation) | | EURO | 355,632 | 95.4992 | 33,962,612 | 210,332 | 98.4957 | 20,716 |
| Sonali Bank, Kolkata, India | TD | ACUD | 8,133 | 83.9000 | 682,345 | 8,133 | 82.7000 | |
| · | | | 12,928,287 | | (100,797,998) | 26,184,138 | | 603,628, |

| | | | | | | | | Annexure- |
|----------|--|----------------------|---------------|------------------|--------------------|-----------------|--|--|
| | Investment i | n Shai | res as | at 31 De | cember 20 | 18 | | |
| Sl. No. | Name of the company | Type of shares | Face value | Number of shares | Cost of holding | Average cost | Quoted rate per share as at 31 Dec 2018 | Total market value as at 31 Dec 2018 |
| | | | Taka | | Taka | Taka | Taka | Taka |
| Quoted (| Ordinary Share | | | | | | | |
| 1 | AB Bank Limited | Α | 10 | 684,596 | 40,660,844 | 59.39 | 12.00 | 8,215,152 |
| 2 | Dhaka Bank Limited | Α | 10 | 2,057,727 | 53,706,970 | 26.10 | | 29,219,72 |
| 3 | Mercantile Bank Limited | Α | 10 | 1,372,802 | 37,621,008 | 27.40 | | 24,710,430 |
| 4 | Mutual Trust Bank Limited | Α | 10 | 861,562 | 20,896,707 | 24.25 | 35.10 | 30,240,820 |
| 5 | Pubali Bank Limited | Α | 10 | 442,948 | 23,140,398 | 52.24 | | 11,516,64 |
| 6 | Shahjalal Islami Bank Limited | Α | 10 | 266,898 | 6,131,438 | 22.97 | 27.60 | 7,366,38 |
| 7 | Standard Bank Limited | Α | 10 | 1,426,061 | 23,965,596 | 16.81 | 10.90 | 15,544,06 |
| 8 | United Commercial Bank Limited | Α | 10 | 2,069,075 | 31,746,247 | 15.34 | | 36,415,720 |
| 9 | Trust Bank Limited | Α | 10 | 2,061,574 | 63,849,536 | 30.97 | | 67,001,15 |
| 10 | Brac Bank Limited | Α | 10 | 980,000 | 70,158,523 | 71.59 | | 71,246,000 |
| 11 | Prime Bank Limited | Α | 10 | 625,000 | 10,168,788 | 16.27 | | 11,312,50 |
| 12 | Investment Corporation of Bangladesh | Α | 100 | 15,798 | 3,729,350 | | | 1,835,72 |
| 13 | Power Grid Company of Bangladesh Limited | Α | 10 | 200,000 | 16,063,292 | 80.32 | | 9,600,00 |
| 14 | Saif Powertec Limited | Α | 10 | 64,000 | 2,330,000 | 36.41 | 21.00 | 1,344,00 |
| 15 | Shahjibazar Power Co. Ltd. | Α | 10 | 22,800 | 2,892,945 | 126.88 | | 2,161,44 |
| 16 | Matin Spinning Mills Ltd | Α | 10 | 861,521 | 36,865,695 | 42.79 | | 34,374,68 |
| 17 | Heidelberg Cement Bangladesh Limited | Α | 10 | 25,000 | 14,017,380 | | | 8,367,50 |
| 18 | M.I. Cement Factory Ltd. | Α | 10 | 10,000 | 831,000 | 83.10 | 69.40 | 694,00 |
| 19 | Mobil Jamuna Lubricants Bangladesh Limited | Α | 10 | 21,000 | 2,453,130 | | | 2,083,20 |
| 20 | Square Pharmaceuticals Limited | Α | 10 | 41,125 | 10,992,690 | 267.30 | 254.20 | 10,453,97 |
| 21 | The ACME Laboratories Limited | Α | 10 | 25,000 | 2,964,828 | 118.59 | 85.90 | 2,147,50 |
| 22 | Grameenphone Limited | Α | 10 | 158,000 | 59,050,965 | 373.74 | 367.30 | 58,033,40 |
| 23 | Bata Shoe Company (Bangladesh) Limited | Α | 10 | 5,100 | 6,016,710 | 1,179,75 | 1,116.40 | 5,693,64 |
| 24 | IDLC Finance Limited | Α | 10 | 33,934,822 | 462,133,670 | 13.62 | | 2,365,257,09 |
| 25 | Perfume Chemical Ind. Limited | Z | 10 | 28 | 3,500 | 125.00 | 59.00 | 1,65 |
| 26 | Raspit Inc. (BD) Limited | Z | 10 | 366,000 | 6,153,414 | 16.81 | 1.90 | 695,40 |
| 27 | Rangamati Food Products Limited | Z | 10 | 64,500 | 645,000 | 10.00 | 12.60 | 812,70 |
| 28 | German Bangla Joint Venture Foods Limited | Z | 10 | 21,000 | 210,000 | 10.00 | 3.60 | 75,60 |
| 29 | Somorita Hospital Limited | Α | 10 | 162 | - | 0.00 | 70.20 | 11,37 |
| Total | | | | | 1,009,399,623 | | | 2,816,431,49 |
| | U | | | | | | | |
| | Unquoted Ordinary Shares | | 10 | 2 204 724 | 6 277 770 | 2.75 | | |
| 1 | Central Depository Bangladesh Limited | | 10 | 2,284,721 | 6,277,770 | 2.75 | | |
| 2 | KARMA Sangsthan Bank Limited | | 100 | 100,000 | 10,000,000 | | | |
| 3 | Industrial & Infrastructural Development | | 10 | 8,794,932 | 42,453,820 | 4.83 | | |
| | Finance Company Limited | | | | | | | |
| 4 | Venture Investment Partners Bangladesh Limited | 1 | 100 | 202,176 | 18,000,000 | 89.03 | | |

| Schedule of fi | xed ass | ets incl | uding p | remises, | furnitur | e and fix | ktures a | ıs at 31 D | ecembe | r 2018 |
|--------------------------------|--------------------------------|---------------------------------|-----------------------------------|---------------------------------|---------------------------------|--------------------------------|-------------------------------|--|---------------------------------|------------------------------------|
| | | | Cost | | | | Depreciation | n/Amortisation | | Written |
| Particulars | Balance as at 1 Jan 2018 | Additions during the year | Adjustments during the year | Disposals during the year | Balance as at 31 Dec 2018 | Balance as at 1 Jan 2018 | Charged during the year | Disposals/ adjustments during the year | Balance as at 31 Dec 2018 | down value as at 31 Dec 2018 |
| Own assets | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> |
| Land | 168,630,265 | | - | - | 168,630,265 | | - | - | - | 168,630,265 |
| Building | 1,789,452,122 | - | | | 1,789,452,122 | 289,217,041 | 44,736,303 | 0 | 333,953,344 | 1,455,498,778 |
| Work-In-Progress-Building | 82,285,716 | | - | | 82,285,716 | | - | - | - | 82,285,71 |
| Furniture and fixtures | 1,215,170,895 | 138,512,540 | (51,176,075) | (2,705,009) | 1,299,802,351 | 652,250,332 | 96,320,436 | (2,650,094) | 745,920,674 | 553,881,67 |
| Office equipment and machinery | 2,525,784,475 | 592,579,360 | (21,272,745) | (133,835,908) | 2,963,255,182 | 2,043,333,546 | 253,444,239 | (133,310,802) | 2,163,466,982 | 799,788,20 |
| Software | 397,097,880 | 75,647,307 | | | 472,745,186 | 107,907,663 | 126,265,042 | - | 234,172,705 | 238,572,482 |
| Work-In-Progress-Software | 40,564,506 | 53,657,897 | (30,811,771) | | 63,410,632 | | - | | - | 63,410,63 |
| Bank's vehicles | 356,505,046 | | - | (46,349,056) | | 205,751,994 | | (46,349,056) | 207,623,775 | |
| Sub-total | 6,575,490,905 | 915,183,610 | (103,260,591) | (182,889,973) | 7,204,523,951 | 3,298,460,576 | 568,986,856 | (182,309,952) | 3,685,137,480 | 3,519,386,47 |
| Leased assets | | | | | | | | | | |
| Vehicles | j . | j .i | - | | | | | - | | |
| Sub-total | | | | | | | | | - | |
| Grand total | 6,575,490,905 | 915,183,610 | (103,260,591) | (182,889,973) | 7,204,523,951 | 3,298,460,576 | 568,986,856 | (182,309,952) | 3,685,137,480 | 3,519,386,471 |

