

**Audit Report and Financial Statements
of
Meghna Bank Limited**

For the year ended 31 December 2017

**INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF MEGHNA BANK LIMITED**

We have audited the accompanying 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 balance sheet and the separate Balance Sheet as at 31 December 2017 and the consolidated and the separate Profit & Loss Accounts, consolidated and separate Cash Flow Statements and consolidated and separate Statements of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements and Internal Controls

Management is responsible for the preparation of consolidated financial statements of the Group and the separate financial statements of the Bank that give a true and fair view in accordance with Bangladesh Financial Reporting Standards (BFRSs) as explained in note 2 and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements of the Group and also separate financial statements of the Bank that are free from material misstatement, whether due to fraud or error. The Bank Company Act 1991 as amended in 2013 and the policies, guidelines, rules and regulations issued by Bangladesh Bank and other applicable laws and regulations require the management to ensure effective internal audit, internal control and risk management functions of the Bank. The management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements of the Group and the separate financial statements of the Bank based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements of the Group and the separate financial statements of the Bank are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements of the Group and the separate financial statements of the Bank. The procedures selected depend on the judgment, including the assessment of the risks of material misstatement of the consolidated financial statements of the Group and the separate financial statements of the Bank, whether due to fraud or error. In making those risk assessments, we consider internal controls relevant to the entity's preparation of consolidated financial statements of the Group and the separate financial statements of the Bank that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements of the Group and the separate financial statements of the Bank.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion


In our opinion, the financial statements of the Group and also separate financial statements of the Bank give a true and fair view of the consolidated financial positions of the Group and the separate financial position of the Bank as at 31 December 2017 and its consolidated and separate financial performances and its consolidated and separate cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards as explained in Note 2.

Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Bank Company Act, 1991 as amended in 2013 and the rules and regulations issued by Bangladesh Bank, we also report the following;

- i. we have obtained all the information and explanation 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 financial statements of the Bank and considering the reports of the management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the Financial Statements and Internal Control:
 - a. internal audit, internal control and risk management arrangements of the Group and the Bank as disclosed in note # 2 of 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;
- iii. financial statements of the subsidiary, namely, Meghna Bank Securities Limited has been audited by other auditor and properly reflected in the consolidated financial statements;
- iv. in our opinion, proper books of account as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches not visited by us;
- v. the consolidated balance sheet and consolidated profit and loss account of the Group and the separate balance sheet and separate profit and loss account of the Bank together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
- vi. the expenditure incurred was for the purpose of the Bank's business;
- vii. 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;
- viii. adequate provisions have been made for advances and other assets which are, in our opinion, doubtful of recovery;
- ix. the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- 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 we have spent around 1,980 person hours during the audit; and
- xii. Capital Adequacy Ratio (CAR) as required by the Bangladesh Bank has been maintained adequately during the year.

Dhaka, 08 March 2018


MABS & J Partners
Chartered Accountants

MEGHNA BANK LIMITED
CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER, 2017

	Notes	2017 Taka	2016 Taka
PROPERTY AND ASSETS			
Cash		4,026,368,378	2,848,715,539
Cash in hand (Including Foreign Currencies)	3	468,125,769	318,840,489
Balance with Bangladesh Bank and Its agent Bank (s) (Including Foreign Currencies)	4	3,558,242,609	2,529,875,050
Balance with other Banks and Financial Institutions	5	2,309,997,128	244,080,540
In Bangladesh		2,224,942,139	135,152,796
Outside Bangladesh		85,054,989	108,927,744
Money at Call on Short Notice	6	240,000,000	-
Investments	7	5,061,052,415	7,068,037,150
Government		4,211,248,398	6,171,477,499
Others		849,804,017	896,559,651
Loans and Advances	8	27,457,897,892	20,990,140,891
Loans, Cash credits, Overdrafts, etc.		27,264,446,784	20,673,824,713
Bills Purchased and Discounted		193,451,108	316,316,178
Fixed Assets Including Premises, Furniture and Fixtures	9	287,510,993	300,639,963
Other Assets	10	417,394,858	383,212,478
Non Banking Assets		-	-
Total Assets		39,800,221,664	31,834,826,561
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other Banks, Financial Institutions and Agents	11	906,590,476	208,317,699
Deposits and Other Accounts	12	32,263,954,751	25,490,384,462
Current Accounts & Other Accounts		3,604,630,443	1,652,296,975
Bills Payable		606,763,598	356,089,857
Savings Bank Deposits		1,184,311,513	782,682,079
Fixed Deposits		26,868,249,197	22,699,315,551
Bearer Certificate of Deposit		-	-
Other Deposits		-	-
Other Liabilities	13	1,453,175,090	900,159,827
Total Liabilities		34,623,720,317	26,598,861,988
Capital/Shareholders' Equity			
Paid-up Capital	15a.2	4,433,000,000	4,433,000,000
Statutory Reserve	16	458,627,974	309,419,626
Other Reserve (Revaluation of HFT & HTM Securities)	17	7,675,004	45,991,058
Surplus in Profit and Loss Account/Retained Earnings	18	277,198,268	447,553,788
Total Shareholders' Equity		5,176,501,246	5,235,964,472
Non-controlling Interest	19	101	101
Total Shareholders' Equity with Non-Controlling Interest		5,176,501,347	5,235,964,573
Total Liabilities & Shareholders' Equity		39,800,221,664	31,834,826,561


MEGHNA BANK LIMITED
CONSOLIDATED OFF- BALANCE SHEET ITEMS
AS AT 31 DECEMBER, 2017

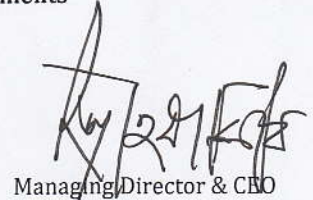
	Notes	2017 Taka	2016 Taka
CONTINGENT LIABILITIES			
Acceptances and Endorsements	20	548,083,662	558,527,283
Letters of Guarantee	21	3,469,691,812	2,321,738,999
Irrevocable Letters of Credit	22	1,996,158,472	1,547,273,561
Bills for Collection		406,688,023	647,660,395
Other Contingent Liabilities		-	-
Total		6,420,621,969	5,075,200,238
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		6,420,621,969	5,075,200,238

Accompanying (1 - 48) notes form an integral part of these financial statements


Chairman


Director


Director


Managing Director & CEO

Signed in terms of our report of even date

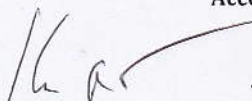
Dhaka, 08 March 2018


MABS & J Partners
Chartered Accountants

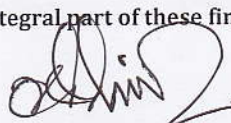
MEGHNA BANK LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER, 2017


	Notes	2017 Taka	2016 Taka
Interest Income	24	2,840,052,045	2,337,606,940
Interest paid on Deposits and borrowings etc	25	1,835,539,423	1,566,357,416
Net Interest Income		1,004,512,622	771,249,524
Investment Income	26	843,117,498	891,879,584
Commission, Exchange and Brokerage	27	218,333,256	152,878,311
Other Operating Income	28	71,776,075	49,310,945
		1,133,226,829	1,094,068,840
Total Operating Income		2,137,739,451	1,865,318,364
Salaries and Allowances	29	470,977,968	337,968,371
Rent, Taxes, Insurances, Electricity etc.	30	191,644,589	157,285,428
Legal Expenses	31	674,914	161,275
Postage, Stamps, Telecommunication etc.	32	16,933,485	16,083,173
Stationery, Printings, Advertisements etc.	33	22,383,331	17,828,329
Chief Executive's Salary & Fees	34	8,316,000	9,240,000
Directors' Fees	35	2,888,000	2,360,000
Auditors' Fees	36	280,000	165,000
Charges on loan losses		-	-
Depreciation & Repairs of Bank's Assets	37	81,653,538	75,415,254
Other Expenses	38	299,059,797	269,210,620
Total Operating Expenses		1,094,811,622	885,717,450
Profit/(Loss) before Provision	23	1,042,927,829	979,600,914
Specific Provision for Classified Loans and Advances		(204,124,000)	(12,500,000)
General Provision for Unclassified Loans and Advances		(27,701,000)	(54,300,000)
General Provision for Off-Balance Sheet Exposures		(13,500,000)	(8,700,000)
Provision for Diminution in value of Investments		(5,000,000)	-
Other Provisions		(20,500,000)	-
Total Provision	39	(270,825,000)	(75,500,000)
Total Profit/(Loss) before Taxes		772,102,829	904,100,914
Provision for Taxation			
Deferred Tax	14	3,091,672	8,318,233
Current Tax	13.2	(335,541,672)	(327,618,233)
		(332,450,000)	(319,300,000)
Net Profit after Taxation		439,652,829	584,800,914
Retained earnings brought forward from previous years		4,253,788	51,221,277
		443,906,617	636,022,191
Appropriations			
Statutory Reserve	16	149,208,348	177,968,403
Non-controlling Interest	18.1	5	3
General Reserve		-	-
		149,208,353	177,968,406
Retained Surplus		294,698,264	458,053,785
Earnings Per Share (EPS)	40	0.99	1.32

Accompanying notes (1 - 48) form an integral part of these financial statements


Chairman


Director


Director


Managing Director & CEO

Signed in terms of our report of even date

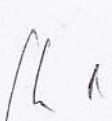
Dhaka, 08 March 2018


MABS & J Partners
Chartered Accountants


MEGHNA BANK LIMITED
CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER, 2017

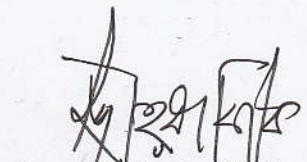
	Notes	2017 Taka	2016 Taka
Cash Flows from Operating Activities			
Interest receipts in cash	41	3,297,343,281	2,792,187,377
Interest Payments	42	(1,729,340,429)	(1,517,541,765)
Dividends Receipts		30,544,987	19,722,769
Fee & Commission receipts in cash		218,333,256	152,878,311
Recoveries on loans previously written off		-	-
Cash Payments to Employees		(479,293,968)	(347,208,371)
Cash Payments to Suppliers		(22,383,331)	(17,828,329)
Income Taxes Paid		(266,455,259)	(132,301,684)
Receipts from other Operating activities	43	458,715,729	442,282,038
Payments for other Operating activities	44	(519,029,348)	(451,338,985)
Operating Profit before changes in Operating Assets and Liabilities		988,434,918	940,851,361
Increase/Decrease in Operating Assets and Liabilities			
Statutory Deposits		-	-
Purchase/Sale of Trading Securities (Treasury bills)		(99,337,620)	694,715,730
Loans and Advances to Other Banks		-	-
Loans and Advances to Customers		(6,467,757,001)	(6,605,048,879)
Other Assets	45	(61,457,226)	(18,585,455)
Deposits from other Banks		2,149,131,643	1,725,509
Deposits from Customers		4,624,438,645	9,453,947,155
Other liabilities on account of customers		-	-
Trading Liabilities		-	-
Other Liabilities	46	109,996,528	41,761,354
Sub Total		255,014,969	3,568,515,414
A) Net Cash from Operating Activities		1,243,449,887	4,509,366,775
Cash flows from Investing Activities			
Proceeds from sale of Securities		3,224,279,112	3,446,621,204
Payment for purchases of securities		(1,156,209,412)	(7,687,040,631)
Purchase/Sale of Property, Plant & Equipment		(65,359,538)	(113,473,325)
Purchase/Sale of Subsidiary		-	-
B) Net Cash Used in Investing Activities		2,002,710,162	(4,353,892,752)
Cash flows from Financing Activities			
Borrowing from other banks		698,272,777	(941,682,301)
Receipts from issue of ordinary share		-	-
Dividends Paid		(460,800,000)	(276,480,000)
C) Net Cash from Financing Activities		237,472,777	(1,218,162,301)
D) Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)		3,483,632,826	(1,062,688,278)
E) Effect of Exchange rate changes on cash & cash equivalents		-	-
F) Cash and cash equivalents at the beginning of the year		3,093,258,079	4,155,946,357
G) Cash and cash equivalents at the end of the year (D+E+F)	47	6,576,890,905	3,093,258,079

Accompanying notes (1 - 48) form an integral part of these financial statements


Chairman


Director


Director


Managing Director & CEO

MEGHNA BANK LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER, 2017

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, 2017	4,433,000,000	309,419,626	45,991,058	447,553,788	5,235,964,472	101	5,235,964,573
Changes in accounting policy	-	-	-	-	-	-	-
Restated Balance	4,433,000,000	309,419,626	45,991,058	447,553,788	5,235,964,472	101	5,235,964,573
Cash dividend paid for 2016	-	-	-	(443,300,000)	(443,300,000)	-	(443,300,000)
Net profit for the year	-	-	-	439,652,829	439,652,829	-	439,652,829
Transfer to statutory reserve	-	149,208,348	-	(149,208,348)	-	-	-
Net Surplus/deficit on account of revaluation of Investments	-	-	(38,316,054)	(5)	(38,316,054)	-	(38,316,054)
Minority interest	-	-	-	(5)	(5)	5	-
Interim dividend paid by Subsidiary	-	-	-	(17,499,995)	(17,499,995)	(5)	(17,500,000)
Balance as at 31 December, 2017	4,433,000,000	458,627,974	7,675,004	277,198,268	5,176,501,246	101	5,176,501,347

Accompanying notes (1 - 48) form an integral part of these financial statements


Chairman


Director


Director


Managing Director & CFO



**MEGHNA BANK LIMITED
BALANCE SHEET
AS AT 31 DECEMBER, 2017**

	Notes	2017 Taka	2016 Taka
PROPERTY AND ASSETS			
Cash		4,026,349,798	2,848,713,117
Cash in hand (Including Foreign Currencies)	3a	468,107,189	318,838,067
Balance with Bangladesh Bank and Its agent Bank (s) (Including Foreign Currencies)	4a	3,558,242,609	2,529,875,050
Balance with other Banks and Financial Institutions	5a	2,286,191,993	216,551,615
In Bangladesh		2,201,137,004	107,623,871
Outside Bangladesh		85,054,989	108,927,744
Money at Call on Short Notice	6a	240,000,000	-
Investments	7a	4,727,584,987	6,744,943,899
Government		4,211,248,398	6,171,477,499
Others		516,336,589	573,466,400
Loans and Advances	8a	27,457,897,892	20,990,140,891
Loans, Cash credits, Overdrafts, etc.		27,264,446,784	20,673,824,713
Bills Purchased and Discounted		193,451,108	316,316,178
Fixed Assets Including Premises, Furniture and Fixtures	9a	283,156,053	296,311,196
Other Assets	10a	755,805,042	744,466,027
Non Banking Assets		-	-
Total Assets		39,776,985,765	31,841,126,745
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other Banks, Financial Institutions and Agents	11a	906,590,476	208,317,699
Deposits and Other Accounts	12a.1	32,287,070,205	25,508,759,763
Current Accounts & Other Accounts		3,604,630,443	1,653,086,538
Bills Payable		606,763,598	356,089,857
Savings Bank Deposits		1,184,311,513	782,682,079
Fixed Deposits		26,891,364,651	22,716,901,289
Bearer Certificate of Deposit		-	-
Other Deposits		-	-
Other Liabilities	13a	1,409,982,437	890,132,324
Total Liabilities		34,603,643,118	26,607,209,786
Capital/Shareholders' Equity			
Paid-up Capital	15a.2	4,433,000,000	4,433,000,000
Statutory Reserve	16	458,627,974	309,419,626
Other Reserve (Revaluation of HFT & HTM Securities)	17	7,675,004	45,991,058
Surplus in Profit and Loss Account/Retained Earnings	18a	274,039,669	445,506,275
Total Shareholders' Equity		5,173,342,647	5,233,916,959
Total Liabilities & Shareholders' Equity		39,776,985,765	31,841,126,745




**MEGHNA BANK LIMITED
OFF- BALANCE SHEET ITEMS
AS AT 31 DECEMBER, 2017**

	Notes	2017 Taka	2016 Taka
CONTINGENT LIABILITIES			
Acceptances and Endorsements	20	548,083,662	558,527,283
Letters of Guarantee	21	3,469,691,812	2,321,738,999
Irrevocable Letters of Credit	22	1,996,158,472	1,547,273,561
Bills for Collection		406,688,023	647,660,395
Other Contingent Liabilities		-	-
Total		6,420,621,969	5,075,200,238
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		6,420,621,969	5,075,200,238

Accompanying (1 - 48) notes form an integral part of these financial statements


Chairman


Director


Director


Managing Director & CEO

Signed in terms of our report of even date

Dhaka, 08 March 2018


MABS & J Partners
Chartered Accountants

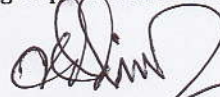
MEGHNA BANK LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER, 2017

