

PRIVATE & CONFIDENTIAL

Meghna Bank Ltd.

**Audit Report and Audited Financial Statements
For the year ended 31st December, 2021**

 **Khan
Wahab
Shafique
Rahman & Co.**
CHARTERED ACCOUNTANTS
SINCE 1968

A member of

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A Top 20 ranked international network and association
of independent audit, tax, accounting and consulting firms

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Independent Auditors' Report To the Shareholders of Meghna Bank Limited Report on the Audit of the Consolidated and Separate Financial Statements

Opinion

We have audited the consolidated financial statements of Meghna Bank Limited and its subsidiary (the "Group") as well as the separate financial statements of Meghna Bank Limited (the "Bank"), which comprise the consolidated and separate balance sheets as at 31st December 2021 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 information.

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 balance sheet of the Group and the separate balance sheet of the Bank as at 31st December 2021 and of its consolidated and separate profit and loss accounts and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in notes 2.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the 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 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

Key audit matters are those matters that, in our professional judgment, 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 a separate opinion on these matters.



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Description of key audit matters	Our response to key audit matters
Measurement of provision for Loans and Advances	
<p>The process for estimating the provision for loan & advances portfolio associated with credit risk is judgmental and complex. While estimating such provision certain judgmental factors need to be considered including:</p> <ul style="list-style-type: none"> • Future business performance of the borrower; • Key assumptions relating to further business performance of the borrower; • Market value of the collateral; • Ability to repossess collateral; and • Recovery rates. <p>Furthermore, these provisions are processed manually using the voluminous data extracted from the IT system of the Bank and following the instructions of Bangladesh Bank (the central bank of Bangladesh) issued from time to time.</p> <p>Due to high level of judgement involved and using some manual process in estimating the provision for loans and advances, we considered this to be a key audit matter.</p> <p>For individually assessed provisions, the measurement of the provision may be dependent on the valuation of collateral, estimates of exit values and the timing of cash flows.</p> <p>Provision measurement is primarily dependent upon key assumptions relating to probability of default, ability to repossess collateral and recovery rates.</p> <p>At the year end the Bank reported total gross loan and advances BDT 41,876.11 Million (2020: BDT 35,840.62 Million) and total provision for Loan and Advances BDT 1,576.35 Million (2020: BDT 1,162.45 Million). We have focused on the following significant judgments and estimates which</p>	<p>We tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> • Credit monitoring and provisioning process; • Identification of loss events, including early warning and default warning indicators; and • Review of quarterly Classification of Loans (CL). • Follow Bangladesh Bank’s circular and guidelines; <p>Our substantive procedures in relation to the provision for loan and advances portfolio comprised the following:</p> <ul style="list-style-type: none"> • Reviewed the adequacy of the Banks general and specific provisions; • Assessed the methodologies on which the provision amounts based, recalculated the provisions and tested the completeness and accuracy of the underlying information • Assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines. • Finally, compared the amount of provision requirement as determined by Bangladesh Bank inspection team to the actual amount of provision maintained.



Description of key audit matters	Our response to key audit matters
<p>could give rise to material misstatement or management bias:</p> <ul style="list-style-type: none"> Completeness and timing of recognition of loss events in accordance with criteria set out in BRPD circular no 14, dated 23 September 2012, BRPD circular no. 03 dated 21 April 2019, BRPD circular no. 17 dated 28 September 2020 and BRPD circular no. 56 dated 10 December 2020. <p>Bangladesh Bank has taken into consideration the further negative impact on business and economy due to the subsequent waves of Covid-19 and issued BRPD Circulars no. 3 dated 31 January, 2021, no. 5 dated 24 March, 2021 and no, 51 dated 29 December 2021 and BRPD Circular letter No. 53 dated 30 December 2021 respectively through which the Banks are allowed to continue moratorium on further downgrading of the classification of loan and advances subject to certain conditions. One of such conditions is to receive by 31 December 2021, at least 15% of the total instalment amounts due on 2021 from the concerned Client as per the Banker and Client relationship.</p>	
See note no 8a, 8a.10, and 13a.1 to the financial statements	
Recognition of Interest Income	
<p>Recognition of interest income has significant and wide influence on financial statements. Recognition and measurement of interest income has involvement of complex IT environment. We identify recognition of interest income from loans and advances as a key audit matter because this is one of the key performance indicators of the Bank and therefore there is an inherent risk of fraud and error in recognition of interest by management to meet specific targets or expectations.</p> <p>Moreover, as per Bangladesh Bank BRPD circular no 53 dated 30 December 2021,</p>	<p>We tested the design and operating effectiveness of key controls over recognition and measurement of interest on loans and advances. We performed test of operating effectiveness on automated control in place to measure and recognise interest income. We have also performed substantive procedure to check whether interest income is recognised completely and accurately. We assessed the appropriateness and presentation of disclosure against relevant accounting standards and Bangladesh Bank guidelines.</p> <p>Finally, we also conducted substantive</p>



Description of key audit matters	Our response to key audit matters
<p>considering future risk banks were allowed to recognize outstanding/ arrear interest income on loans where deferral facilities were given upon receiving at least 15% of the total receivable amount.</p> <p>Accordingly, this has been considered as key audit matter.</p>	<p>analytical procedures to assess reasonableness of interest recognized during the year with reference to the product wise outstanding loan balances.</p>
See note no 23.a to the financial statements	
Measurement of deferred tax assets (DTA)	
<p>At the year end of 31 December 2021 the Bank reported total deferred tax assets of BDT 55.95 million (31 December 2020: BDT 51.93 million) and deferred tax income of BDT .40 million (31 December 2020: BDT 51.93 million).</p> <p>Significant judgment is required in relation to deferred tax assets as their recoverability is dependent on forecasts of future profitability over a number of years.</p>	<p>We obtained an understanding, evaluated the design and tested the operational effectiveness of the Bank's key controls over the recognition and measurement of DTAs and the assumptions used in estimating the Bank's future taxable income. We also assessed the completeness and accuracy of the data used for the estimations of future taxable income. The Bank has sufficient taxable profit to recover the deferred tax assets in foreseeable future. We involved tax specialists to assess key assumptions, controls, recognition and measurement of DTA's. Finally assessed the appropriateness and presentation of disclosures against IAS 12 Income Tax.</p>
See note no 10.a.4 to the financial statements	
Valuation of treasury bill and treasury bond	
<p>The classification and measurement of treasury bill and treasury bond require judgment and complex estimates.</p> <p>In the absence of a quoted price in an active market, the fair value of treasury bill and treasury bond 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.</p>	<p>We assessed the processes and controls put in place by the Group to identify and confirm the existence of financial instruments.</p> <p>We obtained an understanding, evaluated the design and tested the operating effectiveness of the key controls over the financial instrument valuation processes, including controls over market data inputs into valuation models, model governance, and valuation adjustments.</p> <p>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.</p> <p>Finally we assessed the appropriateness and</p>

Description of key audit matters	Our response to key audit matters
	presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.
See note no 2.11.3 and 7a to the financial statements	
IT Systems and controls	
<p>Our audit procedures have a focus on IT systems and controls due to the 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 controls.</p> <p>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 based controls are operating effectively.</p>	<p>We tested the design and operating effectiveness of the Bank's IT access controls over the information systems that are critical to financial reporting.</p> <p>We tested IT general controls (logical access, changes management and aspects of IT operational controls). This included testing that requests for access to systems were appropriately reviewed and authorized.</p> <p>We tested the Bank's periodic review of access rights and reviewed requests of changes to systems for appropriate approval and authorization.</p> <p>We considered the control environment relating to various interfaces, configuration and other application layer controls identified as key to our audit</p>
Implementation of IFRS 16 Leases	
<p>The Bank has adopted IFRS 16 for the first time during the current period</p> <p>IFRS 16 modifies the accounting treatment of operating leases at inception, with the recognition of a right of use (ROU) on the leased asset and of a liability for the lease payments over the lease contract term. With respect to operating leases of premises used by the Bank, at inception of the lease, the lessor receives a right of using the premises, in exchange of a lease debt, using an implicit discount rate.</p> <p>Our key audit matter was focused on all leasing arrangements within the scope of IFRS 16 are identified and appropriately included in the calculation of the transitional impact and specific assumptions applied to determine the</p>	<p>In responding to the identified key audit matter, we completed the following audit procedures:</p> <p>Assessed the design and implementation of key controls pertaining to the determination of the IFRS 16 Leases impact on the financial statements of the Bank;</p> <p>Assessed the appropriateness of the discount rates applied in determining lease liabilities;</p> <p>Verified the accuracy of the underlying lease data by agreeing to original contract and checked the accuracy of the IFRS 16 calculations through recalculation of the expected IFRS 16 adjustment; and</p> <p>Assessed whether the disclosures within the financial statements are appropriate in light of the requirements of IFRS.</p>

Description of key audit matters	Our response to key audit matters
discount rates for lease are inappropriate.	
See note no. 9a, 13a & 36a.	

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 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 in consistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements and Internal Controls

Management is responsible for the preparation and fair presentation of the financial statements of the Bank in accordance with IFRSs as explained in note 2 & 3 and comply with the Banking Companies Act, 1991 (as amended up to date), the Companies Act, 1994, the Rules and Regulations issued by the Bangladesh Bank, the Rules and Regulations issued by the Bangladesh Securities & Exchange Commission (BSEC) and other applicable Laws and Regulations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Bangladesh Bank guidelines require the management to ensure effective internal audit, internal control and risk management functions of the Bank. The management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

In preparing the 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 are free from material misstatement, whether due

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

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

- 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 appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 consolidated and separate 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

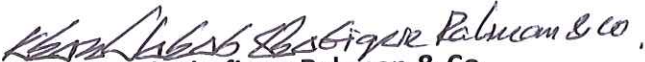
In accordance with the Companies Act, 1994, the Bank Company Act, 1991 as amended and the rules and regulations issued by Bangladesh Bank, we also report that:

- (i) 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;
- (ii) 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 of the Group and the separate financial statements of the Bank and considering the reports of the Management to Bangladesh Bank on antifraud internal controls and instances of fraud and forgeries as stated under the Responsibility of Management and those charged with governance for the consolidated & Separate financial statements and internal control for the financial statements and internal control:
 - a) internal audit, internal control and risk management arrangements of the Group as disclosed in the financial statements appeared to be materially adequate;
 - b) 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 Bank and its related entities (other than matters disclosed in these financial statements);
- (iii) financial statements of Meghna Bank Limited's subsidiaries namely, Meghna Bank Securities Ltd. have been audited by Mabs & J Partners., Chartered Accountants and have been properly reflected in the consolidated financial statements;
- (iv) in our opinion, proper books of accounts as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books;



- (v) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- (vi) 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 of the Group and the separate financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as related guidance issued by Bangladesh Bank;
- (ix) adequate provisions have been made for advance and other assets which are in our opinion, doubtful of recovery as per tripartite meeting held on 21 March, 2022 and Bangladesh bank approved given vide letter no. DBI-4/135/2022-396 dated 28 March, 2022
- (x) 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 2,610 person hours; and
- (xii) Capital to Risk-weighted Asset Ratio (CRAR) as required by Bangladesh Bank has been maintained adequately during the year.

Dated, Dhaka
10 April, 2022


Khan Wahab Shafique Rahman & Co.
Chartered Accountants
Signed by: Faruk Ahmed FCA
Partner
Enrolment No.: 1591
Firm Registration: 11970 E.P.
DVC: 2204101591 A6140106



MEGHNA BANK LIMITED
CONSOLIDATED BALANCE SHEET
AS AT DECEMBER 31, 2021

Particulars	Notes	2021 Taka	2020 Taka
PROPERTY AND ASSETS			
Cash		3,130,549,939	3,602,169,136
Cash in hand (Including Foreign Currencies)	3	736,258,427	593,882,216
Balance with Bangladesh Bank and Its agent Bank (s) (Including Foreign Currencies)	4	2,394,291,512	3,008,286,920
Balance with other Banks and Financial Institutions	5	2,755,354,199	2,540,880,292
In Bangladesh		2,205,349,614	2,235,029,866
Outside Bangladesh		550,004,585	305,850,426
Money at Call on Short Notice	6	100,000,000	130,000,000
Investments	7	16,000,512,350	9,831,425,806
Government		12,891,788,462	9,031,518,336
Others		3,108,723,888	799,907,470
Loans and Advances/ Investments	8	41,817,164,363	35,815,766,791
Loans, Cash credits, Overdrafts, etc./ Investments		41,299,769,266	35,757,288,285
Bills Purchased and Discounted		517,395,097	58,478,506
Fixed Assets Including Premises, Furniture and Fixtures	9	702,017,954	220,726,865
Other Assets	10	804,206,840	756,041,433
Non Banking Assets		-	-
Total Assets		<u>65,309,805,645</u>	<u>52,897,010,323</u>
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other Banks, Financial Institutions and Agents	11	2,105,164,693	558,616,000
Deposits and Other Accounts	12	52,665,337,091	43,315,011,841
Current/Al-Wadeeah Current Accounts & Other Accounts		3,283,314,890	3,382,687,908
Bills Payable		244,480,062	298,059,470
Savings/Mudaraba Saving Deposits		3,594,145,026	2,845,203,073
Fixed Deposits/ Mudaraba Term Deposit		45,543,397,113	36,789,061,390
Bearer Certificate of Deposit		-	-
Other Deposits		-	-
Other Liabilities	13	4,338,821,503	3,010,914,130
Total Liabilities		<u>59,109,323,287</u>	<u>46,884,541,971</u>
Capital/Shareholders' Equity			
Paid-up Capital	14a.2	5,027,908,600	4,698,980,000
Statutory Reserve	15	877,380,313	765,650,891
Revaluation Reserve on Investment in Securities	16	1,226,905	104,751,544
Retained Earnings	17	293,966,438	443,085,813
Total Shareholders' Equity		6,200,482,256	6,012,468,248
Non-controlling Interest	18	102	104
Total Shareholders' Equity with Non-Controlling Interest		<u>6,200,482,358</u>	<u>6,012,468,352</u>
Total Liabilities & Shareholders' Equity		<u>65,309,805,645</u>	<u>52,897,010,323</u>



MEGHNA BANK LIMITED
CONSOLIDATED OFF- BALANCE SHEET ITEMS
AS AT DECEMBER 31, 2021

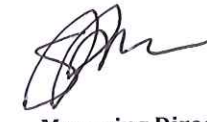
Particulars	Notes	2021 Taka	2020 Taka
CONTINGENT LIABILITIES			
Acceptances and Endorsements	19	1,691,195,649	196,239,172
Letters of Guarantee	20	6,341,589,194	3,306,789,418
Irrevocable Letters of Credit	21	1,527,158,618	1,418,051,665
Bills for Collection		574,679,268	107,712,365
Other Contingent Liabilities		-	-
Total		10,134,622,729	5,028,792,620
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 commitments		-	-
Total		-	-
TOTAL OFF-BALANCE SHEET ITEMS INCLUDING CONTINGENT LIABILITIES		10,134,622,729	5,028,792,620

Accompanying (1 - 47) notes form integral parts of these financial statements

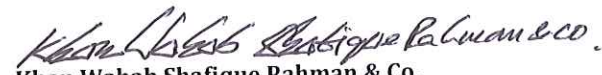

Chairman


Director


Director


Managing Director & CEO
Signed in terms of our report of even date

Dhaka, 10 April, 2022


Khan Wahab Shafique Rahman & Co.
Chartered Accountants
Signed by: Faruk Ahmed FCA
Partner
Enrolment No.: 1591
Firm Registration: 11970 E.P.
DVC: 2204/0159/A6140106

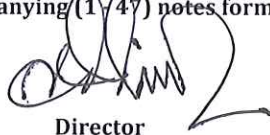



MEGHNA BANK LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED AS ON DECEMBER 31, 2021

Particulars	Notes	2021 Taka	2020 Taka
Interest Income/ Profit on Investment	23	3,177,072,142	3,212,801,102
Interest/ Profit paid on Deposits and borrowings etc	24	2,581,234,261	2,594,947,558
Net Interest/ Investment Income		595,837,881	617,853,544
Investment Income	25	1,340,917,016	1,052,972,017
Commission, Exchange and Brokerage	26	199,939,558	126,967,446
Other Operating Income	27	196,039,908	78,208,974
		1,736,896,482	1,258,148,437
Total Operating Income		2,332,734,363	1,876,001,981
Salaries and Allowances	28	625,446,083	540,276,462
Rent, Taxes, Insurances, Electricity etc.	29	85,302,575	240,317,243
Legal Expenses	30	1,138,802	609,905
Postage, Stamps, Telecommunication etc.	31	19,925,490	20,764,871
Stationery, Printings, Advertisements etc.	32	15,290,923	13,287,654
Chief Executive's Salary & Fees	33	18,106,420	17,130,135
Directors' Fees	34	1,856,000	1,488,000
Auditors' Fees	35	439,500	395,000
Charges on Loan Losses		-	-
Depreciation & Repairs of Bank's Assets	36	207,000,171	91,686,423
Other Expenses	37	268,049,359	208,756,262
Total Operating Expenses		1,242,555,323	1,134,711,955
Profit/(Loss) Before Provision	22	1,090,179,040	741,290,026
Specific Provision for Classified Loans and Advances		380,700,000	(20,400,000)
General Provision for Unclassified Loans and Advances		33,745,732	23,250,000
General Provision for Off-Balance Sheet Exposures		46,349,435	6,750,000
Special General Provision - Covid-19		(16,779,605)	120,835,938
Provision for Diminution in Value of Investments		(9,950,000)	(19,166,211)
Provision for Other Asset		56,009,438	(15,000)
Total Provision	38	490,075,000	111,254,727
Total Profit/(Loss) Before Taxes		600,104,040	630,035,299
Provision for Taxation			
Current Tax	13.2	259,000,000	171,300,000
Deferred Tax Expense/ (Income)	10a.4	(4,025,265)	(51,930,976)
		254,974,735	119,369,024
Net Profit After Taxation		345,129,305	510,666,275
Retained Earnings Brought Forward From Previous Years		95,145,705	56,263,593
		440,275,010	566,929,868
Appropriations			
Statutory Reserve	15.1	111,729,422	123,844,052
Non-controlling Interest	17.1	11	3
Start-Up Fund	13a.3	3,079,149	-
		114,808,582	123,844,055
Retained Surplus		325,466,428	443,085,813
Earnings Per Share (EPS)	39	0.69	1.02

Accompanying (1-47) notes form integral parts of these financial statements

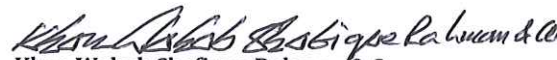

Chairman


Director


Director


Managing Director & CEO
Signed in terms of our report of even date

Dhaka, 10 April, 2022


Khan Wahab Shafique Rahman & Co.
Chartered Accountants
Signed by: Faruk Ahmed FCA
Partner
Enrolment No.: 1591
Firm Registration: 11970 E.P.
DVC: 2204101591A&140106



MEGHNA BANK LIMITED
CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED AS ON DECEMBER 31, 2021

Particulars	Notes	2021 Taka	2020 Taka
Cash Flows from Operating Activities			
Interest/ Profit receipts in cash	40	3,754,331,030	3,378,870,540
Interest/ Profit Payments	41	(2,538,377,419)	(2,787,262,570)
Dividends Receipts		103,509,057	29,144,388
Fee & Commission receipts in cash		199,939,558	126,967,446
Recoveries on loans previously written off		-	-
Cash Payments to Employees		(643,552,503)	(557,406,597)
Cash Payments to Suppliers		(15,290,923)	(13,287,654)
Income Taxes Paid		(203,343,667)	(271,185,001)
Receipts from other Operating activities	42	982,729,698	602,549,807
Payments for other Operating activities	43	(513,788,289)	(480,661,015)
Operating Profit before changes in Operating Assets and Liabilities		1,126,156,542	27,729,345
Increase/Decrease in Operating Assets and Liabilities			
Statutory Deposits		-	-
Purchase/Sale of Trading Securities (Treasury bills)		(108,104,907)	-
Loans and Advances/ Investments to Other Banks		-	-
Loans and Advances/ Investments to Customers		(6,001,397,571)	(1,437,469,532)
Other Assets	44	(173,342,702)	49,931,940
Deposits from other Banks		1,413,102,806	1,387,492,414
Deposits from Customers		7,937,222,444	843,180,270
Other liabilities on account of customers		-	-
Trading Liabilities		-	-
Other Liabilities	45	213,739,805	322,962,430
Sub Total		3,281,219,875	1,166,097,522
A) Net Cash from Operating Activities		4,407,376,417	1,193,826,867
Cash flows from Investing Activities			
Proceeds from sale of Securities		-	-
Payment for purchases of securities		(6,161,894,512)	(4,235,897,946)
Purchase/Sale of Property, Plant & Equipment		(65,245,888)	(24,328,593)
Purchase/Sale of Subsidiary		-	-
B) Net Cash Used in Investing Activities		(6,227,140,400)	(4,260,226,538)
Cash flows from Financing Activities			
Borrowing from other banks		1,546,548,693	558,291,744
Receipts from issue of ordinary share		-	-
Dividends Paid		(14,000,000)	-
C) Net Cash from Financing Activities		1,532,548,693	558,291,744
D) Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)		(287,215,290)	(2,508,107,927)
E) Effect of Exchange rate changes on cash & cash equivalents		-	-
F) Cash and cash equivalents at the beginning of the year		6,273,955,628	8,782,063,555
G) Cash and cash equivalents at the end of the year (D+E+F)	46	5,986,740,338	6,273,955,628

Accompanying (1 - 47) notes form integral parts of these financial statements


Chairman


Director


Director


Managing Director & CEO



MEGHNA BANK LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2021

Particulars	Paid-up Capital (Taka)	Statutory Reserve (Taka)	Other Reserve (Taka)	Retained Earnings (Taka)	Total (Taka)	Non-controlling Interest (Taka)	Total Equity (Taka)
Balance as at 01 January, 2021	4,698,980,000	765,650,891	104,751,544	443,085,813	6,012,468,248	104	6,012,468,352
Changes in accounting policy	-	-	-	-	-	-	-
Restated Balance	4,698,980,000	765,650,891	104,751,544	443,085,813	6,012,468,248	104	6,012,468,352
Net profit for the year				345,129,305	345,129,305	-	345,129,305
Transfer to statutory reserve		111,729,422		(111,729,422)	-	-	-
Net Surplus/deficit on account of revaluation of Investments		-	(103,524,639)	(8,090,661)	(103,524,639)	-	(103,524,639)
Transfer to Start-Up-Fund				(11)	(11)	11	-
Non-controlling Interest				(342,928,596)	(13,999,996)	(4)	(14,000,000)
Dividend paid for the year 2020	328,928,600	-	-	(31,499,991)	(31,499,991)	(9)	(31,500,000)
Interim Dividend paid by Subsidiary for 2021				293,966,438	293,966,438	102	6,200,482,358
Balance as at 31 December, 2021	5,027,908,600	877,380,313	1,226,905	293,966,438	6,200,482,256	102	6,200,482,358
Balance as at 31 December, 2020	4,698,980,000	765,650,891	104,751,544	443,085,813	6,012,468,248	104	6,012,468,352