As at 31 December 2017

| Particulars | | | Cost | | | | Depreciation | on/Amortisation | | Written |
|--------------------------------|--------------------------------|---------------------------------|-----------------------------------|---------------------------------|---------------------------------|--------------------------------|-------------------------------|--|---------------------------------|------------------------------------|
| | Balance as at 1 Jan 2017 | Additions during the year | Adjustments during the year | Disposals during the year | Balance as at 31 Dec 2017 | Balance as at 1 Jan 2017 | Charged during the year | Disposals/ adjustments during the year | Balance as at 31 Dec 2017 | down value as at 31 Dec 2017 |
| Own assets | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> | <u>Taka</u> |
| Land | 208,117,665 | - | | (39,487,400) | 168,630,265 | | | - | - | 168,630,265 |
| Building | 1,904,121,594 | 1,711,344 | | (116,380,816) | 1,789,452,122 | 270,540,560 | 45,361,305 | (26,684,824) | 289,217,041 | 1,500,235,081 |
| Work-In-Progress-Building | 190,550,514 | - | | (108,264,798) | 82,285,716 | | | | - | 82,285,716 |
| Furniture and fixtures | 1,093,652,476 | 191,045,001 | (68,369,376) | (1,157,206) | 1,215,170,895 | 550,646,731 | 102,738,176 | (1,134,575) | 652,250,332 | 562,920,563 |
| Office equipment and machinery | 2,263,713,817 | 343,427,443 | (79,271,449) | (2,085,336) | 2,525,784,475 | 1,738,921,605 | 307,303,865 | (2,891,924) | 2,043,333,546 | 482,450,929 |
| Software | 296,360,249 | 100,737,631 | - | - | 397,097,880 | 91,568,713 | 16,338,950 | - | 107,907,663 | 289,190,217 |
| Work-In-Progress-Software | 62,484,862 | 24,199,837 | (46,120,193) | | 40,564,506 | | | - | - | 40,564,506 |
| Bank's vehicles | | 119,850,018 | | (55,728,229) | 356,505,046 | | | | 205,751,994 | |
| Sub-total | 6,311,384,434 | 780,971,274 | (193,761,018) | (323,103,785) | 6,575,490,905 | 2,874,148,513 | 510,751,590 | (86,439,527) | 3,298,460,576 | 3,277,030,329 |
| Leased assets Vehicles | | | | | | | | | | |
| Sub-total | | - | - | - | - | | | - | | |
| Grand total | 6,311,384,434 | 780,971,274 | (193,761,018) | (323,103,785) | 6,575,490,905 | 2,874,148,513 | 510,751,590 | (86,439,527) | 3,298,460,576 | 3,277,030,329 |
| | | | | | | | | | | A |

| Annexure-E | | | | | | | | | |
|--|-----------------------|---|-----------------|--------------------|--|--|--|--|--|
| Statement of tax position as at 31 December 2018 | | | | | | | | | |
| Present status | Tax as per assessment | Tax provision made on the basis of accounts | Assessment year | Accounting year | | | | | |
| | Taka | Taka | • | | | | | | |
| Reference application filed to High Court | 264,849,327 | 190,000,000 | 2004-2005 | 2003 | | | | | |
| Division of the Supreme Court | | | | | | | | | |
| Reference application filed to High Court | 315,574,683 | 442,791,678 | 2005-2006 | 2004 | | | | | |
| Division of the Supreme Court | | | | | | | | | |
| Assessment Completed | 872,927,307 | 925,000,000 | 2014-2015 | 2013 | | | | | |
| Assessment Completed | 1,182,255,068 | 1,414,752,396 | 2015-2016 | 2014 | | | | | |
| Assessment Completed | 1,687,704,585 | 1,708,720,538 | 2016-2017 | 2015 | | | | | |
| Assessment Completed | 1,524,977,812 | 1,656,130,855 | 2017-2018 | 2016 | | | | | |
| Accessment Completed | 1 507 510 000 | 1 765 106 034 | 2018-2010 | 2017 | | | | | |

20.00%

Director
A.S.M Chemical Industries Limited

| | Name of Directors and | their interest in d | lifferent entities as at 31 December 2 | 018 |
|-----------|---|---------------------|---|------------------|
| SI no. | Name of Directors | Status with CBL | Entities where they have interest | % of Interest |
| 1 | Mr. Aziz Al-Kaiser | Chairman | Vice-Chairman | |
| | | | Partex Star Group Managing Director | - |
| ļ | | į | Star Particle Board Mills Limited | 75.00% |
| ŀ | | 1 | Partex PVC Industries Limited | 75.00% 85.00% |
| i | | | New Light Star Apparels Limited Corvee Maritime Company Limited | 75.00% |
| | | İ | Partex Furniture Industries Limited | 75.00% |
| ŀ | | | Partex Builders Limited Partex Laminates Limited | 75.00% 75.00% |
| İ | | i | Partex Limited | 10.00% |
| ļ | | į | Fairhope Housing Limited | 75.00% |
| | | | Partex Cables Limited Partex Aromarine Logistics Limited | 85.00% 50.00% |
| | | | Star Adhesive Limited | 85.00% |
| | | İ | Star Gypsum Board Mills Limited | 80.00% |
| ļ | | | Triple Apparels Limited Partex MDF Board Mills Limited | 80.00% 85.00% |
| ŀ | | | Partex Power Generation Co. Limited | 51.00% |
| İ | | İ | Partex Strar Properties Limited | 37.50% |
| | | | Director | 15.000/ |
| ŀ | - | - | Danish Condensed Milk (BD) Limited Danish Foods Limited | 15.00% 15.00% |
| | | İ | Danish Milk Bangladesh Limited | 15.00% |
| | | | Danish Dairy Farm Limited | 15.00% |
| | | | Rubel Steel Mills Limited Danish Distribution Network Limited | 15.00% 15.00% |
| | | i | Voice Tel Limited | 25.00% |
| ļ | | İ | Sky Telecommunication Limited | 23.00% |
| ŀ | | | Partex Housing Limited Suburna Bhumi Housing Limited | 50.00% 50.00% |
| 2 | Mr. Hossain Khaled | Vice-Chairperson | Director | 30.0070 |
| | | ! | Anwar Group of Industries | |
| | | | Anwar Landmarks Anwar Silk Mills Limited | 20.00% 19.61% |
| İ | | i | Mehmood Industries (Pvt.) Limited | 9.62% |
| ļ | | į | Anwar Jute Spinning Mills Limited | 15.31% |
| - | | | Anwar Galvanizing Limited | 5.69% 16.67% |
| | | | Anwar Ispat Limited AG Automobiles Limited | 10.00% |
| ļ | | į | Hossain Dyeing & Printing Mills Ltd. | 32.37% |
| ļ | | | Anwar Cement Limited | 7.14% 33.31% |
| ŀ | | | Anwar Cement Sheet Limited Euro Cars Limited | 33.26% |
| 3 | Mr. Deen Mohammad | Director | <u>Chairman</u> | |
| | | | Apollo Ispat Limited Phoenix Spinning Mills Limited | 5.48% 37.30% |
| İ | | i | Rangdhanu Spinning Mills Limited | 7.20% |
| 1 | | ļ | Phoenix Securities Limited | 0.50% |
| ŀ | | | MD & Chairman | 60.00% |
| | | | Phoenix Textile Mills Limited Eastern Dyeing & Calendaring Works Ltd. | 42.00% |
| ļ | | į | Director | ! |
| ŀ | | - | Phoenix Insurance Company Limited | 2.89% |
| 4 | Mr. Mohammad Shoeb | Director | Phoenix Finance & Investment Limited Chairman | 3.15% |
| İ | | | Phoenix Insurance Company Limited | 3.84% |
| | | | Vice-Chairman Phoenix Finance & Investment Limited | 2.60% |
| İ | | i | Phoenix Securities Limited | 0.50% |
| | | İ | Director | 1 |
| ŀ | | | Rangdhanu Spinning Mills Limited | 6.86% 4.00% |
| 1 | | İ | Phoenix Spinning Mills Limited Phoenix Textiles Mills Limited | 2.50% |
| 5 | Mr. Rubel Aziz | Director | Managing Director | |
| | | 1 | Partex Beverage Limited | 1.00% |
| ł | | | Partex Plastics Limited Partex Accessories Limited | 85.00% 37.50% |
| 1 | | İ | Partex Plastics Furniture Limited | 37.50% |
| | | | Fotoroma Limited | 10.00% |
| | | 1 | Partex Properties Limited Partex Foundry Limited | 85.00% 80.00% |
| 1 | | İ | Partex Jute Mills Limited | 75.00% |
| ļ | | | Partex Corporate Limited | 50.00% |
| 1 | | | Partex Aviation Limited Partex Petro Limited | 50.00% 85.00% |
| 1 | | İ | Sakhi Fisheries Limited | 90.00% |
| | | ļ | Director | ļ |
| | | 1 | Partex Real Estate Limited | 25.00% |
| L | | <u> </u> | Vice Chairman IBAIS Limited | 10.00% |
| 6 | Mr. Hossain Mehmood | Nominated Director | Nominated Director | |
| 1 | (Representative of A-One Polymer Limited) | | A-One Polymer Limited (Nominated Director) | - |
| 7 | Mrs. Tabassum Kaiser | Director | Director | |
| | | 1 | Fairhope Housing Limited | 20.00% |
| 1 | ! | ! | Star Gypsum Board Mills Limited | 20.00% |