	Notes	2017 Taka	2016 Taka
Interest Income	24a	2,836,526,358	2,335,895,723
Interest paid on Deposits and borrowings etc	25a	1,837,951,471	1,568,177,902
Net Interest Income		998,574,887	767,717,821
Investment Income	26a	832,847,023	884,084,646
Commission, Exchange and Brokerage	27a	188,476,303	139,466,189
Other Operating Income	28a	75,197,546	48,591,481
		1,096,520,872	1,072,142,316
Total Operating Income		2,095,095,759	1,839,860,137
Salaries and Allowances	29a	462,077,917	331,169,340
Rent, Taxes, Insurances, Electricity etc.	30a	190,630,132	156,643,638
Legal Expenses	31a	674,914	161,275
Postage, Stamps, Telecommunication etc.	32a	16,869,463	16,010,776
Stationery, Printings, Advertisements etc.	33a	22,054,579	17,419,937
Chief Executive's Salary & Fees	34	8,316,000	9,240,000
Directors' Fees	35a	2,816,000	2,312,000
Auditors' Fees	36a	260,000	150,000
Charges on loan losses		-	-
Depreciation & Repairs of Bank's Assets	37a	80,501,872	74,796,321
Other Expenses	38a	294,028,140	266,614,836
		1,078,229,017	874,518,123
Total Operating Expenses		1,078,229,017	874,518,123
Profit/(Loss) before Provision	23a	1,016,866,742	965,342,014
Specific Provision for Classified Loans and Advances		(204,124,000)	(12,500,000)
General Provision for Unclassified Loans and Advances		(27,701,000)	(54,300,000)
General Provision for Off-Balance Sheet Exposures		(13,500,000)	(8,700,000)
Provision for Diminution in value of Investments		(5,000,000)	-
Other Provisions		(20,500,000)	-
		(270,825,000)	(75,500,000)
Total Provision	39a	(270,825,000)	(75,500,000)
Total Profit/(Loss) before Taxes		746,041,742	889,842,014
Provision for Taxation			
Deferred Tax	14a	3,091,672	8,318,233
Current Tax	13a.2	(328,091,672)	(323,318,233)
		(325,000,000)	(315,000,000)
Net Profit after Taxation		421,041,742	574,842,014
Retained earnings brought forward from previous years		2,206,275	48,632,664
		423,248,017	623,474,678
Appropriations			
Statutory Reserve	16	149,208,348	177,968,403
General Reserve		-	-
		149,208,348	177,968,403
Retained Surplus	18a	274,039,669	445,506,275
Earnings Per Share (EPS)	40a	0.95	1.30

Accompanying notes (1 - 48) form an integral part of these financial statements


Chairman

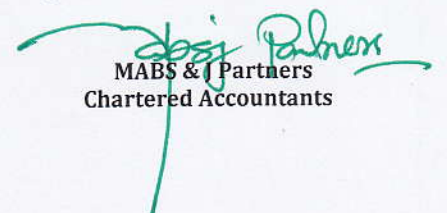

Director


Director


Managing Director & CEO

Signed in terms of our report of even date

Dhaka, 08 March 2018


MABS & J Partners
Chartered Accountants


MEGHNA BANK LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER, 2017

	Notes	2017 Taka	2016 Taka
Cash Flows from Operating Activities			
Interest receipts in cash	41a	3,293,817,594	2,790,476,159
Interest Payments	42a	(1,731,752,477)	(1,519,362,251)
Dividends Receipts		23,062,781	12,453,038
Fee & Commission receipts in cash		188,476,303	139,466,189
Recoveries on loans previously written off		-	-
Cash Payments to Employees		(470,393,917)	(340,409,340)
Cash Payments to Suppliers		(22,054,579)	(17,419,937)
Income Taxes Paid		(260,285,555)	(128,350,333)
Receipts from other Operating activities	43a	454,918,531	438,095,366
Payments for other Operating activities	44a	(508,384,036)	(445,015,833)
Operating Profit before changes in Operating Assets and Liabilities		967,404,645	929,933,058
Increase/Decrease in Operating Assets and Liabilities			
Statutory Deposits		-	-
Purchase/Sale of Trading Securities (Treasury bills)		(99,337,620)	694,715,730
Loans and Advances to Other Banks		-	-
Loans and Advances to Customers		(6,467,757,001)	(6,605,048,879)
Other Assets	45a	(38,613,862)	(24,460,684)
Deposits from other Banks		2,149,131,643	1,725,508
Deposits from Customers		4,629,178,799	9,433,996,881
Other liabilities on account of customers		-	-
Trading Liabilities		-	-
Other Liabilities	46a	78,111,675	38,954,909
Sub Total		250,713,634	3,539,883,465
A) Net Cash from Operating Activities		1,218,118,279	4,469,816,523
Cash flows from Investing Activities			
Proceeds from sale of Securities		3,224,279,112	3,446,621,204
Payment for purchases of securities		(1,145,835,235)	(7,687,040,630)
Purchase/Sale of Property, Plant & Equipment		(64,194,474)	(108,629,319)
B) Net Cash Used in Investing Activities		2,014,249,403	(4,349,048,745)
Cash flows from Financing Activities			
Borrowing from other banks		698,272,777	(941,682,301)
Receipts from issue of ordinary share		-	-
Dividends Paid		(443,300,000)	(265,980,000)
C) Net Cash from Financing Activities		254,972,777	(1,207,662,301)
D) Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)		3,487,340,459	(1,086,894,523)
E) Effect of Exchange rate changes on cash & cash equivalents		-	-
F) Cash and cash equivalents at the beginning of the year		3,065,726,732	4,152,621,255
G) Cash and cash equivalents at the end of the period (D+E+F)	47a	6,553,067,191	3,065,726,732

Accompanying notes (1 - 48) form an integral part of these financial statements


Chairman


Director


Director


Managing Director & CEO



MEGHNA BANK LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER, 2017

Particulars	Paid-up Capital (Taka)	Statutory Reserve (Taka)	Other Reserve (Taka)	Retained Earnings (Taka)	Total (Taka)
Balance as at 01 January, 2017	4,433,000,000	309,419,626	45,991,058	445,506,275	5,233,916,959
Changes in accounting policy	-	-	-	-	-
Restated Balance	4,433,000,000	309,419,626	45,991,058	445,506,275	5,233,916,959
Cash dividend paid for 2016	-	-	-	(443,300,000)	(443,300,000)
Net profit for the year	-	149,208,348	-	421,041,742	421,041,742
Transfer to statutory reserve	-	-	-	(149,208,348)	-
Net Surplus/deficit on account of revaluation of Investments	-	-	(38,316,054)	-	(38,316,054)
Balance as at 31 December, 2017	4,433,000,000	458,627,974	7,675,004	274,039,669	5,173,342,647

Accompanying notes (1 - 48) form an integral part of these financial statements


Chairman


Director


Director


Managing Director & CEO



MEGHNA BANK LIMITED
LIQUIDITY STATEMENT
ASSETS AND LIABILITIES MATURITY ANALYSIS
AS AT 31 DECEMBER, 2017

Particulars	Up to 01 Month (Taka)	01-03 Months (Taka)	03-12 Months (Taka)	01-05 Years (Taka)	More than 05 years (Taka)	Total (Taka)
Assets						
Cash in hand	468,107,189	-	-	-	-	468,107,189
Balance with other Banks and Financial Institutions	2,978,585,541	800,000,000	14,690,000	-	2,051,159,060	5,844,434,602
Money at Call on Short Notice	240,000,000	-	-	-	-	240,000,000
Investment	55,632	99,337,620	131,530,957	394,342,658	4,102,318,120	4,727,584,987
Loans and Advances	3,423,579,627	7,567,273,995	9,625,248,417	4,121,240,605	2,720,555,247	27,457,897,892
Fixed Assets including Premises, Furniture & Fixtures	-	-	-	-	283,156,053	283,156,053
Other Assets	83,247,055	77,621,364	93,508,698	151,322,759	350,105,165	755,805,042
Non-banking Assets	-	-	-	-	-	-
Total Assets (i)	7,193,575,046	8,544,232,979	9,864,978,072	4,666,906,023	9,507,293,645	39,776,985,765
Liabilities						
Borrowing from Other Banks, Financial Institutions & Agents	900,000,000	-	6,590,476	-	-	906,590,476
Deposits and Other Accounts	2,670,933,417	11,093,247,551	9,543,503,696	3,419,035,496	5,560,350,046	32,287,070,205
Provision and Other Liabilities	63,576,211	223,092,931	172,995,181	21,269,181	929,048,932	1,409,982,437
Total Liabilities (ii)	3,634,509,628	11,316,340,482	9,723,089,353	3,440,304,677	6,489,398,978	34,603,643,118
Net Liquidity Gap (i-ii)	3,559,065,418	(2,772,107,503)	141,888,719	1,226,601,346	3,017,894,667	5,173,342,647

Accompanying notes (1 - 48) form an integral part of these financial statements


Chairman


Director


Director


Managing Director & CEO



MEGHNA BANK LIMITED & ITS SUBSIDIARY
NOTES TO THE FINANCIAL STATEMENTS
AS AT & FOR THE YEAR ENDED 31 DECEMBER, 2017

1.0 Background of the Bank

1.1 Legal Status of the Bank

Meghna Bank Ltd. (MGBL) is a commercial bank incorporated as a public limited company with the Registrar of Joint Stock Companies and Firms under the Companies Act 1994 vides 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 (Amendment 2013). At present the bank has forty two (42) branches and sixteen (16) own ATM booths covering commercially important locations of the country. All the branches of the bank run on commercial conventional basis.

The principal place of business and registered office of the bank is located at Suvastu Imam Square (Level-06), 65 Gulshan Avenue, Gulshan 01, Dhaka 1212.

1.2 Nature of Business

The Bank offers all kinds of conventional commercial banking services to its customers, which includes deposit banking, loans and advances, export import financing, inland and international remittance facility, treasury, securities and custodial services etc.

1.3 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 Bangladesh Accounting Standard BAS-27, "separate financial statements" and BFRS-10, "Consolidated Financial Statements". Interest of the minority is shown as the minority interest which includes share capital of the minority 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.

1.3.1 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 vides 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 Accounting

The Financial Statements of the bank and its subsidiary have been prepared as at 31 December 2017 and prepared under the historical cost basis, in accordance with "First Schedule"(Sec.38) of the Bank Companies Act 1991 (Amendment-2013), in compliance with the provisions of Bangladesh Bank Circulars, Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) and other rules and regulations applicable in Bangladesh.

As such, bank has departed from those contradictory requirements of BAS/BFRS in order to comply with rules and regulations of Bangladesh Bank which are disclosed below:

a) Presentation of Financial Statements

BFRS: As per requirements of BAS 1 financial statements shall comprise statement of financial position, comprehensive income statement, changes in equity, cash flows statement, adequate notes comprising summary of accounting policies and other explanatory information. As per para 60 of BAS 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 flows 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 (amendment upto 2013) and BRPD circular no. 14 dated 25 June 2003 and subsequent guidelines of Bangladesh Bank. In the prescribed format there is no option to present assets and liabilities under current and non-current classifications.

b) Investments in Shares and Securities

BFRS: As per requirements of BAS 39 Financial Instruments: Recognition and Measurement, investments in shares and securities generally falls either under "at fair value through profit and loss account" or under "available for sale" where any change in the fair value (as measured in accordance with BFRS 13) at the year-end is taken to profit and loss account or revaluation reserve 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 took adequated provision has been made as per Bangladesh Bank guidelines.

c) Revaluation Gains/Losses on Government Securities

BFRS: As per requirement of BAS 39 where securities will fall under the category of Held for Trading (HFT), any change in the fair value of held for trading assets is recognised through profit and loss account. Securities designated as Held to Maturity (HTM) are measured at amortised cost method and interest income is recognised through the profit and loss account using an effective interest rate.

Bangladesh Bank: HFT securities are revalued on the basis of mark to market and at year end any gains on revaluation of securities which have not matured as at the balance sheet date are recognized in other reserves as a part of equity and any losses on revaluation of securities which have not matured as at the balance sheet date are charged in the profit and loss account. Interest on HFT securities including amortization of discount are recognized in the profit and loss account.

d) Provisions on Loans and Advances

BFRS: As per BAS 39 an entity should start the impairment assessment by considering whether objective evidence of impairment exists for financial assets that are individually significant. For financial assets that are not individually significant, the assessment can be performed on an individual or collective (portfolio) basis.

Bangladesh bank: As per BRPD circular no. 14 dated 23 September, 2012, BRPD circular no. 19 dated 27 December, 2012 and BRPD circular no. 05 dated 29 May, 2013 a general provision at 0.25% to 5% under different categories of unclassified loans (goods/standard) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard loans, doubtful loans and bad losses has to be provided at 20%, 50% and 100% respectively for loans and advances depending on the duration of overdue. 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 all Off-Balance sheet exposures. Such provision policies are not specifically in line with those prescribed by BAS 39.

e) Recognition of Interest in Suspense

BFRS: As per BAS 39, Interest income on loans and advances is recognized using an effective interest rate method over the term of Loans and Advances. Once a loan is impaired, interest income is recognised in profit and loss account on the same basis based on revised carrying amount.

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

f) Other Comprehensive Income

BFRS: As per BAS 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

BFRS: As per BAS 39, financial guarantees are contracts which require an entity 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 terms of a debt instrument. Financial guarantee liabilities are recognized initially at their fair value, and the initial fair value is amortized over the life of the financial guarantee. The financial guarantee liability is subsequently carried at the higher of this amortized amount and the present value of any expected payment when a payment under the guarantee has become probable. 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.

h) Cash and Cash Equivalents

BFRS: Cash and cash equivalent items should be reported as cash item as per BAS 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 BB and other banks.

i) Non-Banking Assets

BFRS: No indication of non-banking assets is found in any BAS/ BFRS.

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

j) Cash Flow Statement

BFRS: 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 (Cash Reserve Requirement)

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

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

l) Presentation of Intangible Assets

BFRS: An intangible asset must be identified and recognized, and the disclosure must be given as per BAS 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

BFRS: There is no concept of off balance sheet items in any BFRS; 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

BFRS: There is no requirement to show appropriation of profit on the face of statement of 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.

i) Loans and Advances Net of Provision

BFRS: Loans and advances should be presented net of provision.

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

Also refer to the Note 2.34 Compliance of Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs).

j) Recovery of Written Off Loans:

BFRS: As per BAS 1, an entity shall not offset assets and liabilities or income or expenses, unless required or permitted by a BFRS. Again recovery of written off loans should be charged to profit and loss account as per BAS 18.

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.

2.2 Presentation of Financial Statements

The financial statements are presented in compliance with the provisions of the Bangladesh Accounting Standards (BAS) - 1 "Presentation of Financial Statements", BAS - 7 "Cash Flow Statements", BAS - 12 "Income Taxes", BAS - 16 "Property, Plant and Equipment" BAS - 18 "Revenue", along with the guidelines, forms and formats provided by the Bangladesh Bank through BRPD circular No. 14 dated 25 June 2003.

2.3 Use of Estimates and Judgments

The preparation of financial statements 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:

- Loan loss provision
- Revaluation of assets
- Deferred tax assets/liabilities
- Gratuity & superannuation fund
- Useful lives of depreciable assets



2.4 Consolidation of Financial Statements

The consolidated financial statements includes the financial statements of Meghna Bank Ltd. and its subsidiary Meghna Bank Securities Ltd. made up to the end of the 31st December 2017. The consolidated financial statements have been prepared in accordance with Bangladesh Accounting Standard 27 – “Consolidated and Separate Financial Statements”. The consolidated financial statements are prepared to common financial year ended on 31st December 2017.

Subsidiary:

Subsidiary is that enterprise which is controlled by the bank. Control exists when the bank has the power, directly or indirectly, to govern the financial and operating policies of an enterprise from the date that control commences until the date that control ceases. The financial statements of subsidiary are included in the consolidated financial statements from the date that control effectively commences until the date that the control effectively ceases. Subsidiary company is consolidated using purchase method of accounting.

All intra group transaction, balances, income and expenses are eliminated on consolidation. Profit and loss resulting from transactions between group are also eliminated on consolidation.

2.5 Consistency

In accordance with BFRS framework for the preparation of financial statements together BAS – 1 and BAS – 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 BAS – 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 Basis of Accounting

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 Currency

Items included in the financial statements of each entity in the group are measured using the currency of the primary economy environment in which the entity operates, i.e. the functional currency. The financial statements of the group and the bank are presented in taka which is the bank's functional and presentation currency.

2.7.2 Foreign Currencies Translation

Foreign currency transactions are converted into equivalent taka using the ruling exchange rates on the dates of respective transactions as per BAS – 21 “ the effects of changes in foreign exchange rates”. Foreign currencies balances held in US dollar are converted into taka at weighted average rate of interbank market as determined by Bangladesh bank on the closing date of every month. Balances held in foreign currencies other than US dollar are converted into equivalent dollar at buying rates of New York closing of the previous day and converted into taka equivalent.

2.7.3 Commitments

Commitments for outstanding forward foreign exchange contractors disclosed in this financial statement 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.

2.7.4 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

Interest on unclassified loans and advances is accounted for as income on accrual basis, interest on classified loans and advances is credited to interest suspense account with actual receipt of interest there from credited to income as and when received as per instruction contained in BRPD 14 dated 23 September 2012, BRPD 19 dated 27 December 2012 and BRPD 16 dated 18 November 2014 of Bangladesh Bank.

b) Interest Income from Investment

Interest 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 as per BAS 18 Revenue.

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 and Other Expenses

In terms of the provision of the Bangladesh Accounting Standard (BAS) -1 "Presentation of Financial Statements", accrual basis is followed for interest 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.

The proposed dividend for the year 2017 has not been recognized as a liability in the balance sheet in accordance with the BAS-10 "Events after the Reporting Period".

Dividend payable to the Bank's shareholders is recognized as a liability and deducted from the shareholder's equity in the period in which the shareholders right to receive payment is established.

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

- (a) Loans and Advances are stated at gross amount and before off setting general provisions against them.
 (b) Interest on Loans and Advances is calculated on a daily product basis but charged and accounted for quarterly on an accrual basis.
 (c) Provision for Loans and Advances 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	Rates	
	Bangladesh Bank's Requirement	Maintained by the Bank
General provisions for unclassified loans and advances:		
All unclassified loans (Other than loans under small and medium enterprise, consumer financing, short term agri. credit and staff loans)	1%	1%
Small and medium enterprise financing	0.25%	0.25%
Consumer financing (Other than housing finance and loans for professionals under consumer financing scheme)	5%	5%
Consumer financing (For Housing Finance & Loans for professionals set up)	2%	2%
Short term agri. Credit	2.50%	2.50%
Special Mention Account	0.25% - 5%	0.25% - 5%

- 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 statement 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 statement 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 Bangladesh Accounting Standard (BAS) – 28. 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 BAS-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 Minority Interest in Subsidiary

Minority 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 minority 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. Minority 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 minority interest is reported on the consolidated income statement as a share of profit belonging to minority 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 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 BAS 37 "Provision, Contingent Liabilities and Contingent Assets".