Accompanying (1 - 47) notes form integral parts of these financial statements


Chairman


Director


Managing Director & CEO



MEGHNA BANK LIMITED
BALANCE SHEET
AS AT DECEMBER 31, 2021

Particulars	Notes	2021 Taka	2020 Taka
PROPERTY AND ASSETS			
Cash		3,130,545,671	3,602,162,262
Cash in hand (Including Foreign Currencies)	3a	736,254,159	593,875,342
Balance with Bangladesh Bank and Its agent Bank (s) (Including Foreign Currencies)	4a	2,394,291,512	3,008,286,920
Balance with other Banks and Financial Institutions	5a	2,723,637,291	2,521,748,078
In Bangladesh		2,173,632,706	2,215,897,652
Outside Bangladesh		550,004,585	305,850,426
Money at Call on Short Notice	6a	100,000,000	130,000,000
Investments	7a	15,592,157,320	9,464,079,314
Government		12,891,788,462	9,031,518,336
Others		2,700,368,858	432,560,978
Loans and Advances/ Investments	8a	41,876,110,332	35,840,624,305
Loans, Cash credits, Overdrafts, etc./ Investments		41,358,715,235	35,782,145,799
Bills Purchased and Discounted		517,395,097	58,478,506
Fixed Assets Including Premises, Furniture and Fixtures	9a	692,261,436	218,576,063
Other Assets	10a	1,170,068,031	1,093,923,705
Non Banking Assets		-	-
Total Assets		65,284,780,081	52,871,113,727
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other Banks, Financial Institutions and Agents	11a	2,105,164,693	558,616,000
Deposits and Other Accounts	12a	52,737,870,285	43,330,127,348
Current/Al-Wadeeah Current Accounts & Other Accounts		3,283,314,889	3,382,687,908
Bills Payable		244,480,062	298,059,470
Savings/Mudaraba Saving Deposits		3,594,145,026	2,845,203,073
Fixed Deposits/ Mudaraba Term Deposit		45,615,930,308	36,804,176,897
Bearer Certificate of Deposit		-	-
Other Deposits		-	-
Other Liabilities	13a	4,247,980,806	2,984,905,636
Total Liabilities		59,091,015,784	46,873,648,984
Capital/Shareholders' Equity			
Paid-up Capital	14a.2	5,027,908,600	4,698,980,000
Statutory Reserve	15a	876,428,809	765,650,891
Revaluation Reserve on Investment in Securities	16	1,226,905	104,751,544
Retained Earnings	17a	288,199,983	428,082,308
Total Shareholders' Equity		6,193,764,297	5,997,464,743
Total Liabilities & Shareholders' Equity		65,284,780,081	52,871,113,727

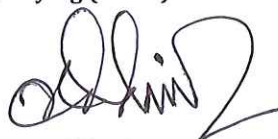


MEGHNA BANK LIMITED
OFF- BALANCE SHEET ITEMS
AS AT DECEMBER 31, 2021

Particulars	Notes	2021 Taka	2020 Taka
CONTINGENT LIABILITIES			
Acceptances and Endorsements	19	1,691,195,649	196,239,172
Letters of Guarantee	20	6,341,589,194	3,306,789,418
Irrevocable Letters of Credit	21	1,527,158,618	1,418,051,665
Bills for Collection		574,679,268	107,712,365
Other Contingent Liabilities		-	-
Total		10,134,622,729	5,028,792,620
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 commitments		-	-
Total		-	-
TOTAL OFF-BALANCE SHEET ITEMS INCLUDING CONTINGENT LIABILITIES		10,134,622,729	5,028,792,620

Accompanying (1 - 47) notes form integral parts of these financial statements


Chairman



Director


Director



Managing Director & CEO
Signed in terms of our report of even date

Dhaka, 10 April, 2022


Khan Wahab Shafique Rahman & Co.
Chartered Accountants
Signed by: Faruk Ahmed FCA
Partner
Enrolment No.: 1591
Firm Registration: 11970 E.P.
DVC: 2204101591AS140106




MEGHNA BANK LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED AS ON DECEMBER 31, 2021

Particulars	Notes	2021 Taka	2020 Taka
Interest Income/ Profit on Investment	23a	3,178,068,647	3,210,144,344
Interest/ Profit paid on Deposits and borrowings etc	24a	2,582,720,355	2,595,988,252
Net Interest/ Investment Income		595,348,292	614,156,092
Investment Income	25a	1,312,578,767	1,045,650,846
Commission, Exchange and Brokerage	26a	164,420,861	114,186,771
Other Operating Income	27a	194,136,861	81,646,311
		<u>1,671,136,489</u>	<u>1,241,483,928</u>
Total Operating Income		2,266,484,781	1,855,640,020
Salaries and Allowances	28a	616,062,847	533,252,515
Rent, Taxes, Insurances, Electricity etc.	29a	84,731,750	239,135,712
Legal Expenses	30a	1,138,802	609,905
Postage, Stamps, Telecommunication etc.	31a	19,807,441	20,674,655
Stationery, Printings, Advertisements etc.	32a	15,144,956	13,189,764
Chief Executive's Salary & Fees	33	18,106,420	17,130,135
Directors' Fees	34a	1,784,000	1,440,000
Auditors' Fees	35a	379,500	350,000
Charges on Loan Losses		-	-
Depreciation & Repairs of Bank's Assets	36a	204,912,335	90,962,242
Other Expenses	37a	260,997,873	205,158,896
		<u>1,223,065,924</u>	<u>1,121,903,824</u>
Total Operating Expenses		1,043,418,857	733,736,196
Profit/(Loss) Before Provision	22a	1,043,418,857	733,736,196
Specific Provision for Classified Loans and Advances		380,700,000	(20,400,000)
General Provision for Unclassified Loans and Advances		33,200,000	23,250,000
General Provision for Off-Balance Sheet Exposures		46,349,435	6,750,000
Special General Provision - Covid-19		(16,779,605)	120,835,938
Provision for Diminution in Value of Investments		(9,950,000)	(15,905,000)
Provision for Other Asset		56,009,438	(15,000)
Total Provision	38a	489,529,268	114,515,938
Total Profit/(Loss) Before Taxes		553,889,589	619,220,258
Provision for Taxation			
Current Tax	13a.2	250,000,000	170,000,000
Deferred Tax Expense/ (Income)	10a.4	(4,025,265)	(51,930,976)
		<u>245,974,735</u>	<u>118,069,024</u>
Net Profit After Taxation		307,914,854	501,151,234
Retained Earnings Brought Forward From Previous Years		94,142,196	50,775,126
		<u>402,057,050</u>	<u>551,926,360</u>
Appropriations			
Statutory Reserve	15a	110,777,918	123,844,052
Start-Up Fund	13a.3	3,079,149	-
		<u>113,857,067</u>	<u>123,844,052</u>
Retained Surplus	17a	288,199,983	428,082,308
Earnings Per Share (EPS)	39a	0.61	1.00

Accompanying (1-47) notes form integral parts of these financial statements


Chairman


Director


Director


Managing Director & CEO

Signed in terms of our report of even date


Khan Wahab Shafique Rahman & Co.
Chartered Accountants

Signed by: Faruk Ahmed FCA
Partner

Enrolment No.: 1591
Firm Registration: 11970 E.P.

DVC: 2204/10159/1A/140106




Dhaka, 10 April, 2022

MEGHNA BANK LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED AS ON DECEMBER 31, 2021

Particulars	Notes	2021 Taka	2020 Taka
Cash Flows from Operating Activities			
Interest/ Profit receipts in cash	40a	3,755,327,535	3,376,213,782
Interest/ Profit Payments	41a	(2,539,863,513)	(2,788,303,264)
Dividends Receipts		98,902,650	26,829,445
Fee & Commission receipts in cash		164,420,861	114,186,771
Recoveries on loans previously written off		-	-
Cash Payments to Employees		(634,169,267)	(550,382,650)
Cash Payments to Suppliers		(15,144,956)	(13,189,764)
Income Taxes Paid		(196,285,241)	(268,500,783)
Receipts from other Operating activities	42a	959,120,733	596,977,940
Payments for other Operating activities	43a	(504,429,941)	(471,671,156)
Operating Profit before changes in Operating Assets and Liabilities		1,087,878,861	22,160,321
Increase/Decrease in Operating Assets and Liabilities			
Statutory Deposits		-	-
Purchase/Sale of Trading Securities (Treasury bills)		(108,104,907)	-
Loans and Advances/ Investments to Other Banks		-	-
Loans and Advances/ Investments to Customers		(6,035,486,026)	(1,478,009,282)
Other Assets	44a	(201,321,622)	58,789,748
Deposits from other Banks		1,413,102,806	1,387,492,414
Deposits from Customers		7,994,640,131	838,554,866
Other liabilities on account of customers		-	-
Trading Liabilities		-	-
Other Liabilities	45a	189,025,767	310,785,223
Sub Total		3,251,856,149	1,117,612,968
A) Net Cash from Operating Activities		4,339,735,010	1,139,773,290
Cash flows from Investing Activities			
Proceeds from sale of Securities		-	-
Payment for purchases of securities		(6,123,567,739)	(4,188,311,484)
Purchase/Sale of Property, Plant & Equipment		(62,513,342)	(23,631,715)
B) Net Cash Used in Investing Activities		(6,186,081,081)	(4,211,943,199)
Cash flows from Financing Activities			
Borrowing from other banks		1,546,548,693	558,291,744
Receipts from issue of ordinary share		-	-
Dividends Paid		-	-
C) Net Cash from Financing Activities		1,546,548,693	558,291,744
D) Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)		(299,797,378)	(2,513,878,165)
E) Effect of Exchange rate changes on cash & cash equivalents		-	-
F) Cash and cash equivalents at the beginning of the year		6,254,816,540	8,768,694,705
G) Cash and cash equivalents at the end of the period (D+E+F)	46a	5,955,019,162	6,254,816,540

Accompanying (1 - 47) notes form integral parts of these financial statements


Chairman


Director


Director


Managing Director & CEO



MEGHNA BANK LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2021

Particulars	Paid-up Capital (Taka)	Statutory Reserve (Taka)	Other Reserve (Taka)	Retained Earnings (Taka)	Total (Taka)
Balance as at 01 January, 2021	4,698,980,000	765,650,891	104,751,544	428,082,308	5,997,464,743
Changes in accounting policy	-	-	-	-	-
Restated Balance	4,698,980,000	765,650,891	104,751,544	428,082,308	5,997,464,743
Net profit for the year				307,914,854	307,914,854
Transfer to statutory reserve		110,777,918		(110,777,918)	
Transfer to Start-Up-Fund				(8,090,661)	(8,090,661)
Stock Dividend paid for 2020	328,928,600			(328,928,600)	
Net Surplus/deficit on account of revaluation of Investments			(103,524,639)		(103,524,639)
Balance as at 31 December, 2021	5,027,908,600	876,428,809	1,226,905	288,199,983	6,193,764,297
Balance as at 31 December, 2020	4,698,980,000	765,650,891	104,751,544	428,082,308	5,997,464,743

Accompanying (1 - 47) notes form integral parts of these financial statements


Chairman

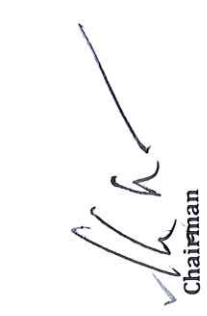

Director

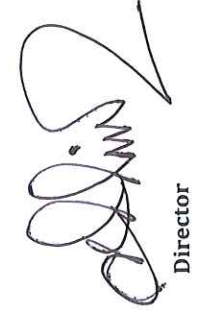

Managing Director & CEO



MEGHNA BANK LIMITED
LIQUIDITY STATEMENT
ASSETS AND LIABILITIES MATURITY ANALYSIS
AS AT DECEMBER 31, 2021

Particulars	Up to 01 Month	01-03 Months	03-12 Months	01-05 Years	More than 05 years	Total
	(Taka)	(Taka)	(Taka)	(Taka)	(Taka)	(Taka)
Assets						
Cash in hand	736,254,159	-	-	-	-	736,254,159
Balance with other Banks and Financial Institutions	1,288,862,282	1,972,813,517	-	-	1,856,253,004	5,117,928,803
Money at Call on Short Notice	100,000,000	-	-	-	-	100,000,000
Investment	-	836,200	995,651,371	3,707,550,227	10,888,119,522	15,592,157,320
Loans and Advances/ Investments	7,912,471,419	14,472,375,602	6,046,345,215	12,042,798,648	1,402,119,448	41,876,110,332
Fixed Assets including Premises, Furniture & Fixtures	10,420,737	20,841,474	93,786,632	354,809,031	212,403,562	692,261,436
Other Assets	110,668,148	341,552,441	203,307,030	164,414,556	350,125,856	1,170,068,031
Non-banking Assets						
Total Assets (i)	10,158,676,745	16,808,419,234	7,339,090,248	16,269,572,462	14,709,021,392	65,284,780,081
Liabilities						
Borrowing from Other Banks, Financial Institutions & Agents	600,600,000	703,499,990	801,064,703	-	-	2,105,164,693
Deposits and Other Accounts	9,343,921,141	13,931,844,991	5,661,158,139	15,559,664,852	8,241,281,162	52,737,870,285
Provision and Other Liabilities	44,897,776	283,349,522	579,811,111	572,684,562	2,767,237,835	4,247,980,806
Total Liabilities (ii)	9,989,418,917	14,918,694,503	7,042,033,953	16,132,349,414	11,008,518,997	59,091,015,784
Net Liquidity Gap (i-ii)	169,257,828	1,889,724,731	297,056,295	137,223,048	3,700,502,395	6,193,764,297


Chairman


Director


Director


Managing Director & CEO



MEGHNA BANK LIMITED & ITS SUBSIDIARY
NOTES TO THE FINANCIAL STATEMENTS
AS AT & FOR THE YEAR ENDED DECEMBER 31, 2021

1.0 Background of the Bank

1.1 Legal Status of the Bank

Meghna Bank Ltd. (MGBL) is a scheduled commercial bank incorporated as a public limited company with the Registrar of Joint Stock Companies and Firms under the Companies Act 1994 (Amended up to 2020) vide Reg. no. C-108068/13 dated 20 March, 2013 in Bangladesh. The bank commenced banking operation on May 09, 2013 by obtaining license from Bangladesh Bank under section 32(1) of The Bank Companies Act 1991 (Amended up to 2018). At present the bank has forty seven (47) branches, one (1) islamic banking window, twelve (12) agents and eighteen (18) own ATM booths covering commercially important locations of the country.

The principal place of business and registered office of the bank is located at Suvastu Imam Square, 65 Gulshan Avenue, Gulshan 01, Dhaka 1212.

1.2 Principal Activities and Nature of Operations of the Bank

The Bank offers all kinds of conventional & islamic commercial banking activities encompassing a wide range of services including accepting deposits, making loans and advances, card business, treasury management, internet banking, discounting bills, inland and international remittance services, foreign exchange transactions and other related services such as collections, issuing guarantees, acceptances and letters of credit, securities and custodial services etc. as per provisions of the Banking Companies Act, 1991 as amended, Bangladesh bank's directives and directives of other regulatory authorities.

1.3 Islamic Banking Unit

The Bank obtained permission from Bangladesh Bank to operate Islamic Banking Unit as a separate business unit vide Bangladesh Bank's letter no. BRPD(P-3)745(66)/2020-2359 dated February 26, 2020. The Islamic Banking Unit is governed following the principles of Islamic Shari'ah, the provisions of the Banking Companies Act, 1991 as amended, Bangladesh bank's directives and directives of other regulatory authorities.

1.4 Off-shore Banking Unit (OBU)

Off-shore Banking Unit (OBU) is a separate business unit of Meghna Bank Limited governed under the rules and guidelines of Bangladesh Bank after obtained permission from Bangladesh Bank vide Bangladesh Bank's letter no. BRPD(OB)744(129)/2020-8501 dated October 11, 2020. The principal activities of OBU are to provide all kinds of commercial banking services to its customers in bangladesh in foreign currency namely United States Dollar (USD). In preparation of Financial Statements, foreign currency have been translated into the presentation currency, i.e. Bangladeshi Taka (BDT) as per IAS 21.

1.5 Subsidiary Company

A subsidiary is an entity in which the bank has control as per as shareholding and voting rights is concerned. Control exists when the bank has substantial shareholding (more than 50 percent) in the company or the power, directly or indirectly, to govern the financial and operating policies of an enterprise as on the date of the reporting. Separate financial statements and consolidated financial statements are being prepared for subsidiary investment as per International Accounting Standard IAS-27, "separate financial statements" and IFRS-10, "Consolidated Financial Statements". Interest of the non-controlling is shown as the non-controlling interest which includes share capital of the non-controlling portion as well as profit earned that goes to the non-controlling interest. However, inter group transactions, balances and the resulting unrealized profit/loss is eliminated on the consolidation.

1.5.1 Meghna Bank Securities Limited

Meghna Bank Securities Limited was incorporated in Bangladesh on February 18, 2015 under the Companies Act, 1994 as a private company vide registration no. C-121270/15. The registered office of the company is located at Suvastu Imam Square, 65 Gulshan Avenue C/A, Gulshan-1, Dhaka. The main objective of the company is to act as a full-fledged stock broker and stock dealer to execute buy and sell order and to maintain own portfolio as well as customer portfolio under the discretion of customers.



Meghna Bank Ltd. holds 34,99,999 no of shares of Meghna Bank Securities Ltd. with face value of Tk. 100 each which is equivalent to 99.99% of total shares of the company.

2.0 Significant Accounting Policies and Basis of Preparation of Financial Statements

2.1 Basis of Preparation of Financial Statements

The separate financial statements of the Bank as on and for the year ended December 31, 2021 comprise those of Domestic Banking Unit (main operations), Islamic Banking Unit and Offshore Banking Unit (OBU) together referred to as 'the Bank'. Consolidated financial statements comprise those of the bank (parent) and its subsidiaries together referred to as 'the Group'. The Financial Statements have been prepared on a going concern basis under the historical cost convention and in accordance with "First Schedule"(Sec.38) of the Bank Companies Act 1991 (Amended up to 2018), in compliance with the provisions of Bangladesh Bank Circulars, International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Companies Act 1994 (Amended up to 2020), the Bangladesh Securities and Exchange Rules 1987, guideline of Financial Reporting Council (FRC) under Financial Reporting Act 2015 and other rules and regulations applicable in Bangladesh.

2.2 Statement of Compliance

The Bank also complied with the requirements of the following laws and regulations from various regulatory bodies in the preparation of financial statements for the year 2021:

- a) The Bank Companies Act, 1991(Amended up to 2018)
- b) The Companies Act, 1994 (Amended up to 2020)
- c) Rules & Regulations, Circulars issued by Bangladesh Bank from time to time
- d) The Securities and Exchange Commission Act 1993
- e) The Income Tax Ordinance, 1984 and amendments thereon
- f) The Value Added Tax and Supplementary Duty Act 2012 and subsequent amendment thereon,
- g) Statutory Regulatory Orders (SROs), General orders and notifications issued by NRB time to time,
- h) The Financial Reporting Act, 2015.

In cases any requirements of Banking Company Act 1991 (Amended up to 2018) and provision & circulars issued by Bangladesh Bank differ with those of IASs/IFRSs, the requirements of Banking Company Act 1991 (Amended up to 2018) and provision & circulars issued by Bangladesh Bank shall prevail. Material departures from the requirement of IASs & IFRSs are as follows:

a) Presentation of Financial Statements

IFRS: As per requirements of IAS 1 financial statements shall comprise statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows, notes, comprising significant accounting policies and other explanatory information. As per para 60 of IAS 1, the entity shall also present current and non-current assets and liabilities as separate classifications in its statement of financial position.

Bangladesh Bank: The presentation of the financial statements in prescribed format (i.e. balance sheet, profit 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 Company Act 1991 (amended up to 2018) and BRPD circular no. 14 dated 25 June 2003 and subsequent guidelines from Bangladesh Bank. In the prescribed format there is no option to present assets and liabilities under current and non-current classifications.

b) Investments in Shares and 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 comprehensive income respectively.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, investments in quoted shares and unquoted shares are revalued at the year end at market price and Net Assets Value (NAV) of last audited Balance sheet respectively. Provision should be made for any loss arising from diminution in value of investment, otherwise investments are recognized at cost.

The bank reviews its investment in shares and securities at each quarter end and take adequate provision has been made as per Bangladesh Bank guidelines {Note-13a.1 (e) and Annexure-A }.

c) Revaluation Gains/Losses on Government Securities

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 recognized through the profit and loss account. Where securities are measured 'at fair value through other comprehensive income' then gains or losses shall be recognized in other comprehensive income (OCI), except for impairment gains or losses and foreign exchange gains and losses. The loss allowance arise from impairment shall be recognized in (OCI) and shall not reduce the carrying amount of financial assets in the statement of financial position. Securities designated as amortized cost are measured at effective interest rate method and interest income is recognized through the profit and loss account.

Bangladesh Bank: According to DOS circular no. 5 dated 26 May 2008 and subsequent clarification issue through DOS circular no. 5 dated 28 January 2009, amortization loss is charged to profit and loss account mark-to-market loss on revaluation of government securities (T-bills/T-bonds) categorized as held for trading (HFT) is charged to profit and loss account but any unrealized gain on such revaluation is recognized to revaluation reserve account. T-bills/T-bonds designated as held to maturity (HTM) are measured at amortized cost but interest income/gain is recognized through equity.

d) Provisions on Loans and Advances

IFRS: As per IFRS 9 an entity shall recognize 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, dated 23 September 2012, BRPD Circular no. 19, dated 27 December 2012, BRPD Circular no. 05, dated 29 May 2013, BRPD Circular no. 16, dated 18 November 2014, BRPD Circular no. 08, dated 02 August 2015, BRPD Circular no. 15, dated 27 September 2017 and BRPD Circular no. 01, dated 20 February 2018, BRPD Circular no. 03, dated 21 April 2019 a general provision at 0.25% to 2% under different categories of unclassified loans (standard and SMA loans) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard loan, doubtful loans and bad losses, should be provided at 20%, 50% and 100% respectively for loans and advances depending on the duration of overdue. Again as per BRPD circular no. 10 dated 18 September 2007 and BRPD circular no. 14 dated 23 September 2012, a general provision at 1% is required to be provided for certain off -balance sheet exposures. Such provision policies are not specifically in line with those prescribed by IFRS 9. Bangladesh Bank also issue BRPD Circular no. 50, dated 14 December 2021 for maintained a special general provision-COVID-19 @ 2% on loans & advances taking advantage as per BRPD circular no 19/2021.

e) Recognition of Interest/ Profit in Suspense

IFRS: Loans and advances/ Investments to customers are generally classified at amortized cost as per IFRS 9: Financial Instruments and interest/ profit is recognized by using the effective interest/ profit rate method to the gross carrying amount over the term of the loan/ investments. Once a loan/ profit subsequently become credit-impaired, the entity shall apply the effective interest/ profit rate to the amortized cost of these loans and advances/ investments.

Bangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012, once a loan/ investments is classified, interest/ profit on such loans/ investments are not allowed to be recognized as income, rather the corresponding amount needs to be credited to an interest/ profit in suspense account, which is presented as liability in the balance sheet.

f) Other Comprehensive Income

IFRS: As per IAS 1 Other Comprehensive Income (OCI) is a component of financial statements or the elements of OCI are to be included in a single other comprehensive income statement.

Bangladesh bank: Bangladesh Bank has issued templates for financial statements which are strictly to be followed by all banks in Bangladesh. The templates of financial statements issued by Bangladesh Bank do not include other comprehensive income or are the elements of other comprehensive income allowed to be included in a single other comprehensive income 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.

g) Financial Guarantees

IFRS: As per IFRS 9: Financial Instruments, financial guarantees are contracts that require the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the original or modified terms of a debt instrument. Financial guarantee liabilities are recognized initially at their fair value plus transaction cost 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 recognized less, income recognized in accordance with the principles of IFRS 15. Financial guarantees are included within other liabilities.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, financial guarantees such as letter of credit, letter of guarantee are to be treated as off-balance sheet items. No liability is recognized for the guarantee except the cash margin and 1% general provision for certain contingent liabilities.

h) Cash and Cash Equivalents

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

Bangladesh Bank: Some cash and cash equivalent items such as 'Money at call and on short notice', Treasury bills, Bangladesh Bank bills and Prize bonds are not prescribed to be shown as cash and cash equivalents. Money at call and on short notice presented on the face of the balance sheet, and treasury bills, prize bonds are shown in investments. However, in the cash flow statement, money at call and on short notice and prize bonds are shown as cash and cash equivalents beside cash in hand, balance with Bangladesh Bank and other banks.

i) Non-Banking Assets

IFRS: No indication of non-banking assets is found in any IAS/ IFRS.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, there must exist a face item named non-banking assets.

j) Cash Flow Statement

IFRS: The cash flow statement can be prepared using either the direct method or the indirect method. The presentation is selected to present these cash flows in a manner that is appropriate for the business or industry. The method selected is 'applied consistently'.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June, 2003, cash flow statement is to be prepared following a mixture of Direct and Indirect method.

k) Balance with Bangladesh bank as Cash Reserve Requirement

IFRS: Balance with Bangladesh Bank should be treated as other asset as it is not available for use in day to day operations as per IAS 7.