8 Mr. Rajibul Hug Chowdhury



| 9 | Mrs. Syeda Shaireen Aziz | Director | Director | |
|----|----------------------------|----------------------|---|---------|
| | | 1 | Partex Corporate Limited | 20.00% |
| | | | Sattar Glass Factory Limited | 20.00% |
| | | | Sakhi Fisheries Limited | 10.00% |
| 10 | Mr. Md. Rafiqul Islam Khan | Director | Managing Director | |
| |] | | Pakiza Dyeing & Printing Industries (Pvt.) Ltd. | 85.00% |
| | | | Garden Textile Mills (Pvt.) Limited | 75.00% |
| | | | Pakiza Textiles Limited | 50.00% |
| | | | Pakiza Spinning Mills Limited | 60.00% |
| | | | Pakiza Cotton Spinning Mills (Pvt.) Limited | 55.00% |
| | | | Chairman | |
| | | | Pakiza Knit Composite Limited | 25.00% |
| | | | Pakiza Apparels Limited | 20.00% |
| | | | Pakiza Woven Fashion Limited | 20.00% |
| | | | Pakiza Garments Limited | 20.00% |
| | | | Pakiza Techno Vation Limited | 20.00% |
| | | | Director | |
| | | | Phoenix Securities Limited | 8.00% |
| | | | <u>Proprietor</u> | l |
| | | | Pakiza Fabrics | 100.00% |
| | | | Partner | l |
| | | | Pakiza Textile | 50.00% |
| 11 | Mrs. Savera H. Mahmood | Nominated Director | Nominated Director | |
| | (Representative of Partex | | Partex Corporate Limited | - |
| | (Corporate Limited) | | Director | l |
| |] - | | Partex Agro Limited | 50.00% |
| | | | Partex Tissue Limited | 15.00% |
| | | | Danish Multipurpose Firm Limited | 15.00% |
| 12 | Mr. K.M. Tanjib-Ul Alam | Independent Director | - | - |
| 13 | Mr. Faroog Sobhan | Independent Director | - | - |

A. Disclosure regarding outstanding REPO as at 31 December 2018

| SI. | Counterparty name | Agreement date | Reversal date | Amount (1st leg cash |
|-----|-------------------|----------------|---------------|----------------------|
| no. | | | | consideration) |
| | Nil | Nil | Nil | Nil |

B. Disclosure regarding outstanding Reverse REPO as at 31 December 2018

| SI. | Counterparty name | Agreement date | Reversal date | Amount (1st leg cash |
|-----|-------------------|------------------|-----------------|----------------------|
| no | | | | consideration) |
| 1 | AB Bank Ltd | 27 December 2018 | 03 January 2019 | 2,725,532,575.00 |
| 2 | National Bank Ltd | 27 December 2018 | 03 January 2019 | 308,346,600.00 |
| 3 | Jamuna Bank Ltd | 27 December 2018 | 01 January 2019 | 308,874,020.00 |
| | | | | |

C. Disclosure regarding overall transactions of REPO and Reverse REPO as at 31 December 2018

| ы. | Securities sold under KEPO | winimum outstanding | waximum | Daily average |
|---|--|-------------------------------------|----------------------------|-------------------------------------|
| no. | | during the year | outstanding during | outstanding during |
| | | | the year | the year |
| 1 | with Bangladesh Bank | 1,000,000,000.00 | 2,991,216,000.00 | 71,016,334.25 |
| 2 with other Banks & Financial Institutions | | 288,864,324.92 | 2,720,075,106.72 | 128,884,094.24 |
| | | | | |
| | | | | |
| SI. | Securities purchased under Reverse REPO | Minimum outstanding | Maximum | Daily average |
| SI. no. | Securities purchased under Reverse REPO | Minimum outstanding during the year | Maximum outstanding during | Daily average outstanding during |
| | Securities purchased under Reverse REPO | | | |
| no. | Securities purchased under Reverse REPO with Bangladesh Bank | | outstanding during | outstanding during |