2.18 Retirement Benefits

As part of compensation package every permanent employee will entitle Provident and Gratuity Fund 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 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 operated by a Board of Trustees are consisting five members of the bank. The gratuity is calculated on the basis of last basic pay. Obligation for Gratuity Fund is determined on the basis of actuary valuation.

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 Off Balance Sheet Items & Provision

Off-balance sheet items have been disclosed under contingent liabilities and other commitments as per Bangladesh Bank guidelines. As per BRPD Circular # 14, dated September 23, 2012 Banks are required to maintain provision @ 1.00% against Off Balance Sheet exposure, (L/C, Guarantee and Bills for Collection).

2.22 Cash Flow Statement

The cash flow statement is presented by using the "Direct Method" for preparing cash flows in compliance with the provisions of the Bangladesh Accounting Standard (BAS) - 7 and format provided by the Bangladesh Bank vide BRPD Circular No. 14 dated 25 June 2003 as applicable for preparation of cash flow statements. 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 accounts.

2.23 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.



2.24 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 depositors.
- h) Provisions and other liabilities are on the basis of their payment/adjustment schedule.

2.25 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 BAS-10.

2.26 Earnings Per Share

The company calculates earnings per share (EPS) in accordance with BAS 33 "Earnings Per Share (EPS)" which has been shown on the face of profit and loss account. Earnings per share (EPS) has been calculated by dividing the net profit after tax by the total number of ordinary shares outstanding at the end of the year. Details are shown in note 38 to the financial statements.

Basic Earnings Per Share

This represents earning for the year attributable to ordinary shareholders. Net profit after tax has been considered as fully attributable to the ordinary shareholders.

Diluted Earnings Per Share

No diluted earnings per share are required to be calculated for the period, as there was no element or scope for dilution during the period under review. However, EPS is restated for the comparative years if it requires as per BAS: 33.

2.27 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.

2.28 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.

2.29 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 fall under the memorandum items. However, bills for collection is shown under contingent liabilities as per Bangladesh Bank's format.



2.30 Credit Rating

As per BRPD Circular no. 6 dated 5th July 2006, the bank has done its credit rating by Credit Rating Information and Services Limited (CRISL) based on the financial statements as at and for the year ended 31 December 2016. The following ratings have been awarded:

Particulars	Periods	Date of Rating	Long Term	Short Term
Entity Rating	January to December 2016	28 th June 2017	A	ST - 3
Entity Rating	January to December 2015	26 th June 2016	A-	ST - 3
Entity Rating	January to December 2014	29 th June 2015	BBB+	ST - 3

2.31 Risk Management

Meghna Bank aims at the delivery of superior shareholder value by achieving the optimum trade-off between risk and return. Our risk management strategy is based on a clear understanding of various risks taken, well-developed risk-assessment and measurement procedures, effective risk-preventing/ minimizing, measures and continuous monitoring of the entire process at the very top level. The policies and procedures established for this purpose are being continuously improved to be in line with international best practices. As per Bangladesh Bank circular, Meghna Bank has formed a Risk Management Committee headed by a Chief Risk Officer in the rank of Additional Managing Director to monitor the risk management procedures in line with risk management guidelines conferring the way out to address the lapses identified by the Risk Management Unit.

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 Management
- 4) Prevention of Money Laundering
- 5) Internal Control & Compliance
- 6) Information 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:

2.31.1 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.

2.31.2 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.

2.31.3 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.

2.31.4 Prevention of Money Laundering

Money laundering risk is defined as the loss of reputation and expenses incurred as penalty for being negligent in prevention of money laundering. For mitigating the risks the bank has a designated CAMLCO at Head office and BAMLCO at branches, who independently review the transactions of the accounts to verify suspicious transactions.

The Bank developed a manual for prevention of money laundering activities in 2013 and introduced KYC program since its inception. Training has been continuously given to all the category of officers and executives for developing awareness and skill for identifying suspicious activities.

2.31.5 Internal Control System

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 Meghan 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.

2.31.6 Information Technology

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.



2.31.7 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.

2.31.8 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.

2.31.9 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.

2.32 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.

2.33 Compliance report on Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS)

Name of BAS	BAS No.	Status
Presentation of Financial Statements	1	Applied
Inventories	2	Applied
Statement of Cash Flows	7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	8	Applied
Events after the Reporting Period	10	Applied
Construction Contracts	11	N/A
Income Taxes	12	Applied
Property, Plant and Equipment	16	Applied
Leases	17	Applied
Revenue	18	Applied
Employee Benefits	19	Applied
Accounting for Government Grants and Disclosure of Government	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	Applied
Borrowing Costs	23	Applied
Related Party Disclosures	24	Applied
Accounting and Reporting by Retirement Benefit Plans	26	Applied
Separate Financial Statements	27	Applied
Investment in Associates & Joint Ventures	28	N/A
Interest in Joint Ventures	31	N/A
Financial Instruments: Presentation	32	Applied
Earnings per share	33	Applied
Interim Financial Reporting	34	Applied
Impairment of Assets	36	Applied
Provisions, Contingent Liabilities and Contingent Assets	37	Applied
Intangible Assets	38	Applied
Financial Instrument: Recognition and Measurement	39	Applied
Investment Property	40	N/A
Agriculture	41	N/A

Name of BFRS	BFRS No.	Status
First-time Adoption of Bangladesh Financial Reporting Standards	1	N/A
Share Based Payment	2	N/A
Business Combinations	3	N/A
Insurance Contracts	4	N/A
Non-current Assets Held for Sale and Discontinued Operations	5	N/A
Exploration for and Evaluation of Mineral Resources	6	N/A
Financial Instruments: Disclosures	7	Applied
Operating Segments	8	Applied
Financial Instruments	9	N/A
Consolidated Financial Statements	10	Applied
Joint Agreements	11	N/A
Disclosure of Interest in other Entities	12	N/A
Fair Value Measurement	13	Applied
Regulatory Deferral Accounts	14	N/A
Revenue from Contracts with Customers	15	N/A

2.34 Regulatory Compliance

The Bank complied with the requirements of the following regulatory and legal authorities:

- The Bank Companies Act, 1991(Amendment 2013)
- The Companies Act, 1994.
- Rules and Regulations issued by Bangladesh Bank.
- The Securities and Exchange Commission Act 1993.
- The Income Tax Ordinance, 1984.
- The VAT Act, 1991.

2.35 Audit Committee of the Board

An Audit Committee (AC) of the Board 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 AC 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.

2.35.1 Composition and Qualifications

The Board of Directors as its 38th Board Meeting held on March 27, 2016 constituted with the following Board Members:

Sl No.	Name of Committee Members	Status with the Bank	Position in the Committee	Educational Qualification	Meeting Attendance
1	Mr. Shakhawat Hossain	Director	Chairman	MBS (Marketing)	5 of 5
2	Mr. Md. Ali Azim Khan	Director	Member	Graduate	4 of 5
3	Ms. Farah Ahsan	Director	Member	M.A	2 of 5
4	Mr. Alok Kumar Das	Director	Member	B.A	3 of 5
5	Ms. Uzma Chowdhury	Director	Member	CPA	4 of 5

2.35.2 Meetings of the Audit Committee

Bangladesh Bank suggested banks to hold at least 4 meetings in a year. The Audit Committee of MGBL held 05 (Five) meetings in 2017 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 AC instructed management to follow those remedial suggestions and monitored accordingly.

Sl No.	Name of Meeting	Date of Meeting
1	14 th Audit Committee Meeting	January 24, 2017
2	15 th Audit Committee Meeting	February 20, 2017
3	16 th Audit Committee Meeting	March 8, 2017
4	17 th Audit Committee Meeting	May 21, 2017
5	18 th Audit Committee Meeting	September 20, 2017

2.35.3 Major areas focused by Audit Committee in 2017

- Reviewed and approved the 'Annual Audit Plan 2017' and 'Risk Based Audit Plan 2017';
- Reviewed Annual Financial Statements of the Bank for the year ended 31 December 2016 as certified by the External Auditors, MABS & J partners, Chartered Accountants, before submission to the Board of Directors for approval;
- Reviewed Half-yearly Financial Statements (Unaudited) of the Bank for the year 2017;
- Reviewed Management Report on the Bank for the year ended 31 December 2016 submitted by the External Auditors, MABS & J Partners, Chartered Accountants, and its subsequent compliance by management thereof;
- Reviewed Bangladesh Bank Comprehensive Inspection Report on MGBL Head Office as on 31 December 2016 and subsequent compliance by the management thereof;
- Reviewed the effectiveness of Internal Control System of the Bank;
- Reviewed the audit ratings and summary of audit findings of all branches, departments and subsidiaries done in 2017;
- Reviewed the list of slow moving account, classified account & reschedule account;
- Reviewed the compliance status and related risk level of branches, divisions and 6 (six) Core Risks of the Bank;
- Reviewed the revised 'Guidelines on Internal Control & Compliance' of the Bank in accordance with BRPD Circular No. 3 dated 8 March 2016 and BRPD Circular No. 6 dated 4 September 2016;
- Reviewed the annual report on financial health of the bank-2016;

2.36 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 below:

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	Newzan Corporation Ltd.		
			5	Jamuna Sugar Mills Ltd.	12.50%	Director
2.	Mr. Md. Yasin Ali Representative of Legacy Fashion Ltd.	Vice Chairman	1	Ali Fashion Ltd.	23.81%	Managing Director
			2	Anowara Apparels Ltd.	22.22%	Managing Director
			3	Anowara Fashions Ltd.	21.83%	Managing Director
			4	Anowara Paper Mills Ltd.	32.50%	Managing Director
			5	ANZ Properties Ltd.	33.33%	Chairman
			6	Bangladesh Fertilizer & Agro Chemicals Ltd.	18.36%	Managing Director
			7	Continental Insurance Co. Ltd.	4.55%	Director
			8	Diamond Cement Ltd.	14.06%	Managing Director
			9	Diamond Pack Ltd.	11.11%	Managing Director
			10	Habib Printers and Publisher Ltd.	33.30%	Managing Director
			11	Habib Share & Securities Ltd.	16.67%	Director
			12	Habib Sons	1:3	Managing Partner
			13	Habib Steels Ltd.	33.33%	Managing Director
			14	HG Aviation Ltd.	8.33%	Chairman
15	Legacy Fashion Ware Ltd.	10.60%	Managing Director			
16	Maam Textile Mills Ltd.	16.67%	Managing Director			
17	MTS Re-Rolling Mills Ltd.	23.33%	Managing Director			
18	Mudys Navigation Ltd.	33.33%	Managing Director			
19	Noor Garments Ltd.	25.00%	Managing Director			

			20	Regent Energy and Power Ltd.	0.02%	Managing Director
			21	Regent Fabrics Ltd.	17.00%	Managing Director
			22	Regent Power Ltd.	13.33%	Managing Director
			23	Regent Spinning Mills Ltd.	3.94%	Managing Director
			24	Regent Textile Mills Ltd.	22.22%	Managing Director
			25	Regent Weaving Ltd.	25.00%	Managing Director
			26	Saims Superior Ltd.	10.00%	Managing Director
			27	Southern Medical College & Hospital	30.00%	Chairman
			28	Union Cement Mills Ltd.	11.11%	Managing Director
			29	Union Fertilizer Complex Ltd.	11.11%	Managing Director
			30	Valiant Fashion Ware Ltd.	16.67%	Managing Director
			31	Valiant Garments Ltd.	16.84%	Managing Director
3.	Mr. Abdul Alim Khan Selim	Director	1	Meghna Bank Ltd.	2.26%	Director
			2	Capital Homes & Development Ltd.	70.00%	Managing Director
			3	Dhaka Impex Co.	100.00%	Proprietor
4.	Ms. Farah Ahsan	Director	1	Meghna Bank Ltd.	4.51%	Director
			2	AG Property Developments Ltd.	20.00%	Director
			3	AG Agro Industries Ltd.	30.00%	Director
			4	AG Hi-Tech Ltd.	10.00%	Director
			5	AG Ceramic Industries Ltd.	30.00%	Managing Director
			6	AG Ltd.	30.00%	Director
			7	AG Green Property Development Ltd.	30.00%	Managing Director
			8	Swadesh Life Insurance Co. Ltd.	8.33%	Director
5.	Mr. Md. Kamal Uddin	Director	1	Meghna Bank Ltd.	9.02%	Director
			2	Diganta Sweaters Ltd.	4.00%	Managing Director
			3	Cosmos Sweaters Ltd.	4.00%	Managing Director
			4	Tricotex Sweaters Ltd.	40.00%	Managing Director
			5	Tricotex Machinery Ltd.	3.00%	Managing Director
			6	Sweaters Zone Ltd.	60.00%	Managing Director
			7	Stoll Bangladesh Ltd.	5.00%	Managing Director
			8	Diganta Packaging & Accessories Ltd.	60.00%	Managing Director
6.	Mr. Tanveer Ahmed Representative of Cassiopea Fashion Ltd.	Director	1	Cassiopea Apparels Ltd.	52.63%	Managing Director
			2	Cassiopea Fashion Ltd.	3.83%	Managing Director
			3	Elegant Washing Plant Ltd.	90.00%	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
7.	Mr. Shakhawat Hossain	Director	1	Meghna Bank Ltd.	4.06%	Director
			2	Paramount Textile Ltd	8.79%	Managing Director
			3	Paramount Insurance Company Ltd.	6.67%	Sponsor Shareholder
			4	Paramount Holdings Ltd.	50.00%	Chairman & Managing Director
			5	Sunrise Chemical Industries Ltd	50.00%	Chairman & Managing Director
			6	Paramount Spinning Ltd	45.25%	Managing Director
			7	Foodex International Ltd	41.67%	Director

			8	Mount International	33.00%	Partner
			9	Foodex International	50.00%	Managing Partner
			10	Paramount Agro	50.00%	Managing Partner
			11	Paramount Agro Ltd.	33.33%	Managing Director
			12	Paramount International	50.00%	Managing Partner
8.	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%	Director
			5	Sunrise Chemical Industries Ltd	50.00%	Director
			6	Paramount Spinning Ltd	45.25%	Director
			7	Foodex International Ltd	41.67%	Managing Director
			8	Paramount International	50.00%	Partner
			9	Mount International	50.00%	Partner
			10	Foodex International	50.00%	Partner
			11	Sarbon International	50.00%	Partner
			12	Paramount Agro	50.00%	Partner
			13	Alonitas Enterprise	50.00%	Partner
			14	Foreign Food Traders	100.00%	Proprietor
			15	Ratul Money Changer	100.00%	Proprietor
			16	S.R. Brother	100.00%	Proprietor
			17	Paramount Agro Ltd.	33.34%	Director
			18	Arihazar Fisheries	100.00%	Proprietor
			19	Emponum Duty Fee Shop	100.00%	Proprietor
9.	Mr. Md. Ali Azim Khan	Director	1	Meghna Bank Ltd.	4.51%	Director
			2	IL Kwang Textiles Co. Ltd.	78.99%	Managing Director
			3	Young-A Textiles Co. Ltd.	79.00%	Managing Director
			4	Tamim International Traders Ltd	28.57%	Managing Director
			5	Silver Packaging Ltd.	50.00%	Managing Director
			6	Trust Trouser Ltd	25.00%	Managing Director
			7	Nipun Pvt. Ltd.	60.00%	Managing Director
			8	Shinest Apparels Ltd.	80.00%	Managing Director
			9	Nasrin Garments	80.00%	Managing Director
			10	Four Brothers Fashion	100.00%	Proprietor
			11	Ashraf Plastic & Label	100.00%	Proprietor
			12	Shinest Washing	100.00%	Proprietor
			13	Shinest Button	100.00%	Proprietor
			14	Shinest Embroidery, Printing & Accessories	100.00%	Proprietor
10.	Alhaj Md. Lokman Hakim	Director	1	Meghna Bank Ltd.	4.51%	Director
			2	Ziri Subader Steel Re-Rolling Mills (Unit, Re-Rolling Mills)	100.00%	Proprietor
			3	Ziri Subader Steel Re-Rolling Mills (Unit, Ship Breaking)	100.00%	Proprietor
			4	Ferdous Steel Corporation.	100.00%	Proprietor
			5	Subader Oxygen	100.00%	Proprietor