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

l) Presentation of Intangible Assets

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

Bangladesh Bank: There is no regulation for intangible assets as per BRPD circular no. 14 dated 25 June, 2003.

m) Off-Balance Sheet Items

IFRS: There is no concept of off balance sheet items in any IAS/ IFRS; hence 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 must be disclosed separately on the face of the balance sheet.



n) Disclosure of Appropriation of Profit

IFRS: There is no requirement to show appropriation of profit on the face of statement of profit or loss and other comprehensive income.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June, 2003, an appropriation of profit should be disclosed on the face of profit and loss account.

o) Loans and Advances/ Investments Net of Provision

IFRS: Loans and Advances/ Investments should be presented net of provision.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, provision on loans and advances/ investments are presented separately as liability and cannot be netted off against loans and advances/ investments.

Also refer to the Note 2.32 Compliance of International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs).

p) Recovery of Written Off Loans and Advances/ Investments:

IFRS: As per IAS 1, an entity shall not offset assets and liabilities or income or expenses, unless required or permitted by an IAS/ IFRS. Again recovery of written off loans should be charged to statement of profit or loss and other comprehensive income.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, recoveries of amount previously written off should be adjusted with the specific provision for loans and advances/ investments.

2.3 Use of Estimates and Judgments

The preparation of financial statements in conformity with IAS/IFRS and Bangladesh Bank circulars requires management's judgments, estimates and assumptions for which the application of accounting policies and the reported amounts of assets, liabilities, income and expenses may vary and actual results may differ from those estimates.

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

Key Estimates Include the Following:

- Provision on Loans & Advances/ Investments and Off Balance Sheet Items.
- Provision for Taxation.
- Revaluation of Assets.
- Deferred Tax Assets/ Liabilities.
- Gratuity Fund.
- Useful Life of Depreciable Assets.

2.4 Consolidation of Financial Statements

The consolidated financial statements includes the financial statements of Meghna Bank Limited and its subsidiary Meghna Bank Securities Limited. The consolidated financial statements have been prepared in accordance with International Accounting Standard 27 - "Separate Financial Statements" and IFRS 10: Consolidated Financial Statements. The consolidation of the financial statements have been made after eliminating all material inter company balance, income and expenses arising from intercompany transactions.

2.5 Consistency

In accordance with IFRS framework for the preparation of financial statements together IAS - 1 and IAS - 8, Meghna Bank Ltd. discloses its information consistently from one period to the next. Where selecting and applying a new accounting policies, changes in accounting policies, correction of errors, and the amount involved are accounted for and disclosed transparently in accordance with the requirements of IAS - 8. However, for changes in accounting estimate the related amount is recognized prospectively in the current period and in the next period or periods.

2.6 Going Concern

The financial statements have been prepared on the assessment of the bank's ability to continue as going concern basis. MGBL has neither any intention nor any legal or regulatory compulsion to liquidate or curtail materially the scale of any of its operations. The key financial parameters such as liquidity, profitability, asset quality, provision sufficiency and capital adequacy of the bank continued to exhibit a healthy trend for couple of years. Besides, the management is not aware of any material uncertainties that may cast significant doubt upon the bank's ability to continue as going concern.

2.7 Foreign Currency Transactions

2.7.1 Foreign Currencies Translation

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 currencies balances as at december 31, 2021 have been converted into taka currency at the revaluation rate determined by Bangladesh bank.

2.7.2 Commitments

Commitments for outstanding forward foreign exchange contractors disclosed in these financial statements are translated at contracted rates. Contingent liabilities/ commitments for letter of credit and letters of guarantee denominated in foreign currencies are expressed in taka terms at the rates of exchanges ruling on the balance sheet dates.

2.7.3 Translation Gains and Losses:

The resulting exchange transactions gain and losses are included in the profit and loss account.

2.8 Offsetting

Financial assets and financial liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

2.9 Revenue Recognition

a) Interest Income/ Profit on Investments

Interest/ profit on unclassified loans and advances/ investments is accounted for as income on accrual basis, interest/ profit on classified loans and advances/ investments is credited to interest/ profit suspense account with actual receipt of interest/ profit there from credited to income as and when received as per instruction contained in BRPD circular no. 14 dated 23 September 2012, BRPD circular no. 19 dated 27 December 2012, BRPD circular no. 16 dated 18 November 2014 and BRPD circular no. 56 dated 10 December 2020 of Bangladesh Bank.

b) Interest/ profit Income from Investment

Interest/ profit income on investment in government and other securities, debentures and bonds is accounted for on accrual basis.

c) Dividend Income

Dividend income on investments is recognized during the period in which it is declared and ascertained and right to receive the payment is established.

d) Fees and Commission

Fees and commission income arises from services provided by the bank and recognized on receipt basis. Commission charged on Letters of Credit (LC) and Letters of Guarantee (LG) are credited to income at the time of effecting the transactions. The advance payment of tax on LC commission is duly deposited to the Tax Authority. Similarly, Income Tax and VAT are deducted at source and deposited to the Govt. Exchequer within the time stipulated as per their circulars.

e) Interest/ Profit and Other Expenses

In terms of the provision of the International Accounting Standard (IAS) -1 "Presentation of Financial Statements", accrual basis is followed for interest/ profit payment and other expenses. The necessary disclosures are given in the notes in compliance with the provisions of BRPD Circular No. 14 dated 25 June 2003.

2.10 Dividend paid

Interim dividend is recognized when they are paid to shareholders. Final dividend is recognized when it is approved by Shareholders.

If an entity declares dividends to holders of equity instruments (as defined in IAS 32 Financial Instruments: Presentation) after the reporting period, the entity shall not recognize those dividends as a liability at the end of the reporting period as per IAS 10, Para 12.

2.11 Assets and the Basis of Their Valuation

2.11.1 Cash and Cash Equivalents

Cash and cash equivalents include notes and coins on hand, unrestricted balances held with Bangladesh Bank, and highly liquid financial assets which are subject to insignificant risk of changes in their fair value, and are used by the Bank Management for its short-term commitments.

2.11.2 Loans and Advances/ Investments

- (a) Loans and Advances/ Investments are stated at gross amount and before off setting general provisions against
 (b) Interest/ profit on loans and advances/ investments is charged and accounted for quarterly on an accrual basis.

(c) Provision for Loans and Advances/ Investments is made on the basis of year-end review by the management and of instructions contained in Bangladesh Bank circular as amended time to time. The classification rates are given below:

Category/Status of loans and advances/ Investments	Rates	
	Bangladesh Bank's Requirement	Maintained by the Bank
Provisions for unclassified loans and advances/ Investments:		
All unclassified loans/ investments (Other than loans under small and medium enterprise, consumer financing, short term agri. credit and staff)	1%	1%
Small and medium enterprise financing	0.25%	0.25%
Consumer financing (Other than housing finance and loans/ investments for professionals under consumer financing scheme)	5%	5%
Consumer financing (For Housing Finance & Loans/ Investments for professionals set up)	1-2%	1-2%
Short term agri. Credit	1%	1%
Special general provision-COVID-19	1.50%-2%	1.50%-2%
Special Mention Account	0.25% - 2%	0.25% - 2%
Provisions for classified loans and advances/ Investments:		
Substandard	5%-20%	5%-20%
Doubtful	5%-50%	5%-50%
Bad or Loss	100%	100%

d) Commission and discount on bill purchased and discounted are recognized at the time of realization.

2.11.3 Investments

Investments have been initially recognized at cost, including acquisition charges associated with the investment. Government treasury bills and bonds (categorized as HFT or/and HTM) are accounted for as per Bangladesh Bank DOS circular letter no. 05 dated 26 May 2008 and DOS circular no. 05 dated 28 January, 2009.

The Valuation Methods of Investment Used are:

a) Held to Maturity (HTM)

Investments which 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. Amortized amount of such premium are booked into profit and loss account or discount is booked to reserve until maturity or disposal.

b) Held for Trading (HFT)

Investments primarily held for selling or trading is classified in this category. After initial recognition, investments are mark to market weekly. Decrease in the book value is recognized in the profit and loss account and any increase is transferred to revaluation reserve account.

Value of investments has been enumerated as follows:

Investment Class	Initial Recognition	Measurement After Initial Recognition	Recording of Changes
Treasury Bill/Bond (HFT)	Cost	Market value	Loss to Profit and Loss Account, gain to revaluation reserve.
Treasury Bill/Bond (HTM)	Cost	Amortized value	Increase in value to equity and decrease in value to Profit and Loss Account.
Prize Bond	Cost	None	None

c) Investment in Listed Securities

These securities are bought and held primarily for the purpose of selling them in future or held for dividend income. These are reported at cost. Unrealized gains are not recognized in the profit loss account. But provision for diminution in value of investment is provided in the financial statements of which market price is below the cost price of investment as per Bangladesh Bank guidelines.

d) Investment in Unquoted Securities

Investment in unlisted securities is reported at cost under cost method. Adjustment is given for any shortage of book value over cost for determining the carrying amount of investment in unlisted securities.

e) Investment in Subsidiary

Investment in subsidiary is accounted for under the cost method of accounting in bank's financial statements in accordance with the International Accounting Standard (IAS) - 27. Accordingly investment in subsidiary is stated in the bank's balance sheet at cost, less impairment losses if any.

2.11.4 Property, Plant and Equipment

Recognition and Measurement

All fixed assets are stated at historical cost as per IAS-16 "Property, Plant and Equipment". The cost of acquisition of asset comprises its purchase price and any directly attributable cost of bringing the assets to its working contribution for its intended use inclusive of inward freight, duties and non-refundable taxes.

Subsequent Cost

The cost of replacing part of such an item of fixed assets is recognized in the carrying amount of an item of property, plant and equipment if it is probable that the future economic benefits embodied with the part will flow to the company and the cost of the item can be measured reliably. The cost of day to day servicing of fixed asset is recognized in profit and loss as incurred.



Depreciation

Depreciation is charged for the year at the following rates on straight line method on all fixed assets:

Category of Fixed Assets	Rate of Depreciation
Furniture and Fixtures	10%
Machinery and Office Equipment	20%
Motor Vehicles	20%
Computer and Computer Peripherals	33%
Office Tools and Accessories	20%

a) For additions during the year, depreciation is charged for the remaining days of the period and for disposal, depreciation is charged up to the date of disposal.

b) On disposal of fixed assets the cost and accumulated depreciation are eliminated from the fixed assets schedule and gain or loss on such disposal is reflected in the profit and loss account which is determined with reference to the net book value of the assets and net sale proceeds.

2.11.5 Intangible Assets

i. An Intangible asset is recognized if it is probable that future economic benefits associated with the assets will flow to the bank and the cost of the assets can be reliably measured.

ii. Software (especially Core Banking Software) is amortized using the straight line method over the estimated useful life of 05 (Five) years commencing from the date of the application software is available for use over the best estimate of its useful economic life.

2.11.6 Other Assets

Other asset include mainly advance office rent, investment in subsidiary, unrealized income receivable, advance for operating and capital expenditure and stocks of stationery and stamps etc.

2.11.7 Receivables

Receivables are recognized when there is a contractual right to receive cash or another financial asset from other entity or person.

2.11.8 Non-banking Assets

There are no assets acquired in exchange for loan during the period of financial statements.

2.12 Capital / Shareholders' Equity

A) Authorized Capital

Authorized capital is the maximum amount of share capital that the bank is authorized by its memorandum and article of associations to issue to shareholders.

B) Paid Up Capital:

Paid up capital represent total amount of shareholder's capital that has been paid in full by the ordinary shareholders. Holders of ordinary share are entitle 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 company, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any residual proceeds of liquidation.

2.13 Statutory Reserve

As per Section 24 of Banking Companies Act, 1991, 20% of profit before tax (PBT) of the current year of the bank is required to be transferred to statutory reserve until such reserve together with share premium account equal to its paid up capital.

2.14 Non-Controlling Interest in Subsidiary

Non-controlling interest in business is an accounting concept that refers to the portion of a subsidiary, corporation, stock that is not owned by the parent corporation. The magnitude of the non-controlling interest in the subsidiary company is allows less than 50% of outstanding shares, else the corporation would cease to be a subsidiary of the parent. Non-controlling interest belongs to the other investors and is reported on the consolidated balance sheet of the owning company to reflect the claim on assets belonging to other, non-controlling shareholders also non-controlling interest is reported on the consolidated profit and loss account as a share of profit belonging to non-controlling shareholders.

2.15 Deposits and Other Accounts

Deposits are recognized when the bank enters into contractual arrangements with the counterparties, which are generally on trade date and initially measured at the amount of consideration received.

2.16 Borrowings from Other Banks, Financial Institutions and Agents

Borrowed funds include call money deposits, borrowings, refinance borrowing and other term borrowing from banks. These are stated in the balance sheet at amounts payable. Interest/ profit paid/ payable on these borrowings is charged to the profit and loss account.

2.17 Provision for Liabilities

Provision in respect of liability is recognized in the financial statements when the bank has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefit will be required to settle the obligation, in accordance with the IAS 37 "Provision, Contingent Liabilities and Contingent Assets".

2.18 Retirement Benefits to the Employees

The bank provide following post employment benefits to the every permanent employee as per covenants mentioned in the relevant deed and rules.

a) Provident Fund

Provident fund benefits are given to the permanent employees of the bank in accordance with the bank's service rules, and accordingly a trust deed and provident fund rules were prepared. The Commissioner of Taxes, LTU, dhaka has approved the provident fund as a recognized provident 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 recognition took effect from 31 May, 2014. The fund is operated by a board of trustees consisting five members (all members from management) of the bank. All confirmed employees of the bank are contributing 10% of their basic salary as subscription to the fund. The bank also contributes equal amount of the employees' contribution. Interest/ profit earned from the investments is credited to the members' account on yearly basis.

b) Gratuity Fund

Gratuity benefits are given to the employees of the bank in accordance with the approved gratuity fund rules. National Board of Revenue has approved gratuity fund as a recognized gratuity fund on 29th June, 2014. The fund is managed by a Board of Trustees are consisting five members of the bank. Adequate contributions have been made as per provision of gratuity fund deed and rules.

2.19 Taxation

Income tax expense comprises current and deferred tax. Current tax and deferred tax are recognized in profit or loss except to the extent that it relates to items recognized directly in equity.

Current tax is the expected tax payable or receivable on the taxable income or loss for the period, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognized for the temporary differences relating to the initial recognition of goodwill, 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, and differences relating to investments in subsidiaries to the extent that it is probable that they will not reverse in the foreseeable future. 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 liabilities will be realized simultaneously.

2.20 Contingent Asset & Contingent Liability

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 and on the other hand a contingent liability is a possible obligation that arises from past events and whose existence will also be confirmed only by the occurrence or non-occurrence of one or more uncertain future events. Contingent asset and liability is not recognized rather disclosed in the financial statements.

2.21 Cash Flow Statement

The cash flow statement is presented in compliance with the provisions of the International Accounting Standard (IAS) - 7 and format provided by the Bangladesh Bank vide BRPD Circular No. 14 dated 25 June 2003. To make the cash flow statement more understandable and user friendly about the constitution of figures inserted into the Cash Flow Statement, a number of notes have been given in the notes to the financial statements.

2.22 Statement of Changes in Equity

The statement of changes in equity reflects information about the increase or decrease in net assets or wealth. The statement also shows item-wise movement along with the description of charges from the end of last year to the end of current year.

2.23 Liquidity Statement

The liquidity statement of assets and liabilities as on the reporting date has been prepared on residual maturity term as per the following bases:

- a) Balance with other Banks and financial institutions, money at call and short notice etc. are on the basis of their maturity term.
- b) Investments are on the basis of their maturity.
- c) Loans and advances are on the basis of their repayment/maturity schedule.
- d) Fixed assets are on the basis of their useful life.
- e) Other assets are on the basis of their realization/adjustment.
- f) Borrowing from other banks, financial institutions and agents as per their maturity/repayment term.
- g) Deposits and other accounts are on the basis of their maturity term and past trend of withdrawal by the
- h) Provisions and other liabilities are on the basis of their payment/adjustment schedule.

2.24 Events after the Balance Sheet Date

All known material events after the balance sheet date have been considered and appropriate adjustments/disclosures have been made in the financial statements, wherever necessary up to the date of preparation of financial statements as per IAS-10.

2.25 Earnings Per Share

The company calculates earnings per share (EPS) in accordance with IAS 33 "Earnings Per Share (EPS)" the Bank has been reporting 'Basic EPS' as there has been no dilution possibilities during the year. Basic EPS is computed by dividing the profit or loss after tax by the total number of ordinary shares outstanding at the end of the year. Bonus shares issued in current period are considered for number of ordinary shares outstanding for preceding period to present comparative EPS with retrospective adjustment (restated)

2.26 Reconciliation of Books of Account

Books of account with regard to inter-bank (in Bangladesh and outside Bangladesh) are reconciled and found no material differences, which may affect the financial statements significantly.

2.27 Materiality and Aggregation

Each material item as considered significant by the management has been presented separately in the financial statements. No amount has been set off unless the bank has a legal right to set off the amounts and intends to settle on net basis. Income and expenses are presented on a net basis when permitted by the relevant accounting standards.

2.28 Memorandum Items

Memorandum items are maintained to have control over all items of importance and for such transactions where the bank has only a business responsibility and no legal commitment. Bills for collection, stock of savings certificates and all other hall under the memorandum items. However, bills for collection is shown under contingent liabilities as per Bangladesh Bank's format.



2.29 Credit Rating

As per BRPD Circular no. 6 dated 5th July 2006, the bank has done its credit rating by Alpha Credit Rating Limited based on the audited financial statements. The following ratings have been awarded:

Particulars	Periods	Date of Rating	Long Term	Short Term
Entity Rating	January to December 2020	27 th June 2021	AA-	ST - 2
Entity Rating	January to December 2019	27 th June 2020	A+	ST - 2
Entity Rating	January to December 2018	26 th June 2019	A+	ST - 2

2.30 Risk Management

Risk is an inherent part of the business activities and risk management is pivotal for the sustainability of business. This era of globalization enables hefty expansion of business activities that ultimately increases competition level for organizations drastically. Financial crisis and volatility in economic growth in some developed countries set the example of imperativeness towards comprehensive risk management. Types of risk, however, vary from business to business, but preparing a risk management plan involves a conjoint process. A comprehensive risk management plan must enumerate strategies for dealing with risks specific to any business but should not be limited to those.

When it comes to banking business, risk management is in the heart of this business. Banks are to strive for a prudent risk management discipline to combat unpredictable situation. These days, it is transparent that banking organizations are in need of setting up systematic and vigilant way to monitor the activities that are major influencers of this particular business.

Bangladesh Bank issued guidelines which forms the basis of risk management of all scheduled banks in bangladesh. The guidelines require that the banks adopt enhanced policies and procedures of risk management. The risk management of banks broadly cover 6 (six) core risk areas of banking i.e. a. Credit Risk Management, b. Foreign Exchange Risk Management, c. Asset liability Risk Management, d. Money Laundering & Terrorist Financing Risk Management, e. Internal Control and Compliance, and f. Information & Communication Technology Risk as specified by Bangladesh Bank.

MGBL's risk management strategy is based on a clear understanding of various risks, disciplined risk assessment, measurement procedures and continuous monitoring. MGBL continues to focus on improving its risk management systems not only to ensure compliance with regulatory requirements but also to ensure better risk-adjusted return and optimal capital utilization keeping in mind of the business objectives. For sound risk management, MGBL manages risk in strategic layer, managerial layer, and operational layer. The assets and liabilities of Meghna Bank Limited is managed so as to minimize, to the degree prudently possible, the bank's exposure to risk, while at the same time attempting to provide a stable and steadily increasing flow of net interest income, an attractive rate of return on an appropriate level of capital and a level of liquidity adequate to respond to the needs of depositors and borrowers and earnings enhancement opportunities. These objectives are accomplished by setting in place a planning, control and reporting process, the key objective of which is the coordinated management of the Bank's assets and liabilities, current banking laws and regulations, as well as prudent and generally acceptable banking practices.

The risks are defined as the possibility of losses, financial or otherwise. The risk management of the bank covers 6 (six) core risk areas of banking as defined by the Bangladesh Bank. The areas are as follows:

- 1) Credit Risk Management
- 2) Foreign Exchange Risk Management
- 3) Asset Liability Risk Management
- 4) Money Laundering & Terrorist Financing Risk Management
- 5) Internal Control & Compliance
- 6) Information & Communication Technology Risk

In light of the risk management, bank takes well calculative business risks for safeguarding its capital, financial resources and profitability. In this context, the bank took steps to implement the guidelines of Bangladesh Bank as under:



2.30.1 Credit Risk Management

Credit risk is most simply defined as the potential that a bank's borrower or counter party will fail to meet its obligations in accordance with agreed terms. This includes non-repayment of capital and/or interest within the agreed time frame, at the agreed rate of interest and in the agreed currency. The goal of credit risk management at the Meghna Bank Ltd. is to maximize the bank's risk-adjusted rate of return by maintaining credit risk exposure within acceptable parameters.

The bank has designed credit risk management activities by addressing major risks. Credit risk is of the major risks, which can be assumed as potential loss arising from the failure of a counter party to perform contractual responsibility. This may happen due to unwillingness of the counter party or declining his / her financial abilities for adverse environment.

The officers/ executives involved in credit related activities have been segregated. A separate CRM division has been established at head office, which is entrusted with the responsibilities of maintaining effective relationship with customers, making of credit products, exploring new business opportunities.

An effective assessment is made before sanction of any credit facility at credit risk management division, which includes borrower risk analysis, historical performance of the customer, security of the proposed credit facility etc. The process starts by a relationship manager and approved/discharged by the competent authority. Credit approval authority has been delegated to the individual executives. Proposal beyond their delegation are approved /declined by the Executive Committee and the Board of Directors.

In determining single borrower/large loan limit, the instructions of Bangladesh Bank are strictly followed.

2.30.2 Foreign Exchange Risk Management

Foreign exchange risk is defined as the potential change in earnings arising due to change in market prices. The front office of the treasury department of the bank independently conducts the transactions and the back office is responsible for recording of the transactions and passing of their entries in books of accounts. All foreign exchange transactions are revalued periodically at market rate as determined by Bangladesh Bank. The reconciliation of NOSTRO accounts are done regularly and outstanding entries reviewed by the management for its settlement.

2.30.3 Asset Liability Risk Management

The bank formed an Asset Liability Committee (ALCO) for monitoring balance sheet risk and liquidity risk of the bank. The balance sheet risk is defined as potential change in earnings due to change in rate of interest, foreign exchange rates which are not in trading nature. ALCO reviews liquidity requirement of the bank, the maturity of assets and liabilities, deposit and lending pricing strategy and the liquidity contingency plan.

2.30.4 Money Laundering & Terrorist Financing Risk Management

Money laundering risk is defined as the loss of reputation and expenses incurred as penalty for being negligent in prevention of money laundering. In line with the international standards and initiatives, Bangladesh has passed Money Laundering Prevention Act (MLPA), 2002. Afterwards several amendments were made and a new Money Laundering Prevention Act, 2012 has been passed and this act was also amended in 2015. The Government has also enacted Anti-Terrorism Act (ATA) in 2009 aiming to combat terrorism and terrorism financing and this act was also amended in 2012 and in 2013. Both the acts have empowered Bangladesh Financial Intelligence Unit (BFIU), Bangladesh Bank to perform the anchor role in combating ML/TF through issuing instructions and directives for reporting agencies and building awareness in the financial sectors.