Amount in Taka

| Division | Dhaka Division | Chattagram Division | Rajshahi Division | Khulna Division | Sylhet Division | Rangpur Division | Barishal Division | Mymensingh Division | Total |
|--------------------------------|------------------|------------------------|----------------------|-----------------|--------------------|---------------------|----------------------|------------------------|-----------------|
| Interest Income | 18,784,213,836 | 2,937,356,157 | 587,250,417 | 258,560,244 | 112,048,539 | 174,223,677 | 33,324,500 | 29,917,347 | 22,916,894,71 |
| Interest Expenses | (9,974,587,488) | (2,438,809,955) | (241,274,739) | (172,333,856) | (680,093,387) | (109,656,621) | (35,866,449) | (63,733,407) | (13,716,355,902 |
| NII | 8,809,626,348 | 498,546,202 | 345,975,678 | 86,226,389 | (568,044,849) | 64,567,056 | (2,541,949) | (33,816,060) | 9,200,538,81 |
| Pool Income | 20,280,620,811 | 2,673,017,960 | 224,423,364 | 192,280,745 | 835,390,923 | 128,133,553 | 32,709,737 | 69,875,910 | 24,436,453,00 |
| Pool Expenses | (21,856,147,386) | (1,925,856,715) | (345,118,086) | (141,641,904) | (11,196,350) | (141,655,743) | (10,703,984) | (4,132,835) | (24,436,453,004 |
| NPI | (1,575,526,574) | 747,161,245 | (120,694,723) | 50,638,841 | 824,194,573 | (13,522,190) | 22,005,753 | 65,743,075 | |
| Interest Income on Investments | 1,842,359,857 | i i | į į | i i | i i | i i | i i | i i | 1,842,359,85 |
| Commission Income | 1,960,706,670 | 107,859,431 | 7,839,849 | 20,127,110 | 597,473 | 124,486 | 663,431 | 289,441 | 2,098,207,89 |
| Exchange Gain / Loss | 1,152,065,641 | 2,605,927 | 446,175 | 302,487 | 253,313 | 129,863 | 4,210 | 12,715 | 1,155,820,33 |
| Fees and other Income | 1,392,837,231 | 136,021,551 | 24,879,412 | 14,662,810 | 20,393,896 | 8,848,157 | 3,421,381 | 4,046,154 | 1,605,110,59 |
| Total other Income | 6,347,969,399 | 246,486,909 | 33,165,436 | 35,092,406 | 21,244,681 | 9,102,506 | 4,089,022 | 4,348,310 | 6,701,498,67 |
| Operating income | 13,582,069,172 | 1,492,194,356 | 258,446,391 | 171,957,637 | 277,394,405 | 60,147,372 | 23,552,827 | 36,275,324 | 15,902,037,48 |
| Staff Cost | 3,997,635,038 | 439,933,234 | 125,998,138 | 84,092,767 | 114,428,730 | 55,749,643 | 18,004,008 | 18,431,293 | 4,854,272,85 |
| Other Cost | 3,988,962,569 | 223,461,050 | 42,332,250 | 29,135,248 | 49,865,470 | 18,298,573 | 8,194,763 | 8,321,787 | 4,368,571,71 |
| Total Operating Expenses | 7,986,597,608 | 663,394,284 | 168,330,388 | 113,228,016 | 164,294,200 | 74,048,216 | 26,198,771 | 26,753,080 | 9,222,844,56 |
| Operating Profit | 5,595,471,565 | 828,800,071 | 90,116,003 | 58,729,621 | 113,100,205 | (13,900,844) | (2,645,944) | 9,522,244 | 6,679,192,92 |
| Provision for loans & others | (1,437,307,650) | (494,760,578) | (79,388,605) | (60,407,475) | (17,568,066) | (228,276,402) | (2,351,697) | (4,209,036) | (2,324,269,510 |
| PBT | 4,158,163,914 | 334,039,494 | 10,727,398 | (1,677,854) | 95,532,139 | (242,177,246) | (4,997,641) | 5,313,208 | 4,354,923,41 |
| Provision for taxation | İ | i i | i i | i i | i i | i i | i i | i i | (2,336,992,791 |
| PAT | | | | | | | | | 2,017,930,62 |
| Segment wise Advances | 188,754,017,762 | 29,981,366,457 | 5,819,520,488 | 2,750,999,441 | 1,063,965,611 | 2,105,158,734 | 343,252,006 | 573,188,952 | 231,391,469,45 |
| Seament wise Deposits | 149,128,675,616 | 36,339,216,942 | 4.091.841.597 | 3,164,946,849 | 6.781,929.072 | 1,974,549,790 | 604,233,283 | 3.084.806.413 | 205,170,199,56 |

| | | | Annexure-I(|
|--|-------------|---------------|---|
| Balance Sheet of Islamic Banking Branch a | s at 31 Dec | ember 2018 | |
| | <u>Note</u> | 2018 | 2017 |
| PROPERTY AND ASSETS Cash | | <u>Taka</u> | <u>Taka</u> |
| Cash in hand (including foreign currencies) | 1 | 6,331,393 | 7,060,13 |
| Balance with Bangladesh Bank and its agent bank(s) | ' | 1,240,843,193 | 1,747,812,50 |
| (Including foreign currencies) | | 1,247,174,585 | 1,754,872,64 |
| Balance with other banks and financial institutions | 2 | .,,, ., ., | .,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, |
| In Bangladesh | _ | 2,572,196,064 | 22,888,75 |
| Outside Bangladesh | | - | ,, |
| • | | 2,572,196,064 | 22,888,75 |
| Placement with banks & other financial institutions | | - | |
| Investments in shares & securities | 3 | | |
| Government | | - | 150,000,00 |
| Others | | | L |
| Investments | 4 | - | 150,000,00 |
| General investments etc. | • | 1,569,727,069 | 2,361,243,64 |
| Bills purchased and discounted | | 2,781,300 | 4,308,70 |
| • | | 1,572,508,369 | 2,365,552,34 |
| Fixed assets including premises, furniture and fixtures | 5 | 5,191,794 | 6,633,10 |
| Other assets | 6 | 27,243,133 | 23,083,75 |
| Non-banking assets | | | |
| Total assets | | 5,424,313,946 | 4,323,030,60 |
| LIABILITIES AND CAPITAL | | | |
| Liabilities: | | | |
| Borrowings from other banks, financial institutions and agents | 7 | - | |
| Deposits and other Accounts | | | |
| Mudaraba and Manarah savings deposits | | 754,549,776 | 700,586,19 |
| Mudaraba term deposits | | 3,923,293,824 | 2,716,499,57 |
| Al-wahdia and Manarah current deposits and other accounts | | 376,637,745 | 105,018,53 |
| Bills payable | | 16,801,084 | 9,723,79 |
| | | 5,071,282,429 | 3,531,828,08 |
| Other liabilities | 8 | 353,031,516 | 791,202,51 |
| Total liabilities | | 5,424,313,946 | 4,323,030,60 |
| Capital/shareholders' equity | | | |
| Paid up capital | | 1 | - |
| Statutory reserve Share premium | | 1 | 1 |
| Other reserve | | 1 | 1 |
| Other reserve Surplus in profit and loss account/Retained earnings | | 1 3 | } |
| Total shareholders' equity | | | |
| Total shareholders' equity | | 5,424,313,946 | 4,323,030,60 |
| OFF-BALANCE SHEET ITEMS | | | |
| Contingent liabilities | | | |
| Acceptances and endorsements | | 1,027,752,833 | 444,388,03 |
| Letters of guarantee | | 85,938,388 | 34,938,38 |
| Irrevocable letters of credit | | 317,847,943 | 313,764,60 |
| Bills for collection | | 3,190,132 | 582,882,26 |
| Other contingent liabilities | | - | |
| Other commitments | | 1,434,729,295 | 1,375,973,28 |
| Total Off-Balance Sheet items including contingent liabilities | | 1,434,729,295 | 1,375,973,28 |
| | | ,,,. | |