11.	Mr. Ashiqur Rahman Lasker	Director	1	Meghna Bank Ltd.	4.51%	Director
			2	Maheen Enterprise Ltd.	60.00%	Managing Director
			3	ARL Ship Breakings Ltd.	20.00%	Director
			4	Mihran Ship Recycling Ind. Ltd.	50.00%	Managing Director
			5	ARL Maritime Services Ltd.	40.00%	Director
			6	M & M Corporation Ltd.	60.00%	Director
			7	ARL Apparels Ltd.	50.00%	Director
			8	ARL Dresses Ltd	30.00%	Director
			9	Agarpur Navigation & Company Ltd.	80.00%	Managing Director
			10	MM Green Ship Recycling Yard Ltd.	40.00%	Managing Director
			12.	Mrs. Rehana Ashequr Rahman	Director	1
2	Buraq International Ltd.	15.00%				Chairman
3	Diesel Motors & Services (BD) Ltd.	16.66%				Director
4	Buraq Express (BD) Ltd.	19.50%				Director
13.	Mr. Md. Mazibur Rahman Khan	Director	1	Meghna Bank Ltd.	4.51%	Director
			2	Olympic Cement Ltd.	89.00%	Managing Director
			3	Olympic Fiber Ltd.	17.00%	Managing Director
			4	Olympic Spinning Ltd.	3.00%	Managing Director
			5	Olympic Properties Ltd.	0.62%	Managing Director
			6	Olympic Agro Ltd.	1.00%	Managing Director
			7	Rahman Traders	100.00%	Proprietor
			8	M. Rahman & Co.	100.00%	Proprietor
			9	Olympic Shipping Lines	100.00%	Proprietor
			10	R. K. Transport	100.00%	Proprietor
			11	Khan Enterprise	5.00%	Partner
14.	Mr. Mohammed Mamun Salam Representative of Salim & Brothers Ltd.	Director	1	Salim & Brothers Ltd.	99.40%	Managing Director
			2	Salam Apparel Ltd.	85.00%	Managing Director
			3	Fashion Craft Ltd.	60.00%	Managing Director
			4	Reliance Apparel Ltd.	50.00%	Managing Director
			5	Reliance Denim Ind. Ltd.	50.00%	Managing Director
			6	Reliance Box Ind. Ltd.	50.00%	Managing Director
			7	Reliance Washing Ind. Ltd.	50.00%	Managing Director
			8	Bengal Synthetic Fibres Ltd.	53.64%	Executive Director
			9	Four Seasons Resorts Ltd.	50.00%	Managing Director
15.	Mr. M. A. Maleque M.P	Director	1	Meghna Bank Ltd.	2.26%	Director
			2	M/s. Joy Omar Construction	100.00%	Proprietor
16.	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
17.	Mr. S.M. Jahangir Alam (Manik)	Director	1	Meghna Bank Ltd.	4.51%	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%	Managing Director

			5	Panama CNG Conversion	100.00%	Proprietor
			6	Sanji Filling & Conversion Center	100.00%	Proprietor
18.	Mr. Md. Saidur Rahman Sarker (Representative of Lusaka Fashion Ltd.)	Director	1	Lusaka Fashion Ltd	8.37%	Managing Director
			2	Tammam Design Ltd	25.00%	Managing Director
19.	Mr. Nazrul Islam	Director	1	Meghna Bank Ltd.	2.26%	Director
			2	Fareast Islami Life Insurance Co. Ltd	2.00%	Chairman
			3	Fareast Islami Securities Ltd. Represented by Fareast Islami Life Insurance Co. Ltd.	99.70%	Chairman
			4	Fareast Islami Properties Ltd.	7.00%	Chairman
			5	Ramisha Cold Storage Ltd.	25.00%	Managing Director
			6	Punot Cold Storage Ltd.	25.00%	Managing Director
			7	Fareast Cold Storage Ltd.	25.00%	Managing Director
			8	Ramisha Enterprise	100.00%	Proprietor
			9	Rimsha Enterprise	100.00%	Proprietor
			10	Ramisha BD Ltd	25.00%	Managing Director
			11	Rimsha BD Ltd.	25.00%	Managing Director
			12	Primeasia University	-	Member Board of Trusty
20.	Ms. Uzma Chowdhury	Director	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
			7	Banga Millers Ltd.	4.00%	Director
			8	Banga Building Materials Ltd.	1.82%	Director
			9	Chorka Textile Ltd.	1.67%	Director
			10	Durable Plastic Ltd.	0.19%	Director
			11	Get Well Ltd.	0.010%	Director
			12	Habiganj Agro Ltd	0.025%	Director
			13	Habiganj Textile Ltd.	0.004%	Director
			14	Mymensingh Agro Ltd.	0.002%	Director
			15	Natore Agro Ltd.	1.56%	Director
			16	Property Development	0.25%	Director
			17	PRAN Foods Ltd.	2.00%	Director
			18	PRAN Agro Ltd.	0.005%	Director
			19	PRAN Exports Ltd.	0.004%	Director
			20	PRAN Beverage Ltd.	0.0029%	Director
			21	Packmat Industries Ltd.	4.00%	Director
			22	Rangpur Foundry Ltd.	0.037%	Shareholder
			23	Rangpur Metal Industries Ltd.	0.006%	Director
			24	Sylvan Agriculture Ltd.	0.20%	Director
			25	Sylvan Technologies Ltd.	0.20%	Director
			26	Sun Basic Chemicals Ltd.	4.17%	Director

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

Credit Facilities

Name of Organisation	Name of Director	Type of security & value of Security	Approved limit	Outstanding as on 31st December 2017	
				Funded	Non-Funded
Ramisha Cold Storage Ltd.	Md. Nazrul Islam	FDR	135,000,000	130,479,558	-
		150,000,000			

2.38 Approval of Financial Statements

These financial statements were reviewed by the audit committee of the Board of the bank in its 19 meeting held on 8th March, 2018 and was subsequently approved by the Board in its 68 meeting held on same date.

2.39 Reporting Period

These financial statements cover the period from 1 January 2017 to 31 December 2017.

2.40 General

- 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.
- The expenses, irrespective of capital or revenue nature, accrued/due not paid have been provided for in the books of the Bank.
- Figures of previous year have been re-arranged whenever necessary to conform to the current year's presentation.



	2017 Taka	2016 Taka
3 Consolidated Cash in hand (Including foreign currencies)		
Meghna Bank Limited (Note-3a)	468,107,189	318,838,067
Meghna Bank Securities Ltd	18,579	2,422
	468,125,769	318,840,489
3a Cash in hand (Including foreign currencies)		
In local currency	462,186,862	317,974,104
In foreign currencies	5,920,327	863,963
	468,107,189	318,838,067
4 Consolidated Balance with Bangladesh Bank and its agent bank(s) (Including foreign currencies)		
Meghna Bank Limited (Note-4a)	3,558,242,609	2,529,875,050
Meghna Bank Securities Ltd	-	-
	3,558,242,609	2,529,875,050
4a Balance with Bangladesh Bank and its agent bank(s) (Including foreign currencies)		
In local currency	3,499,782,879	2,318,188,069
In foreign currencies	58,459,730	211,686,981
	3,558,242,609	2,529,875,050
Balance with Sonali Bank Ltd as agent of Bangladesh Bank		
In local currency	-	-
In foreign currencies	-	-
	3,558,242,609	2,529,875,050
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 upto 2013) and MPD Circular No. 01 dated June 23, 2014 & DOS Circular No.01 dated January 19, 2014 issued by Bangladesh Bank.		
The bank has been maintaining 6.0% CRR on daily basis and 6.5% on bi-weekly basis. 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 2017 is maintained on the basis of weekly ATDTL of October 2017) and maintained with Bangladesh Bank. The bank also maintaining 13% 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 2017 is maintained on the basis of weekly ATDTL of October 2017). Both the reserves maintained by the bank are in excess of the statutory requirements, as shown below:		
4a.2 Cash Reserve Requirement (CRR): 6.5% of Average Total Demand and Time Liabilities		
Required Reserve	2,051,159,060	1,731,913,535
Actual Reserve held with Bangladesh Bank (In local currency)	3,491,827,520	2,318,188,069
CRR Surplus	1,440,668,460	586,274,534
4a.3 Statutory Liquidity Ratio (SLR): 13.00% of Average Total Demand and Time Liabilities		
Required Reserve	4,102,318,120	3,463,827,070
Actual Reserve held	6,119,498,647	7,076,128,099
SLR Surplus	2,017,180,527	3,612,301,030
4a.5 Held for Statutory Liquidity Ratio		
Cash in hand (Note-3a)	468,107,189	318,838,067
Government Securities - Treasury Bills (Note-7a)	99,337,620	-
Government Treasury Bond (HTM & HFT) (Note-7a)	4,111,385,378	6,171,015,499
Excess Reserve of CRR (Note-4a.2)	1,440,668,460	586,274,534
	6,119,498,647	7,076,128,099
5 Consolidated Balance with Other Banks and Financial Institutions In Bangladesh		
Meghna Bank Limited (Note-5a)	2,201,137,004	107,623,871
Meghna Bank Securities Ltd	46,920,590	45,904,225
	2,248,057,594	153,528,096
Less: Inter Company Transaction	23,115,455	18,375,300
	2,224,942,139	135,152,796
Outside Bangladesh		
Meghna Bank Limited (Note-5a)	85,054,989	108,927,744
Meghna Bank Securities Ltd	-	-
	85,054,989	108,927,744
	2,309,997,128	244,080,540

	2017 Taka	2016 Taka
5a Balance with Other Banks and Financial Institutions		
In Bangladesh (Note-5a.1)	2,201,137,004	107,623,871
Outside Bangladesh (Note-5a.2)	85,054,989	108,927,744
	2,286,191,993	216,551,615
5a.1 In Bangladesh		
5a.1a Current Account		
Trust Bank Limited, Gulshan Branch	3,057,871	4,493,207
Trust Bank Limited, Shathibari Branch	1,579,824	739,047
Mercantile Bank Ltd, Banglabazar Branch	210	1,590
AL-Arafah Islami Bank Ltd, Bormi Bazar Branch	1,005,515	7,534,337
Southeast Bank Limited, Bandura Branch	3,500,794	500,984
Eastern Bank Limited, Gulshan Branch	1,384,893	1,186,498
Social Islami Bank Ltd, Sirajgonj Branch	11,002,400	5,050
Bank Asia Limited, Rangpur Branch	1,758,494	269,058
Jamuna Bank Limited, Kalampur Branch	2,774	1,000
Agrani Bank Limited, Munshirhat Branch	7,020	710,000
BRAC Bank Limited, Gulshan Branch	504,026	383,195
Sonali Bank Limited, Local Office	14,120,035	-
Bank Asia Limited, Bogra Branch	4,976	8,991
Sonali Bank Limited, Feni Branch	694,429	33,900
Sonali Bank Limited, Kishoreganj Branch	748,990	-
Sonali Bank Limited, Munshiganj Corporate Branch 2	4,004,100	-
Sonali Bank Limited, Chehelgazi Branch	5,096,100	1,104,750
	48,472,450	16,971,607
5a.1b Special Notice Deposits		
Eastern Bank Limited, Principal Branch	1,548,912	1,464,909
Southeast Bank Limited, Mohakhali Branch	3,250,498	468,549
Premier Bank Limited, Gulshan Circle-2 Branch	6,156,081	6,146,718
Mercantile Bank Ltd, Agrabad Branch	904,089	19,333,047
NCC Bank Limited, Laldighirpar Branch	7,388,844	28,478,233
Sonali Bank Limited, Mithapukur Branch	18,726,131	20,070,809
	37,974,554	75,962,264
5a.1c FDR with Other Banks & Financial Institutions		
FDR with Other Banks (Note-5a.1c.i)	800,000,000	-
FDR with Financial Institutions (Note-5a.1c.ii)	1,314,690,000	14,690,000
	2,114,690,000	14,690,000
5a.1c.i FDR with Other Banks		
NRB Commercial Bank Ltd.	500,000,000	-
The Farmers Bank Limited	300,000,000	-
	800,000,000	-
5a.1c.ii FDR with Financial Institutions		
Phoenix Finance and Investment Ltd	14,690,000	14,690,000
IDLC Finance Limited	750,000,000	-
FAS Finance & Investment Ltd	50,000,000	-
Lanka Bangla Finance Limited	500,000,000	-
	1,314,690,000	14,690,000
	2,201,137,004	107,623,871
5a.2 Outside Bangladesh (NOSTRO Account)		
Current Account		
AB Bank Ltd, Mumbai	7,426,529	45,166,015
AB Bank Limited, OBU-USD	167,279	160,503
Mashreq Bank p.s.c. New York, U.S.A	45,418,796	34,200,465
Habib American Bank, New York, U.S.A	10,932,300	7,225,952
NIB Bank Limited, Karachi, Pakistan	2,255,991	7,476
Mashreq Bank London, UK	5,433,375	929,344
Mashreq Bank London, UK	5,138,909	6,121,577
Kookmin Bank, Seoul Korea	340,972	4,175,635
National Bank of Pakistan, Tokoyo, Japan.	962,164	895,180
Mizuho Bank Ltd, Tokyo, Japan.	1,307,632	416,262
State Bank of India, Sydney, Australia	1,194,299	-
Bank Al Jazira, KSA	4,123,761	3,954,807
Bank of New Zealand	352,981	5,674,527
	85,054,989	108,927,744

2017 Taka	2016 Taka
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Currency wise Distribution:

Foreign Currency	BDT	Composition
USD/ACU	66,541,866	78.23%
AUD	1,194,299	1.40%
GBP	5,433,375	6.39%
EUR	5,138,909	6.04%
JYP	2,269,796	2.67%
SAR	4,123,761	4.85%
NZD	352,981	0.42%
	85,054,989	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 2017 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		Debit entries		Credit entries	
	No.	Amount	No.	Amount	No.	Amount
Up to 3 months	-	39 1,324,824.11	3	8,028.78	35	424,868.69
From 03 months to 06 months	-	-	-	-	1	1,724.47
From 06 months to 09 months	-	-	-	-	-	-
From 09 months to 12 months	-	-	-	-	-	-
More than 12 months	-	-	-	-	-	-
		39 1,324,824.11	3	8,028.78	36	426,593.16

5a.4 Maturity-wise groupings of balance with other Banks and Financial Institutions

On Demand	433,527,439	201,861,615
Not more than 3 months	1,837,974,554	-
More than 3 months but less than 1 year	14,690,000	-
More than 1 year but less than 5 years	-	14,690,000
More than 5 years	-	-
	2,286,191,993	216,551,615

6 Consolidated Money at Call and Short Notice

Meghna Bank Limited (Note-6a)	240,000,000	-
Meghna Bank Securities Ltd	-	-
	240,000,000	-

6a Money at Call and Short Notice

With Bank		
Midland Bank Limited	50,000,000	-
	50,000,000	-

With NBFi

Lanka Bangla Finance Limited	190,000,000	-
	190,000,000	-
	240,000,000	-

7 Consolidated Investment:

Government Securities

Meghna Bank Limited (Note-7a)	4,211,248,398	6,171,477,499
Meghna Bank Securities Ltd	-	-
	4,211,248,398	6,171,477,499

Other Investments

Meghna Bank Limited (Note-7a)	516,336,589	573,466,400
Meghna Bank Securities Ltd	333,467,428	323,093,251
	849,804,017	896,559,651
	5,061,052,415	7,068,037,150

7a Investment:

i) Investment Classified as per Bangladesh Bank Circular:

Held for Trading (HFT)	169,791,282	2,632,220,877
Held to Maturity (HTM)	4,040,931,716	3,538,794,622
Other Investment	516,861,989	573,928,400
	4,727,584,987	6,744,943,899

	2017 Taka	2016 Taka
ii) Investment Classified as per Nature:		
a) Government Securities:		
1) Treasury Bills (HFT)		
91 Days Treasury Bills	99,337,620	-
182 Days Treasury Bills	-	-
364 Days Treasury Bills	-	-
	99,337,620	-
2) Government Bond (HTM & HFT)		
2,5,10,15 & 20 Years Bonds (Note-7a.2)	4,111,385,378	6,171,015,499
Prize Bond in Hand	525,400	462,000
	4,111,910,778	6,171,477,499
Total (1+2)	4,211,248,398	6,171,477,499
b) Other Investment		
1) Trust Bank Limited Subordinate Bond-II	80,000,000	100,000,000
2) City Bank Limited Subordinate Bond	234,750,000	313,000,000
3) Investment in MAXCAP DPA-IDLC (Note - 7a.3)	3,531,447	7,688,648
4) Investment in Shares at cost (Note - 7a.4)	198,055,142	152,777,752
	516,336,589	573,466,400
	4,727,584,987	6,744,943,899
7a.1 Maturity-wise Grouping of Investment in Securities:		
On demand	132,111,989	90,928,400
Not more than 3 months	149,347,844	30,246,330
More than 3 months but less than 1 year	-	-
More than 1 year but less than 5 years	667,683,074	613,664,179
More than 5 years	3,778,442,080	6,010,104,990
	4,727,584,987	6,744,943,899
7a.2 Government Bond		
HTM		
2 Years Bangladesh Government Treasury Bonds	-	-
5 Years Bangladesh Government Treasury Bonds	19,989,659	19,985,103
10 Years Bangladesh Government Treasury Bonds	900,387,228	670,271,322
15 Years Bangladesh Government Treasury Bonds	1,464,705,041	1,135,228,620
20 Years Bangladesh Government Treasury Bonds	1,655,849,788	1,713,309,577
HFT		
2 Years Bangladesh Government Treasury Bonds	50,010,224	81,201,680
5 Years Bangladesh Government Treasury Bonds	20,443,438	59,723,726
10 Years Bangladesh Government Treasury Bonds	-	1,757,180,711
15 Years Bangladesh Government Treasury Bonds	-	524,242,459
20 Years Bangladesh Government Treasury Bonds	-	209,872,300
Total	4,111,385,378	6,171,015,499
7.3 Investment in MAXCAP DPA-IDLC		
Ordinary Share		
Active Fine Chemical Company Limited	-	3,102,607
Bata Shoe Company (Bangladesh) Limited	3,188,702	3,312,535
Fortune Shoes Limited	-	60
Marico Bangladesh Limited	161,372	161,372
Green Delta MF	60	-
Square Pharmaceuticals Limited	125,681	282,336
Yeakin Polymer Limited	-	6
Cash Balance	55,632	829,731
	3,531,447	7,688,648
7a.3 Investment in Shares at cost		
Quoted		
Agricultural Marketing Company Ltd. (Pran)	-	4,357,331
Active Fine Chemical Company Limited	-	2,183,700
Baraka Power Limited	-	69,660
BBS Cables Limited	46,180	-
BSRM Steels Limited	6,926,260	-
C and A Textiles Limited	2,620,440	-
City Bank Limited	1,003,944	3,594,839

Export Import (Exim) Bank of Bangladesh Limited		
Grameenphone Limited		
Heidelberg Cement Bangladesh Limited		
IFAD Autos Limited		
Jamuna Oil Company Limited		
Khulna Power Company Limited		
Lafarge Surma Cement Limited		
LankaBangla Finance Limited		
Meghna Petroleum Ltd.		
Mercantile Bank Limited		
MJL Bangladesh Limited		
Nahee Aluminum Composite Panel Limited		
National Credit and Commerce Bank Limited		
Nurani Dyeing & Sweater Limited		
Olympic Industries Limited		
Oimex Electrode Limited		
Pacific Denims Limited		
RAK Ceramics (Bangladesh) Limited		
Standard Bank Limited		
Shepherd Industries Limited		
Singer BD. Limited		
Square Pharmaceuticals Limited		
Square Textile Limited		
Summit Power Limited		
Titas Gas Transmission & Dist. Co. Limited		
United Commercial Bank Limited		
Unquoted		
Star Ceramics Limited - Preference Share		

2017 Taka	2016 Taka
-	3,724,767
5,744,363	22,955,732
9,291,098	5,475,462
-	95,247
14,073,833	-
-	4,782,043
10,279,614	-
-	1,601,380
3,045,459	-
-	5,726,410
10,558,727	-
114,120	-
-	2,103,078
303,330	-
7,663,426	-
129,620	-
309,720	-
3,034,604	4,618,275
-	3,187,214
226,180	-
2,335,103	-
9,966,382	3,589,575
7,151,302	5,965,530
8,617,212	-
8,553,476	8,747,508
16,060,748	-
70,000,000	70,000,000
198,055,142	152,777,752

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

8 Consolidated Loans and Advances

Meghna Bank Limited (Note-8a)		
Meghna Bank Securities Ltd		

27,264,446,784	20,673,824,713
-	-
27,264,446,784	20,673,824,713

Bills purchased and discounted

Meghna Bank Limited (Note-8a)		
Meghna Bank Securities Ltd		

193,451,108	316,316,178
-	-
193,451,108	316,316,178
27,457,897,892	20,990,140,891

8a Loans and Advances

i) Loans, Cash Credits, Overdraft, etc.