For prevention of Money Laundering and Terrorist Financing, the bank has a comprehensive policy which is approved by the Board. The Bank has an organizational set up in place to implement and monitor its AML & CFT Program. The Bank has a Central Compliance Committee (CCC) headed by the Chief Anti Money Laundering Compliance Officer at Head Office and BAMLCOs at the branches. The CCC is supported by AML Division headed by Deputy CAMLCO for discharging day to day activities while the branches have Branch Compliance Unit (BCU) to support BAMLCOs. The regulatory requirements are being complied with and the guidelines are being followed by the bank properly. Branch Anti Money Laundering Compliance Reports (STR), and ensure AML & CFT compliance culture throughout the bank. Training is being conducted continuously for all the officers of the bank to create awareness and develop the skill for ensuring KYC (Know Your Clients) compliance and identifying suspicious activities/transactions.

2.30.5 Internal Control and Compliance

Internal control is fundamental to the successful operation and day-to-day running of a business and it assists the bank in achieving its business objectives. It encompasses all controls incorporated into the strategic, governance and management processes, covering the bank's entire range of activities and operations, and not just those directly related to financial operations and reporting. Its scope is not confined to those aspects of a business that could broadly be defined as compliance matters, but extends also to the performance aspects of a business.

Meghna Bank Ltd has established a system of internal control, which is designed to manage all the risks of failure to a reasonable level, achieve aims and objectives/goals of the bank and this system provides reasonable assurance of effective & efficient operations covering all controls including financial & operational controls, reliability of the financial information, compliance with applicable laws & regulations, adherence to management policies, safeguarding of bank's assets, prevention & detection of fraud & errors, and accuracy & completeness of the accounting records.

The Board of Directors of Meghna Bank Ltd regularly reviews the effectiveness of internal control process through its Audit Committee and the Audit Committee plays an effective role amongst the Board of Directors, Management, Shareholders, Depositors and develops an efficient, powerful and a safe banking system. The committee also performs a very important role for publishing bank's financial statements, developing an appropriate internal control system and maintains an effective communication with internal and external auditors. It significantly contributes in controlling and monitoring various risks factors that arise from the business activities of the bank. Board Audit Committee reviews the actions taken on internal control issues identified in the reports prepared by the internal & external auditors and regulatory authorities. It has active oversight on the internal audit's independence, scope of work and resources and it also reviews the functions of internal control & compliance division of head office, particularly the scope of the annual audit plan and frequency of the internal audit activities.

2.30.6 Information & Communication Technology Risk

The bank has established an appropriate Information Technology Department (ITD) by placing officials with adequate knowledge and skills to play a major role in the bank for smooth running of online banking system and delivery of its service to all the units of the bank for operations of necessary hardware and software. The branch network is upgraded to high speed, which provides better information sharing management at the branch as well as at the head office.

2.30.7 Market Risk

Market risk is the risk of loss resulting from changes in interest rates, foreign currency exchange rates, equity prices and commodity prices. Meghna bank's exposure to market risk is a function of its trading and asset and liability management activities and its role as a financial intermediary in customer related transactions. The objective of market risk management is to minimize the impact of losses due to market risks on earnings and equity.

2.30.8 Operation Risk

Business volume risk is defined as the volatility in revenue and profitability arising from adverse fluctuations from business volume. Business volumes may adversely fluctuate due to competitor activities, new entrants, competition from substitute financial products and services, changes in banking preferences of the customers resulting in the importance of the process of financial intermediation being reduced, natural disasters, etc.

2.30.9 Reputation Risk

This is the potential damage to the reputation and image of the Bank, emanating from events such as drop in performance levels or service quality, compliance, corporate governance and management failures and deviations from business ethics, etc.

2.31 Fraud and Forgeries

Adequate control system is in place to detect and prevent fraud and forgeries in the operations. IT has been gradually emphasizing in the modernization of operating system and making auto preventive in the detection of fraud and forgeries. However, management is proactive in establishing sound operating system and its preventive measure.

2.32 Compliance report on International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS)

Name of IAS	IAS No.	Status
Presentation of Financial Statements	IAS 1	Applied
Inventories	IAS 2	Applied
Statement of Cash Flows	IAS 7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	IAS 8	Applied
Events after the Reporting Period	IAS 10	Applied
Income Taxes	IAS 12	Applied
Property, Plant and Equipment	IAS 16	Applied
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	IAS 23	Applied
Related Party Disclosures	IAS 24	Applied
Accounting and Reporting by Retirement Benefit Plans	IAS 26	Applied
Separate Financial Statements	IAS 27	Applied
Investment in Associates & Joint Ventures	IAS 28	Not Applicable
Financial Reporting in Hyperinflationary Economies	IAS 29	Not Applicable
Financial Instruments: Presentation	IAS 32	Applied
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
Investment Property	IAS 40	Not Applicable
Agriculture	IAS 41	Not Applicable
Name of IFRS	IFRS No.	Status
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
Operating Segments	IFRS 8	Applied
Financial Instruments	IFRS 9	Applied
Consolidated Financial Statements	IFRS 10	Applied
Joint Agreements	IFRS 11	Not Applicable
Disclosure of Interest in other Entities	IFRS 12	Applied
Fair Value Measurement	IFRS 13	Applied
Regulatory Deferral Accounts	IFRS 14	Not Applicable
Revenue from Contracts with Customers	IFRS 15	Applied
Leases	IFRS 16	Applied



2.33 Audit Committee of the Board

An Audit Committee of the Board (ACB) was formed and its roles and responsibilities were defined in line BRPD Circular No.11 issued by Bangladesh Bank (BB) on 27 October 2013. Main objectives of Audit Committee of the Board (ACB) are:

- To assist the Board in fulfilling its oversight responsibilities including implementation of the objectives, strategies and overall business plans set by the Board for effective functioning of the bank.
- To review the financial reporting process, the system and effectiveness of internal control process, compliance status of inspection report from Bangladesh Bank and assessment of the overall processes and procedures for monitoring compliance with laws and regulations and its own code of business conduct.

2.33.1 Composition and Qualifications

The Board of Directors as its 107th Board Meeting held on November 24, 2020 constituted with the following Board Members:

SI No.	Name of Committee Members	Status with the Bank	Position in the Committee	Educational Qualification	Meeting Attendance
1	Ms. Uzma Chowdhury	Director	Chairperson	CPA	4 of 4
2	Mr. Shakhawat Hossain	Director	Member	M.Com (Marketing)	1 of 4
3	Mr. Alok Kumar Das	Director	Member	B.A	4 of 4
4	Dr. Syed Ferhat Anwar	Independent Director	Member	MBA, CMC, Ph.D	2 of 4
5	Md. Ahsan Ullah	Independent Director	Member	MBA (IBA, DU) M. A in Economics (USA)	4 of 4

2.33.2 Meetings of the Audit Committee

Bangladesh Bank suggested banks to hold at least 4 meetings in a year. The Audit Committee of MGBL held 04 (four) meetings in 2021 and had detailed discussions and review sessions with the In Charge of Internal Control & Compliance, External Auditors regarding their findings and remedial suggestions on various issues that need improvement. The Audit Committee of the Board (ACB) instructed management to follow those remedial suggestions and monitored accordingly. Meeting dates are as follows:

SI No.	Name of Meeting	Date of Meeting
1	31 st Audit Committee Meeting	March 10, 2021
2	32 nd Audit Committee Meeting	June 17, 2021
3	33 rd Audit Committee Meeting	October 17, 2021
4	34 th Audit Committee Meeting	December 23, 2021

2.33.3 Major areas focused by Audit Committee in 2021

- Reviewed and approved the 'Risk Based Audit Plan 2021' ;
- Reviewed Submitted Self Assessment of Anti Fraud Internal Control;
- Reviewed Annual Financial Statements of the Bank for the year ended 31 December 2020 as certified by the External Auditors, Khan Wahab Shafique Rahman & Co., Chartered Accountants, before submission to the Board of Directors for approval;
- Reviewed Management Report on the Bank for the year ended 31 December 2020 submitted by the External Auditors, Khan Wahab Shafique Rahman & Co., Chartered Accountants, and its subsequent compliance;
- Reviewed summary of Financial Statements (Unaudited) for the Half-year ended on June 30, 2021;
- Reviewed the Annual Health report of the Bank-2020;
- Reviewed Summary of major findings from Internal Audit Report of Branches for the year 2020;
- Reviewed the Internal audit Report on Branches, Head Office Divisions and compliance thereof;
- Reviewed the reported issues of Bangladesh Bank Inspection Report and compliance thereof;
- Reviewed the Report on Quarterly Operation of the MGBL Branches;
- Reviewed the Report on Loan Documentation Checklist (LDCL);



2.34 Related Party Disclosures

Parties are considered to be related if one party has the ability to control the other party or to exercise significant influence over the other party in making financial and operating decisions. Related party information is given

SL No.	Name of the Director	Status with the Bank	Name of the Firms /Companies in which they are interested as proprietor, partner, Director, Managing Agent, Guarantor, Employee etc.	Percentage (%) holding in the company	Remarks	
1.	Mr. H. N. Ashequr Rahman	Chairman	1	Meghna Bank Ltd.	2.41%	Chairman
			2	Diesel Motors & Services (BD) Limited	22.22%	Managing Director
			3	Bangladesh Consortium Ltd.	7.50%	Director
			4	Jamuna Sugar Mills Ltd.	12.50%	Director
2	Mr. Md. Kamal Uddin	Vice Chairman	1	Meghna Bank Ltd.	4.83%	Vice Chairman
			2	Stoll Bangladesh Ltd.	5.00%	Managing Director
			3	Diganta Packaging & Accessories Ltd.	60.00%	Managing Director
3	Mr. Tanveer Ahmed Representative of Cassiopea Fashion Ltd.	Director	1	Cassiopea Appearles Ltd.	52.63%	Managing Director
			2	Cassiopea Fashion Ltd.	3.83%	Managing Director
			3	Elegant Washing Plant Ltd.	99.09%	Managing Director
			4	Cassiopea Clothing Ltd.	50.00%	Managing Director
			5	Cassiopea Garments Ltd.	50.00%	Managing Director
			6	Elegant Accessories Ltd.	50.00%	Managing Director
			7	Lavender Convenience Store Ltd.	20.00%	Managing Director
			8	Cassiopea Dress Ltd.	50.00%	Managing Director
			9	Cassiopea Sweaters Ltd.	96.00%	Managing Director
			10	Elegant Stock & Securities Ltd.	20.81%	Managing Director
			11	Elegant Spinning & Textiles Ltd.	40.00%	Managing Director
			12	Dongbang Facilities BD Ltd.	10.00%	Managing Director
			13	Elegant Coal & mining Company	100.00%	Proprietor
			14	Elegant Fashion	100.00%	Proprietor
			15	Elegant Construction Ltd.	50.00%	Managing Director



4	Mr. Shakhawat Hossain	Director	1	Meghna Bank Ltd.	4.06%	Director
			2	Paramount Holdings Ltd.	50.00%	Chairman
			3	Foodex International Ltd	41.67%	Chairman
			4	Paramount Agro Ltd.	33.33%	Chairman
			5	Sunrise Chemical Industries Ltd	50.00%	Managing Director
			6	Paramount Spinning Ltd	45.25%	Managing Director
			7	Paramount Agro	33.33%	Managing Partner
			8	Foodex International	50.00%	Managing Partner
			9	Paramount Textile Ltd	8.79%	Managing Director
			10	Paramount Insurance Company Ltd.	6.67%	Sponsor Shareholder
5	Mr. Alock Kumar Das	Director	1	Meghna Bank Ltd.	4.51%	Director
			2	Paramount Textile Ltd	8.79%	Director
			3	Paramount Insurance Company Ltd	6.67%	Sponsor Shareholder
			4	Paramount Holdings Ltd.	50.00%	Managing Director
			5	Sunrise Chemical Industries Ltd	50.00%	Director
			6	Paramount Spinning Ltd	45.25%	Director
			7	Paramount Agro Ltd.	33.33%	Director
			8	Foodex International Ltd	41.67%	Managing Director
			9	Foodex International	50.00%	Managing Partner
			10	Sarban International	50.00%	Managing Partner
			11	Paramount Agro	50.00%	Managing Partner
			12	Alonitas Enterprise	50.00%	Managing Partner
			13	Foreign Food Traders	100.00%	Proprietor
			14	Ratul Money Changer	100.00%	Proprietor
			15	S.R. Brother	100.00%	Proprietor
			16	Excellent Food	100.00%	Proprietor
			17	Arihazar Fisheries	100.00%	Proprietor
			18	Emporium Duty Fee Shop	100.00%	Proprietor
6	Mr. Mohammed Mamun Salam Representative of Salim & Brothers Ltd.	Director	1	Salim & Brothers Ltd.	99.32%	Managing Director
			2	Reliance Denim Ind, Ltd.	50.00%	Managing Director
			3	Reliance Box Ind. Ltd.	50.00%	Managing Director
			4	Reliance Washing Ind. Ltd.	50.00%	Managing Director
			5	Reliance Dresses Ltd.	50.00%	Executive Director
			6	Four Seasons Resorts Ltd.	50.00%	Managing Director



7	Mrs. Nuran Fatema	Director	1	Meghna Bank Ltd.	1.85%	Director
			2	The Bismillah Marine Services	50.00%	Partnership
			3	The Bismillah International Shipping & Trading Co. Ltd.	50.00%	Chairperson
			4	Bismillah Marine Service	100.00%	Proprietor
			5	The Bismillah Marine Service	100.00%	Proprietor
			6	Bismillah Marine Service	48.00%	Director
			7	Mercantile Islami Life Insurance Ltd.	48.00%	Vice Chairman
8	Mr. S.M. Jahangir Alam (Manik)	Director	1	Meghna Bank Ltd.	4.58%	Director
			2	Sanji Automobiles Ltd.	60.00%	Managing Director
			3	Sanji Property Development Ltd.	60.00%	Managing Director
			4	Sanji Stainless Steel Ind.	80.00%	Proprietor
			5	Panama CNG Conversion	100.00%	Proprietor
			6	Sanji Filling & Conversion Center	100.00%	Proprietor
9	Mrs. Taslima Islam	Director	1	Meghna Bank Ltd.	2.26%	Director
			2	Fareast Islami Life Insurance Co. Ltd	2.10%	Director
			3	CAPM Venture Capital & Finance Ltd. (CVCFL)	6.00%	Director
			4	Ramisha Cold Storage Ltd.	75.00%	Chairperson
			5	Punot Cold Storage Ltd.	75.00%	Chairperson
				Fareast Cold Storage Ltd.	25.00%	Chairperson
				M/S Momo Enterprise	100.00%	Proprietor
				Ramisha BD Ltd	100.00%	Chairperson
				Rimsha BD Ltd.	100.00%	Chairperson
				Primeasia University	-	Member Board of Trustee
			1	Meghna Bank Ltd.	4.51%	Director
			2	Agricultural Marketing Co Ltd (AMCL)	0.41%	Shareholder
			3	Allplast Bangladesh Ltd.	0.04%	Director
			4	Bangladesh Lift Industries Ltd.	3.57%	Director
			5	Banga Plastic Int'l Ltd.	0.04%	Director
			6	Banga Bakers Ltd.	4.00%	Director



10	Ms. Uzma Chowdhury	Director	7	Banga Millers Ltd.	0.01%	Director		
			8	Banga Building Materials Ltd.	1.82%	Director		
			9	Chorka Textile Ltd.	4.17%	Director		
			10	Durable Plastic Ltd.	0.19%	Director		
			11	Get Well Ltd.	0.01%	Director		
			12	Habiganj Agro Ltd	0.01%	Director		
			13	Habiganj Textile Ltd.	0.04%	Director		
			14	Mymensingh Agro Ltd.	0.02%	Director		
			15	Natore Agro Limited	1.57%	Director		
			16	Property Development Ltd.	0.25%	Chairman		
			17	PRAN Foods Ltd.	2.00%	Director		
			18	PRAN Agro Ltd.	0.05%	Director		
			19	PRAN Exports Ltd.	0.04%	Director		
			20	PRAN Beverage Ltd.	0.03%	Director		
			21	Packmat Industries Ltd.	4.00%	Director		
			22	Rangpur Foundry Ltd.	0.04%	Shareholder		
			23	Rangpur Metal Industries Ltd.	0.06%	Director		
			24	Sylvan Agriculture Ltd.	0.20%	Director		
			25	Sylvan Technologies Ltd.	0.01%	Director		
			26	Sun Basic Chemicals Ltd.	4.17%	Director		
			11	Mr. Syed Ferhat Anwar	Independent Director		N/A	N/A
			12	Ar. Md. Ahsan Ullah	Independent Director		N/A	N/A

2.35 The Significant Related Party Transactions During the Year Were as Follows

Credit Card Facilities

Name of Director of MGBL	Approved Limit	Type of Securities	Value of Eligible Securities	Outstanding as on December 31, 2021
Mr. H N Ashequr Rahman	BDT 10,00,000	Unsecured	-	-
Mr. MD. Kamal Uddin	BDT 10,00,000	Unsecured	-	-
Mr. Tanver Ahmed	BDT 37,00,000	Secured	USD 40000	2,824,256
Ms. Nuran Fatema	BDT 10,00,000	Unsecured	-	350
Ms. Uzma Chowdhury	BDT 10,00,000	Unsecured	-	1,005
Md. Mamun Salam	BDT 10,00,000	Unsecured	-	924.64
S M Jahangir Alam(Manik)	BDT 10,00,000	Unsecured	-	444,198



2.36 Covid-19

During the period, World Health Organization (WHO) declared a global pandemic due to Corona Virus related respiratory disease commonly called as COVID-19. To contain the spread of disease, Government of Bangladesh has also taken a number of measures such as declaration of lock down, social distancing etc. As a result of these measures all business and economic activities are affected which also make huge impact to the economy. The business operation and profitability of the Bank is also impacted due to COVID-19.

2.37 Approval of Financial Statements

These financial statements were reviewed by the audit committee of the Board of the bank in its 36th meeting held on April 03, 2022 and was subsequently approved by the Board of Directors in its 132th meeting held on April 10, 2022.

2.38 Reporting Period

These financial statements cover the period from 1 January 2021 to 31 December 2021.

2.39 General

- a) These financial statements are presented in Taka, which is the bank's functional currency. Figures appearing in these financial statements have been rounded off to the nearest Taka.
- b) The expenses, irrespective of capital or revenue nature, accrued/due not paid have been provided for in the books of the Bank.
- c) Figures of previous year have been re-arranged whenever necessary to conform to the current year's presentation.



		Amount in Taka	
		2021	2020
3	Consolidated Cash in hand (Including foreign currencies)		
	Meghna Bank Limited (Note-3a)	736,254,159	593,875,342
	Meghna Bank Securities Ltd	4,268	6,874
		736,258,427	593,882,216
3a	Cash in hand (Including foreign currencies)		
	In local currency	732,300,667	590,748,088
	In foreign currencies	3,953,492	3,127,254
		736,254,159	593,875,342
4	Consolidated Balance with Bangladesh Bank and its agent bank(s) (Including foreign currencies)		
	Meghna Bank Limited (Note-4a)	2,394,291,512	3,008,286,920
	Meghna Bank Securities Ltd	-	-
		2,394,291,512	3,008,286,920
4a	Balance with Bangladesh Bank and its agent bank(s) (Including foreign currencies)		
	In local currency	2,321,901,264	2,945,988,446
	In foreign currencies	72,390,248	62,298,474
		2,394,291,512	3,008,286,920
	Balance with Sonali Bank Ltd as agent of Bangladesh Bank		
	In local currency	-	-
	In foreign currencies	-	-
		2,394,291,512	3,008,286,920

4a.1 Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR)

Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the Section 33 of the Bank Company Act, 1991 (amended up to 2018) and DOS Circular No.01 dated January 19, 2014 & MPD circular no. 03, dated April 09, 2020 for Domestic Banking Operation (DBU) and BRPD circular No. 31 dated June 18, 2020 for Offshore Banking Unit (OBU) issued by Bangladesh Bank.

The bank has been maintaining 3.50% as CRR on daily basis and 4.00% as CRR on bi-weekly basis for Domestic Banking Operation (DBU) & Islamic Banking Unit and 1.50% as CRR on daily basis & 2.00% on bi-weekly basis for Offshore Banking Unit (OBU). CRR requirement is calculated on the basis of weekly average total demand and time liabilities (ATDTL) of a base month which is two months back of the reporting month (i.e. CRR of December 2021 is maintained on the basis of weekly ATDTL of October 2021) and maintained with Bangladesh Bank. The bank also maintaining 13% as SLR on weekly average total demand and time liabilities (ATDTL) of a base month which is two months back of the reporting month (i.e. SLR of December 2021 is maintained on the basis of weekly ATDTL of October 2021) for conventional banking & Offshore banking unit and 5.50% as SLR on weekly average total demand and time liabilities (ATDTL) of a base month which is two months back of the reporting month (i.e. SLR of December 2021 is maintained on the basis of weekly ATDTL of October 2021) for Islamic Banking Unit. Both the reserves maintained by the bank are in excess of the statutory requirements, as shown below:

4a.2 Cash Reserve Requirement (CRR): Base on Average Total Demand and Time Liabilities on bi-weekly basis.