| Other liabilities | 8 | 353,031,516 | 791,202,517 |
|--|-----------|---|---|
| Total liabilities | | 5,424,313,946 | 4,323,030,603 |
| | | | |
| Capital/shareholders' equity | | | 1 |
| Paid up capital | | - | - |
| Statutory reserve | | ! -!! | - |
| Share premium | | - | - |
| Other reserve | | ! -!! | - |
| Surplus in profit and loss account/Retained earnings | | | - |
| Total shareholders' equity | | | <u>-</u> |
| Total liabilities and shareholders' equity | | 5,424,313,946 | 4,323,030,603 |
| OFF-BALANCE SHEET ITEMS | | | |
| Contingent liabilities | | | |
| Acceptances and endorsements | | 1,027,752,833 | 444,388,033 |
| Letters of guarantee | | 85,938,388 | 34,938,388 |
| Irrevocable letters of credit | | 317,847,943 | 313,764,601 |
| Bills for collection | İ | 3,190,132 | 582,882,267 |
| Other contingent liabilities | İ | - | - |
| - | ' | 1,434,729,295 | 1,375,973,289 |
| Other commitments | | | |
| Total Off-Balance Sheet items including contingent liabilities | | 1,434,729,295 | 1,375,973,289 |
| | | | |
| | | | Annexure-I(2) |
| | | | , |
| Profit and Loss Account of Islamic Banking Branch for th | e year en | ded 31 Decem | ber 2018 |
| | Note | 2018 | 2017 |
| | | 2010 | 2017 |
| | | Taka | Taka |
| | | <u>Taka</u> | <u>Taka</u> |
| Profit and investment income | | | |
| Profit and investment income | | 230,048,441 | 363,558,613 |
| Profit paid on deposits and borrowings etc. | | 230,048,441 (144,274,862) | 363,558,613 (201,712,464) |
| | | 230,048,441 | 363,558,613 |
| Profit paid on deposits and borrowings etc. | | 230,048,441 (144,274,862) 85,773,579 | 363,558,613 (201,712,464) 161,846,149 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income | 9 | 230,048,441 (144,274,862) 85,773,579 2,179,572 | 363,558,613 (201,712,464) 161,846,149 4,680,888 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage | - | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income | 9 10 | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage | - | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income | - | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances | - | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 110,887,487 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. | - | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 110,887,487 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 26,605,310 22,085,890 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses | - | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 26,605,310 22,085,890 212,900 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses Postage, stamp, telecommunication etc. | - | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 117,573 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 26,605,310 22,085,890 212,900 98,423 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses Postage, stamp, telecommunication etc. Stationery, printing, advertisement etc. | - | 230,048,441 (144,274,862) 85,773,579 21,79,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 117,573 423,541 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 26,605,310 22,085,890 212,900 98,423 455,890 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses Postage, stamp, telecommunication etc. Stationery, printing, advertisement etc. Depreciation and repair of Bank's assets | - | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 117,573 423,541 4,172,838 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 26,605,310 22,085,890 212,900 98,423 455,890 4,088,373 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses Postage, stamp, telecommunication etc. Stationery, printing, advertisement etc. Depreciation and repair of Bank's assets Other expenses | 10 | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 117,573 423,541 4,172,838 2,939,486 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 26,605,310 22,085,890 212,900 98,423 455,890 4,088,373 3,789,405 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses Postage, stamp, telecommunication etc. Stationery, printing, advertisement etc. Depreciation and repair of Bank's assets Other expenses Total operating expenses | 10 | 230,048,441 (144,274,862) 85,773,579 21,79,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 117,573 423,541 4,172,838 2,939,486 54,711,473 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 26,605,310 22,085,890 212,900 98,423 455,890 4,088,373 3,789,405 57,336,190 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses Postage, stamp, telecommunication etc. Stationery, printing, advertisement etc. Depreciation and repair of Bank's assets Other expenses | 10 | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 117,573 423,541 4,172,838 2,939,486 54,711,473 56,176,014 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 26,605,310 22,088,890 212,900 98,423 45,890 4,088,373 3,789,405 57,336,190 124,295,601 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses Postage, stamp, telecommunication etc. Stationery, printing, advertisement etc. Depreciation and repair of Bank's assets Other expenses Total operating expenses Net operating profit Provision for loans and advances/investments | 10 | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 117,573 423,541 4,172,838 2,939,486 54,711,473 56,176,014 1,689,223 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 26,605,310 22,085,890 212,900 98,423 455,890 4,088,373 3,789,405 57,336,190 124,295,601 71,207,777 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses Postage, stamp, telecommunication etc. Stationery, printing, advertisement etc. Depreciation and repair of Bank's assets Other expenses Total operating expenses Net operating profit | 10 | 230,048,441 (144,274,862) 85,773,579 21,79,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 117,573 423,541 4,172,838 2,939,486 54,711,473 56,176,014 1,689,223 (614,168) | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 26,605,310 22,085,890 98,423 455,890 4,088,373 3,789,405 57,336,190 124,295,601 71,207,777 3,123,549 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses Postage, stamp, telecommunication etc. Stationery, printing, advertisement etc. Depreciation and repair of Bank's assets Other expenses Total operating expenses Net operating profit Provision for loans and advances/investments Provision for Off-Balance Sheet exposures | 10 | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 117,573 423,541 4,172,838 2,939,486 54,711,473 56,76,014 1,689,223 (614,168) 1,075,055 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 22,085,890 212,900 98,423 45,890 4,088,373 3,789,405 57,336,190 124,295,601 71,207,777 3,123,549 74,331,326 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses Postage, stamp, telecommunication etc. Stationery, printing, advertisement etc. Depreciation and repair of Bank's assets Other expenses Total operating expenses Net operating profit Provision for loans and advances/investments Provision for Off-Balance Sheet exposures Total provision | 10 | 230,048,441 (144,274,862) 85,773,579 21,79,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 117,573 423,541 4,172,838 2,939,486 54,711,473 56,176,014 1,689,223 (614,168) | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 26,605,310 22,085,890 98,423 455,890 4,088,373 3,789,405 57,336,190 124,295,601 71,207,777 3,123,549 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses Postage, stamp, telecommunication etc. Stationery, printing, advertisement etc. Depreciation and repair of Bank's assets Other expenses Total operating expenses Net operating profit Provision for loans and advances/investments Provision for Off-Balance Sheet exposures Total provision | 10 | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 117,573 423,541 4,172,838 2,939,486 54,711,473 56,76,014 1,689,223 (614,168) 1,075,055 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 22,085,890 212,900 98,423 45,890 4,088,373 3,789,405 57,336,190 124,295,601 71,207,777 3,123,549 74,331,326 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses Postage, stamp, telecommunication etc. Stationery, printing, advertisement etc. Depreciation and repair of Bank's assets Other expenses Total operating expenses Net operating profit Provision for loans and advances/investments Provision for Off-Balance Sheet exposures Total provision | 10 | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 117,573 423,541 4,172,838 2,939,486 54,711,473 56,76,014 1,689,223 (614,168) 1,075,055 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 22,085,890 212,900 98,423 45,890 4,088,373 3,789,405 57,336,190 124,295,601 71,207,777 3,123,549 74,331,326 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses Postage, stamp, telecommunication etc. Stationery, printing, advertisement etc. Depreciation and repair of Bank's assets Other expenses Total operating expenses Net operating profit Provision for loans and advances/investments Provision for Off-Balance Sheet exposures Total provision | 10 | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 117,573 423,541 4,172,838 2,939,486 54,711,473 56,76,014 1,689,223 (614,168) 1,075,055 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 22,085,890 212,900 98,423 45,890 4,088,373 3,789,405 57,336,190 124,295,601 71,207,777 3,123,549 74,331,326 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses Postage, stamp, telecommunication etc. Stationery, printing, advertisement etc. Depreciation and repair of Bank's assets Other expenses Total operating expenses Net operating profit Provision for loans and advances/investments Provision for Off-Balance Sheet exposures Total provision | 10 | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 117,573 423,541 4,172,838 2,939,486 54,711,473 56,76,014 1,689,223 (614,168) 1,075,055 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 22,085,890 212,900 98,423 45,890 4,088,373 3,789,405 57,336,190 124,295,601 71,207,777 3,123,549 74,331,326 |
| Profit paid on deposits and borrowings etc. Net investment income Investment income Commission, exchange and brokerage Other operating income Total operating income Salaries and allowances Rent, taxes, insurance, electricity etc. Legal expenses Postage, stamp, telecommunication etc. Stationery, printing, advertisement etc. Depreciation and repair of Bank's assets Other expenses Total operating expenses Net operating profit Provision for loans and advances/investments Provision for Off-Balance Sheet exposures Total provision | 10 | 230,048,441 (144,274,862) 85,773,579 2,179,572 21,361,270 1,573,066 110,887,487 30,229,916 16,743,344 84,775 117,573 423,541 4,172,838 2,939,486 54,711,473 56,76,014 1,689,223 (614,168) 1,075,055 | 363,558,613 (201,712,464) 161,846,149 4,680,888 13,599,192 1,505,562 181,631,791 22,085,890 212,900 98,423 45,890 4,088,373 3,789,405 57,336,190 124,295,601 71,207,777 3,123,549 74,331,326 |