Inside Bangladesh

Cash Credit		
Secured overdraft		
General overdraft		
Import finance		
Export Finance		
Other Demand Loans		
Hire Purchase Finance		
Demand Loan (Forced Loan)		
Consortium/Syndicate Finance		
House Building Loan		
Credit Card A/C		
General Term Loans		
Agricultural and Rural Credit Scheme		
SME Loans and Advances		
Personal/Professionals Loan Scheme		

5,709,372,024	3,763,100,505
2,496,102,679	1,973,905,739
5,470,263,466	4,276,901,032
1,962,741,769	2,002,988,105
9,272,509	9,250,212
2,569,942,426	3,051,185,455
3,602,713	4,488,374
153,393,454	151,022,727
277,789,299	308,914,290
2,375,270,480	978,565,476
105,520,355	28,313,903
5,004,296,640	3,380,119,376
870,316,844	531,021,919
1,182,385	-
255,379,740	214,047,600
27,264,446,784	20,673,824,713
-	-
27,264,446,784	20,673,824,713

Outside Bangladesh

	2017 Taka	2016 Taka
ii) Bills purchased and discounted		
Payable Inside Bangladesh		
Inland bills purchased and discounted	192,150,535	315,776,686
Payable outside Bangladesh		
Foreign bills purchased and discounted	1,300,573	539,492
	193,451,108	316,316,178
	27,457,897,892	20,990,140,891
8a.1 Net Loans and Advances		
Gross performing loans and advances	27,457,897,892	20,990,140,891
Less:		
Non-performing loans and advances (Note-8a.9)	931,179,152	207,675,404
Interest Suspense (Note-13a)	52,415,243	8,064,034
Provision for loans and advances (Note-8a.10)	439,985,812	213,975,000
	1,423,580,207	429,714,438
	26,034,317,685	20,560,426,453
8a.2 Residual Maturity Grouping of Loans and Advances Including Bills Purchased and Discounted		
Re-payable on Demand	-	2,699,667,520
Not more than 3 months	10,990,853,623	4,719,173,601
Over 3 months but not more than 1 year	9,625,248,417	8,789,008,764
Over 1 year but not more than 5 years	4,121,240,605	3,597,244,762
Over 5 years	2,720,555,247	1,185,046,244
	27,457,897,892	20,990,140,891
8a.3 Residual Maturity Grouping of Bills Purchased and Discounted		
Re-payable:-		
Within 1 month	70,995,822	1,616,630
Over 1 month but less than 3 months	97,033,597	65,035,984
Over 3 months but less than 6 months	25,421,690	249,663,564
6 months or more	-	-
	193,451,108	316,316,178
8a.4 Loans and Advances on the Basis of Significant Concentration:		
(a) Advances to allied concern of Directors	-	-
(b) Advances to Chief Executives and Other Senior Officers	134,648,952	120,460,162
(c) Advances to Customer Groups:		
i) Commercial Lending	2,991,665,605	2,414,526,698
ii) Export Financing	128,971,193	198,194,548
ii) House Building Loan	2,302,633,230	930,431,042
iii) Retail Loan	298,888,394	170,035,774
iv) Small and Medium Enterprises	6,586,285,627	4,906,136,659
vi) Special Program Loan	-	-
v) Industrial Loans Details {Note-8a.4 (d)}	9,872,559,779	9,036,173,031
vi) Others Loan	2,786,429,305	1,240,277,237
vii) Other Loans and Advances (SOD)	2,355,815,808	1,973,905,740
	27,323,248,941	20,869,680,729
	27,457,897,892	20,990,140,891
(d) Details of Industrial Loans and Advances		
i) Agricultural industries	989,649,819	786,803,476
ii) Textile industries	193,284,485	136,358,414
iii) Food and allied industries	436,644,964	279,443,698
iv) Pharmaceutical industries	401,321,064	411,809,443
v) Leather, Chemical, Cosmetics etc	-	-
iv) Tobacco industries	-	741,698,692
v) Cement and Ceramic industries	20,031,176	-
vi) Service industries	2,892,104,898	2,245,938,193
vii) Transport and Communication Industries	14,515,819	26,457,299
viii) Other industries including bills purchased and discounted	4,925,007,553	4,407,663,816
	9,872,559,779	9,036,173,031

2017 Taka	2016 Taka
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8a.5 Details of Large Loans and Advances

Advances allowed to individual customer exceeding 10% of Bank's total capital:

Total outstanding amount to customers at end of the year	:	812.60 Crore	660.63 crore
Number of such types of customers	:	18	20
Amount of Classified Advances thereon	:	Nil	Nil
Measures taken for recovery	:	Not applicable	Not applicable

Each of the eighteen customers exceeds the limit of 10% of Bank's total capital in the year 2017. 10% of Bank's total capital stood as at 31 December, 2017 Tk. 54.39 crore.

A schedule of details large loans and advances is given in Annexure-D

8a.6 Sector-wise Classification of Loans and Advances Including Bills Purchased and Discounted:

Public Sector	85,357,084	27,263,087
Co-Operative Sector	-	-
Private Sector	27,372,540,808	20,962,877,804
	27,457,897,892	20,990,140,891

8a.7 Geographical Location-wise Loans and Advances:

Area	As at 31 December 2017		As at 31 December 2016	
	Amount	Composition	Amount	Composition
i) Inside Bangladesh (Note-8a.8)				
a) In Rural Areas	3,605,747,928	13.13%	2,192,980,860	10.45%
b) In Urban Areas	23,852,149,965	86.87%	18,797,160,031	89.55%
Sub-total	27,457,897,892	100.00%	20,990,140,891	100.00%
ii) Outside Bangladesh	-	-	-	-
Total	27,457,897,892	100.00%	20,990,140,891	100.00%

8a.8 Inside Bangladesh

Division	As at 31 December 2017		As at 31 December 2016	
	Amount	Composition	Amount	Composition
Dhaka	20,504,916,414	74.68%	15,243,773,325	72.62%
Chittagong	4,619,753,138	16.82%	4,870,551,229	23.20%
Sylhet	471,309,462	1.72%	104,136,634	0.50%
Rajshahi	732,967,443	2.67%	355,940,549	1.70%
Rangpur	557,528,744	2.03%	321,502,906	1.53%
Khulna	179,133,648	0.65%	35,191,644	0.17%
Barisal	392,289,043	1.43%	59,044,604	0.28%
Total	27,457,897,892	100.00%	20,990,140,891	100.00%

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

Status	As at 31 December 2017		As at 31 December 2016	
	Amount	Composition	Amount	Composition
a) Unclassified				
Unclassified (including staff Loans)	25,587,399,230	93.19%	20,372,735,251	97.06%
Special Mention Account (SMA)	939,319,510	3.42%	409,730,236	1.95%
	26,526,718,740		20,782,465,487	
a) Classified				
Substandard	247,105,190	0.90%	118,294,973	0.56%
Doubtful	272,523,540	0.99%	62,022,540	0.30%
Bad or loss	411,550,422	1.50%	27,357,891	0.13%
	931,179,152		207,675,404	
Total	27,457,897,892	100.00%	20,990,140,891	100.00%

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

			2017 Taka	2016 Taka
Status	Rate	Basis for Provision		
Unclassified (Excluding staff Loans)	1%	15,999,565,972	159,995,660	140,470,170
Staff Loans	0%	-	-	1,799,000
Consumer Financing (Credit Card)	2%	105,520,355	2,110,407	-
Consumer Financing (Other than HF & LP)	5%	186,312,645	9,315,632	8,461,893
Small & Medium Enterprise	0.25%	6,684,977,528	16,712,444	11,796,430
Housing Finance	1%	2,156,927,658	21,569,277	16,437,798
Loan for professionals	2%	34,673,514	693,470	586,673
Share Business	2%	379,844,249	7,596,885	7,325,142
Short Term Agri. Credit	1%	844,247,869	8,442,479	12,983,494
Special Mention Account	Applicable Rate	-	-	-
			226,436,253	199,860,600
Substandard	20%	145,235,763	29,047,153	4,114,226
Doubtful	50%	134,822,446	67,411,223	4,736,896
Bad or loss	100%	117,091,183	117,091,183	4,811,765
			213,549,559	13,662,888
Required provision for Loans and Advances			439,985,812	213,523,488
Total provision maintained {Note-13a.1 (a) & (b)}			445,800,000	213,975,000
Surplus Provision			5,814,188	451,512

The Bank has maintained provision on loans and advances amounting to Tk. 445,800,000 (note - 13a.1(a) & (b)). There exists surplus of Tk. 5,814,188 in loans and advances.

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

		Rate 1%	Rate 1%
Status	Basis for Provision		
Acceptances and Endorsements	548,083,662	5,480,837	5,585,273
Bills	406,688,023	4,066,880	6,476,604
Letters of Guarantee	3,469,691,812	34,696,918	23,217,390
Irrevocable Letters of Credit	1,996,158,472	19,961,585	15,472,735
Required provision for Off Balance Sheet Items	6,420,621,969	64,206,220	50,752,002
Provision maintained {Note-13a.1(c)}		64,300,000	50,800,000
Surplus Provision		93,780	47,998

8a.12 Particulars of Loans and Advances:

(i) Loans considered good in respect of which the banking company is fully secured.	22,334,123,323	16,209,531,818
(ii) Loans considered good for which the banking company holds no other security than the debtor's personal guarantee.	3,278,988,578	3,533,680,489
(iii) Loans considered good and secured by personal undertaking of one or more parties in addition to the personal guarantee of the debtors.	1,844,785,991	1,246,928,584
(iv) Loans adversely classified; provision not maintained there against.	-	-
	27,457,897,892	20,990,140,891
(v) Loans due by directors or officers of the banking company or any of them either separately or jointly with any other persons.	134,648,952	120,460,162
(vi) Loans 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.	130,479,558	-
(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.	8,858,223	7,990,343
(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.	130,479,558	-

	2017 Taka	2016 Taka
(ix) Due from Banking Companies	-	-
(x) Classified loans and advances	931,179,152	207,675,404
a) Amount of classified loans and advances on which interest has not been charged	411,550,422	6,529,681
b) Provision on classified loans and advances	217,800,000	13,676,000
c) Provision kept against loans classified as bad loss	117,091,183	4,811,765
d) Interest credited to Interest suspense Account	53,627,242	8,064,034
(xi) Cumulative amount of written off Loans & Advances	-	-
9 Consolidated Fixed Assets including Premises, Furniture & Fixtures		
Cost:		
Meghna Bank Limited (Note-9a)	529,768,773	466,232,163
Meghna Bank Securities Ltd	6,105,368	4,940,304
	535,874,141	471,172,467
Accumulated Depreciation:		
Meghna Bank Limited (Note-9a)	246,612,720	169,920,967
Meghna Bank Securities Ltd	1,750,428	611,537
	248,363,148	170,532,504
Carrying value	287,510,993	300,639,963
9a Fixed Assets including Premises, Furniture & Fixtures		
A. Cost:		
Opening balance	466,232,163	357,877,843
Add: Addition during the year	64,641,720	108,704,320
Less: Disposal during the year	1,105,110	350,000
Closing balance at cost	529,768,773	466,232,163
B. Depreciation:		
Opening balance	169,920,967	98,591,533
Add: Addition during the year	77,396,485	71,653,150
Less: Adjustment / disposal during the year	704,732	323,716
Accumulated Depreciation	246,612,720	169,920,967
Carrying value	283,156,053	296,311,196
A schedule of fixed assets is given in Annexure-B		
10 Consolidated Other Assets		
Meghna Bank Limited (Note-10a)	755,805,042	744,466,027
Meghna Bank Securities Ltd	14,713,105	10,391,643
	770,518,147	754,857,670
Less: Inter Company Transaction	353,123,289	371,645,192
	417,394,858	383,212,478
10a Other Assets		
Stock of Stationery, Stamps and Printing Materials etc. (valued at cost)	3,687,488	3,263,051
Advance Rent	229,074,956	224,479,606
Suspense Account (Note-10a.1)	42,031,263	5,544,853
Interest receivable (Note-10a.2)	93,809,569	121,084,415
Security Deposit	105,265	96,925
Advance against proposed Branch	9,217,023	6,159,773
Cash Remittance	3,500,000	5,500,000
Interest on Sanchaypatra	19,698,940	3,976,438
NCCB Securities & Financial Services Ltd	1,468	1,468
Receivable from MGBL Securities	-	1,233,263
Meghna Bank Securities Ltd	3,123,389	20,412,029
Prepaid Expenses	846,153	2,401,134
Investment in Subsidiary (Note-10a.3)	349,999,900	349,999,900
BEFTN Adjustment Account	191,325	108,508
S/D RFA SEBL - Western Union	279,691	204,664
Trans-Fast-Remittance Payment Account	8,000	-
Interest on Investment Bond- Customer	29,611	-
Chargeback Account for VISA Cards	1,000	-
MFS Funding Account	200,000	-
	755,805,042	744,466,027

10a.1 Suspense Account:

Sundry Debtors
Advance against TA/DA
Advance Against Salary
Advance against Petty Cash
Advance Against Suits/ Cases for NPL A/C
Encashment of Sanchaypatra
Premature Encashment of Sanchaypatra

2017 Taka	2016 Taka
6,384,518	3,020,738
55,000	54,000
50,000	-
25,000	25,000
27,525	-
27,000,000	-
8,489,220	2,445,115
42,031,263	5,544,853

The detail breakup of unadjusted suspense accounts are given below:

Sl	Breakup	Amount in Taka				
		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	1,297,518	140,000	500,000	4,447,000	-
2	Advance against TA/DA	55,000	-	-	-	-
3	Advance against Petty Cash	25,000	-	-	-	-
4	Advance Against Suits/ Cases for NPL A/C	27,525	-	-	-	-
5	Encashment of Sanchaypatra	35,489,220	-	-	-	-
6	Cash Remittance	-	-	-	-	-
7	Legal expenses	-	-	-	-	-
8	Others	50,000	-	-	-	-
	Grand Total	36,944,263	140,000	500,000	4,447,000	-

10a.2 Interest Receivable:

Receivable from Other Banks and NBFIs
Accrued Income on SND
Accrued Income on Call Loan
Accrued Income on Loans and Advance
Accrued Income on Bonds & Commercial Paper

21,590,467	6,673,341
111,173	237,000
117,222	-
-	-
71,990,707	114,174,074
93,809,569	121,084,415

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 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 Sanchaypatra
NCCB Securities & Financial Services Ltd
Receivable from MGBL Securities
Meghna Bank Securities Ltd
Prepaid Expenses
BEFTN Adjustment Account
S/D RFA SEBL - Western Union
Trans-Fast-Remittance Payment Account
Interest on Investment Bond- Customer
Chargeback Account for VISA Cards
MFS Funding Account

3,687,488	3,263,051
229,074,956	224,479,606
42,031,263	5,544,853
93,809,569	121,084,415
105,265	96,925
9,217,023	6,159,773
3,500,000	5,500,000
19,698,940	3,976,438
1,468	1,468
-	1,233,263
3,123,389	20,412,029
846,153	2,401,134
191,325	108,508
279,691	204,664
8,000	-
29,611	-
1,000	-
200,000	-
405,805,142	394,466,127