For Domestic Banking Unit (DBU)

Required Reserve	1,845,016,000	1,448,141,040
Actual Reserve held with Bangladesh Bank (In local currency)	2,275,751,564	2,968,743,248
CRR Surplus	430,735,564	1,520,602,208

For Offshore Banking Unit (OBU)

Required Reserve	-	-
Actual Reserve held with Bangladesh Bank (In local currency)	-	-
CRR Surplus	-	-

For Islamic Banking Unit (IBU)

Required Reserve	11,237,004	-
Actual Reserve held with Bangladesh Bank (In local currency)	39,235,424	-
CRR Surplus	27,998,420	-



		Amount in Taka	
		2021	2020
4a.3 Statutory Liquidity Ratio (SLR): Base on Average Total Demand and Time Liabilities on daily basis.			
For Domestic Banking Unit (DBU)			
Required Reserve		5,996,302,910	4,706,458,380
Actual Reserve held		14,056,145,393	11,145,089,686
SLR Surplus		8,059,842,483	6,438,631,306
Held for Statutory Liquidity Ratio			
Cash in hand (Note-3a)		734,457,567	593,875,342
Government Securities - Treasury Bills (Note-7a)		108,669,783	-
Government Treasury Bond (HTM & HFT) (Note-7a)		12,782,282,479	9,030,612,136
Excess Reserve of CRR (Note-4a.2)		430,735,564	1,520,602,208
		14,056,145,393	11,145,089,686
For Offshore Banking Unit (OBU)			
Required Reserve		-	-
Actual Reserve held		-	-
SLR Surplus		-	-
Held for Statutory Liquidity Ratio			
Cash in hand (Note-3a)		-	-
Government Securities - Treasury Bills (Note-7a)		-	-
Government Treasury Bond (HTM & HFT) (Note-7a)		-	-
Excess Reserve of CRR (Note-4a.2)		-	-
		-	-
For Islamic Banking Unit (IBU)			
Required Reserve		15,451,403	-
Actual Reserve held		87,345,012	-
SLR Surplus		71,893,609	-
Held for Statutory Liquidity Ratio			
Cash in hand (Note-3a)		1,796,592	-
Government Securities - Treasury Bills (Note-7a)		-	-
Government Treasury Bond (HTM & HFT) (Note-7a)		57,550,000	-
Excess Reserve of CRR (Note-4a.2)		27,998,420	-
		87,345,012	-
5 Consolidated Balance with Other Banks and Financial Institutions			
In Bangladesh			
Meghna Bank Limited (Note-5a)		2,173,632,706	2,215,897,652
Meghna Bank Securities Ltd		104,250,103	34,247,721
		2,277,882,809	2,250,145,373
Less: Inter Company Transaction		72,533,195	15,115,507
		2,205,349,614	2,235,029,866
Outside Bangladesh			
Meghna Bank Limited (Note-5a)		550,004,585	305,850,426
Meghna Bank Securities Ltd		-	-
		550,004,585	305,850,426
		2,755,354,199	2,540,880,292
5a Balance with Other Banks and Financial Institutions			
In Bangladesh (Note-5a.1)			
		2,173,632,706	2,215,897,652
Outside Bangladesh (Note-5a.2)		550,004,585	305,850,426
		2,723,637,291	2,521,748,078
5a.1 In Bangladesh			
5a.1a Current Account			
Trust Bank Limited, Gulshan Branch		567,900	2,688,442
Trust Bank Limited, Shathibari Branch		50,867	54,561
AL-Arafah Islami Bank Ltd, Bormi Bazar Branch		4,075	5,122
Southeast Bank Limited, Bandura Branch		7,342	1,205
Eastern Bank Limited, Gulshan Branch		394,874	2,797,820



	Amount in Taka	
	2021	2020
Social Islami Bank Ltd, Sirajgonj Branch	20,425	36,115
Jamuna Bank Limited, Kalampur Branch	14	359
Agrani Bank Limited, Munshirhat Branch	57,805	597,983
BRAC Bank Limited, Gulshan Branch	537,995	537,995
Sonali Bank Limited, Local Office	39,516,023	33,522,779
Bank Asia Limited, Bogra Branch	1	1
Sonali Bank Limited, Feni Branch	30,284,497	521,322
Sonali Bank Limited, Sirajgonj Branch	4,040	2,385
Sonali Bank Limited, Kishoreganj Branch	4,178,316	9,424,772
Sonali Bank Limited, Munshiganj Corporate Branch 2	43,228	59,630
Sonali Bank Limited, Kushtia Corporate Branch	542,148	16,332,753
Sonali Bank Limited, Rangpur Corporate Branch	7,765,475	13,434,568
Sonali Bank Limited, Chehelgazi Branch	64,833	60,755
	84,039,858	80,078,567

5a.1b Special Notice Deposits

Mercentile Bank Ltd, Agrabad Branch	3,891,746	12,001,358
NCC Bank Limited, Laldighirpar Branch	59,168,965	8,626,069
Sonali Bank Limited, Nalchity Branch	2,009	1,138,055
Sonali Bank Limited, Mithapukur Branch	53,716,611	28,016,588
	116,779,331	49,782,070

5a.1c FDR with Other Banks & Financial Institutions

FDR with Other Banks (Note-5a.1c.i)	400,000,000	300,000,000
FDR with Financial Institutions (Note-5a.1c.ii)	1,572,813,517	1,786,037,015
	1,972,813,517	2,086,037,015

5a.1c.i FDR with Other Banks

Padma Bank Limited	300,000,000	300,000,000
EXIM Bank Limited	100,000,000	-
	400,000,000	300,000,000

5a.1c.ii FDR with Financial Institutions

IDLC Finance Limited	750,000,000	750,000,000
FAS Finance & Investment Ltd	53,522,500	52,500,000
International Leasing Financial Service Limited	74,291,017	68,537,015
Uttara Finance and Investment Ltd.	-	200,000,000
GSP Finance Company (Bangladesh) Limited	295,000,000	315,000,000
IPDC Finance Limited	400,000,000	400,000,000
	1,572,813,517	1,786,037,015
	2,173,632,706	2,215,897,652

5a.2 Outside Bangladesh (NOSTRO Account)

Current Account

AB Bank Ltd, Mumbai, ACU	32,515,509	34,701,108
Mashreq Bank p.s.c. New York, USD	210,304,780	105,581,139
Habib American Bank, New York, USD	72,970,113	50,733,793
MCB Bank Limited, Karachi, Pakistan, ACU	8,796,234	8,896,725
BANCA Popolare Di Sondrio, Sondrio, Italy, EURO	3,040,185	14,107,902
Kookmin Bank, Seoul Korea, USD	1,238,950	6,747,222
Kookmin Bank, Seoul Korea, GBP	148,724	393,906
Kookmin Bank, Seoul Korea, CAD	67,008	471,616
National Bank of Pakistan, Tokoyo, Japan., JPY	9,921,808	1,069,846
HDFC Bank Limited, Mumbai, India, ACU	10,492,900	12,224,289
Bank Al Jazira, KSA, SAR	4,022,917	4,236,415
AXIS Bank Ltd. Kolkata, India, ACU	138,870,565	45,829,000
BMCE Bank International, Madrid, Spain, EURO	950,141	1,017,336
BMCE Bank International, GBP	898,855	891,738
Bhutan National Bank, ACU	14,113,414	8,684,538
United Bank of India, Kolkata, ACU	-	10,263,853
Sonali Bank UK, USD	6,612,164	-
Punjab National Bank, Kolkata, ACU	35,040,318	-
	550,004,585	305,850,426



Amount in Taka	
2021	2020

Currency wise Distribution:

Foreign Currency

USD/ACU
GBP
EUR
JYP
SAR
CAD

BDT	Composition
530,954,947	96.54%
1,047,579	0.19%
3,990,326	0.73%
9,921,808	1.80%
4,022,917	0.73%
67,008	0.01%
550,004,585	100%

- 5a.3 In accordance with Bangladesh Bank Foreign Exchange Policy Department, Circular FEPD (DEMO/01/2005-677) dated 13 September 2005, the quarterly review of NOSTRO Accounts for the quarter ended 31 December 2021 reflect the true state of the NOSTRO Account entries which are correctly recorded. A separate audit certificate after review have also been given by the External auditor. Details of foreign currency amounts with exchange rates are presented in Annexure - C.

	As per Bank's Book				As per Correspondents' Book			
	Debit entries		Credit entries		Debit entries		Credit entries	
	No.	Amount	No.	Amount	No.	Amount	No.	Amount
Up to 3 months	-	-	23	647,346.44	9	350,371.39	18	281,543.68
From 03 months to 06 months	-	-	-	-	-	-	-	-
From 06 months to 09 months	-	-	-	-	-	-	-	-
From 09 months to 12 months	-	-	-	-	-	-	-	-
More than 12 months	-	-	-	-	-	-	-	-
	-	-	23	647,346.44	9	350,371.39	18	281,543.68

5a.4 Maturity-wise Groupings of Balance with Other Banks and Financial Institutions

On Demand	750,823,774	754,466,008
Not more than 3 months	1,972,813,517	1,767,282,070
More than 3 months but less than 1 year	-	-
More than 1 year but less than 5 years	-	-
More than 5 years	-	-
	2,723,637,291	2,521,748,078

6 Consolidated Money at Call and Short Notice

Meghna Bank Limited (Note-6a)	100,000,000	130,000,000
Meghna Bank Securities Ltd	-	-
	100,000,000	130,000,000

6a Money at Call and Short Notice

With Bank

South Bangla Agriculture and Commerce Bank Limited	100,000,000	-
Modhumoti Bank Limited	-	130,000,000
	100,000,000	130,000,000

7 Consolidated Investment:

Government Securities

Meghna Bank Limited (Note-7a,ii,a)	12,891,788,462	9,031,518,336
Meghna Bank Securities Ltd	-	-
	12,891,788,462	9,031,518,336

Other Investments

Meghna Bank Limited (Note-7a,ii,b)	2,700,368,858	432,560,978
Meghna Bank Securities Ltd	408,355,030	367,346,492
	3,108,723,888	799,907,470
	16,000,512,350	9,831,425,806

7a Investment:

i) Investment Classified as per Bangladesh Bank Circular:

Held for Trading (HFT)	4,174,827,594	3,446,235,411
Held to Maturity (HTM)	8,716,124,668	5,584,376,725
Other Investment	2,701,205,058	433,467,178
	15,592,157,320	9,464,079,314



Amount in Taka	
2021	2020

ii) Investment Classified as per Nature:

a) Government Securities:

1) Treasury Bills (HFT)

91 Days Treasury Bills
182 Days Treasury Bills
364 Days Treasury Bills

-	-
-	-
108,669,783	-
108,669,783	-

2) Government Bond (HTM & HFT)

2,5,10,15 & 20 Years Bonds (Note-7a.2)
Prize Bond in Hand

12,782,282,479	9,030,612,136
836,200	906,200
12,783,118,679	9,031,518,336
12,891,788,462	9,031,518,336

Total (1+2)

b) Other Investment

1) Trust Bank Limited Subordinate Bond-II
2) Investment in MAXCAP DPA-IDLC (Note - 7a.3)
3) Investment in Shares at cost (Note - 7a.4)
4) Investment in Shares at cost under Special Fund (Note - 7a.5)

-	20,000,000
4,411	4,675
2,439,910,353	412,556,303
260,454,094	-
2,700,368,858	432,560,978
15,592,157,320	9,464,079,314

7a.1 Maturity-wise Grouping of Investment:

On demand
Not more than 3 months
More than 3 months but less than 1 year
More than 1 year but less than 5 years
More than 5 years

-	-
836,200	906,200
995,651,371	432,560,978
3,707,550,227	1,662,059,681
10,888,119,522	7,368,552,455
15,592,157,320	9,464,079,314

7a.2 Government Bond

HTM

2 Years Bangladesh Government Treasury Bonds
5 Years Bangladesh Government Treasury Bonds
10 Years Bangladesh Government Treasury Bonds
15 Years Bangladesh Government Treasury Bonds
20 Years Bangladesh Government Treasury Bonds

HFT

2 Years Bangladesh Government Treasury Bonds
5 Years Bangladesh Government Treasury Bonds
10 Years Bangladesh Government Treasury Bonds
15 Years Bangladesh Government Treasury Bonds
20 Years Bangladesh Government Treasury Bonds

SUKUK BOND

5 Years Sukuk Bonds

Total

-	-
-	-
1,322,699,575	1,338,801,133
1,663,291,568	1,572,618,550
5,672,583,525	2,672,957,042
10,112,730	10,356,620
763,176,423	663,387,180
176,170,993	-
1,225,629,000	-
1,891,068,665	2,772,491,611
57,550,000	-
12,782,282,479	9,030,612,136

7a.3 Investment in MAXCAP DPA-IDLC

Ordinary Share

Cash Balance

4,411	4,675
4,411	4,675

7a.4 Investment in Shares at cost

Quoted

British American Tobacco Company Limited
BSRM Steels Limited
BRAC Bank Limited



-	2,188,692
6,926,260	6,926,260
-	9,439,310

	Amount in Taka	
	2021	2020
C and A Textiles Limited	2,620,440	2,620,440
City Bank Limited	3,551,148	2,826,803
Crystal Insurance Company Limited	-	108,790
Dhaka Bank Limited	-	717,860
Eastern Bank Limited	8,007,181	-
Grameen Phone Limited	9,456,812	-
Heidelberg Cement Bangladesh Limited	9,291,098	9,291,098
IDLC Finance Limited	7,087,500	4,055,156
IFAD Autos Limited	1,927,117	1,927,117
Jamuna Oil Company Limited	15,840,873	14,073,833
Jamuna Bank Limited	2,479,880	-
Lafarge Surma Cement Limited	-	10,279,614
Meghna Petroleum Ltd.	-	3,045,459
Mercantile Bank Limited	-	903,600
MJL Bangladesh Limited	10,558,727	10,558,727
M.L. Dyeing Limited	-	60,400
Olympic Industries Limited	14,604,102	7,663,426
RAK Ceramics (Bangladesh) Limited	-	3,034,604
Robi Asiata Limited	2,000,000	2,712,540
Square Pharmaceuticals Limited	9,569,770	27,573,928
Square Textile Limited	7,151,302	7,151,302
Summit Power Limited	14,223,919	-
Southeast Bank Limited	-	783,120
Titas Gas Transmission & Dist. Co. Limited	8,553,476	8,553,476
United Commercial Bank Limited	16,060,748	16,060,748
Unquoted - Preference Share		
Karnaphuli Power Limited	600,000,000	-
Summit Gazipur II Power Limited	120,000,000	160,000,000
Baraka Shikalbaha Power Limited	560,000,000	-
Flamingo Fashions Limited	460,000,000	-
Jinnat Knitwears Limited	450,000,000	-
Confidence Power Bogra Limited	100,000,000	100,000,000
	2,439,910,353	412,556,303

7a.5 Investment in Shares at cost under Special Fund

Quoted

British American Tobacco Company Limited	9,496,839	-
IPDC Finance Limited	22,169,995	-
City Bank Limited	14,243,246	-
Grameen Phone Limited	38,021,076	-
IDLC Finance Limited	47,368,612	-
Jamuna Bank Limited	12,300,297	-
Prime Bank Limited	11,721,231	-
Square Pharmaceuticals Limited	48,227,860	-
Summit Power Limited	56,904,938	-
	260,454,094	-

	9,496,839	-
	22,169,995	-
	14,243,246	-
	38,021,076	-
	47,368,612	-
	12,300,297	-
	11,721,231	-
	48,227,860	-
	56,904,938	-
	260,454,094	-

Details of investment in share with market value are presented in Annexure - A.



		Amount in Taka	
		2021	2020
8 Consolidated Loans and Advances/ Investments			
Meghna Bank Limited (Note-8a)		41,358,715,235	35,782,145,799
Meghna Bank Securities Ltd		54,573,247	15,682,236
		41,413,288,482	35,797,828,035
Less: Inter Company Transaction		113,519,216	40,539,750
		41,299,769,266	35,757,288,285
Bills purchased and discounted			
Meghna Bank Limited (Note-8a)		517,395,097	58,478,506
Meghna Bank Securities Ltd		-	-
		517,395,097	58,478,506
		41,817,164,363	35,815,766,791
8a Loans and Advances/ Investments			
i) Loans, Cash Credits, Overdraft, etc.			
<i>Inside Bangladesh</i>			
Cash Credit		4,826,843,024	5,026,012,615
Secured overdraft		750,891,074	657,356,693
General overdraft		4,805,672,249	5,790,176,113
Import finance		2,636,241,265	1,469,759,733
Export finance		54,239,487	-
Other Demand Loans		12,494,949,048	10,566,793,477
Hire Purchase Finance		186,154,633	97,528
Demand Loan (Forced Loan)		101,637,304	101,637,304
Consortium/Syndicate Finance		581,533,050	197,319,482
House Building Loan		2,518,533,061	2,326,480,835
Credit Card A/C		470,277,546	249,982,358
General Term Loans		10,637,375,697	7,555,130,002
Agricultural and Rural Credit Scheme		845,594,980	1,445,922,465
SME Loans and Advances		44,624,492	1,225,758
Personal/Professionals Loan Scheme		404,148,325	394,251,436
		41,358,715,235	35,782,145,799
<i>Outside Bangladesh</i>		-	-
		41,358,715,235	35,782,145,799
ii) Bills purchased and discounted			
<i>Payable Inside Bangladesh</i>			
Inland bills purchased and discounted		487,883,795	39,708,723
<i>Payable outside Bangladesh</i>			
Foreign bills purchased and discounted		29,511,302	18,769,783
		517,395,097	58,478,506
		41,876,110,332	35,840,624,305
8a.1 Net Loans and Advances/ Investments			
Gross performing loans and advances/ Investments		41,876,110,332	35,840,624,305
Less:			
Interest Suspense (Note-13a)		788,064,947	576,203,650
Provision for loans and advances/ Investments (Note-13a)		1,576,350,000	1,162,450,000
Special General Provision - Covid-19 (Note-13a)		104,056,333	120,835,938
		2,468,471,280	1,859,489,588
		39,407,639,052	33,981,134,717
8a.2 Residual Maturity Grouping of Loans and Advances/ Investments Including Bills Purchased and Discounted			
Re-payable on Demand		-	-
Not more than 3 months		36,295,030,514	10,918,224,063
Over 3 months but not more than 1 year		2,775,263,057	11,499,627,638
Over 1 year but not more than 5 years		2,743,144,721	10,631,340,880
Over 5 years		62,672,040	2,791,431,724
		41,876,110,332	35,840,624,305

		Amount in Taka	
		2021	2020
8a.3 Residual Maturity Grouping of Bills Purchased and Discounted			
Re-payable:-			
Within 1 month		3,525,884	1,555,881
Over 1 month but less than 3 months		81,060,276	56,564,526
Over 3 months but less than 6 months		432,808,937	358,099
6 months or more		-	-
		517,395,097	58,478,506
8a.4 Loans and Advances/ Investments on the Basis of Significant Concentration:			
(a) Advances to allied concern of Directors		-	-
(b) Advances to Chief Executives and Other Senior Officers		233,641,101	189,329,464
(c) Advances to Customer Groups:			
i) Commercial Lending		7,257,564,322	4,658,364,831
ii) Export Financing		80,772,594	28,367,946
ii) House Building Loan		2,047,044,153	2,207,899,698
iii) Retail Loan		2,869,628,532	552,959,774
iv) Small and Medium Enterprises		7,263,864,423	3,333,914,500
vi) Special Program Loan		-	-
v) Industrial Loans Details (Note-8a.4a)		20,185,324,061	18,500,914,104
vi) Others Loan		1,683,755,746	5,005,298,761
vii) Other Loans and Advances/ Investments (SOD)		254,515,400	1,363,575,227
		41,642,469,231	35,651,294,841
		41,876,110,332	35,840,624,305
8a.4a Details of Industrial Loans and Advances/ Investments			
i) Agricultural industries		449,223,856	1,749,246,582
ii) Textile industries		2,754,583,966	528,312,635
iii) Food and allied industries		1,050,269,255	829,941,955
iv) Pharmaceutical industries		631,726,966	783,420,277
v) Leather, Chemical, Cosmetics etc		1,012,448,311	180,741,413
iv) Tobacco industries		-	704,745,336
v) Cement and Ceramic industries		-	504,139,745
vi) Service industries		3,107,179,558	3,123,988,413
vii) Transport and Communication Industries		463,355,973	356,620,135
viii) Other industries including bills purchased and discounted		10,716,536,176	9,739,757,613
		20,185,324,061	18,500,914,104
8a.5 Details of Large Loans and Advances/ Investments			
Advances allowed to individual customer exceeding 10% of Bank's total capital:			
Total outstanding amount to customers at end of the year		1,699.15 Crore	1,545.62 Crore
Number of such types of customers		43	34
Amount of Classified Advances thereon		70.51	70.51
Measures taken for recovery		Under Litigation	Under Litigation
Each of the forty three customers exceeds the limit of 10% of Bank's total capital in the year 2021. 10% of Bank's total capital stood as on December 31, 2021 Tk. 67.41 crore.			
A schedule of details large loans and advances is given in Annexure-D			
8a.6 Sector-wise Classification of Loans and Advances/ Investments Including Bills Purchased and Discounted:			
Public Sector			8,217,941
Co-Operative Sector			-
Private Sector		41,876,110,332	35,832,406,364
		41,876,110,332	35,840,624,305
8a.7 Geographical Location-wise Loans and Advances/ Investments:			

Area	As at 31 December 2021		As at 31 December 2020	
	Amount	Composition	Amount	Composition
i) Inside Bangladesh (Note-8a.8)				
a) In Rural Areas	3,370,321,636	8.05%	3,358,003,422	9.37%
b) In Urban Areas	38,505,788,696	91.95%	32,482,620,883	90.63%
Sub-total	41,876,110,332	100.00%	35,840,624,305	100.00%
ii) Outside Bangladesh	-	-	-	-
Total	41,876,110,332	100.00%	35,840,624,305	100.00%

Amount in Taka	
2021	2020

8a.8 Inside Bangladesh

Division	As at 31 December 2021		As at 31 December 2020	
	Amount	Composition	Amount	Composition
Dhaka	31,822,736,027	75.99%	25,079,224,841	69.97%
Chittagong	6,916,921,413	16.52%	7,887,298,505	22.01%
Sylhet	373,812,387	0.89%	365,230,386	1.02%
Rajshahi	1,407,892,132	3.36%	1,383,118,415	3.86%
Rangpur	679,168,500	1.62%	641,934,207	1.79%
Khulna	420,868,462	1.01%	219,796,484	0.61%
Barisal	254,711,411	0.61%	264,021,467	0.74%
Total	41,876,110,332	100.00%	35,840,624,305	100.00%

8a.9 Grouping of Loans and Advances/ Investments as per Classification Rules of Bangladesh Bank:

Status	As at 31 December 2021		As at 31 December 2020	
	Amount	Composition	Amount	Composition
a) Unclassified				
Unclassified (including staff Loans)	39,206,795,658	93.63%	33,180,624,324	92.58%
Special Mention Account (SMA)	322,866,996	0.77%	224,327,363	0.63%
	39,529,662,654		33,404,951,687	
a) Classified				
Substandard	16,577,171	0.04%	479,029,069	1.34%
Doubtful	275,519,839	0.66%	765,120,520	2.13%
Bad or loss	2,054,350,668	4.91%	1,191,523,029	3.32%
	2,346,447,678		2,435,672,618	
Total	41,876,110,332	100.00%	35,840,624,305	100.00%

8a.10 Particulars of provision for Loans and Advances/ Investments:

Status	Rate	Basis for Provision		
Unclassified (Excluding staff Loans)	1%	28,202,152,050	282,021,520	259,172,265
Staff Loans	0%	-	-	-
Consumer Financing (Credit Card)	2%	428,636,713	8,572,734	4,747,798
Consumer Financing (Other than HF & LP)	2%	413,220,490	8,264,410	5,515,474
Small & Medium Enterprise	0.25%	3,228,047,612	8,070,119	10,873,740
Housing Finance	1%	2,140,300,732	21,403,007	19,770,291
Loan for professionals	2%	9,311,214	186,224	298,401
Share Business	2%	705,821,301	14,116,426	5,816,166
Short Term Agri. Credit	1%	805,191,790	8,051,918	11,984,770
Special Mention Account	Applicable Rate		-	-
			350,686,358	318,178,905
Substandard	20%	50,974,729	10,194,946	44,727,992
Doubtful	50%	90,945,789	49,643,911	247,620,215
Bad or loss	100%	1,165,095,030	1,165,095,030	551,874,458
			1,224,933,887	844,222,665
Required provision for Loans and Advances/ Investments			1,575,620,245	1,162,401,570
Total provision maintained {Note-13a.1 (a) & (b)}			1,576,350,000	1,162,450,000
Surplus Provision			729,755	48,430

The Bank has maintained provision on loans and advances/ Investments amounting to Tk. 1,576,350,000 {note - 13a.1(a) & (b)}. There exists surplus of Tk. 729,755 in loans and advances/ Investments. The bank has also maintained special general provision for COVID 19 of Tk. 104,056,333 as per Bangladesh Bank circular (note - 13a).