| INC | otes to the Balance Sheet and Profit and Loss Account of Islamic for the year ended 31 December 2018 | Banking Branc | h as at and |
|-----|--|--|---|
| 1. | Cash | <u>2018</u> Taka | <u>2017</u> Taka |
| .1 | Cash in hand In local currency | | |
| | In foreign currency | 6,331,393 - 6,331,393 | 7,060,135 |
| .2 | Balance with Bangladesh Bank and its agent bank(s) | | |
| | In local currency In foreign currency | 1,240,843,193 - 1,240,843,193 | 1,747,812,509 |
| | Balance with other banks and financial institutions | | |
| | In Bangladesh (Note - 2.1) Outside Bangladesh | 2,572,196,064 | 22,888,752 |
| .1 | In Bangladesh | 2,572,196,064 | 22,888,752 |
| | Mudaraba savings deposit accounts | | |
| | Social Islami Bank Ltd. | | 1,508,373 1,508,373 |
| | Mudaraba Short Notice Deposits AB Bank Ltd. IBB | 14,937,378 | 8,644,172 |
| | Bank Alfalah Ltd. South East Bank Ltd. IBB | 2,078,746 10,135,610 | 2,096,175 9,921,282 |
| | Social Islami Bank Ltd. Export Import Bank of Bangladesh Ltd. Prime Bank Ltd. | 1,545,849 342,671,830 826,650 | 718,750 |
| | Mudaraba term deposit accounts | 372,196,064 | 21,380,379 |
| | Export Import Bank of Bangladesh Ltd. | 1,000,000,000 | |
| | Prime Bank Ltd. Jamuna Bank Ltd. | 1,000,000,000 200,000,000 2,200,000,000 | |
| | Investments in shares & securities | 2,572,196,064 | 22,888,752 |
| | i) Investment classified as per Bangladesh Bank Circular | | |
| | Held to Maturity (HTM) | | 150,000,000 150,000,000 |
| | ii) Investment securities are classified as follows a) Government bond | | |
| | 6 months Islamic bonds 2 years Islamic bond b) Other investments | | 150,000,000 |
| | Investments | | 150,000,000 |
| | i) Investments | | |
| | Inside Bangladesh | | |
| | Bai-muazzal Murabaha Hire purchase shirkatul melk (HPSM) | 2,202,437 797,330,122 770,194,510 | 2,728,400 1,766,162,384 592,352,858 |
| | Outside Bangladesh | 1,569,727,069 | 2,361,243,643 |
| | ii) Bills purchased and discounted | 1,309,727,009 | 2,301,243,043 |
| | Payable Inside Bangladesh Inland bills purchased | 2,781,300 | 4,308,700 |
| | Payable Outside Bangladesh Foreign bills purchased and discounted | _ | |
| | | 2,781,300 1,572,508,369 | 4,308,700 2,365,552,343 |
| | Fixed assets including premises, furniture and fixtures | | |
| | Cost Furniture and fixtures Office equipment and machinery | 14,769,649 17,441,376 | 14,763,649 17,198,126 |
| | Accumulated depreciation | 32,211,024 (27,019,230) 5,191,794 | 31,961,77 4 (25,328,670 |
| | Other assets | 3,191,794 | 6,633,104 |
| | Stationery and stamps Advance deposits and advance rent | 129,046 7,143,623 | 120,406 10,799,303 |
| | Advance tax Profit receivable from Investment Sundry debtors | 2,856,828 14,352,148 2,761,488 | 1,287,614 10,876,436 |
| | , | 27,243,133 | 23,083,759 |
| | Borrowings from other banks, financial institutions and agents | | |
| | In Bangladesh (Note- 7.1) Outside Bangladesh | | |
| 1 | in Bangladesh | | |
| | Bangladesh Bank for 100 Days Bangladesh Bank for 5 Months Bangladesh Bank for 6 Months | | |
| | bangacest bank to 0 months | | |
| | Other liabilities | <u>2018</u> <u>Taka</u> | <u>2017</u> <u>Tak</u> a |
| | Profit suspense account Expense payable | 2,366,033 1,261,150 | 4,002,59 ⁻ 997,750 |
| | Profit payable account Provision for investment | 51,032,205 50,087,529 | 36,980,890 84,244,50 |
| | Provision for Off-Balance Sheet Exposures Profit Payable to Head Office Profit mark up account | 14,407,137 128,458,846 74,103,208 | 13,792,969 198,626,927 109,515,899 |
| | Unrealized Compensation Realized Compensation Branch adjustment account | 2,645,076 1,121,732 16,641,962 | 3,247,306 3,177,698 321,947,217 |
| | Others | 10,906,637 353,031,516 | 14,668,774 791,202,51 7 |
| | Commission, exchange and brokerage | | |
| | Commission on letters of credit Commission on letters of guarantee Commission on export bills | 7,046,210 286,125 500 | 5,898,764 282,000 16,25 |
| | Commission on bills purchased Commission on accepted bills Commission on OBC, IBC etc. | 5,395,201 28,100 | 7,147 3,471,875 29,700 |
| | Other Fees and charges (Note - 9.1) | 6,162,990 18,919,127 | 3,893,455 13,599,192 |
| | Exchange gain Brokerage | 2,442,142 | |
| | | 2,442,142 21,361,270 | 13,599,192 |
| .1 | Other fees and charges Service charges on deposits | 1,430,625 | 1,215,103 |
| | Cheque book issue fees Investment processing fees | 300,200 4,302,247 | 249,500 2,303,111 |
| | Clearing return Charges on account closing and transfer | 111,955 17,963 6,162,990 | 106,740 19,000 3,893,45 5 |
| 0 | Other operating income | | |
| | Postage/telex/SWIFT/fax recoveries Locker rent Missell propur exprises (Nets. 10.1) | 1,057,000 166,793 | 970,000 117,138 |
| | Miscellaneous earnings (Note - 10.1) | 349,272 1,573,066 | 418,424 1,505,562 |
| 0.1 | Miscellaneous earnings includes earning from early settlement of loan, issuing various certificate and bank statements on demand of customers. | | |
| 1 | Other expenses | | |
| | Online communication expenses Training, seminar and workshop Entertainment | 1,468,076 8,975 53,832 | 1,936,000 88,400 |
| | Entertainment Business Expansion Cost Conveyance | 53,832 - 72,755 | 118,787 41,700 63,565 |
| | conveyance | | , |