11 Consolidated Borrowings from other Banks & Financial Institutions and Agents

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

906,590,476	208,317,699
-	-
906,590,476	208,317,699

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Chartered Accountants

	2017 Taka	2016 Taka
11a Borrowings from other Banks & Financial Institutions and Agents		
In Bangladesh (Note-11a.1)	906,590,476	208,317,699
Outside Bangladesh	-	-
	906,590,476	208,317,699
11a.1 In Bangladesh		
Sonali Bank Limited	450,000,000	
Janata Bank Limited	450,000,000	
National Credit & Commerce Bank Limited	-	200,000,000
Refinance against SME Loan from Bangladesh Bank	6,590,476	8,317,699
	906,590,476	208,317,699
11a.2 Security against Borrowings from other Banks & Financial Institutions and Agents		
Secured	-	-
Unsecured	906,590,476	208,317,699
	906,590,476	208,317,699
11a.3 Maturity grouping of Borrowings from other Banks & Financial Institutions and Agents		
Payable on demand	-	-
Up to 1 Month	900,000,000	200,000,000
Over 1 Month but within 3 Months	-	-
Over 3 Months but within 1 Year	6,590,476	8,317,699
Over 1 Year but within 5 Years	-	-
Over 5 Years	-	-
	906,590,476	208,317,699
12 Consolidated Deposits and Other Accounts		
Current Deposit & Other Accounts:		
Meghna Bank Limited (Note-12a)	3,604,630,443	1,653,086,537
Meghna Bank Securities Ltd	-	-
	3,604,630,443	1,653,086,537
Less: Inter Company Transaction	-	789,562
	3,604,630,443	1,652,296,975
Bills Payable:		
Meghna Bank Limited (Note-12a)	606,763,598	356,089,857
Meghna Bank Securities Ltd	-	-
	606,763,598	356,089,857
Savings Bank Deposits:		
Meghna Bank Limited (Note-12a)	1,184,311,513	782,682,079
Meghna Bank Securities Ltd	-	-
	1,184,311,513	782,682,079
Fixed Deposits:		
Meghna Bank Limited (Note-12a)	26,891,364,651	22,716,901,289
Meghna Bank Securities Ltd	-	-
	26,891,364,651	22,716,901,289
Less: Inter Company Transaction	23,115,454	17,585,738
	26,868,249,197	22,699,315,551
	32,263,954,751	25,490,384,462
12a Deposits and Other Accounts		
1) Deposits from banks	2,156,225,301	7,093,658
2) Deposits from customers	30,130,844,904	25,501,666,105
	32,287,070,205	25,508,759,763
1) Deposits from banks		
i) Current Deposit & Other Accounts		
Current Deposit	-	-
Foreign Currency Deposits	-	-
Sundry Deposits [Note Y]	1,013,029	1,850,718
	1,013,029	1,850,718
ii) Bills Payable:		
Payable inside Bangladesh	-	-
Payable outside Bangladesh	-	-
	-	-

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Chartered Accountants

	2017 Taka	2016 Taka
iii) Savings Bank Deposits:		
Savings Deposits	-	-
iv) Fixed Deposits:		
Fixed Deposits	2,150,000,000	-
Short Notice Deposits	5,212,272	5,242,940
Scheme Deposit [Note-X]	-	-
	2,155,212,272	5,242,940
	2,156,225,301	7,093,658
2) Deposits from customer		
i) Current Deposit & Other Accounts:		
Current Deposit	2,672,008,271	1,051,600,480
Foreign Currency Deposits	33,055,148	20,460,104
Sundry Deposits [Note Y]	898,553,995	579,175,236
	3,603,617,414	1,651,235,820
ii) Bills Payable:		
Payable inside Bangladesh		
Payment Order Issued	606,470,840	355,808,958
	606,470,840	355,808,958
Payable outside Bangladesh	292,758	280,899
	606,763,598	356,089,857
iii) Savings Bank Deposits:		
Savings Deposits	1,184,311,513	782,682,079
	1,184,311,513	782,682,079
iv) Fixed Deposits:		
Fixed Deposits	19,040,723,930	17,215,872,294
Short Notice Deposits	754,547,020	1,730,782,225
Scheme Deposit [Note-X]	4,940,881,429	3,765,003,830
	24,736,152,379	22,711,658,349
	30,130,844,904	25,501,666,105
X Scheme Deposits:		
Deposit Pension Scheme	1,094,591,843	524,165,861
Meghna Child Education Plan	29,177,715	13,667,913
Monthly Income Scheme Deposit	2,402,570,950	2,034,976,465
Meghna Multiplier Scheme	1,414,540,921	1,192,193,591
	4,940,881,429	3,765,003,830
12a.1 Deposits and Other Accounts:		
Current Deposit & Other Accounts:		
a) Deposits from banks	1,013,029	1,850,718
b) Deposits from customers	3,603,617,414	1,651,235,820
	3,604,630,443	1,653,086,538
Bills Payable		
a) Deposits from banks	-	-
b) Deposits from customers	606,763,598	356,089,857
	606,763,598	356,089,857
Savings Bank Deposits:		
a) Deposits from banks	-	-
b) Deposits from customers	1,184,311,513	782,682,079
	1,184,311,513	782,682,079
Fixed Deposits:		
a) Deposits from banks	2,155,212,272	5,242,940
b) Deposits from customers	24,736,152,379	22,711,658,349
	26,891,364,651	22,716,901,289
Y. Sundry Deposits		
Margin on letter of guarantee	211,073,885	152,078,792
Margin on letter of credit	298,349,862	179,347,687
VAT/Tax/Excise duty payable to Government Authority	84,838,999	54,986,720
Others	305,304,278	192,762,037
	899,567,024	579,175,236

12a.2 Maturity wise classification of Deposits are as under with a residual maturity of:

	2017 Taka	2016 Taka
Repayable on demand	452,852,500	433,158,027
Within 1 month	2,218,080,917	3,372,556,545
Over 1 month but not more than 6 months	13,093,247,550	7,529,730,895
Over 6 months but not more than 1 year	7,543,503,696	5,797,835,777
Over 1 year but not more than 5 years	3,419,035,496	3,138,109,183
Over 5 years	5,560,350,046	5,237,369,336
	32,287,070,205	25,508,759,763

13 Consolidated Other Liabilities
Meghna Bank Limited (Note-13a)
Meghna Bank Securities Ltd

	1,409,982,437	890,132,324
	46,316,041	31,672,795
	1,456,298,479	921,805,119
Less: Inter Company Transaction	3,123,389	21,645,292
	1,453,175,090	900,159,827

13a Other Liabilities

Interest Payable on Deposits & Borrowings	425,383,621	319,184,627
Provision for Loans and Advances {Note-13a.1 (a) & (b)}	445,800,000	213,975,000
Provision for Off-Balance Sheet items {Note-13a.1 (c)}	64,300,000	50,800,000
Provision for other Assets {Note-13a.1 (d)}	20,500,000	-
Provision for Investment in Securities {Note-13a.1 (e)}	7,060,000	2,060,000
Non-Resident Accounts	4,460,825	5,027,621
Interest Suspense A/C {Note-13a.1 (f)}	53,627,242	8,064,034
Settlement with NPSB	50,445	50,445
Provision for Taxation (Note-13a.2)	264,454,147	196,648,029
Deferred Tax Liability (Note-14a)	-	3,091,672
BEFT Settlement Account	4,380,073	6,391,303
Agent Monitoring & Collection Account	100,500	-
Provision for Gratuity	30,000,000	10,000,000
MGBL General Account	51,777	-
Payable on Sale of Lottery Ticket	50,580	-
MGBL MFS Payable Accounts	1,345,900	-
Adjusting Account Credit	88,417,328	74,839,592
	1,409,982,437	890,132,324

13a.1 Provision for Loans and Advances:

(a) Provision on Classified Loans and Advances:

Provision held at the beginning of the year	13,676,000	-
Less: Fully provided debt written off	-	-
Add: Recoveries of amounts previously written off	-	-
Add: Specific Provision for the year	204,124,000	12,500,000
Less: Recoveries and provisions no longer required	-	-
Add: Provision transferred from Provision for Investment in Securities	-	1,176,000
Provision held at the end of the year	217,800,000	13,676,000

(b) General Provision on Unclassified Loans and Advances

Provision held at the beginning of the year	200,299,000	144,200,000
Provision transferred to provision on Classified Loans and Advances	-	-
Provision transferred from Provision for Investment in Securities	-	1,799,000
Addition during the year	27,701,000	54,300,000
Balance at the end of the year	228,000,000	200,299,000
Total Provision for Loans and Advances (a+b)	445,800,000	213,975,000

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

Provision held at the beginning of the year	50,800,000	42,100,000
Provision transferred from provision on Unclassified Loans and Advances	-	-
Addition during the year	13,500,000	8,700,000
Balance at the end of the year	64,300,000	50,800,000
Total Provision for Loans and Advances & Off-Balance Sheet (a+b+c)	510,100,000	264,775,000

	2017 Taka	2016 Taka
(d) Provision for other Assets:		
Provision held at the beginning of the year	-	-
Addition during the year	20,500,000	-
Balance at the end of the year	20,500,000	-
(e) Provision for Investment in Securities:		
Provision held at the beginning of the year	2,060,000	5,035,000
Provision transferred to provision on Unclassified Loans and Advances	-	1,799,000
Provision transferred to provision on Classified Loans and Advances	-	1,176,000
Addition during the year	5,000,000	-
Balance at the end of the year	7,060,000	2,060,000
(f) Interest Suspense Account:		
Balance at the beginning of the year	8,064,034	-
Amount transferred to interest suspense account during the year	45,563,208	8,064,034
Amount recovered from interest suspense account during the year	-	-
Amount written off/ waived during the year	-	-
Balance at the end of the year	53,627,242	8,064,034
13.2 Consolidated Provision for Taxation		
<u>Provision for Current tax</u>		
Meghna Bank Limited (Note-13a.2)	429,381,353	342,896,490
Meghna Bank Securities Ltd	12,556,669	5,280,626
	441,938,022	348,177,116
<u>Advance tax</u>		
Meghna Bank Limited (Note-13a.2)	164,927,206	146,248,460
Meghna Bank Securities Ltd	10,622,449	4,626,702
	175,549,655	150,875,162
Balance at the end of the year	266,388,367	197,301,954
13a.2 Provision for Taxation		
<u>Provision for Current tax</u>		
Balance at the beginning of the year	342,896,490	165,209,805
Less : Settlement of Income tax for the Income year 2013	1,000,000	145,631,549
Less : Settlement of Income tax for the Income year 2016	240,606,809	-
Add: Transferred from Deferred Tax Liability	3,091,672	8,318,233
Add: Provision made during the year	325,000,000	315,000,000
	429,381,353	342,896,490
<u>Advance tax</u>		
Balance at the beginning of the year	146,248,460	163,529,677
Add: Paid during the year	259,285,555	128,350,333
Less : Settlement of Income tax for the Income year 2016	240,606,809	145,631,549
	164,927,206	146,248,460
Balance at the end of the year	264,454,147	196,648,029
13a.3 Provision against entries of NOSTRO Account		
No provision is required as per Circular Letter No. FEPP(FEMO)/01/2005-677 dated 13 September 2005 for unreconciled NOSTRO debit entries as there is no outstanding entry over 3 months (note: 5.3).		
14 Consolidated Deferred Tax Liability		
Meghna Bank Limited (Note-14a)	-	3,091,672
Meghna Bank Securities Ltd	-	-
	-	3,091,672
14a Deferred Tax Liability		
Balance at the beginning of the year	3,091,672	11,409,906
Add: Provision made during the year	-	-
Less: Transfer to Current Tax Liability	3,091,672	8,318,233
Balance at the end of the year	-	3,091,672

15a Capital

15a.1 Authorized Capital:

200,00,00,000 ordinary shares of Tk. 10 each

15a.2 Issued, Subscribed and Paid up Capital:

The Paid-up Capital of the Bank is Tk. 4,433,000,000 divided into 443,300,000 Ordinary Shares of Tk 10 each

Issued for cash: shares of Tk. 10 each

Issued other than cash: bonus shares of Tk 10 each

	2017 Taka	2016 Taka
	<u>20,000,000,000</u>	<u>20,000,000,000</u>
	<u>4,433,000,000</u>	<u>4,433,000,000</u>
	4,433,000,000	4,433,000,000
	-	-
	<u>4,433,000,000</u>	<u>4,433,000,000</u>
	4,433,000,000	4,433,000,000
	<u>4,433,000,000</u>	<u>4,433,000,000</u>

Holding

Sponsor Shareholders Group-A

In year 2017: 100%

15.3 Consolidated Capital Adequacy:

Position of capital adequacy are given below:-

a) Core Capital (Tier-I):

i) Paid-up Capital (Note-15a.2)

ii) Statutory Reserve (Note-16)

iii) Retained Earnings (Note-18)

iv) Non-Controlling Interest (Note-19)

v) Adjustment of Goodwill and all other Intangible Assets

	4,433,000,000	4,433,000,000
	458,627,974	309,419,625
	277,198,268	447,553,788
	101	101
	(19,154,902)	-
	<u>5,149,671,441</u>	<u>5,189,973,514</u>

b) Supplementary Capital (Tier-II):

i) General Provision {Note 13a.1(b+c)}

ii) Revaluation of Securities

	292,300,000	251,099,000
	238,166	357,248
	<u>292,538,166</u>	<u>251,456,248</u>

c) Total Equity (a + b)

d) Total Risk Weighted Assets (Note-15.4)

e) Required Capital

f) Total Capital Surplus (c-e)

	<u>5,442,209,607</u>	<u>5,441,429,763</u>
	<u>27,873,135,120</u>	<u>23,104,849,274</u>
	<u>4,000,000,000</u>	<u>4,000,000,000</u>
	<u>1,442,209,607</u>	<u>1,441,429,763</u>

Capital Adequacy Ratio:

Particulars	2017 (Under Basel III)		2016 (Under Basel III)	
	Requirement	Capital Maintained	Requirement	Capital Maintained
Core Capital	6.00%	18.48%	5.50%	22.46%
Supplementary Capital		1.05%		1.09%
Total	11.25%	19.52%	10.625%	23.55%

15.4 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)

	21,596,558,899	18,897,787,768
	3,707,265,841	2,673,374,772
	728,902,766	399,286,445
	1,840,407,614	1,134,400,290
	<u>27,873,135,120</u>	<u>23,104,849,274</u>

15a.5 Capital Adequacy:

Position of capital adequacy are given below:-

a) Core Capital (Tier-I):

i) Paid-up Capital

ii) Statutory Reserve (Note-16)

iii) Retained Earnings (Note-18a)

iv) Adjustment of Goodwill and all other Intangible Assets

	4,433,000,000	4,433,000,000
	458,627,974	309,419,625
	274,039,669	445,506,275
	(18,985,369)	-
	<u>5,146,682,273</u>	<u>5,187,925,900</u>

b) Supplementary Capital (Tier-II):

i) General Provision {Note 13a.1(b+c)}

ii) Revaluation of Securities

	292,300,000	251,099,000
	238,166	357,248
	<u>292,538,166</u>	<u>251,456,248</u>

c) Total Equity (a + b)

d) Total Risk Weighted Assets (Note-15a.6)

e) Required Capital

f) Total Capital Surplus (c-e)

	<u>5,439,220,439</u>	<u>5,439,382,149</u>
	<u>27,824,425,952</u>	<u>23,100,871,935</u>
	<u>4,000,000,000</u>	<u>4,000,000,000</u>
	<u>1,439,220,439</u>	<u>1,439,382,149</u>

	2017 Taka		2016 Taka	
Capital Adequacy Ratio:				
Particulars	2017 (Under Basel III)		2016 (Under Basel III)	
	Requirement	Capital	Requirement	Capital Maintained
Core Capital	6.00%	18.50%	5.50%	22.46%
Supplementary Capital		1.05%		1.09%
Total	11.25%	19.55%	10.625%	23.55%
15a.6 Risk Weighted Assets (RWA) for				
1. Credit Risk				
On-Balance Sheet		21,596,558,899		18,897,787,768
Off-Balance Sheet		3,707,265,841		2,673,374,772
2. Market Risk				
		697,037,755		391,195,069
3. Operational Risk				
		1,823,563,457		1,138,514,326
Total Risk Weighted Assets (1+2+3)		27,824,425,952		23,100,871,935
16 Statutory Reserve				
Opening balance		309,419,626		131,451,223
Add: Addition during the year (20% of Pre-tax profit)		149,208,348		177,968,403
		458,627,974		309,419,626
17 Other Reserve (Revaluation of HFT & HTM Securities)				
HTM Securities (Note 17.1)				
		208,828		79,204
HFT Securities (Note 17.2)				
		7,466,176		45,911,854
		7,675,004		45,991,058
17.1 HTM Securities				
Opening balance		79,204		11,602
Add: Gain from revaluation on investment		129,624		135,204
Less: Adjustment for sale/maturity of securities		-		67,602
		208,828		79,204
17.2 HFT Securities				
Opening balance		45,911,854		148,256,752
Add: Gain from revaluation on investment		92,161,718		247,808,140
Less: Adjustment for sale/maturity of securities		130,607,396		350,153,037
		7,466,176		45,911,854
18 Consolidated Retained Earnings				
Meghna Bank Ltd (Note-18a)				
		274,039,669		445,506,275
Meghna Bank Securities Ltd				
		3,158,601		2,047,514
		277,198,269		447,553,789
Less: Non-controlling Interest		1		1
		277,198,268		447,553,788
18.1 Consolidated Current year retained Earnings				
Current Year				
Meghna Bank Ltd (Note-18a)				
		271,833,393		396,873,611
Meghna Bank Securities Ltd				
		18,611,087		9,958,900
		290,444,480		406,832,511
Less: Non-Controlling Interest		5		3
		290,444,475		406,832,508
18a Retained Earnings of the Bank				
Opening balance		445,506,275		314,612,664
Less: Cash Dividend Paid		(443,300,000)		(265,980,000)
Add: Transfer from Profit & Loss Account		271,833,393		396,873,611
		274,039,669		445,506,275
Consolidated Retained Earnings brought forward from previous year				
Balance of 01 January		447,553,788		317,201,277
Cash dividend paid		(443,300,000)		(265,980,000)
		4,253,788		51,221,277
Retained Earnings brought forward from previous year				
Balance of 01 January		445,506,275		314,612,664
Cash dividend paid		(443,300,000)		(265,980,000)
Balance at 31 December		2,206,275		48,632,664