8a.11 Particulars of provision for Off-Balance Sheet

	Amount in Taka		
	2021	2020	
Status	Basis for Provision	Rate	Rate
		1%	1%
Acceptances and Endorsements	1,691,195,649	16,911,957	1,800,406
Bills	574,679,268	-	-
Letters of Guarantee	6,341,589,194	63,415,892	33,067,894
Irrevocable Letters of Credit	1,527,158,618	15,271,586	14,380,792
Required provision for Off Balance Sheet Items	10,134,622,729	95,599,435	49,249,092
Provision maintained (Note-13a.1(c))		95,599,435	49,250,000
Surplus Provision		-	908

8a.12 Particulars of Loans and Advances/ Investments:

(i) Loans and Advances/ Investments considered good in respect of which the banking company is fully secured.	24,123,178,373	21,159,588,330
(ii) Loans and Advances/ Investments considered good for which the banking company holds no other security than the debtor's personal guarantee.	1,408,511,605	9,982,217,668
(iii) Loans and Advances/ Investments considered good and secured by personal undertaking of one or more parties in addition to the personal guarantee of the debtors.	16,344,420,354	4,698,818,307
(iv) Loans and Advances/ Investments adversely classified; provision not maintained there against.	-	-
	41,876,110,332	35,840,624,305
(v) Loans and Advances/ Investments due by directors or officers of the banking company or any of them either separately or jointly with any other persons.	233,641,101	190,371,457
(vi) Loans and Advances/ Investments due from companies or firms in which the directors of the banking company have interest as directors, partners or managing agents or in the case of private companies as members.	2,350,219,354	3,862,190,574
(vii) Maximum total amount of advances, including temporary advance made at any time during the year to directors or managers or officers of the banking company or any of them either separately or jointly with any other person.	-	-
(viii) Maximum total amount of advances including temporary advances granted during the period to the companies or firms in which the directors of the banking company have interest as directors, partners or managing agents or in the case of private companies as members.	-	-
(ix) Due from Banking Companies	-	-
(x) Classified Loans and Advances/ Investments	2,346,447,678	2,435,672,618
a) Amount of classified loans and advances/ investments on which interest/ profit has not been charged	2,054,350,668	1,191,523,029
b) Provision on classified loans and advances/ investments	1,224,950,000	844,250,000
c) Provision kept against loans and advances/ investments classified as bad loss	1,165,095,030	551,874,458
d) Interest credited to Interest suspense Account	788,064,947	576,203,650
(xi) Cumulative amount of written off Loans and Advances/ Investments	-	-

8a.13 Preservation of Audited Financial Statements in Loan/Investments' File:

In compliance with BRPD circular no. 04 dated January 04, 2021, BRPD circular no. 35 dated July 06, 2021 and FRC letter no. 178/FRC/APR/2021/27(27), the bank are needed to preserve audited financial statements in respective loans & advance/ investments file. A summary of scenario has been given below:

Particulars	No. of File Approved in 2021	Preserved Audited FS	Rate of Compliance
New Loans & Advances/ Investments	30	28	93%
Loans & Advances/ Investments Renewal	71	69	97%

		Amount in Taka	
		2021	2020
9 Consolidated Fixed Assets including Premises, Furniture & Fixtures			
Cost:			
Meghna Bank Limited (Note-9a)		1,389,577,497	730,736,123
Meghna Bank Securities Ltd		16,026,565	6,832,556
		<u>1,405,604,062</u>	<u>737,568,679</u>
Accumulated Depreciation:			
Meghna Bank Limited (Note-9a)		697,316,061	512,160,060
Meghna Bank Securities Ltd		6,270,047	4,681,754
		<u>703,586,108</u>	<u>516,841,814</u>
Carrying value		<u>702,017,954</u>	<u>220,726,865</u>
9a Fixed Assets including Premises, Furniture & Fixtures			
A. Cost:			
Opening balance		730,736,123	716,368,588
Add: Addition during the year		669,553,231	27,117,878
Less: Disposal during the year		10,711,857	12,750,343
Closing balance at cost		<u>1,389,577,497</u>	<u>730,736,123</u>
B. Depreciation:			
Opening balance		512,160,060	437,578,906
Add: Addition during the year		194,370,602	86,660,254
Less: Adjustment / disposal during the year		9,214,601	12,079,100
Accumulated Depreciation		<u>697,316,061</u>	<u>512,160,060</u>
Carrying value		<u>692,261,436</u>	<u>218,576,063</u>
A schedule of fixed assets is given in Annexure-B			
10 Consolidated Other Assets			
Meghna Bank Limited (Note-10a)		1,170,068,031	1,093,923,705
Meghna Bank Securities Ltd		26,498,765	13,929,757
		<u>1,196,566,796</u>	<u>1,107,853,462</u>
Less: Inter Company Transaction		<u>392,359,956</u>	<u>351,812,029</u>
		<u>804,206,840</u>	<u>756,041,433</u>
10a Other Assets			
Stock of Stationery, Stamps and Printing Materials etc. (valued at cost)		6,716,119	6,810,139
Advance Rent		134,066,198	169,703,521
Suspense Account (Note-10a.1)		133,043,298	73,110,453
Interest receivable (Note-10a.2)		203,374,195	419,121,309
Security Deposit		125,955	115,055
Advance against proposed Branch		8,067,000	-
Interest on Sanchaypatra		21,115,761	5,810,123
Receivable from MGBL Islamic Banking Project		39,000	854,200
Receivable from MGBL OBU-USD		806,516	-
Meghna Bank Securities Ltd		7,610,127	1,812,128
Meghna Bank Securities Ltd - Special Fund		3,249,938	-
Prepaid Expenses		9,480,984	582,395
Investment in Subsidiary (Note-10a.3)		349,999,900	349,999,900
Deferred Tax Assets (Note-10a.4)		55,956,241	51,930,976
BEFTN Adjustment Account		94,641	217,208
S/D RFA SEBL - Western Union		377,414	618,719
Clearing Adjustment A/C		-	6,000
Payment of Investment Bond- Customer		4,074,000	-
Interest on Investment Bond- Customer		4,377,017	2,622,002
Chargeback Account for VISA Cards		255,132	64,602
Receivable from MiTP		123,387,999	-
Accrued Income		103,850,596	10,544,975
		<u>1,170,068,031</u>	<u>1,093,923,705</u>



Amount in Taka	
2021	2020

10a.1 Suspense Account:

Sundry Debtors	71,000,990	39,623,935
Advance against TA/DA	242,025	168,675
Advance against Petty Cash	34,964	35,000
Advance Against Suits/ Cases for NPL A/C	4,810,910	1,941,855
Encashment of Sanchaypatra	52,550,000	21,300,000
Advance Against Salary	-	5,000
Settlement A/C for Credit Card Fund Transfer Through I-Banking	1,202,425	516,038
IBFT Other Bank Account to MGBL Account NPSB	1,686,407	-
IBFT Other Bank Account/Card to MGBL Card NPSB	255,927	-
Premature Encashment of Sanchaypatra	1,259,650	9,519,950
	133,043,298	73,110,453

The detail breakup of unadjusted suspense accounts are given below:

Amount in Taka						
Sl	Breakup	Less than 03 months	03 months to less than 06 months	06 months to less than 09 months	09 months to less than 12 months	12 months and more
1	Sundry Debtors	39,721,189	1,499,777	1,715,700	11,009,438	17,054,886
2	Advance against TA/DA	242,025	-	-	-	-
3	Advance against Petty Cash	34,964	-	-	-	-
4	Advance Against Suits/ Cases for NPL A/C	1,623,043	-	1,052,457	198,390	1,937,020
5	Encashment of PSP/BSP/BG	53,306,560	189,080	-	-	314,010
6	Others	3,144,759	-	-	-	-
	Grand Total	98,072,540	1,688,857	2,768,157	11,207,828	19,305,916

10a.2 Interest Receivable:

Receivable from Other Banks and NBFIs	5,687,564	14,763,983
Accrued Income on SND	55,000	82,000
Accrued Income on Call Loan	13,889	7,222
Accrued Interest on Loans & Advances/ Investments	272,249	289,202,270
Interest Receivable from Bangladesh Bank	46,858,077	-
Accrued Income on Treasury Bills, Bonds & Others	150,487,416	115,065,834
	203,374,195	419,121,309

10a.3 Investment in Subsidiary:

Meghna Bank Limited holds 34,99,999 number of ordinary shares of Meghna Bank Securities Limited with a face value of Tk. 100 each which is equivalent to 99.99% of total shares of the company.

10a.4 Deferred Tax Assets:

Balance at the beginning of the year	51,930,976	-
Add: Addition during the year (Note-10a.4.i)	4,025,265	51,930,976
Balance at the end of the year	55,956,241	51,930,976

Deferred Tax on Fixed Assets

Carrying Amount	182,601,500	190,151,458
Tax Base	322,492,101	319,978,897
Deductible Temporary Difference	139,890,601	129,827,439
Effective Tax Rate	40.00%	40.00%
Deferred Tax Assets	55,956,241	51,930,976

10a.4.i Deferred Tax Income

Closing Balance of Deferred Tax Assets	55,956,241	51,930,976
Opening Balance of Deferred Tax Assets	51,930,976	-
Deferred Tax Income	4,025,265	51,930,976

10a.5 Non-Income Generating Other Assets:

Stock of Stationery, Stamps and Printing Materials etc. (valued at cost)
Advance Rent
Suspense Account (Note-10a.1)
Interest receivable (Note-10a.2)
Security Deposit
Advance against proposed Branch
Cash Remittance
Interest on Sanchayapatra
NCCB Securities & Financial Services Ltd
Receivable from MGBL Islamic Banking Project
Receivable from MGBL OBU-USD
Meghna Bank Securities Ltd
Meghna Bank Securities Ltd - Special Fund
Prepaid Expenses
Deferred Tax Assets (Note-10a.4)
BEFTN Adjustment Account
S/D RFA SEBL - Western Union
Clearing Adjustment A/C
Payment of Investment Bond- Customer
Interest on Investment Bond- Customer
Chargeback Account for VISA Cards
Receivable from MiTP
Accrued Income on Sale of Sanchayapatra
Accrued Income on OBU
Accrued Income on Accepted Bill
Accrued Income

Amount in Taka	
2021	2020

6,716,119	6,810,139
134,066,198	169,703,521
133,043,298	73,110,453
203,374,195	419,121,309
125,955	115,055
8,067,000	-
-	-
21,115,761	5,810,123
-	-
39,000	854,200
806,516	-
7,610,127	1,812,128
3,249,938	-
9,480,984	582,395
55,956,241	51,930,976
94,641	217,208
377,414	618,719
-	6,000
4,074,000	-
4,377,017	2,622,002
255,132	64,602
123,387,999	-
-	-
-	-
-	-
103,850,595	10,544,975
820,068,130	743,923,805

11 Consolidated Borrowings from other Banks & Financial Institutions and Agents

Meghna Bank Limited (Note-11a)
Meghna Bank Securities Ltd

2,105,164,693	558,616,000
-	-
2,105,164,693	558,616,000

11a Borrowings from other Banks & Financial Institutions and Agents

In Bangladesh (Note-11a.1)
Outside Bangladesh

2,105,164,693	558,616,000
-	-
2,105,164,693	558,616,000

11a.1 In Bangladesh

Refinance from Bangladesh Bank
Jamuna Bank Limited
One Bank Limited
National Credit and Commerce Bank Limited
Mutual Trust Bank Limited
Modhumoti Bank Limited

1,504,564,693	558,616,000
171,600,000	-
171,600,000	-
85,800,000	-
85,800,000	-
85,800,000	-
2,105,164,693	558,616,000

11a.2 Security against Borrowings from other Banks & Financial Institutions and Agents

Secured
Unsecured

-	-
2,105,164,693	558,616,000
2,105,164,693	558,616,000

11a.3 Maturity grouping of Borrowings from other Banks & Financial Institutions and Agents

Payable on demand
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 5 Years

-	-
600,600,000	-
703,499,990	-
801,064,703	558,616,000
-	-
-	-
2,105,164,693	558,616,000



		Amount in Taka	
		2021	2020
12 Consolidated Deposits and Other Accounts			
Current/Al-Wadeeah Current Accounts & Other Accounts:			
Meghna Bank Limited (Note-12a)		3,283,314,890	3,382,687,908
Meghna Bank Securities Ltd		-	-
		3,283,314,890	3,382,687,908
Less: Inter Company Transaction		-	-
		<u>3,283,314,890</u>	<u>3,382,687,908</u>
Bills Payable:			
Meghna Bank Limited (Note-12a)		244,480,062	298,059,470
Meghna Bank Securities Ltd		-	-
		<u>244,480,062</u>	<u>298,059,470</u>
Savings/Mudaraba Saving Deposits:			
Meghna Bank Limited (Note-12a)		3,594,145,026	2,845,203,073
Meghna Bank Securities Ltd		-	-
		<u>3,594,145,026</u>	<u>2,845,203,073</u>
Fixed Deposits/ Mudaraba Term Deposit:			
Meghna Bank Limited (Note-12a)		45,615,930,308	36,804,176,897
Meghna Bank Securities Ltd		-	-
		45,615,930,308	36,804,176,897
Less: Inter Company Transaction		72,533,195	15,115,507
		<u>45,543,397,113</u>	<u>36,789,061,390</u>
		<u>52,665,337,091</u>	<u>43,315,011,841</u>
12a Deposits and Other Accounts			
1) Deposits from banks		5,106,145,596	3,693,042,790
2) Deposits from customers		47,631,724,689	39,637,084,558
		<u>52,737,870,285</u>	<u>43,330,127,348</u>
1) Deposits from banks			
i) Current/Al-Wadeeah Current Accounts & Other Accounts			
Current/Al-Wadeeah Current Accounts		-	-
Foreign Currency Deposits		-	-
Sundry Deposits [Note Y]		2,823,903	3,042,790
		<u>2,823,903</u>	<u>3,042,790</u>
ii) Bills Payable:			
Payable inside Bangladesh		-	-
Payable outside Bangladesh		-	-
		-	-
iii) Savings/Mudaraba Saving Deposits:			
Savings/Mudaraba Saving Deposits		-	-
		-	-
iv) Fixed Deposits/ Mudaraba Term Deposit:			
Fixed Deposits/ Mudaraba Term Deposit		5,100,000,000	3,690,000,000
Short Notice Deposits		3,321,693	-
Scheme Deposit [Note-X]		-	-
		<u>5,103,321,693</u>	<u>3,690,000,000</u>
		<u>5,106,145,596</u>	<u>3,693,042,790</u>
2) Deposits from customer			
i) Current/Al-Wadeeah Current Accounts & Other Accounts:			
Current/Al-Wadeeah Current Accounts		2,466,557,094	2,444,818,334
Foreign Currency Deposits		13,697,171	13,195,175
Sundry Deposits [Note Y]		800,236,721	921,631,609
		<u>3,280,490,986</u>	<u>3,379,645,118</u>
ii) Bills Payable:			
Payable inside Bangladesh		244,167,750	297,750,798
Payment Order Issued		<u>244,167,750</u>	<u>297,750,798</u>
Payable outside Bangladesh		312,312	308,672
		<u>312,312</u>	<u>308,672</u>
		<u>244,480,062</u>	<u>298,059,470</u>



		Amount in Taka	
		2021	2020
iii) Savings/Mudaraba Saving Deposits:			
Savings/Mudaraba Saving Deposits		3,594,145,026	2,845,203,073
		3,594,145,026	2,845,203,073
iv) Fixed Deposits/ Mudaraba Term Deposit:			
Fixed Deposits/ Mudaraba Term Deposit		28,284,571,169	22,831,650,174
Short Notice Deposits		4,300,849,321	3,928,961,341
Scheme Deposit [Note-X]		7,927,188,125	6,353,565,382
		40,512,608,615	33,114,176,897
		47,631,724,689	39,637,084,558
X Scheme Deposits:			
Deposit Pension Scheme/ Mudaraba Deposit Pension Scheme		3,214,769,365	2,848,993,922
Meghna Millionaire Scheme		6,407,833	-
Meghna Kotipoti Scheme		2,177,741	-
Meghna Child Education Plan		58,543,116	47,696,886
Monthly Income Scheme Deposit		3,689,203,860	2,187,412,948
Mudaraba Super Saving Scheme		280,000	-
Meghna Money Builder Scheme		851,812	-
Meghna Multiplier Scheme		954,954,398	1,269,461,626
		7,927,188,125	6,353,565,382
12a.1 Deposits and Other Accounts:			
Current/Al-Wadeeah Current Accounts & Other Accounts:			
a) Deposits from banks		2,823,903	3,042,790
b) Deposits from customers		3,280,490,986	3,379,645,118
		3,283,314,889	3,382,687,908
Bills Payable			
a) Deposits from banks		-	-
b) Deposits from customers		244,480,062	298,059,470
		244,480,062	298,059,470
Savings/Mudaraba Saving Deposits:			
a) Deposits from banks		-	-
b) Deposits from customers		3,594,145,026	2,845,203,073
		3,594,145,026	2,845,203,073
Fixed Deposits/ Mudaraba Term Deposit:			
a) Deposits from banks		5,103,321,693	3,690,000,000
b) Deposits from customers		40,512,608,615	33,114,176,897
		45,615,930,308	36,804,176,897
Y. Sundry Deposits			
Margin on letter of guarantee		253,743,708	374,669,675
Margin on letter of credit		162,956,969	157,368,375
VAT/Tax/Excise duty payable to Government Authority		175,129,365	149,745,729
Others		211,230,582	242,890,620
		803,060,624	924,674,399
12a.2 Maturity wise classification of Deposits are as under with a residual maturity of:			
Repayable on demand		1,060,935,320	1,045,491,179
Within 1 month		8,282,985,822	5,006,866,433
Over 1 month but not more than 6 months		13,386,150,355	13,726,339,368
Over 6 months but not more than 1 year		6,206,852,774	6,536,961,883
Over 1 year but not more than 5 years		15,559,664,852	12,259,333,289
Over 5 years		8,241,281,162	4,755,135,196
		52,737,870,285	43,330,127,348
13 Consolidated Other Liabilities			
Meghna Bank Limited (Note-13a)		4,247,980,806	2,984,905,636
Meghna Bank Securities Ltd		246,719,970	68,360,373
		4,494,700,776	3,053,266,009
Less: Inter Company Transaction		155,879,273	42,351,879
		4,338,821,503	3,010,914,130



Amount in Taka	
2021	2020

13a Other Liabilities

Interest Payable on Deposits & Borrowings	492,880,140	450,023,298
Provision for Loans and Advances/ Investments (Note-13a.1 (a) & (b))	1,576,350,000	1,162,450,000
Special General Provision-COVID-19	104,056,333	120,835,938
Provision for Off-Balance Sheet items (Note-13a.1 (c))	95,599,435	49,250,000
Provision for other Assets (Note-13a.1 (d))	93,394,438	37,385,000
Provision for Investment in Securities (Note-13a.1 (e))	27,750,000	37,700,000
Interest Suspense A/C (Note-13a.1 (f))	788,064,947	576,203,650
Provision for Taxation (Note-13a.2)	393,231,524	339,516,765
Lease Obligation on ROU Assets	479,857,873	-
Start-Up Fund (Note-13a.3)	8,090,661	-
Non-Resident Accounts	2,574,000	2,756,000
Settlement with NPSB	50,445	50,445
Sundry Creditors	-	10,562,160
BEFT Settlement Account	470,396	1,809,362
Agent Monitoring & Collection Account	100,500	100,500
Provision for Gratuity	-	35,742,884
MGBL General Account	13,936	38,649
MGBL MFS Payable Accounts	1,623,755	1,623,755
Adjusting Account Credit	183,872,423	158,857,230
	4,247,980,806	2,984,905,636

13a.1 Provision for Loans and Advances/ Investments:

(a) Provision on Classified Loans and Advances/ Investments:

Provision held at the beginning of the year	844,250,000	864,650,000
Less: Fully provided debt written off	-	-
Add: Recoveries of amounts previously written off	-	-
Add: Specific Provision made/(released) during the year	380,700,000	(20,400,000)
Provision held at the end of the year	1,224,950,000	844,250,000

(b) General Provision on Unclassified Loans and Advances/ Investments

Provision held at the beginning of the year	318,200,000	294,950,000
Provision transferred to provision on Classified Loans and Advances/ Investments	-	-
Provision made/ (released) during the year	33,200,000	23,250,000
Balance at the end of the year	351,400,000	318,200,000
Total Provision for Loans and Advances/ Investments (a+b)	1,576,350,000	1,162,450,000

(c) General Provision on Off-Balance Sheet items:

Provision held at the beginning of the year	49,250,000	42,500,000
Provision made/ (released) during the year	46,349,435	6,750,000
Balance at the end of the year	95,599,435	49,250,000

(d) Provision for other Assets:

Provision held at the beginning of the year	37,385,000	37,400,000
Provision made/ (released) during the year	56,009,438	(15,000)
Balance at the end of the year	93,394,438	37,385,000

(e) Provision for Investment in Securities:

Provision held at the beginning of the year	37,700,000	53,605,000
Provision made/ (released) during the year	(9,950,000)	(15,905,000)
Balance at the end of the year	27,750,000	37,700,000

(f) Interest Suspense Account:

Balance at the beginning of the year	576,203,650	309,644,474
Amount transferred to interest suspense account during the year	211,861,297	266,559,176
Amount written off/ waived during the year	-	-
Balance at the end of the year	788,064,947	576,203,650



		Amount in Taka	
		2021	2020
13.2 Consolidated Provision for Taxation			
<u>Provision for Current tax</u>			
Meghna Bank Limited (Note-13a.2)		504,174,152	440,748,707
Meghna Bank Securities Ltd		16,885,079	7,945,643
		<u>521,059,231</u>	<u>448,694,350</u>
<u>Advance tax</u>			
Meghna Bank Limited (Note-13a.2)		110,942,628	101,231,942
Meghna Bank Securities Ltd		18,772,515	11,774,656
		<u>129,715,143</u>	<u>113,006,598</u>
Balance at the end of the year		<u>391,344,088</u>	<u>335,687,752</u>
<u>Consolidated Provision for Taxation Addition</u>			
Meghna Bank Limited (Note-13a.2)		250,000,000	170,000,000
Meghna Bank Securities Ltd		9,000,000	1,300,000
		<u>259,000,000</u>	<u>171,300,000</u>
13a.2 Provision for Taxation			
<u>Provision for Current tax</u>			
Balance at the beginning of the year		440,748,707	592,557,108
Less : Settlement of Income tax for the Income year 2015		24,742,176	4,594,194
Less : Settlement of Income tax for the Income year 2016		7,229,011	-
Less : Settlement of Income tax for the Income year 2017		44,643,988	-
Less : Settlement of Income tax for the Income year 2019		-	317,214,207
Less : Settlement of Income tax for the Income year 2013		4,293,229	-
Less : Settlement of Income tax for the Income year 2020		105,666,151	-
Add: Provision made during the year		250,000,000	170,000,000
		<u>504,174,152</u>	<u>440,748,707</u>
<u>Advance tax</u>			
Balance at the beginning of the year		101,231,942	154,539,560
Add: Paid during the year		128,154,633	246,231,943
Less : Settlement of Income tax for the Income year 2020		105,666,151	-
Less : Settlement of Income tax for the Income year 2019		-	299,539,561
Less : Settlement of Income tax for the Income year 2017		12,777,796	-
		<u>110,942,628</u>	<u>101,231,942</u>
Balance at the end of the year		<u>393,231,524</u>	<u>339,516,765</u>
13a.3 Start-Up Fund			
Opening balance		-	-
Add: Addition for the year 2020		5,011,512	-
Add: Addition for the year 2021		3,079,149	-
		<u>8,090,661</u>	<u>-</u>
14a Capital			
14a.1 Authorized Capital:			
200,00,00,000 ordinary shares of Tk. 10 each		<u>20,000,000,000</u>	<u>20,000,000,000</u>
14a.2 Issued, Subscribed and Paid up Capital:			
The Paid-up Capital of the Bank is Tk. 5,027,908,600 divided into 502,790,860 Ordinary Shares of Tk. 10 each		<u>5,027,908,600</u>	<u>4,698,980,000</u>
Issued for cash: shares of Tk. 10 each		4,433,000,000	4,433,000,000
Issued other than cash: bonus shares of Tk. 10. each for the year 2017		265,980,000	265,980,000
Issued other than cash: bonus shares of Tk. 10. each for the year 2020		328,928,600	-
		<u>5,027,908,600</u>	<u>4,698,980,000</u>
		<u>5,027,908,600</u>	<u>4,698,980,000</u>
		<u>5,027,908,600</u>	<u>4,698,980,000</u>
Holding			
Sponsor Shareholders Group-A	100%		



14.3 Consolidated Capital Adequacy:

Position of capital adequacy are given below:-

a) Core Capital (Tier-I):

- i) Paid-up Capital (Note-14a.2)
- ii) Statutory Reserve (Note-15)
- iii) Retained Earnings (Note-17)
- iv) Non-Controlling Interest (Note-18)
- v) Adjustment of Goodwill and all other Intangible Assets

Amount in Taka	
2021	2020

5,027,908,600	4,698,980,000
877,380,313	765,650,891
293,966,438	443,085,813
102	104
(11,217,098)	(6,598,975)
6,188,038,355	5,901,117,833

b) Supplementary Capital (Tier-II):

- i) General Provision (Note 13a)
- ii) Revaluation of Securities

559,692,160	488,285,938
-	-
559,692,160	488,285,938

c) Total Capital (a +b)

- d) Total Risk Weighted Assets (Note-14.4)
- e) Required Capital
- f) Total Capital Surplus (c-e)