| Section Property AND ASSETS Cash Cas | | Note | 2 | 018 | 2017 | | |
|--|--|------|-------------|------------------|-----------------|--|--|
| Cash in hand (including foreign currencies) Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies) Balance with ther banks and financial institutions In Bangladesh Unuside Bangladesh Unuside Bangladesh Money at call and short notice Investments in shares & securities Government Universiments in shares & securities Government Universiments in shares & securities Government Universiments in shares & securities Government Universiments in shares & securities Government Universiments in shares & securities Government Universiments in shares & securities Government Universiments in shares & securities Government Universiments in shares & securities Government Universiments in shares & securities Government Universiments in shares & securities Government Universiments in shares & securities Universiments Univ | PROPERTY AND ASSETS | HOLE | | | | | |
| Deposits and other Accounts Depo | Cash | | | | | | |
| Including foreign currencies Salaince with other banks and financial institutions Bangladesh 1 | | | - | - | | | |
| State Stat | alance with Bangladesh Bank and its agent bank(s) | | - | - | | | |
| n Bangladesh | | | - | - | | | |
| Dutside Bangladesh 1 4,181,894 350,860,895 479,234,72 28,555,258 2,395,786,116 1,046,556,72 2,345,786,116 1,046,556,72 2,345,786, | | | | | | | |
| Money at call and short notice nivestments in shares & securities iovernment Dithers John Sand advances John Sand advances John Sands and discounted John Sands assets including premises, furniture and fixtures Dither Sand CAPITAL Liabilities: John Sand Other Accounts John Sand Sand Other Accounts Deposits and other Accounts Dither liabilities John Sands and Sand Other Accounts John Sands and Sand Other Accounts John Sands Agriculture and Sands Agricul | | | | | | | |
| Annage at call and short notice | Outside Bangladesh | 1 | | | | | |
| A | | | 28,555,258 | 2,395,786,116 | 1,046,556,72 | | |
| 2 | • | | - | - | | | |
| Detect Color Col | | | | | | | |
| 2 2 3 36,729,548,870 19,182,464,10 564,719 47,379,886 2,312,880,75 1438,342,417 36,776,928,756 21,495,344,89 36,729,548,870 19,182,464,10 564,719 47,379,886 2,312,880,75 36,776,928,756 21,495,344,89 36,729,548,870 21,495,344,89 36,729,548,870 21,495,344,89 36,729,548,870 21,495,344,89 36,729,548,870 21,495,344,89 36,729,548,870 21,495,344,89 36,729,548,870 21,495,344,89 36,729,548,870 21,495,344,89 36,729,548,870 21,495,344,89 36,729,548,870 21,495,344,89 36,729,548,870 21,495,344,89 36,729,548,40 39,622,515,282 22,657,484,05 39,622,515,282 22,657,484,05 39,622,515,282 22,657,484,05 39,622,515,282 22,657,484,05 39,622,515,282 22,657,484,05 39,622,515,282 22,657,484,05 39,622,515,282 39,622, | | | - | ! - | ļ | | |
| 19,182,464,10 | Others | | - | - | | | |
| 19,182,464,10 | | - | - | - | | | |
| Sills purchased and discounted 564,719 47,379,886 2,312,880,75 438,342,417 36,776,928,756 21,495,344,89 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,95 21,495,344,89 21,495,344,95 21,495,344,89 21,495 | | 2 | 427.777.600 | 26 720 540 070 | 10 102 464 10 | | |
| A38,342,417 36,776,928,756 21,495,344,899 Debra assets S,361,149 449,800,410 115,582,43 Solution So | | | | | | | |
| State Stat | siiis purchased and discounted | | | | | | |
| 15,582,43 | ivad accets including promises formiture and fiveures | | 430,342,417 | 30,770,920,730 | 21,493,344,09 | | |
| Non-banking assets 472,258,823 39,622,515,282 22,657,484,05 | | | 5 361 1/0 | 449 800 410 | 115 592 43 | | |
| Total assets 472,258,823 39,622,515,282 22,657,484,05 | | | 3,301,143 | -+17,000,+10 | 113,302,43 | | |
| Liabilities Sorrowings from other banks, financial institutions and agents 1,216,943 102,101,537 192,546,163 102,101,537 192,546,164 102,101,537 192,546 | | | 472.258.823 | 39.622.515.282 | 22.657.484.05 | | |
| Additional content Additio | | | 172/250/025 | 33/022/313/202 | 22/03// 10 1/03 | | |
| 3 | IABILITIES AND CAPITAL | | | | | | |
| Deposits and other Accounts Deposits and other Accounts Other liabilities 1,216,943 102,101,537 192,546,16 3,849,255,03 472,258,823 39,622,515,282 22,657,484,05 Capital/shareholders' equity Paid up capital Capital of the reserve Capital of the res | _iabilities: | | | | | | |
| Deposits and other Accounts | Borrowings from other banks, financial institutions and | 3 | 417,973,472 | 35,067,974,339 | 18,615,682,86 | | |
| Strict Iabilities | agents | | | | | | |
| Strict Idabilities 4 53,068,408 4,452,439,406 3,849,255,03 | | | | | | | |
| Ar2,258,823 39,622,515,282 22,657,484,05 Capital/shareholders' equity Paid up capital | | | | | | | |
| Capital/shareholders' equity Paid up capital Statutory reserve Share premium Cher reserve Surplus in profit and loss account Fotal liabilities and shareholders' equity Cortingent liabilities Contingent li | | 4 | | | | | |
| Paid up capital labilities and shareholders' equity | Total liabilities | | 472,258,823 | 39,622,515,282 | 22,657,484,05 | | |
| Paid up capital statutory reserve share premium | Canital/charaholdors' equity | | | | | | |
| Contingent liabilities Contingent liabilit | | | | | | | |
| Contingent liabilities Contingent liabilit | • • | | i .i | i j | i | | |
| Deter reserve | | | i _i | i <u>-</u> i | i | | |
| Cotal liabilities and shareholders' equity 472,258,823 39,622,515,282 22,657,484,05 | · | | i _i | i <u>-</u> i | i | | |
| Fortal liabilities and shareholders' equity 472,258,823 39,622,515,282 22,657,484,05 DF-BALANCE SHEET ITEMS Contingent liabilities Acceptances and endorsements Acceptances and end | | | i _i | i _i | i | | |
| Contingent liabilities Contingent liabilit | | | | | | | |
| Contingent liabilities Acceptances and endorsements Acceptances and endorsements Acceptances and endorsements Acceptances and endorsements Acceptances and endorsements Acceptances and endorsements Acceptances and endorsements Acceptances and endorsements Acceptances and endorsements Acceptances and endorsements Acceptances and endorsements Acceptances Ac | Total liabilities and shareholders' equity | | 472,258,823 | 39,622,515,282 | 22,657,484,05 | | |
| Acceptances and endorsements 12,858,266 1,078,808,510 1,071,019,15 Letters of guarantee 4,087,853 342,970,833 483,038,35 Bills for collection 16,575,768 1,390,706,953 1,256,593,44 Cher contingent liabilities 36,831,691 3,090,178,860.00 Cher commitments 70,353,578 5,902,665,156 2,810,650,94 Cher commitments 70,353,578 5,902,665,156 2,810,650,94 Cher commitments 70,353,578 5,902,665,156 2,810,650,94 Cher commitments 70,353,578 5,902,665,156 2,810,650,94 Cher commitments 70,353,578 5,902,665,156 2,810,650,94 Cher commitments 70,353,578 70,902,665,156 2,810,650,94 Cher commitments 70,353,578 70,902,665,156 2,810,650,94 Cher commitments 70,353,578 70,902,665,156 2,810,650,94 Cher commitments 70,353,578 70,902,665,156 2,810,650,94 Cher commitments 70,353,578 70,902,665,156 2,810,650,94 Cher commitments 70,353,578 70,902,665,156 2,810,650,94 Cher commitments 70,353,578 70,902,665,156 2,810,650,94 Cher commitments 70,353,578 70,902,665,156 2,810,650,94 Cher commitments 70,353,578 70,902,665,156 2,810,650,94 Cher commitments 70,353,578 70,902,665,156 2,810,650,94 Cher commitments 70,353,578 70,902,665,156 2,810,650,94 Cher commitments 70,353,578 70,902,665,156 70,902,665,156 Cher commitments 70,353,578 70,902,665,156 70,902,665,156 Cher commitments 70,353,578 70,902,665,156 70,902,665,156 Cher commitments 70,353,578 70,902,665,156 70,902,665,156 Cher commitments 70,353,578 70,902,665,156 Cher commitments 70,353,578 70,902,665,156 70,902,665,156 Cher commitments 70,353,578 70,902,665,156 70,902,665,156 Cher commitments 70,353,578 70,902,665,156 70,902,665,156 Cher commitments 70,353,578 70,902,665,156 70,902,665,156 Cher commitments 70,353,578 70,902,665,156 70,902,665,156 Cher commitments 70,353,578 70,902,665,156 70,902,665,156 Cher commitments 70,902,665,156 70,902,665,156 | OFF-BALANCE SHEET ITEMS | | | | | | |
| Acceptances and endorsements | Contingent liabilities | | | | | | |
| Letters of guarantee | | | 12,858,266 | 1,078,808,510 | 1,071,019,15 | | |
| rrevocable letters of credit | | | - | - | | | |
| 1,575,768 1,390,706,953 1,256,593,44 2,56,593,44 36,831,691 3,090,178,860.00 36,831,691 3,991,891,891,891,891 36,831,691 3,991,891,891,891 36,831,691 3,991,891,891,891 36,8 | | | 4,087,853 | 342,970,833 | 483,038,35 | | |
| Other contingent liabilities 36,831,691 3,090,178,860.00 2,810,650,94 Other commitments 70,353,578 5,902,665,156 2,810,650,94 Other Commitments 70,353,578 5,902,665,156 2,810,650,94 Other Commitments 70,353,578 5,902,665,156 2,810,650,94 | | | | | 1,256,593,44 | | |
| Other commitments Total Off-Balance Sheet items including contingent 70,353,578 5,902,665,156 2,810,650,94 | Other contingent liabilities | | 36,831,691 | 3,090,178,860.00 | | | |
| Total Off-Balance Sheet items including contingent 70,353,578 5,902,665,156 2,810,650,94 | 24 | | 70,353,578 | 5,902,665,156 | 2,810,650,94 | | |
| | | | 70 252 572 | | 2 010 650 04 | | |
| | lotal Off-Balance Sheet Items Including contingent liabilities | | /0,353,578 | 5,902,005,156 | 2,810,650,94 | | |