MABS & J Partners

Chartered Accountants

	2017 Taka	2016 Taka
19 Non-Controlling Interest		
Share Capital	100	100
Retained Earnings	1	1
	101	101
20 Acceptance and Endorsements		
Accepted Bills (Foreign)	441,261,709	237,867,594
Accepted Bills (Inland)	98,616,071	296,208,620
Endorsements (Shipping Guarantee)	8,205,882	24,451,070
	548,083,662	558,527,283
Less: Margin	-	-
	548,083,662	558,527,283
21 Letters of Guarantees		
Letters of Guarantee	3,469,691,812	2,321,738,999
Less: Margin {Note-12.a(i) Y}	211,073,885	152,078,792
	3,258,617,927	2,169,660,206
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	2,246,977,137	1,615,007,890
Banks and other financial institutions	22,126,931	22,532,689
Others	1,200,587,744	684,198,419
	3,469,691,812	2,321,738,999
Less: Margin {Note-12.a(i) Y}	211,073,885	152,078,792
	3,258,617,927	2,169,660,206
22 Irrevocable Letters of Credit		
Letters of credit	1,996,158,472	1,547,273,561
Less: Margin {Note-12.a(i) Y}	298,349,862	179,347,687
	1,697,808,610	1,367,925,874
23 Consolidated Income Statement		
Income:		
Interest, discount and similar income (Note-24 & 26)	3,280,338,910	2,827,480,885
Dividend income (Note-26)	23,062,781	12,453,038
Fees, Commission and Brokerage (Note-27)	141,887,522	95,272,016
Gains less losses arising from dealing securities	22,000,553	5,033,339
Gains less losses arising from investment securities	357,767,300	384,519,262
Gains less losses arising from dealing in foreign currencies (Note-27)	76,445,734	57,606,295
Income from non-banking assets	-	-
Other operating income (Note-28)	71,776,075	49,310,945
Profit less losses on interest rate changes	-	-
Nominal value of bonus share received	-	-
	3,973,278,874	3,431,675,780
Expenses:		
Interest paid on Deposits, borrowings etc. (Note-25)	1,835,539,423	1,566,357,416
Losses on Loans and Advances	-	-
Administrative expenses	717,203,674	544,214,885
Other operating expenses	299,059,797	269,210,620
Depreciation on banking assets	78,548,151	72,291,946
	2,930,351,046	2,452,074,867
Income over expenditure	1,042,927,829	979,600,914
23a Income Statement of the Bank		
Income:		
Interest, discount and similar income (Note-24a & 26a)	3,266,542,748	2,817,974,730
Dividend income (Note-26a)	23,062,781	12,453,038
Fees, Commission and Brokerage (Note-27a)	112,030,568	81,859,894
Gains less losses arising from dealing securities	22,000,553	5,033,339
Gains less losses arising from investment securities	357,767,300	384,519,262
Gains less losses arising from dealing in foreign currencies (Note-27a)	76,445,734	57,606,295
Income from non-banking assets	-	-
Other operating income (Note-28a)	75,197,546	48,591,481
Profit less losses on interest rate changes	-	-
Nominal value of bonus share received	-	-
	3,933,047,230	3,408,038,039

	2017 Taka	2016 Taka
Expenses:		
Interest paid on Deposits, borrowings etc. (Note-25a)	1,837,951,471	1,568,177,902
Losses on Loans and Advances	-	-
Administrative expenses	706,804,392	536,230,274
Other operating expenses	294,028,140	266,614,836
Depreciation on banking assets (Annexure-B)	77,396,485	71,673,013
	2,916,180,488	2,442,696,025
Income over expenditure	1,016,866,742	965,342,014
24 Consolidated Interest Income:		
Meghna Bank Ltd (Note-24a)	2,836,526,358	2,335,895,723
Meghna Bank Securities Ltd	5,937,734	3,531,704
	2,842,464,092	2,339,427,426
Less: Inter Company Transaction	2,412,047	1,820,486
	2,840,052,045	2,337,606,940
24a Interest Income:		
Interest on Loans and Advances: (Note-24a.1)	2,702,450,330	2,170,611,837
Interest on balance with other Banks & Financial Institutions	134,076,028	165,283,885
	2,836,526,358	2,335,895,723
24a.1 Interest on Loans and Advances:		
Interest Income on Cash Credit	565,075,874	388,536,283
Interest Income on Secured Over Draft	122,749,231	142,054,541
Interest Income on General Over Draft Loan	582,305,012	515,743,864
Interest Income on Inland Bill Purchased/Discount	23,268,934	30,225,163
Interest Income on Import Finance	238,961,125	262,323,417
Interest Income on Export Finance	8,072,286	2,643,057
Interest Income on Demand Loan (General)	308,647,384	229,334,529
Interest Income on Demand Loan (Forced Loan)	15,198,746	10,635,862
Interest Income on Consortium/Syndicate Finance	29,507,801	48,025,071
Interest Income on Hire Purchase Finance	541,889	556,274
Interest Income on House Building Loan	206,182,556	94,248,904
Interest Income on General Term Loan	491,504,227	373,128,466
Interest Income on SME Loan & Advance	275,783	144,760
Interest Income on Personal Loan Scheme	26,596,732	21,927,728
Interest Income on Meghna Bank Student Loan	-	1,742
Interest Income on Credit Card	10,964,137	1,421,049
Interest Income on Agricultural and Rural Loan	72,598,612	49,661,126
	2,702,450,330	2,170,611,837
25 Consolidated Interest Paid on Deposits, Borrowing, etc:		
Meghna Bank Ltd (Note-25a)	1,837,951,471	1,568,177,902
Meghna Bank Securities Ltd	-	-
	1,837,951,471	1,568,177,902
Less: Inter Company Transaction	2,412,048	1,820,486
	1,835,539,423	1,566,357,416
25a Interest Paid on Deposits, Borrowing, etc:		
a) Interest on Deposits		
Interest Paid on Savings Deposits	34,974,339	19,086,751
Interest Paid on Short Notice Deposits	51,599,307	117,178,296
Interest Paid on Fixed Deposit Receipts	1,280,266,758	1,046,938,841
Interest Paid on Deposit Pension Scheme	78,275,732	36,716,904
Interest Paid on Meghna Millionaire Scheme	25	-
Interest Paid on Meghna Child Education Plan	2,255,113	1,119,744
Interest Paid on Monthly Income Scheme	226,674,804	182,487,646
Interest Paid on Meghna Multiplier Scheme	144,697,795	127,770,344
	1,818,743,872	1,531,298,528
b) Interest Paid on Borrowings	19,207,599	36,879,374
	1,837,951,471	1,568,177,902
26 Consolidated Investment Income:		
Meghna Bank Ltd (Note-26a)	832,847,023	884,084,646
Meghna Bank Securities Ltd	10,270,475	7,794,938
	843,117,498	891,879,584

	2017 Taka	2016 Taka
26a Investment Income:		
Interest Income from Treasury Bills	184,466	21,484,270
Interest Income from Treasury Bonds	374,003,007	400,328,995
Interest Income from Bangladesh Bank Bills	-	967,600
Gain on Sale of Treasury Bonds	357,767,300	384,519,262
Income from Investment in Commercial Paper	48,909,125	58,710,434
Dividend Income from Investment in Preference Share	6,919,792	587,708
Dividend Income	23,062,781	12,453,038
Gain on Sale of Shares	22,000,553	5,033,339
	832,847,023	884,084,646
27 Consolidated Commission, Exchange & Brokerage:		
Meghna Bank Ltd (Note-27a)	188,476,303	139,466,189
Meghna Bank Securities Ltd	29,856,953	13,412,122
	218,333,256	152,878,311
27a Commission, Exchange & Brokerage:		
Income from Commission	112,030,568	81,859,894
Exchange earnings	76,445,734	57,606,295
	188,476,303	139,466,189
28 Consolidated Other Operating Income:		
Meghna Bank Ltd (Note-28a)	75,197,546	48,591,481
Meghna Bank Securities Ltd	1,008,929	3,661,464
	76,206,475	52,252,945
Less: Inter Company Transaction	4,430,400	2,942,000
	71,776,075	49,310,945
28a Other Operating Income:		
Income From Fees & Charges	25,547,688	8,719,254
Income From Services	28,913,605	21,169,366
Postage, Telex, Swift etc.	5,559,378	5,273,989
Gain on Sale of Bank's Property	46,868	48,716
Other charges (Note-28a.1)	15,130,008	13,380,156
	75,197,546	48,591,481
28a.1 Other Charges		
Rent of Lockers	123,000	67,000
Rent on Property/ Rental Income	4,430,400	2,942,000
Notice pay earnings	852,908	813,220
Rebate Received	6,933,177	4,518,645
Miscellaneous income	2,790,523	5,039,291
	15,130,008	13,380,156
29 Consolidated Salary & Allowances:		
Meghna Bank Ltd (Note-29a)	462,077,917	331,169,340
Meghna Bank Securities Ltd	8,900,051	6,799,031
	470,977,968	337,968,371
29a Salary & Allowances:		
Basic Salary	198,518,018	142,569,152
Allowances	92,415,747	70,532,145
Consolidated Pay	36,414,779	24,744,193
Bonus	95,197,490	69,436,788
Gratuity	20,000,000	10,000,000
Bank's Contribution to Provident fund	19,531,883	13,887,062
	462,077,917	331,169,340
30 Consolidated Rent, Taxes, Insurance, Electricity etc.:		
Meghna Bank Ltd (Note-30a)	190,630,132	156,643,638
Meghna Bank Securities Ltd	5,444,857	3,583,790
	196,074,989	160,227,428
Less: Inter Company Transaction	4,430,400	2,942,000
	191,644,589	157,285,428

	2017 Taka	2016 Taka
30a Rent, Taxes, Insurance, Electricity etc.:		
Rent, Rates & Taxes	148,098,496	125,796,380
Insurance, Electricity & Lighting	42,531,636	30,847,258
	190,630,132	156,643,638
31 Consolidated Legal Expenses:		
Meghna Bank Ltd (Note-31a)	674,914	161,275
Meghna Bank Securities Ltd	-	-
	674,914	161,275
31a Legal Expenses:		
Legal Fees & Charge	-	-
Legal Charges	674,914	161,275
	674,914	161,275
32 Consolidated Postage, Stamps, Telecommunication etc:		
Meghna Bank Ltd (Note-32a)	16,869,463	16,010,776
Meghna Bank Securities Ltd	64,022	72,397
	16,933,485	16,083,173
32a Postage, Stamps, Telecommunication etc:		
Postage	1,626,776	1,092,065
Swift & Internet charge	3,735,512	10,571,762
Telephone charges	730,422	642,634
Mobile phone charges	2,398,254	1,703,339
Network Connection Expense	6,007,718	-
Bloomberg Charges	2,370,781	2,000,976
	16,869,463	16,010,776
33 Consolidated Stationery, Printing & Advertisements etc:		
Meghna Bank Ltd (Note-33a)	22,054,579	17,419,937
Meghna Bank Securities Ltd	328,752	408,393
	22,383,331	17,828,329
33a Stationery, Printing & Advertisements etc:		
Petty Stationery	3,386,263	2,704,920
Printing Stationery	3,348,440	3,929,656
Security Stationery	1,886,641	1,131,311
Computer Stationery	4,429,892	3,104,346
Publicity and Advertisement	9,003,343	6,549,704
	22,054,579	17,419,937
34 Chief Executive's Salary & Fees:		
Basic Salary	4,944,000	5,040,000
Allowances	2,472,000	2,520,000
Bonus	900,000	1,680,000
	8,316,000	9,240,000
35 Consolidated Directors' Fees:		
Meghna Bank Ltd (Note-35a)	2,816,000	2,312,000
Meghna Bank Securities Ltd	72,000	48,000
	2,888,000	2,360,000
35a Directors' Fees:		
Directors Fees	2,816,000	2,312,000
Other Benefits	-	-
	2,816,000	2,312,000
Each director of the bank is provided for Tk. 8,000.00 per board or board committee meeting attended in 2017 as per BRPD circular no. 11 dated 4 October 2015.		
36 Consolidated auditors' Fees:		
Meghna Bank Ltd (Note-36a)	260,000	150,000
Meghna Bank Securities Ltd	20,000	15,000
	280,000	165,000
36a Auditors' Fees:		
Auditors Fees	260,000	150,000
	260,000	150,000
37 Consolidated Depreciation, Amortization and Repair on Bank's Assets:		
Meghna Bank Ltd (Note-37a)	80,501,872	74,796,321
Meghna Bank Securities Ltd	1,151,666	618,933
	81,653,538	75,415,254

37a Depreciation, Amortization and Repair on Bank's Assets:

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

	2017 Taka	2016 Taka
Land & Building	-	-
Vehicles	5,540,439	5,228,939
Machinery & Equipment	24,606,885	18,336,461
Furniture & Fixtures	19,112,280	15,586,734
Computer and Peripherals	11,506,026	17,211,556
Office Tools & Accessories	3,347,907	2,372,847
	64,113,537	58,736,537

b) Amortization

Software	13,282,948	12,936,476
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c) Repair on Bank's Assets:

Land & Building	-	-
Vehicles	94,188	25,685
Machinery & Equipment	1,252,172	1,220,828
Furniture & Fixtures	801,235	1,146,291
Computer and Peripherals	957,792	730,504
Office Tools & Accessories	-	-
	3,105,387	3,123,308
	80,501,872	74,796,321

38 Consolidated Other Expenses:

Meghna Bank Ltd (Note-38a)	294,028,140	266,614,836
Meghna Bank Securities Ltd	5,031,657	2,595,784
	299,059,797	269,210,620

38a Other Expenses:

Gas Bills	24,400	31,200
Wasa Bill	534,825	393,322
Drinking water Expenses	619,710	549,378
Car Expenses	44,563,038	38,158,051
Software Maintenance Expenses	7,905,518	15,723,922
Entertainment	7,101,027	5,164,901
Training, Seminar, Workshop Expenses	815,294	1,114,828
Travelling and Conveyance	6,943,541	6,911,073
Subscription	2,733,038	2,644,738
Corporate Social Responsibility	27,293,000	2,152,000
Written Off- Fixed Assets	-	-
Loss on Sale of Fixed Assets	197,146	-
Loss on Revaluation of Investments	101,801,101	122,262,435
Loss on Foreign Currency Revaluation	11,365,316	4,006,947
Office Maintenance and Service Charge expenses	7,840,929	6,418,910
Bank Charges	1,716,512	1,443,451
Complain Box	20,558	45,255
NPSB Charges	171,073	32,035
Handling Charges on Remittance	427	-
Charges From VISA	1,004,144	2,362,950
Credit Card CIB Charge	106,180	18,750
NID Verification Charges	759,000	-
Card Maintenance Expenses, ETC	728,114	-
Board and EC Meeting Expenses	1,592,024	1,831,340
Professional & Consultancy Fees	515,309	943,609
Business development & Promotion	5,642,235	5,601,592
Cash Carrying Charges	2,732,010	1,475,825
Leverage and Uniform	230,593	298,678
Washing & Cleaning	6,325,851	5,072,347
Leave Fare Assistance	30,579,772	23,883,985
Security Service-Outsourcing	20,103,350	14,939,884
Crockeries Expenses	225,464	120,857
Newspaper & Magazine Expenses (Office)	327,823	294,673
Branch Inauguration Expenses	796,999	2,031,590
AGM Expenses	391,411	415,163
Miscellaneous Expenses	321,409	271,146
	294,028,140	266,614,836