6,747,730,515	6,389,403,771
39,261,715,191	36,666,398,492
4,907,714,399	4,583,299,811
1,840,016,116	1,806,103,959

Capital Adequacy Ratio:

Particulars	2021 (Under Basel III)		2020 (Under Basel III)	
	Requirement	Maintained	Requirement	Maintained
Core Capital	6.00%	15.76%	6.00%	16.09%
Supplementary Capital		1.43%		1.33%
Total	12.50%	17.18%	12.50%	17.42%

14.4 Consolidated Risk Weighted Assets (RWA) for

1. Credit Risk

On-Balance Sheet

Off-Balance Sheet

2. Market Risk

3. Operational Risk

Total Consolidated Risk Weighted Assets (1+2+3)

31,551,928,113	30,053,300,447
3,661,786,354	2,956,228,485
630,299,045	675,380,335
3,417,701,679	2,981,489,225
39,261,715,191	36,666,398,492

14a.5 Capital Adequacy:

Position of capital adequacy are given below:-

a) Core Capital (Tier-I):

- i) Paid-up Capital (Note-14a.2)
- ii) Statutory Reserve (Note-15)
- iii) Retained Earnings (Note-17a)
- iv) Adjustment of Goodwill and all other Intangible Assets

5,027,908,600	4,698,980,000
876,428,809	765,650,891
288,199,983	428,082,308
(11,049,821)	(6,571,172)
6,181,487,571	5,886,142,027

b) Supplementary Capital (Tier-II):

- i) General Provision (Note 13a)
- ii) Revaluation of Securities

559,146,428	488,285,938
-	-
559,146,428	488,285,938

c) Total Capital (a +b)

- d) Total Risk Weighted Assets (Note-14a.6)
- e) Required Capital
- f) Total Capital Surplus (c-e)

6,740,633,999	6,374,427,965
39,360,087,334	36,575,866,813
4,920,010,917	4,571,983,352
1,820,623,082	1,802,444,613

Capital Adequacy Ratio:

Particulars	2021 (Under Basel III)		2020 (Under Basel III)	
	Requirement	Capital Maintained	Requirement	Capital Maintained
Core Capital	6.00%	15.70%	6.00%	16.09%
Supplementary Capital		1.42%		1.33%
Total	12.50%	17.12%	12.50%	17.42%

		Amount in Taka	
		2021	2020
14a.6 Risk Weighted Assets (RWA) for			
1. Credit Risk			
On-Balance Sheet		31,688,910,634	30,053,300,447
Off-Balance Sheet		3,661,786,354	2,956,228,485
2. Market Risk		579,472,859	621,019,576
3. Operational Risk		3,429,917,487	2,945,318,305
Total Risk Weighted Assets (1+2+3)		39,360,087,334	36,575,866,813
15 Consolidated Statutory Reserve			
Meghna Bank Ltd (Note-15a)		876,428,809	765,650,891
Meghna Bank Securities Ltd		951,504	-
		877,380,313	765,650,891
15.1 Consolidated Statutory Reserve Addition During the Year			
Meghna Bank Ltd (Note-15a)		110,777,918	123,844,052
Meghna Bank Securities Ltd		951,504	-
		111,729,422	123,844,052
15a Statutory Reserve			
Opening balance		765,650,891	641,806,839
Add: Addition during the year (20% of Pre-tax profit)		110,777,918	123,844,052
		876,428,809	765,650,891
16 Other Reserve (Revaluation of HFT & HTM Securities)			
HTM Securities (Note 16.1)		-	367,841
HFT Securities (Note 16.2)		1,226,905	104,383,703
		1,226,905	104,751,544
16.1 HTM Securities			
Opening balance		367,841	540,736
Add: Gain from revaluation on investment		-	-
Less: Adjustment for sale/maturity of securities		367,841	172,895
		-	367,841
16.2 HFT Securities			
Opening balance		104,383,703	-
Add: Gain from revaluation on investment		-	104,383,703
Less: Adjustment for sale/maturity of securities		(103,156,798)	-
		1,226,905	104,383,703
17 Consolidated Retained Earnings			
Meghna Bank Ltd (Note-17a)		288,199,983	428,082,308
Meghna Bank Securities Ltd		5,766,457	15,003,509
		293,966,440	443,085,817
Less: Non-controlling Interest		2	4
		293,966,438	443,085,813
17.1 Consolidated Current year retained Earnings			
Current Year			
Meghna Bank Ltd (Note-17a)		194,057,787	377,307,182
Meghna Bank Securities Ltd		37,214,452	9,515,040
		231,272,239	386,822,222
Less: Non-Controlling Interest		11	3
		231,272,228	386,822,219
17a Retained Earnings of the Bank			
Opening balance		428,082,308	50,775,126
Less: Dividend Paid		328,928,600	-
Less: Transfer to Start-Up Fund for the year 2020		5,011,512	-
Add: Transfer from Profit & Loss Account		194,057,787	377,307,182
		288,199,983	428,082,308



		Amount in Taka	
		2021	2020
Consolidated Retained Earnings Brought Forward from Previous Year			
	Balance of 01 January	443,085,813	56,263,593
	Less: Transfer to Start-Up Fund	5,011,512	-
	Less: Dividend paid	342,928,596	-
		95,145,705	56,263,593
Retained Earnings Brought Forward from Previous Year			
	Balance of 01 January	428,082,308	50,775,126
	Less: Dividend paid	328,928,600	-
	Less: Transfer to Start-Up Fund	5,011,512	-
	Balance at 31 December	94,142,196	50,775,126
18	Non-Controlling Interest		
	Share Capital	100	100
	Retained Earnings	2	4
		102	104
19	Acceptance and Endorsements		
	Accepted Bills (Foreign)	1,601,053,696	160,315,354
	Accepted Bills (Inland)	88,453,670	15,896,255
	Endorsements (Shipping Guarantee)	1,688,283	20,027,563
		1,691,195,649	196,239,172
	Less: Margin	-	-
		1,691,195,649	196,239,172
20	Letters of Guarantees		
	Letters of Guarantee	6,341,589,194	3,306,789,418
	Less: Margin {Note-12.a(i) Y}	253,743,708	374,669,675
		6,087,845,486	2,932,119,743
	a) Claims against the Bank not acknowledged as debts		
	b) Money for which the Bank is contingently liable in respect of guarantees given favoring:		
	Directors or Officers	-	-
	Government	2,041,251,171	1,978,234,681
	Banks and other financial institutions	1,623,732,555	42,479,806
	Others	2,676,605,468	1,286,074,931
		6,341,589,194	3,306,789,418
	Less: Margin {Note-12.a(i) Y}	253,743,708	374,669,675
		6,087,845,486	2,932,119,743
21	Irrevocable Letters of Credit		
	Letters of credit	1,527,158,618	1,418,051,665
	Less: Margin {Note-12.a(i) Y}	162,956,969	157,368,375
		1,364,201,649	1,260,683,290
22	Consolidated Profit & Loss Account		
	Income:		
	Interest/ Profit, discount and similar income (Note-23 & 25)	3,942,735,834	3,783,874,927
	Dividend income (Note-25)	190,053,610	28,824,897
	Fees, Commission and Brokerage (Note-26)	127,663,333	65,156,860
	Gains less losses arising from dealing securities	26,793,419	3,717,337
	Gains less losses arising from investment securities	358,406,295	449,355,958
	Gains less losses arising from dealing in foreign currencies (Note-26)	72,276,225	61,810,586
	Income from non-banking assets	-	-
	Other operating income (Note-27)	196,039,908	78,208,974
	Profit less losses on interest rate changes	-	-
	Nominal value of bonus share received	-	-
		4,913,968,624	4,470,949,539
	Expenses:		
	Interest/ Profit paid on Deposits, borrowings etc. (Note-24)	2,581,234,261	2,594,947,558
	Losses on Loans and Advances/ Investments	-	-
	Administrative expenses	778,280,528	838,571,258
	Other operating expenses	268,049,359	208,756,262
	Depreciation on banking assets	196,225,436	87,384,435
		3,823,789,584	3,729,659,513
	Income over expenditure	1,090,179,040	741,290,026



		Amount in Taka	
		2021	2020
22a Profit & Loss Account of the Bank			
Income:			
Interest/ Profit, discount and similar income (Note-23a & 25a)		3,920,000,497	3,776,211,942
Dividend income (Note-25a)		185,447,203	26,509,953
Fees, Commission and Brokerage (Note-26a)		92,144,636	52,376,186
Gains less losses arising from dealing securities		26,793,419	3,717,337
Gains less losses arising from investment securities		358,406,295	449,355,958
Gains less losses arising from dealing in foreign currencies (Note-26a)		72,276,225	61,810,586
Income from non-banking assets		-	-
Other operating income (Note-27a)		194,136,861	81,646,311
Profit less losses on interest rate changes		-	-
Nominal value of bonus share received		-	-
		4,849,205,136	4,451,628,272
Expenses:			
Interest/ Profit paid on Deposits, borrowings etc. (Note-24a)		2,582,720,355	2,595,988,252
Losses on Loans and Advances		-	-
Administrative expenses		767,697,449	830,084,674
Other operating expenses		260,997,873	205,158,896
Depreciation on banking assets (Annexure-B)		194,370,602	86,660,254
		3,805,786,279	3,717,892,076
Income over expenditure		1,043,418,857	733,736,196
23 Consolidated Interest Income:			
Meghna Bank Ltd (Note-23a)		3,178,068,647	3,210,144,344
Meghna Bank Securities Ltd		8,495,957	3,697,452
		3,186,564,604	3,213,841,796
Less: Inter Company Transaction		9,492,462	1,040,694
		3,177,072,142	3,212,801,102
23a Interest Income/ Profit on Investments:			
Interest/ Profit on Loans and Advances/ Investments: (Note-23a.1)		3,041,308,247	2,938,151,451
Interest/ Profit on balance with other Banks & Financial Institutions		136,760,400	271,992,893
		3,178,068,647	3,210,144,344
23a.1 Interest/ Profit on Loans and Advances/ Investments:			
Interest Income/ Profit on Cash Credit		393,686,588	444,379,777
Interest Income/ Profit on Secured Over Draft		59,862,293	137,886,949
Interest Income/ Profit on General Over Draft		499,660,803	455,705,516
Interest Income/ Profit on Inland Bill Purchased/Discount		3,265,890	13,879,445
Interest Income/ Profit on Foreign Bill Purchased/Discount		6,266,211	296,675
Interest Income/ Profit on Import Finance		120,764,886	127,459,122
Interest Income/ Profit on Export Finance		6,748,795	2,621,300
Interest Income/ Profit on Demand Loan (General)		796,992,236	735,293,381
Interest Income/ Profit on Consortium/Syndicate Finance		30,435,688	42,412,156
Interest Income/ Profit on Hire Purchase Finance		3,985,335	77,734
Interest Income/ Profit on House Building Loan/ Investments		211,422,028	236,326,179
Interest Income/ Profit on General Term Loan/ Investments		743,876,921	609,776,750
Interest Income/ Profit on SME Loan & Advance/ Investments		528,467	155,870
Interest Income/ Profit on Personal Loan/ Investments		33,446,097	31,969,350
Interest Income/ Profit on Credit Card		35,479,168	44,680,939
Interest Income/ Profit on Agricultural and Rural Loan/ Investments		94,886,841	55,230,308
		3,041,308,247	2,938,151,451
24 Consolidated Interest/ Profit Paid on Deposits, Borrowing, etc:			
Meghna Bank Ltd (Note-24a)		2,582,720,355	2,595,988,252
Meghna Bank Securities Ltd		8,006,368	-
		2,590,726,723	2,595,988,252
Less: Inter Company Transaction		9,492,462	1,040,694
		2,581,234,261	2,594,947,558

		Amount in Taka	
		2021	2020
24a Interest/ Profit Paid on Deposits, Borrowing, etc:			
a) Interest/ Profit on Deposits			
Interest/ Profit Paid on Meghna Supreme Account	21,489,868	47,175,308	
Interest/ Profit Paid on Savings Deposit	95,004,817	85,651,791	
Interest/ Profit Paid on Short Notice Deposit	156,071,825	130,441,163	
Interest/ Profit Paid on Fixed Deposit Receipt	1,642,336,456	1,764,983,088	
Interest/ Profit Paid on Deposit Pension Scheme	265,098,087	233,122,262	
Interest/ Profit Paid on Deposit Millionaire Scheme	89,672	-	
Interest/ Profit Paid on Deposit Kotipoti Scheme	36,783	-	
Interest/ Profit Paid on Meghna Child Education Plan	5,472,671	4,531,223	
Interest/ Profit Paid on Monthly Income Scheme	248,259,595	164,002,745	
Interest/ Profit Paid on Meghna Multiplier Scheme	107,797,315	138,229,522	
Interest/ Profit Paid on Money Builder Scheme	8,157	-	
	2,541,665,246	2,568,137,102	
b) Interest/ Profit Paid on Borrowings	41,055,109	27,851,150	
	2,582,720,355	2,595,988,252	
25 Consolidated Investment Income:			
Meghna Bank Ltd (Note-25a)	1,312,578,767	1,045,650,846	
Meghna Bank Securities Ltd	28,338,249	7,321,171	
	1,340,917,016	1,052,972,017	
25a Investment Income:			
Interest Income/ Profit from Treasury Bills	548,977	-	
Interest Income/ Profit from Treasury Bonds	739,670,544	553,216,410	
Gain on Revaluation against Bonds	738,817,861	514,429,213	
Loss on Revaluation of Investments	(380,411,566)	(65,073,254)	
Income from Investment in Bond & Others	1,712,329	12,851,187	
Dividend Income from Investment in Preference Share	129,066,468	23,743,798	
Dividend Income	56,380,735	2,766,155	
Gain on Sale of Shares	26,801,929	3,717,337	
Loss on sale of Shares	(8,510)	-	
	1,312,578,767	1,045,650,846	
26 Consolidated Commission, Exchange & Brokerage:			
Meghna Bank Ltd (Note-26a)	164,420,861	114,186,771	
Meghna Bank Securities Ltd	35,518,697	12,780,675	
	199,939,558	126,967,446	
26a Commission, Exchange & Brokerage:			
Income from Commission	92,144,636	59,264,767	
Exchange Earnings	89,356,090	61,810,586	
Exchange Loss	(17,079,865)	(6,888,582)	
	164,420,861	114,186,771	
27 Consolidated Other Operating Income:			
Meghna Bank Ltd (Note-27a)	194,136,861	81,646,311	
Meghna Bank Securities Ltd	2,558,887	565,639	
	196,695,748	82,211,950	
Less: Inter Company Transaction	655,840	4,002,976	
	196,039,908	78,208,974	
27a Other Operating Income:			
Income From Fees & Charges	147,874,458	48,386,830	
Income From Services	34,928,844	19,669,695	
Postage, Telex, Swift etc.	3,641,302	1,759,100	
Gain on Sale of Bank's Property	635,918	2,814,921	
Other charges (Note-27a.1)	7,056,339	9,015,765	
	194,136,861	81,646,311	



	Amount in Taka	
	2021	2020
27a.1 Other Charges		
Rent of Lockers	290,000	294,400
Rent on Property/ Rental Income	655,840	4,002,976
Notice Pay Earnings	4,093,005	2,662,609
Rebate Received	1,533,817	1,039,772
Miscellaneous Income	483,677	1,016,008
	7,056,339	9,015,765
28 Consolidated Salary & Allowances:		
Meghna Bank Ltd (Note-28a)	616,062,847	533,252,515
Meghna Bank Securities Ltd	9,383,236	7,023,947
	625,446,083	540,276,462
28a Salary & Allowances:		
Basic Salary	301,232,833	285,612,903
Allowances	159,635,214	119,954,485
Consolidated Pay	44,726,374	34,219,710
Leave Salary Encashment	6,467,619	6,334,922
Bonus	51,480,319	24,956,994
Gratuity	22,400,000	35,742,884
Bank's Contribution to Provident Fund	30,120,488	26,430,617
	616,062,847	533,252,515
29 Consolidated Rent, Taxes, Insurance, Electricity etc.:		
Meghna Bank Ltd (Note-29a)	84,731,750	239,135,712
Meghna Bank Securities Ltd	1,226,665	5,184,507
	85,958,415	244,320,219
Less: Inter Company Transaction	655,840	4,002,976
	85,302,575	240,317,243
29a Rent, Taxes, Insurance, Electricity etc.:		
Rent, Rates & Taxes (Note-29a.1)	24,521,233	187,642,258
Service Charge	9,969,601	9,907,670
Insurance, Electricity & Lighting	50,240,916	41,585,784
	84,731,750	239,135,712
29a.1 Rent, Rates & Taxes		
Actual Payment for Rent, Rates & Taxes	173,971,298	187,642,258
Less: Separate Presentation for Implementation of IFRS 16 "Leases"		
Depreciation for ROU of Lease Assets	125,048,842	-
Interest Charge for ROU of Lease Assets	24,401,223	-
	149,450,065	-
	24,521,233	187,642,258
30 Consolidated Legal Expenses:		
Meghna Bank Ltd (Note-30a)	1,138,802	609,905
Meghna Bank Securities Ltd	-	-
	1,138,802	609,905
30a Legal Expenses:		
Legal Fees	426,075	2,500
Legal Charges	712,727	607,405
	1,138,802	609,905
31 Consolidated Postage, Stamps, Telecommunication etc:		
Meghna Bank Ltd (Note-31a)	19,807,441	20,674,655
Meghna Bank Securities Ltd	118,049	90,216
	19,925,490	20,764,871



		Amount in Taka	
		2021	2020
31a Postage, Stamps, Telecommunication etc:			
Postage		2,326,203	1,593,309
Internet charge		79,750	1,973,200
SWIFT Charges		698,937	415,351
Telephone charges		325,682	468,644
Mobile phone charges		4,575,389	4,226,045
Network Connection Expense		9,266,188	9,576,766
Online Communication Expense		31,445	-
Bloomberg Charges		2,503,847	2,421,340
		19,807,441	20,674,655
32 Consolidated Stationery, Printing & Advertisements etc:			
Meghna Bank Ltd (Note-32a)		15,144,956	13,189,764
Meghna Bank Securities Ltd		145,967	97,890
		15,290,923	13,287,654
32a Stationery, Printing & Advertisements etc:			
Petty Stationery		3,067,187	2,989,578
Printing Stationery		4,148,528	2,861,224
Security Stationery		3,606,090	2,891,371
Computer Stationery		3,269,969	2,617,306
Publicity and Advertisement		1,053,182	1,830,285
		15,144,956	13,189,764
33 Chief Executive's Salary & Fees:			
Basic Salary		9,000,000	9,452,840
Allowances		6,706,420	6,304,795
Bonus		1,500,000	750,000
Bank's Contribution to Provident Fund		900,000	622,500
		18,106,420	17,130,135
34 Consolidated Directors' Fees:			
Meghna Bank Ltd (Note-34a)		1,784,000	1,440,000
Meghna Bank Securities Ltd		72,000	48,000
		1,856,000	1,488,000
34a Directors' Fees:			
Directors Fees		1,784,000	1,440,000
Other Benefits		-	-
		1,784,000	1,440,000
Each director of the bank is provided for Tk. 8,000.00 per board or board committee meeting attended in 2021 as per BRPD circular no. 11 dated 4 October 2015.			
35 Consolidated Auditors' Fees:			
Meghna Bank Ltd (Note-35a)		379,500	350,000
Meghna Bank Securities Ltd		60,000	45,000
		439,500	395,000
35a Auditors' Fees:			
Auditors Fees		379,500	350,000
		379,500	350,000
36 Consolidated Depreciation, Amortization and Repair on Bank's Assets:			
Meghna Bank Ltd (Note-36a)		204,912,335	90,962,242
Meghna Bank Securities Ltd		2,087,836	724,181
		207,000,171	91,686,423



36a Depreciation, Amortization and Repair on Bank's Assets:

a) Depreciation on Bank's Assets (Annexure-B):

Land & Building
Vehicles
Machinery & Equipment
Furniture & Fixtures
Computer and Peripherals
Office Tools & Accessories
Right of Use - Lease Assets under IFRS 16

Amount in Taka	
2021	2020

-	-
4,274,097	2,858,580
14,590,135	19,655,673
26,570,220	25,949,796
18,665,010	31,789,270
2,133,192	3,003,772
125,048,842	-
191,281,496	83,257,091

b) Amortization (Annexure-B):

Software

3,089,106	3,403,163
------------------	------------------

c) Repair on Bank's Assets:

Fitting and Replacement
Vehicles
Machinery & Equipment
Furniture & Fixtures
Computer and Peripherals
Maintenance Expense

706,399	1,821,277
11,000	-
4,480,825	1,168,491
1,801,022	202,992
1,837,862	144,588
1,704,625	964,640
10,541,733	4,301,988
204,912,335	90,962,242

37 Consolidated Other Expenses:

Meghna Bank Ltd (Note-37a)
Meghna Bank Securities Ltd

260,997,873	205,158,896
7,051,486	3,597,366
268,049,359	208,756,262

37a Other Expenses:

Gas Bills
Wasa Bill
Drinking water Expenses
Car Expenses
Software Maintenance Expenses
Entertainment
Training, Seminar, Workshop Expenses
Travelling and Conveyance
Subscription
Corporate Social Responsibility
Office Maintenance
Bank Charges
Complain Box
NPSB Charges
Charges From VISA
Credit Card CIB Charge
NID Verification Charges
Card Maintenance Expenses, ETC
Debit Card ATM Transaction Fee
IBFT Transaction Fee
Board and EC Meeting Expenses
Professional & Consultancy Fees
Business development & Promotion
Cash Carrying Charges
Leverage and Uniform
Washing & Cleaning
Leave Fare Assistance
Security Service-Outsourcing

-	1,990
1,288,656	1,074,850
727,354	485,690
63,591,493	56,312,453
31,601,204	22,826,792
4,984,343	4,773,578
759,533	180,958
7,798,930	5,190,894
2,607,452	2,060,888
16,225,750	19,386,235
2,918,563	2,328,968
4,108,664	3,800,942
8,280	-
440,800	625,193
5,503,491	3,787,290
728,800	122,260
231,879	621,005
4,585,562	6,446,794
2,481,616	-
34,835	-
921,211	721,789
7,834,539	3,097,968
11,756,966	6,553,955
1,633,821	1,835,457
219,318	550,982
1,507,793	1,146,592
44,699,658	40,613,386
16,930,578	19,670,672