| | <u>Note</u> | 2018 | | 2017 |
|---|-------------|--------------|-----------------|---------------|
| | | USD | <u>Taka</u> | <u>Taka</u> |
| Interest income | 5 | 19,412,537 | 1 629 711 979 | 1,010,503,104 |
| Interest income | , | (16,826,848) | (1,411,772,507) | (796,666,289) |
| Net interest income | | 2,585,690 | 216.939.371 | 213,836,815 |
| | | 2,505,050 | 2.0,555,57 | 2.5,050,0.5 |
| Commission and exchange | 6 | 805,300 | 67,564,687 | 50,139,942 |
| Other operating income | | 497 | 41,729 | 16,540 |
| Total operating income | | 3,391,487 | 284,545,787 | 263,993,297 |
| Rent, taxes, insurance, electricity, etc. | | | | _ |
| Legal expenses | | 17,772 | 1,491,035 | 342,189 |
| Other operating expenses | | 168,510 | 14,138,021 | 6,202,500 |
| Total operating expenses | | 186,282 | 15,629,056 | 6,544,689 |
| Net operating profit | | 3,205,205 | 268,916,731 | 257,448,608 |
| Desiring for Leaves and advances from the control | | (1.021.405) | (152.015.020) | (67.025.507) |
| Provision for loans and advances/investments | | (1,821,405) | (152,815,839) | (67,835,587) |
| Provision for Off-Balance Sheet exposures | | (200,564) | (16,827,352) | (19,568,096) |
| Provision for diminution in value of investments | | ! - | - | - |
| Other provision | | | | - |
| Total provision Total profit before taxes | | (2,021,969) | (169,643,190) | (87,403,683) |
| | | 1,183,236 | 99,273,541 | 170,044,925 |

Notes to the Balance Sheet and Profit and Loss Account of Off-Shore Banking Unit as at and for the year ended 31 December 2018

| Balance with other banks and financial institutions | | | |
|--|-----------------------|---------------------|---------------|
| In Bangladesh | 24,373,364 | 2,044,925,221 | 567,322,000 |
| Outside Bangladesh | 4,181,894 | 350,860,895 | 479,234,726 |
| | 28,555,258 | 2,395,786,116 | 1,046,556,726 |
| OBU maintain its own account relating Offshore Banking bus | iness separately in M | lashreq Bank, New Y | ork, USA. |

2 Loans and advances

Commission income

| | Loans, cash credits, overdrafts, etc. | | | |
|---|---|-------------|----------------|----------------|
| | Term Loan | 347,343,049 | 29,142,081,824 | 6,864,158,264 |
| | Short Term Loan | 83,564,969 | 7,011,100,935 | 12,095,825,780 |
| | Over Draft Loan | 6,869,680 | 576,366,111 | 222,480,059 |
| | | 437,777,698 | 36,729,548,870 | 19,182,464,103 |
| | | | | |
| | Bills purchased and discounted | 564,719 | 47,379,886 | 2,312,880,791 |
| | | 438,342,417 | 36,776,928,756 | 21,495,344,894 |
| 3 | Borrowings from other banks, financial institutions and ago | ents | | |
| | In Bangladesh | 91,700,000 | 7,693,630,000 | 2,985,470,000 |
| | Outside Bangladesh | 326,273,472 | 27,374,344,339 | 15,630,212,861 |
| | | 417,973,472 | 35,067,974,339 | 18,615,682,861 |
| | | | | |

In Bangladesh Outside Bangladesh

| 4 | Other liabilities | | | |
|---|---|------------|---------------|---------------|
| | Government Levy and VAT payable | 13,986 | 1,173,457 | 1,367,375 |
| | Payable to main operation | 44,276,821 | 3,714,825,270 | 3,501,001,186 |
| | Provision for loans and advances | 4,383,424 | 367,769,288 | 214,953,449 |
| | Provision for off balance sheet exposure | 538,248 | 45,159,026 | 28,331,674 |
| | Interest payable | 3,658,648 | 306,960,583 | 102,073,793 |
| | Others | 197,280 | 16,551,783 | 1,527,557 |
| | | 53,068,408 | 4,452,439,406 | 3,849,255,034 |
| 5 | Interest income | | | |
| | Loan and advances | 17,882,727 | 1,500,360,819 | 893,254,248 |
| | Bills purchased and discounted | 25,044 | 2,101,213 | 1,343,057 |
| | Interest on balance with other banks and financial institutions | 1,504,766 | 126,249,846 | 115,905,799 |
| | | 19,412,537 | 1,628,711,878 | 1,010,503,104 |

HIGHLIGHTS

805,300 67,564,687 50,139,942 Annexure-K

2,017.93

1,842.36

2.08

2.08

3,628.45

2,790.99

3.75

3.75

13.01

Figures in million unless specified

67,564,687

805,300

50,139,942

| | | | As at | As at |
|-----|--|------------|------------------|------------------|
| | | | 31 December 2018 | 31 December 2017 |
| SI. | | | | |
| no. | Particulars | | | |
| 1 | Daid on souther | Taka | 0.670.07 | 0.210.02 |
| 1 | Paid-up capital | | 9,679.87 | 9,218.93 |
| 2 | Total capital | Taka | 34,811.13 | 29,754.51 |
| 3 | Capital surplus/(deficit) | Taka | 4,005.86 | |
| 4 | Total assets | Taka | 324,780.29 | ., |
| 5 | Total deposits | Taka | 205,170.20 | 183,492.76 |
| 6 | Total loans and advances/investments | Taka | 231,391.47 | 196,595.86 |
| 7 | Total contingent liabilities and commitments | Taka | 135,748.09 | 98,844.90 |
| 8 | Credit deposit ratio * | % | 82.48% | 84.90% |
| 9 | Percentage of classified loans/investments against | | | |
| | total loans and advances/investments | % | 5.33% | 5.43% |
| 10 | Amount of classified loans/investments during the period | Taka | 12,325.50 | 10,677.89 |
| 11 | Provisions kept against classified loans/investments | Taka | 4,487.94 | 3,737.10 |
| 12 | Provision surplus/(deficit) against classified loans/investments | Taka | 0.00 | 0.02 |
| 13 | Cost of fund | % | 5.35% | 4.08% |
| 14 | Interest earning assets | Taka | 271,705.67 | 220,874.97 |
| 15 | Non-interest earning assets | Taka | 53,074.62 | 54,656.46 |
| 16 | Return on investment (ROI) | % | 7.51% | 12.05% |
| 17 | Return on assets (ROA) | % | 0.68% | 1.38% |
| 18 | Net asset value per share | Taka | 25,24 | 26.98 |

Taka

Taka

Profit after tax and provision

20 Income from investment

Earnings per share

22 Net income per share

3,970 451,674

880,204

2,939,486 3,789,405

3,540 576,892

960,521

Newspapers Security expenses Miscellaneous expenses

²³ Price earning ratio * As per Bangladesh Bank Reporting