MABS & J Partners

Chartered Accountants

	2017 Taka	2016 Taka
39 Consolidated Provision for Loans, Investments, Off-Balance Sheet & Others Assets		
Meghna Bank Ltd (Note-39a)	270,825,000	75,500,000
Meghna Bank Securities Ltd	-	-
	<u>270,825,000</u>	<u>75,500,000</u>
39a Provision for Loans, Investments, Off-Balance Sheet & Others Assets		
Provision for Unclassified Loans and Advances	27,701,000	54,300,000
Provision for Classified Loans and Advances	204,124,000	12,500,000
Provision for Off-Balance Sheet Exposure	13,500,000	8,700,000
Provisions for Diminution in Value of Investments	5,000,000	-
Provision for Other Assets	20,500,000	-
	<u>270,825,000</u>	<u>75,500,000</u>
40 Consolidated Earning Per Share (EPS)		
Net Profit after Tax	439,652,823	584,800,911
Number of Ordinary Shares outstanding (Denominator)	443,300,000	443,300,000
	<u>0.99</u>	<u>1.32</u>
40a Earning Per Share (EPS)		
Net Profit after Tax	421,041,742	574,842,014
Number of Ordinary Shares outstanding (Denominator)	443,300,000	443,300,000
	<u>0.95</u>	<u>1.30</u>
Earning per share has been calculated in accordance with BAS - 33: "Earnings Per Share (EPS)".		
41 Consolidated Interest Receipts in Cash		
Meghna Bank Ltd (Note-41a)	3,293,817,594	2,790,476,159
Meghna Bank Securities Ltd	5,937,734	3,531,704
	3,299,755,329	2,794,007,863
Less: Inter Company Transaction	2,412,047	1,820,486
	<u>3,297,343,281</u>	<u>2,792,187,377</u>
41a Interest Receipts in Cash		
Interest income receipt (Note-24a & 26a)	3,266,542,748	2,817,974,730
Add: Opening Interest Receivable (Note-10a.2)	121,084,415	93,585,845
Less: Closing Interest Receivable (Note-10a.2)	93,809,569	121,084,415
	<u>3,293,817,594</u>	<u>2,790,476,159</u>
42 Consolidated Interest Payments		
Meghna Bank Ltd (Note-42a)	1,731,752,477	1,519,362,251
Meghna Bank Securities Ltd	-	-
	1,731,752,477	1,519,362,251
Less: Inter Company Transaction	2,412,047	1,820,486
	<u>1,729,340,429</u>	<u>1,517,541,765</u>
42a Interest Payments		
Interest Paid on Deposits & Borrowings (Note-23a)	1,837,951,471	1,568,177,902
Add: Opening Interest Payable on Deposit (Note-13a)	319,184,627	270,368,976
Less: Closing Interest Payable on Deposit (Note-13a)	425,383,621	319,184,627
	<u>1,731,752,477</u>	<u>1,519,362,251</u>
43 Consolidated Cash Receipts from other Operating activities (Note-28)		
Meghna Bank Ltd (Note-43a)	454,918,531	438,095,366
Meghna Bank Securities Ltd	3,797,198	4,186,672
	<u>458,715,729</u>	<u>442,282,038</u>
43a Cash Receipts from other Operating activities (Note-28a)		
Income From Fees & Charges	25,547,688	8,719,254
Income From Services	28,913,605	21,169,366
Postage, Telex, Swift etc.	5,559,378	5,273,989
Gain on Sale of Treasury Bonds and Shares	379,767,853	389,552,601
Other charges (Except income from sale of fixed assets)	15,130,008	13,380,156
	<u>454,918,531</u>	<u>438,095,366</u>

	2017 Taka	2016 Taka
44 Consolidated Cash Payments for other Operating activities		
Meghna Bank Ltd (Note-44a)	508,384,036	445,015,833
Meghna Bank Securities Ltd	10,645,311	6,323,152
	519,029,348	451,338,985
44a Cash Payments for other Operating activities		
Rent, Taxes, Insurance, Lighting etc. (Note-30a)	190,630,132	156,643,638
Legal Expenses (Note-31a)	674,914	161,275
Postage, Stamp, Telegram & Telephone (Note-32a)	16,869,463	16,010,776
Directors' Fees (Note-35a)	2,816,000	2,312,000
Auditors' Fees (Note-36a)	260,000	150,000
Repair & Maintenance of Bank's Assets (Note-37a.c)	3,105,387	3,123,308
Other Expenses	294,028,140	266,614,836
	508,384,036	445,015,833
45 Consolidated Cash Increase/ Decrease in Other Assets (Note-10)		
Meghna Bank Ltd (Note-45a)	661,995,473	623,381,611
Meghna Bank Securities Ltd	14,713,105	10,391,643
	676,708,578	633,773,254
Less: Inter Company Transaction	353,123,289	371,645,192
	323,585,289	262,128,062
Consolidated Cash (Increase)/ Decrease in Other Assets	(61,457,226)	(18,585,455)
45a Cash Increase/ Decrease in Other Assets (Note-10a)		
Stock of Stationery and Stamps	3,687,488	3,263,051
Advance Rent	229,074,956	224,479,606
Suspense Account	42,031,263	5,544,853
Security Deposits	105,265	96,925
Advance against proposed Branch	9,217,023	6,159,773
Cash Remittance	3,500,000	5,500,000
Interest on Sanchaypatra	19,698,940	3,976,438
NCCB Securities & Financial Services Ltd	1,468	1,468
Receivable from MGBL Securities	-	1,233,263
Meghna Bank Securities Ltd	3,123,389	20,412,029
Prepaid Expenses	846,153	2,401,134
Investment in Subsidiary	349,999,900	349,999,900
BEFTN Adjustment Account	191,325	108,508
S/D RFA SEBL - Western Union	279,691	204,664
Trans-Fast-Remittance Payment Account	8,000	-
Interest on Investment Bond-Customer	29,611	-
Chargeback Account for VISA Cards	1,000	-
MFS Funding Account	200,000	-
	661,995,473	623,381,611
Cash (Increase)/ Decrease in Other Assets	(38,613,862)	(24,460,684)
46 Consolidated Cash Increase/ Decrease in Other Liabilities (Note-13)		
Meghna Bank Ltd (Note- 46a)	182,484,669	104,372,995
Meghna Bank Securities Ltd	44,381,821	31,018,871
	226,866,490	135,391,866
Less: Inter Company Transaction	3,123,389	21,645,292
	223,743,101	113,746,574
Cash Increase/ (Decrease) in Other Liabilities	109,996,528	41,761,354
46a Cash Increase/ Decrease in Other Liabilities (Note-13a)		
Non-Resident Accounts	4,460,825	5,027,621
Interest Suspense A/C	53,627,242	8,064,034
Settlement with NPSB	50,445	50,445
BEFT Settlement Account	4,380,073	6,391,303
Agent Monitoring & Collection Account	100,500	-
Provision for Gratuity	30,000,000	10,000,000
Payable on Sale of Lottery Ticket	50,580	-
MGBL MFS Payable Accounts	1,345,900	-
MGBL General Account	51,777	-
Adjusting account credit	88,417,328	74,839,592
	182,484,669	104,372,995
Consolidated Cash Increase/ (Decrease) in Other Liabilities	78,111,675	38,954,909

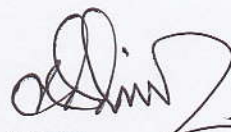
	2017 Taka	2016 Taka
47 Consolidated Cash and Cash Equivalent		
Meghna Bank Ltd (Note-47a)	6,553,067,191	3,065,726,732
Meghna Bank Securities Ltd	46,939,169	45,906,647
	6,600,006,359	3,111,633,379
Less: Inter Company Transaction	23,115,455	18,375,300
	<u>6,576,890,905</u>	<u>3,093,258,079</u>
47a Cash and Cash Equivalent		
Cash in Hand	468,107,189	318,838,067
Balance with Bangladesh Bank & Sonali Bank Ltd (as agent of Bangladesh Bank)	3,558,242,609	2,529,875,050
Balance with Other Banks & Financial Institutions	2,286,191,993	216,551,615
Money at Call and Short Notice	240,000,000	-
Prize Bond in Hand	525,400	462,000
	<u>6,553,067,191</u>	<u>3,065,726,732</u>

48 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 620.


Chairman


Director


Director


Managing Director & CEO



MEGHNA BANK LIMITED
INVESTMENT IN SHARES - QUOTED & UNQUOTED
AS AT 31 DECEMBER, 2017

Annexure-A

Sl No	Name of the Company	No. of Shares/ Securities	Market price per share	Market value December 31, 2017	Cost price December 31, 2017	Unrealized Gain/(loss)
Quoted:						
1	Titas Gas Transmission & Dist. Co. Limited	150,000	44.20	6,630,000	8,553,475	(1,923,475)
2	City Bank Limited	25,000	53.20	1,330,000	1,003,944	326,056
3	United Commercial Bank Ltd	650,000	23.60	15,340,000	16,060,748	(720,748)
4	Grameenphone Limited	20,000	470.80	9,416,000	5,744,368	3,671,638
5	Square Pharmaceuticals Limited	38,170	301.80	11,519,706	10,092,063	1,427,643
6	Square Textile Limited	105,000	64.00	6,720,000	7,151,304	(431,304)
7	MJL Bangladesh Limited	85,000	109.10	9,273,500	10,558,727	(1,285,227)
8	Lafarge Surma Cement Limited	130,000	69.90	9,087,000	10,279,614	(1,192,614)
9	Heidelberg Cement Bangladesh Limited	16,805	424.90	7,140,445	9,291,098	(2,150,653)
10	RAK Ceramics Ltd.	50,000	59.90	2,995,000	3,034,604	(39,604)
11	Jamuna Oil Company Ltd.	65,000	189.70	12,330,500	14,073,833	(1,743,333)
12	Meghna Petroleum Ltd.	15,000	188.90	2,833,500	3,045,459	(211,959)
13	BSRM Steels Ltd.	70,000	78.50	5,495,000	6,926,260	(1,431,260)
14	Singer BD. Ltd.	12,000	195.50	2,346,000	2,335,103	10,897
15	Olympic Industries Ltd	26,433	288.30	7,620,634	7,663,426	(42,793)
16	Pacific Denims Limited	34,843	19.60	682,923	309,720	373,203
17	Shepherd Industries Limited	24,879	28.50	709,052	226,180	482,872
18	Nurani Dyeing & Sweater Limited	33,366	18.70	623,944	303,330	320,614
19	BBS Cables Limited	5,310	105.70	561,267	46,180	515,087
20	CAN Textiles Limited	200,000	8.70	1,740,000	2,620,440	(880,440)
21	Summit Power Limited	200,000	35.90	7,180,000	8,617,212	(1,437,212)
22	Olmex Electrode Limited	14,258	65.20	929,622	129,620	800,002
23	Nahee Aluminum Composite Panel Ltd.	12,553	73.40	921,390	114,120	807,270
24	Bata Shoe Company (Bangladesh) Limited	2,575	1,171.80	3,017,385	3,188,702	(171,317)
25	Green Delta MF	7	9.20	64	60	4
26	Marico	100	1,106.10	110,610	161,372	(50,762)
Unquoted:						
27	Star Ceramics Limited	7,000,000	10.00	70,000,000	70,000,000	-
Total				196,553,541	201,530,958	(4,977,417)

Taka
4,977,417
7,060,000
2,082,583

Provision requirement
Provision maintained as on December 31, 2017.
Provision Surplus/Shortage at the end of December 31, 2017.



MEGHNA BANK LIMITED
SCHEDULE OF FIXED ASSETS
AS AT 31 DECEMBER, 2017

Annexure-B

A) Tangible Assets :

Particulars	C O S T			Rate of Depreciation	D E P R E C I A T I O N			WDV as on December 31, 2016			
	Balance as on January 1, 2017	Additions during the year	Disposal/Transfer during the year		Balance as on December 31, 2017	Charge for the year	Transfer/Adjustment during the year		WDV as on December 31, 2017		
Vehicles	26,073,266	3,321,563	-	29,394,829	20%	15,933,081	5,540,439	-	21,473,520	7,921,309	10,140,185
Machinery and Equipment	109,294,488	23,451,128	632,900	132,112,716	20%	36,290,951	24,606,885	513,256	60,384,580	71,728,136	73,003,537
Furniture & Fixtures	178,590,651	23,419,344	472,210	201,537,785	10%	25,864,835	19,112,280	191,476	44,785,639	156,752,146	152,725,816
Computer & Computer Peripherals	72,238,574	8,496,015	-	80,734,589	33%	52,125,002	11,522,213	-	63,647,215	17,087,374	20,113,572
Office Tools & Accessories	14,005,968	4,502,990	-	18,508,958	20%	4,495,519	3,331,720	-	7,827,239	10,681,719	9,510,449
Total (A)	400,202,947	63,191,040	1,105,110	462,288,877		134,709,388	64,113,537	704,732	198,118,193	264,170,684	265,493,559

B) Intangible Assets :

Particulars	C O S T			Rate of Amortization	A M O R T I Z A T I O N			WDV as on December 31, 2016			
	Balance as on January 1, 2017	Additions during the year	Disposal/Transfer during the year		Balance as on December 31, 2017	Charge for the year	Transfer/Adjustment during the year		WDV as on December 31, 2017		
Software	66,029,216	1,450,680	-	67,479,896	20%	35,211,579	13,282,948	-	48,494,527	18,985,369	30,817,637
Total (B)	66,029,216	1,450,680	-	67,479,896		35,211,579	13,282,948	-	48,494,527	18,985,369	30,817,637
Total (A + B)	466,232,163	64,641,720	1,105,110	529,768,773		169,920,967	77,396,485	704,732	246,612,720	283,156,053	296,311,196



**MEGHNA BANK LIMITED
BALANCE WITH OTHER BANKS-OUTSIDE BANGLADESH (NOSTRO ACCOUNT)
AS AT 31 DECEMBER, 2017**

Annexure-C

SL No.	Name of the Banks	Currency Name	2017			2016		
			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	ACUD	89,800.83	82.70	7,426,528.64	569,199.94	79.3500	45,166,015.24
2	AB Bank Limited, OBU-USD	USD	2,022.72	82.70	167,278.94	2,022.72	79.3500	160,502.83
3	Mashreq Bank p.s.c. New York, U.S.A	USD	549,199.47	82.70	45,418,796.17	431,007.75	79.3500	34,200,464.96
4	Habib American Bank, New York. U.S.A	USD	132,192.26	82.70	10,932,299.90	91,064.30	79.3500	7,225,952.21
5	NIB Bank Limited, Karachi, Pakistan	ACUD	27,279.21	82.70	2,255,990.67	94.21	79.3500	7,475.56
6	Mashreq Bank London, UK	GBP	48,956.65	110.98	5,433,375.47	9,566.25	97.1482	929,343.97
7	Mashreq Bank London, UK	EURO	52,169.55	98.50	5,138,909.35	73,923.43	82.8097	6,121,577.06
8	Kookmin Bank, Seoul Korea	USD	4,123.00	82.70	340,972.10	52,623.00	79.3500	4,175,635.05
9	National Bank of Pakistan, Tokoyo, Japan.	JPY	1,316,410.00	0.73	962,164.07	1,317,410.00	0.6795	895,180.10
10	Mizuho Bank Ltd, Tokyo, Japan.	JPY	1,789,071.00	0.73	1,307,631.99	612,601.00	0.6795	416,262.38
11	Bank Al Jazira, KSA	SAR	187,000.00	22.05	4,123,761.40	187,000.00	21.1487	3,954,806.90
12	State Bank of India, Sydney	AUD	18,646.00	64.05	1,194,298.68	-	-	-
13	Bank of New Zealand	NZD	6,030.25	58.54	352,981.29	103,312.04	54.9261	5,674,527.44
	Total				85,054,989			108,927,744



Annexure - D

MEGHNA BANK LIMITED
DETAILS INFORMATION OF LOANS AND ADVANCES MORE THAN 10% OF BANK'S TOTAL CAPITAL (FUNDED & NON-FUNDED)
AS AT 31 DECEMBER, 2017

(Tk. In Crore)

SL. No.	Name of client	Outstanding		% of Loans to Total Capital		
		Funded	Non-funded	Funded	Non-funded	Total
1	Western Agro Products Ltd	55.09	-	10.13%	0.00%	10.13%
2	Abul Khair Group	-	8.02	0.00%	1.47%	1.47%
3	RSRM Group	88.77	4.18	16.32%	0.77%	17.09%
4	Navana Group	39.73	28.39	7.30%	5.22%	12.52%
5	S. R. Impex Group	38.75	5.26	7.12%	0.97%	8.09%
6	Three Angle Marine Limited	26.29	15.92	4.83%	2.93%	7.76%
7	Hajee Hashem spinning Mills Ltd	-	-	0.00%	0.00%	0.00%
8	Standard Asiatic Oil Company Ltd.	8.54	-	1.57%	0.00%	1.57%
9	Somatec Pharmaceuticals Ltd. and it's sister concern	44.98	2.59	8.27%	0.48%	8.75%
10	S. S. ENGINEERING & CONSTRUCTION LTD.	62.72	23.52	11.53%	4.32%	15.86%
11	Aman Group	26.77	-	4.92%	0.00%	4.92%
12	Partex Beverage Limited	43.66	2.62	8.03%	0.48%	8.51%
13	Baizid Steel Industries Ltd.	44.94	3.41	8.26%	0.63%	8.89%
14	Deshbandhu Group	14.06	5.68	2.59%	1.04%	3.63%
15	Al Madina Group	19.08	49.28	3.51%	9.06%	12.57%
16	Nitol Motors	9.24	-	1.70%	0.00%	1.70%
17	M/S Niaz Traders	25.51	22.43	4.69%	4.12%	8.81%
18	Energypac Group	62.78	30.38	11.54%	5.58%	17.13%
	Total	610.91	201.69			812.60

Bank's total Capital as on 31 December 2017 is Tk. 543.92 Crore

**MEGHNA BANK LIMITED
FINANCIAL HIGHLIGHTS**

(Amount in Taka)

SL	PARTICULARS	2017	2016
1	Paid up Capital	4,433,000,000	4,433,000,000
2	Total Capital (Core + Supplementary)	5,439,220,439	5,439,382,149
3	Capital Surplus	1,439,220,439	1,439,382,149
4	Total Assets	39,776,985,765	31,841,126,745
5	Total Deposit	32,287,070,205	25,508,759,763
6	Total Loans & Advances	27,457,897,892	20,990,140,891
7	Total Contingent Liabilities and Commitments	6,420,621,969	5,075,200,238
8	Advance Deposit Ratio (%)	85%	82%
9	Percentage of Classified Loans against total Loans and Advances	3%	1%
10	Profit after Tax and Provision	421,041,742	574,842,014
11	Amount of Classified Loans During Current Year	931,179,152	207,675,404
12	Provisions kept against Classified Loan	217,800,000	13,676,000
13	Provisions Surplus	5,814,188	451,512
14	Cost of Fund	9.51%	10.25%
15	Interest Earning Assets	35,013,202,322	27,951,602,505
16	Non-Interest Earning Assets	4,763,783,443	3,889,524,239
17	Return on Investment (ROI)	14.52%	17.60%
18	Return on Assets (ROA)	1.18%	2.20%
19	Income from Investment	832,847,023	884,084,646
20	Earning Per Share	0.95	1.30
21	Net Income Per Share	0.95	1.30
22	Price Earning Ratio	N/A	N/A