		Amount in Taka	
		2021	2020
	Crockeries Expenses	156,699	80,283
	Newspaper & Magazine Expenses (Office)	82,520	240,797
	Branch Inauguration Expenses	-	61,036
	AGM Expenses	23,205	127,533
	Interest Charge for ROU Lease Assets under IFRS 16	24,401,223	-
	Miscellaneous Expenses	203,137	431,666
		260,997,873	205,158,896
38	Consolidated Provision for Loans, Investments, Off-Balance Sheet & Others Assets		
	Meghna Bank Ltd (Note-38a)	489,529,268	114,515,938
	Meghna Bank Securities Ltd	545,732	(3,261,211)
		490,075,000	111,254,727
38a	Provision for Loans, Investments, Off-Balance Sheet & Others Assets		
	Provision for Unclassified Loans and Advances/ Investments	33,200,000	23,250,000
	Provision for Classified Loans and Advances/ Investments	380,700,000	(20,400,000)
	Provision for Off-Balance Sheet Exposure	46,349,435	6,750,000
	Special General Provision - Covid-19	(16,779,605)	120,835,938
	Provisions for Diminution in Value of Investments	(9,950,000)	(15,905,000)
	Provision for Other Assets	56,009,438	(15,000)
		489,529,268	114,515,938
39	Consolidated Earning Per Share (EPS)		
	Net Profit after Tax	345,129,295	510,666,272
	Number of Ordinary Shares outstanding (Denominator)	502,790,860	502,790,860
	Consolidated Earning Per Share (EPS) (Restated if Required)	0.69	1.02
39a	Earning Per Share (EPS)		
	Net Profit after Tax	307,914,854	501,151,234
	Number of Ordinary Shares outstanding (Denominator)	502,790,860	502,790,860
	Earning Per Share (EPS) (Restated if Required)	0.61	1.00
	Earning per share has been calculated in accordance with IAS - 33: "Earnings Per Share (EPS)".		
40	Consolidated Interest/ Profit Receipts in Cash		
	Meghna Bank Ltd (Note-40a)	3,755,327,535	3,376,213,782
	Meghna Bank Securities Ltd	8,495,957	3,697,452
		3,763,823,492	3,379,911,234
	Less: Inter Company Transaction	9,492,462	1,040,694
		3,754,331,030	3,378,870,540
40a	Interest/ Profit Receipts in Cash		
	Interest income/ Profit receipt (Note-23a & 25a)	3,539,580,421	3,711,138,687
	Add: Opening Interest/ Profit Receivable (Note-10a.2)	419,121,309	84,196,404
	Less: Closing Interest/ Profit Receivable (Note-10a.2)	203,374,195	419,121,309
		3,755,327,535	3,376,213,782
41	Consolidated Interest/ Profit Payments		
	Meghna Bank Ltd (Note-41a)	2,539,863,513	2,788,303,264
	Meghna Bank Securities Ltd	8,006,368	-
		2,547,869,881	2,788,303,264
	Less: Inter Company Transaction	9,492,462	1,040,694
		2,538,377,419	2,787,262,570
41a	Interest/ Profit Payments		
	Interest/ Profit Paid on Deposits & Borrowings (Note-24a)	2,582,720,355	2,595,988,252
	Add: Opening Interest/ Profit Payable on Deposit (Note-13a)	450,023,298	642,338,310
	Less: Closing Interest/ Profit Payable on Deposit (Note-13a)	492,880,140	450,023,298
		2,539,863,513	2,788,303,264



		Amount in Taka	
		2021	2020
42 Consolidated Cash Receipts from Other Operating Activities			
Meghna Bank Ltd (Note-42a)		959,120,733	596,977,940
Meghna Bank Securities Ltd		23,608,965	5,571,867
		982,729,698	602,549,807
42a Cash Receipts from Other Operating Activities			
Income From Fees & Charges		147,874,458	48,386,830
Income From Services		34,928,844	19,669,695
Postage, Telex, Swift etc.		3,641,302	1,759,100
Gain on Sale of Treasury Bonds and Shares		765,619,790	518,146,550
Other charges (Except Income from Sale of Fixed Assets)		7,056,339	9,015,765
		959,120,733	596,977,940
43 Consolidated Cash Payments for other Operating activities			
Meghna Bank Ltd (Note-43a)		504,429,941	471,671,156
Meghna Bank Securities Ltd		9,358,348	8,989,859
		513,788,289	480,661,015
43a Cash Payments for other Operating activities			
Rent, Taxes, Insurance, Lighting etc. (Note-29a)		209,780,592	239,135,712
Legal Expenses (Note-30a)		1,138,802	609,905
Postage, Stamp, Telegram & Telephone (Note-31a)		19,807,441	20,674,655
Directors' Fees (Note-34a)		1,784,000	1,440,000
Auditors' Fees (Note-35a)		379,500	350,000
Repair & Maintenance of Bank's Assets (Note-36a.c)		10,541,733	4,301,988
Other Expenses		260,997,873	205,158,896
		504,429,941	471,671,156
44 Consolidated Cash Increase/ Decrease in Other Assets			
Meghna Bank Ltd (Note-44a)		813,648,067	612,326,445
Meghna Bank Securities Ltd		26,498,764	13,929,757
		840,146,831	626,256,202
Less: Inter Company Transaction		392,359,956	351,812,029
		447,786,875	274,444,173
Consolidated Cash (Increase)/ Decrease in Other Assets		(173,342,702)	49,931,940
44a Cash Increase/ Decrease in Other Assets			
Stock of Stationery and Stamps		6,716,119	6,810,139
Advance Rent		134,066,198	169,703,521
Suspense Account		133,043,298	73,110,453
Security Deposits		125,955	115,055
Advance Against Proposed Branch		8,067,000	-
Interest on Sanchaypatra		21,115,761	5,810,123
Receivable from MGBL Islamic Banking Project		39,000	854,200
Receivable from MGBL OBU-USD		806,516	-
Meghna Bank Securities Ltd		7,610,127	1,812,128
Meghna Bank Securities Ltd - Special Fund		3,249,938	-
Prepaid Expenses		9,480,984	582,395
Investment in Subsidiary		349,999,900	349,999,900
BEFTN Adjustment Account		94,641	217,208
S/D RFA SEBL - Western Union		377,414	618,719
Trans-Fast-Remittance Payment Account		-	6,000
Payment of Investment Bond-Customer		4,074,000	-
Interest on Investment Bond-Customer		4,377,017	2,622,002
Receivable from MiTP		123,387,999	-
Accrued Income on OBU		6,761,068	-
Chargeback Account for VISA Cards		255,132	64,602
		813,648,067	612,326,445
Cash (Increase)/ Decrease in Other Assets		(201,321,622)	58,789,748



		Amount in Taka	
		2021	2020
45 Consolidated Cash Increase/ Decrease in Other Liabilities			
Meghna Bank Ltd (Note- 45a)		976,770,402	787,744,635
Meghna Bank Securities Ltd		210,430,817	72,189,385
		1,187,201,219	859,934,020
Less: Inter Company Transaction		155,879,273	42,351,879
		1,031,321,946	817,582,141
Cash Increase/ (Decrease) in Other Liabilities		213,739,805	322,962,430
45a Cash Increase/ Decrease in Other Liabilities			
Non-Resident Accounts		2,574,000	2,756,000
Interest Suspense A/C		788,064,947	576,203,650
Settlement with NPSB		50,445	50,445
Sundry Creditors		-	10,562,160
BEFT Settlement Account		470,396	1,809,362
Agent Monitoring & Collection Account		100,500	100,500
Provision for Gratuity		-	35,742,884
MGBL MFS Payable Accounts		1,623,755	1,623,755
MGBL General Account		13,936	38,649
Adjusting account credit		183,872,423	158,857,230
		976,770,402	787,744,635
Consolidated Cash Increase/ (Decrease) in Other Liabilities		189,025,767	310,785,223
46 Consolidated Cash and Cash Equivalent			
Meghna Bank Ltd (Note-46a)		5,955,019,162	6,254,816,540
Meghna Bank Securities Ltd		104,254,371	34,254,595
		6,059,273,533	6,289,071,135
Less: Inter Company Transaction		72,533,195	15,115,507
		5,986,740,338	6,273,955,628
46a Cash and Cash Equivalent			
Cash in Hand		736,254,159	593,875,342
Balance with Bangladesh Bank & Sonali Bank Ltd (as agent of Bangladesh Bank)		2,394,291,512	3,008,286,920
Balance with Other Banks & Financial Institutions		2,723,637,291	2,521,748,078
Money at Call and Short Notice		100,000,000	130,000,000
Prize Bond in Hand		836,200	906,200
		5,955,019,162	6,254,816,540

47 Number of Employees

The number of employees engaged for the whole period or part thereof who received a total remuneration of Tk.36,000 p. a. or above were 727.


Chairman


Director


Director


Managing Director & CEO



MEGHNA BANK LIMITED
INVESTMENT IN SHARES - QUOTED & UNQUOTED
AS AT DECEMBER 31, 2021

Annexure-A

Sl No	Name of the Company	No. of Shares/ Securities	Market Price per Share	Market Value December 31, 2021	Cost Price December 31, 2021	Unrealized Gain/(Loss)
Quoted: Regular Investment						
1	BSRM Steels Limited	77,000	71.10	5,474,700	6,926,260	(1,451,560)
2	Eastern Bank Limited	200,000	38.50	7,700,000	8,007,181	(307,181)
3	C and A Textiles Limited	200,000	7.60	1,520,000	2,620,440	(1,100,440)
4	City Bank Limited	125,000	27.30	3,412,500	3,551,148	(138,648)
5	Grameenphone Limited	25,000	349.50	8,737,500	9,456,812	(719,312)
6	Jamuna Bank Limited	100,000	23.40	2,340,000	2,479,880	(139,880)
7	Heidelberg Cement Bangladesh Limited	16,805	272.40	4,577,682	9,291,098	(4,713,416)
8	IDLC Finance Limited	100,000	60.30	6,030,000	7,087,500	(1,057,500)
9	IFAD Autos Limited	16,830	47.30	796,059	1,927,117	(1,131,058)
10	Jamuna Oil Company Limited	75,000	171.10	12,832,500	15,840,873	(3,008,373)
11	Summit Power Limited	300,000	38.90	11,670,000	14,223,919	(2,553,919)
12	MJL Bangladesh Limited	89,250	88.30	7,880,775	10,558,727	(2,677,952)
13	Olympic Industries Limited	65,000	160.60	10,439,000	14,604,102	(4,165,102)
14	Robi Axiata Limited	200,000	34.60	6,920,000	2,000,000	4,920,000
15	Square Pharmaceuticals Limited	40,000	214.30	8,572,000	9,569,770	(997,770)
16	Square Textile Limited	110,250	52.20	5,755,050	7,151,302	(1,396,252)
17	Titas Gas Transmission & Dist. Co. Limited	150,000	36.30	5,445,000	8,553,476	(3,108,476)
18	United Commercial Bank Limited	788,287	15.30	12,060,791	16,060,748	(3,999,957)
Sub Total				122,163,557	149,910,353	(27,746,796)
Unquoted: Preference Share						
19	Confidence Power Bogra Limited	10,000,000	10.00	100,000,000	100,000,000	-
20	Karnaphuli Power Limited	60,000,000	10.00	600,000,000	600,000,000	-
21	Baraka Shikalbaha Power Limited	56,000,000	10.00	560,000,000	560,000,000	-
22	Plamingo Fashions Limited	46,000,000	10.00	460,000,000	460,000,000	-
23	Jinnat Knitwears Limited	45,000,000	10.00	450,000,000	450,000,000	-
24	Summit Gazipur II Power Limited	12,000,000	10.00	120,000,000	120,000,000	-
Sub Total				2,290,000,000	2,290,000,000	-
Quoted: Special Fund						
25	British American Tobacco Bangladesh	15,000	635.60	9,534,000	9,496,839	-
26	City Bank Limited	500,000	27.30	13,650,000	14,243,246	-
27	Grameenphone Limited	100,000	349.50	34,950,000	38,021,076	-
28	IDLC Finance Limited	700,000	60.30	42,210,000	47,368,612	-
29	IPDC Finance Limited	500,000	38.60	19,300,000	22,169,995	-
30	Jamuna Bank Limited	500,000	23.40	11,700,000	12,300,297	-
31	Prime Bank Limited	500,000	21.50	10,750,000	11,721,231	-
32	Square Pharmaceuticals Limited	200,000	214.30	42,860,000	48,227,860	-
33	Summit Power Limited	1,200,000	38.90	46,680,000	56,904,938	-
Sub Total				231,634,000	260,454,094	-
Grand Total				2,521,634,000	2,550,454,094	-

Provision Requirement as on December 31, 2021.

Provision Maintained as on December 31, 2021.

Provision Surplus/Shortage at the end of December 31, 2021.

Taka
27,746,796
27,750,000
3,204

Note: As per DOS circular no. 01 dated February 10, 2020, no provision is required to maintained for investment in shares under special fund.



MEGHNA BANK LIMITED
SCHEDULE OF FIXED ASSETS
AS AT DECEMBER 31, 2021

Annexure-B

Particulars	COST			Rate of Dep./ Amort.	DEPRECIATION / AMORTIZATION				WDV as on December 31, 2021	WDV as on December 31, 2020
	Balance as on January 1, 2021	Additions during the year	Disposal/ Transfer during the year		Balance as on December 31, 2021	Transfer/ Adjustment during the year	Charge for the year	Balance as on December 31, 2021		
A) Tangible Assets :										
Vehicles	34,277,779	3,877,458	2,223,220	35,932,017	2,223,219	4,274,097	24,680,556	11,251,461	11,648,101	
Machinery and Equipment	159,413,301	19,090,816	2,346,350	176,157,767	2,346,337	14,590,135	146,180,268	29,977,499	25,476,831	
Furniture & Fixtures	259,968,326	15,584,313	4,550,287	271,002,352	3,053,065	26,570,220	138,882,349	132,120,003	144,603,132	
Computer & Computer Peripherals	177,293,705	17,154,928	1,592,000	192,856,633	1,591,980	18,665,010	167,683,698	25,172,935	26,683,037	
Office Tools & Accessories	22,015,648	1,371,246	-	23,386,894	-	2,133,192	20,555,050	2,831,844	3,593,790	
Sub Total (A)	652,968,759	57,078,761	10,711,857	699,335,663	9,214,601	66,232,654	497,981,921	201,353,742	212,004,891	
B) Intangible Assets :										
Software	77,767,364	7,567,755	-	85,335,119	-	3,089,106	74,285,298	11,049,821	6,571,172	
Sub Total (B)	77,767,364	7,567,755	-	85,335,119	-	3,089,106	74,285,298	11,049,821	6,571,172	
C) ROU - Assets for Lease Rent :										
ROU - Assets for Lease Rent	-	604,906,715.2	-	604,906,715	-	125,048,842	125,048,842	479,857,873	-	
Sub Total (C)	-	604,906,715	-	604,906,715	-	125,048,842	125,048,842	479,857,873	-	
Total (A+B+C)	730,736,123	669,553,231	10,711,857	1,389,577,497	9,214,601	194,370,602	697,316,061	692,261,436	218,576,063	



MEGHNA BANK LIMITED
BALANCE WITH OTHER BANKS-OUTSIDE BANGLADESH (NOSTRO ACCOUNT)
AS AT DECEMBER 31, 2021

Annexure-C

SL No.	Name of the Banks	Currency Name	2021			2020		
			Amount in Foreign Currency	Conversion rate per unit F.C.	Amount in BDT	Amount in Foreign Currency	Conversion rate per unit F.C.	Amount in BDT
1	AB Bank Ltd, Mumbai, ACU	ACUD	378,968.64	85.80	32,515,509.31	409,211.18	84.80	34,701,108.06
2	Mashreq Bank p.s.c. New York, USD	USD	2,451,104.66	85.80	210,304,779.83	1,245,060.60	84.80	105,581,138.88
3	Habib American Bank, New York, USD	USD	850,467.52	85.80	72,970,113.22	598,275.86	84.80	50,733,792.93
4	MCB Bank Limited, Karachi, Pakistan, ACU	ACUD	102,520.21	85.80	8,796,234.02	104,914.21	84.80	8,896,725.01
5	BANCA Popolare Di Sondrio, Sondrio, Italy, EUR	EURO	31,251.90	97.28	3,040,184.83	135,444.79	104.16	14,107,902.24
6	Kookmin Bank, Seoul Korea, USD	USD	14,439.98	85.80	1,238,950.28	79,566.30	84.80	6,747,222.24
7	Kookmin Bank, Seoul Korea, GBP	GBP	1,285.13	115.73	148,724.24	3,430.92	114.81	393,906.33
8	Kookmin Bank, Seoul Korea, CAD	CAD	998.95	67.08	67,007.97	7,116.50	66.27	471,615.54
9	National Bank of Pakistan, Tokoyo, Japan., JPY	JPY	13,303,578.00	0.75	9,921,808.47	1,303,578.00	0.82	1,069,846.46
10	Bank Al Jazira, KSA, SAR	SAR	175,986.00	22.86	4,022,916.77	187,486.00	22.60	4,236,414.91
11	AXIS Bank Ltd. Kolkata, India, ACU USD	ACUD	1,618,538.05	85.80	138,870,564.69	540,436.32	84.80	45,828,999.94
12	BMCE Bank International, Madrid, Spain	EURO	9,767.07	97.28	950,140.57	9,767.07	104.16	1,017,336.06
13	BMCE Bank International, GBP	GBP	7,767.03	115.73	898,855.08	7,767.03	114.81	891,738.15
14	Bhutan National Bank, ACU	ACUD	164,492.00	85.80	14,113,413.60	102,412.00	84.80	8,684,537.60
15	HDFC Bank Ltd., Mumbai	ACUD	122,294.87	85.80	10,492,899.85	144,154.35	84.80	12,224,288.88
16	United Bank of India, Kolkata	ACUD	-	-	-	121,036.00	84.80	10,263,852.80
17	Sonali Bank UK, USD	USD	77,064.85	85.80	6,612,164.13	-	-	-
18	Punjab National Bank, Kolkata, ACU	NZD	408,395.32	85.80	35,040,318.46	-	-	-
	Total				550,004,585			305,850,426



MEGHNA BANK LIMITED

DETAILS INFORMATION OF LOANS AND ADVANCES MORE THAN 10% OF BANK'S TOTAL CAPITAL (FUNDED & NON-FUNDED)

AS AT DECEMBER 31, 2021

(Tk. In Crore)

SL. No.	Name of Customers	Outstanding			% of Loans to Total Capital		
		Funded	Non-funded	Total	Funded	Non-funded	Total
1	AKOTA GROUP	37.33	44.39	81.72	5.52%	6.57%	12.09%
2	ABUL KHAIR GROUP	-	11.11	11.11	0.00%	1.64%	1.64%
3	RSRM GROUP	90.32	-	90.32	13.37%	0.00%	13.37%
4	S. S. ENGINEERING & CONSTRUCTION LTD.	56.48	18.76	75.24	8.36%	2.78%	11.13%
5	BAIZID STEEL INDUSTRIES LTD.	99.08	-	99.08	14.66%	0.00%	14.66%
6	NITOL MOTORS	82.88	-	82.88	12.26%	0.00%	12.26%
7	ENERGYPAC GROUP	64.26	-	64.26	9.51%	0.00%	9.51%
8	ANIAZ TRADERS	8.52	18.42	26.94	1.26%	2.73%	3.99%
9	M/S. KHOKAN TRADING AGENCY	23.54	40.52	64.06	3.48%	6.00%	9.48%
10	ANWAR LANDMARK LIMITED AND OTHERS	12.71	6.70	19.42	1.88%	0.99%	2.87%
11	MEGHNA GROUP OF INDUSTRIES (MGI)	29.69	2.14	31.82	4.39%	0.32%	4.71%
12	BSRM STEEL MILLS LIMITED	0.00	-	0.00	0.00%	0.00%	0.00%
13	SUPER PETROCHEMICAL(PVT)LTD.	0.08	28.18	28.26	0.01%	4.17%	4.18%
14	ACME GROUP	52.27	-	52.27	7.74%	0.00%	7.74%
15	CITY GROUP	30.13	-	30.13	4.46%	0.00%	4.46%
16	BRAC	-	-	-	0.00%	0.00%	0.00%

MEGHNA BANK LIMITED

**DETAILS INFORMATION OF LOANS AND ADVANCES MORE THAN 10% OF BANK'S TOTAL CAPITAL (FUNDED & NON-FUNDED)
AS AT DECEMBER 31, 2021**

(Tk. In Crore)

SL. No.	Name of Customers	Outstanding			% of Loans to Total Capital		
		Funded	Non-funded	Total	Funded	Non-funded	Total
17	BANGLADESH PETROLEUM CORP	-	16.76	16.76	0.00%	2.48%	2.48%
18	UNITED CHATTOGRAM POWER & OTHERS	50.00	200.00	250.00	7.40%	29.60%	37.00%
19	SUMMIT GROUP	88.00	-	88.00	13.02%	0.00%	13.02%
20	CONFIDENCE GROUP	19.71	89.67	109.38	2.92%	13.27%	16.19%
21	INDEPENDENT GROUP	48.10	17.07	65.18	7.12%	2.53%	9.65%
22	UDDIPAN	51.77	-	51.77	7.66%	0.00%	7.66%
23	ACI GROUP	70.72	-	70.72	10.46%	0.00%	10.46%
24	MUSSA AND ISSA BROTHERS	70.51	-	70.51	10.43%	0.00%	10.43%
25	ISRAQ COTTON MILLS LIMITED	33.42	16.25	49.67	4.95%	2.41%	7.35%
26	ANANTA GROUP	-	-	-	0.00%	0.00%	0.00%
27	PREMIER CEMENT MILLS LTD	96.65	47.93	144.59	14.30%	7.09%	21.40%
28	DEBONAIR GROUP	18.05	15.92	33.97	2.67%	2.36%	5.03%
29	EON GROUP	19.61	26.39	46.01	2.90%	3.91%	6.81%
30	BUTTERFLY MANUFACTURING CO. LTD.	49.20	4.45	53.64	7.28%	0.66%	7.94%
31	KHULNA SHIPYARD LIMITED	-	-	-	0.00%	0.00%	0.00%
32	BURO BANGLADESH	-	-	-	0.00%	0.00%	0.00%



MEGHNA BANK LIMITED

DETAILS INFORMATION OF LOANS AND ADVANCES MORE THAN 10% OF BANK'S TOTAL CAPITAL (FUNDED & NON-FUNDED)

AS AT DECEMBER 31, 2021

(Tk. In Crore)

SL. No.	Name of Customers	Outstanding			% of Loans to Total Capital		
		Funded	Non-funded	Total	Funded	Non-funded	Total
33	NORTEX TEXTILE & BASHER SPINNING	43.12	7.34	50.46	6.38%	1.09%	7.47%
34	GENERAL PHARMACEUTICALS LIMITED	9.74	2.96	12.71	1.44%	0.44%	1.88%
35	IPDC FINANCE LTD.	18.35	-	18.35	2.71%	0.00%	2.71%
36	NOAPARA TRADE INTERNATIONAL	-	-	-	0.00%	0.00%	0.00%
37	SALEK TEXTILE LTD.	74.25	-	74.25	10.99%	0.00%	10.99%
38	BARAKA GROUP	-	71.12	71.12	0.00%	10.52%	10.52%
39	MEGHNA KNIT COMPOSITE LIMITED	94.61	37.62	132.23	14.00%	5.57%	19.57%
40	SUFIA COTTON MILLS LIMITED	89.79	6.72	96.51	13.29%	0.99%	14.28%
41	APEX FOOTWEAR LTD	101.25	-	101.25	14.98%	0.00%	14.98%
42	CROWN GROUP	15.00	-	15.00	2.22%	0.00%	2.22%
43	TMSS	50.01	-	50.01	7.40%	0.00%	7.40%
	Total	1,699.15	730.44	2,429.59			

Bank's total Capital as on 31 December 2021 is Tk. 674.06 Crore



MEGHNA BANK LIMITED
FINANCIAL HIGHLIGHTS

(Amount in Taka)

SL	PARTICULARS	2021	2020
1	Paid up Capital	5,027,908,600	4,698,980,000
2	Total Capital (Core + Supplementary)	6,740,633,999	6,374,427,965
3	Capital Surplus	1,820,623,082	1,802,444,613
4	Total Assets	65,284,780,081	52,871,113,727
5	Total Deposit	52,737,870,285	43,330,127,348
6	Total Loans & Advances/ Investments	41,876,110,332	35,840,624,305
7	Total Contingent Liabilities and Commitments	10,134,622,729	5,028,792,620
8	Credit Deposit Ratio (%) *	75%	81%
9	Percentage of Classified Loans against total Loans and Advances/ Investments	5.60%	6.80%
10	Profit after Tax and Provision	307,914,854	501,151,234
11	Amount of Classified Loans & Advances/ Investments	2,346,447,678	2,435,672,618
12	Provisions kept against Classified Loans & Advances/ Investments	1,224,950,000	844,250,000
13	Provisions Surplus	729,755	48,430
14	Cost of Fund	8.23%	9.76%
15	Interest Earning Assets	60,518,094,964	48,186,603,009
16	Non-Interest Earning Assets	4,766,685,117	4,684,510,718
17	Return on Investment (ROI)	11.26%	14.92%
18	Return on Assets (ROA)	0.52%	0.98%
19	Income from Investment	1,312,578,767	1,045,650,846
20	Earning Per Share	0.61	1.00
21	Net Income Per Share	0.61	1.00
22	Price Earning Ratio	N/A	N/A

* Credit Deposit Ratio (%) calculation is made as per Bangladesh Bank guidelines.

