



**Hoque Bhattacharjee Das & Co.**  
Chartered Accountants

an independent member of



**AUDITORS' REPORT  
ON  
FINANCIAL STATEMENTS  
OF  
MEGHNA BANK PLC**

**FOR THE YEAR ENDED 31 DECEMBER 2023**



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

**Opinion**

We have audited the consolidated financial statements of Meghna Bank PLC and its subsidiary (the "Group") as well as the separate financial statements of Meghna Bank PLC (the "Bank"), which comprise the consolidated and separate balance sheets as at 31 December 2023 and the consolidated and separate profit and loss accounts, consolidated and separate statements of changes in equity and consolidated and separate cash flow statements for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the Bank give a true and fair view of the consolidated balance sheet of the Group and the separate balance sheet of the Bank as at 31 December 2023 and of its consolidated and separate profit and loss accounts and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in notes 2.

**Basis for Opinion**

We conducted our audit in accordance with the International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated and Separate Financial Statements section of our report. We are independent of the Group and the Bank in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), Bangladesh Bank, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws.

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

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below is our description of how our audit addressed the matter provided in that context.

**Dhaka Office:**

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**Chattogram Office:**

Meera Bhaban (3rd Floor), 1670, Sk Mujib Road (In front of BADC Bhaban), Goshaildanga, Agrabad C/A, Chattogram-4100.



Description of key audit matters	Our response to key audit matters
<b>Measurement of provision for loans and advances</b>	
<p>The process for estimating the provision for loan, advances and leases portfolio associated with credit risk is judgmental and complex. While estimating such provision certain judgmental factors need to be considered including:</p> <ul style="list-style-type: none"> <li>• Future business performance of the borrower;</li> <li>• Key assumptions relating to further business performance of the borrower;</li> <li>• Market value of the collateral;</li> <li>• Ability to repossess collateral; and</li> <li>• Recovery rates.</li> </ul> <p>Furthermore, these provisions are processed manually using the voluminous data extracted from the IT system of the Bank and following the instructions of Bangladesh Bank (the central bank of Bangladesh) issued from time to time.</p> <p>Due to high level of judgement involved and using some manual process in estimating the provision for loans and advances, we considered this to be a key audit matter.</p> <p>For individually assessed provisions, the measurement of the provision may be dependent on the valuation of collateral, estimates of exit values and the timing of cash flows.</p> <p>Provision measurement is primarily dependent upon key assumptions relating to probability of default, ability to repossess collateral and recovery rates.</p> <p>At 31 December 2023 the Bank reported total gross loans and advances BDT 52,042.21 Million (2022: BDT 39,973.58 Million) and total provision for loan and advances BDT 1,480.04 Million (2022: BDT 1,750.49 Million). We have</p>	<p>We tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> <li>• Credit appraisal, loan disbursement procedures, monitoring and provisioning process;</li> <li>• Completeness of appropriate documentation before disbursement of loans as well as recording of loan balance;</li> <li>• Alternate procedures applied by management to assess new loan/renewal of existing loans where latest audited financial statements of the borrower are not available;</li> <li>• Identification of loss events, including early warning and default warning indicators; and</li> <li>• Review of quarterly Classification of Loans (CL).</li> <li>• Follow Bangladesh Bank's circular and guidelines;</li> </ul> <p>Our substantive procedures in relation to the provision for loan and advances portfolio comprised the following:</p> <ul style="list-style-type: none"> <li>• Reviewed the adequacy of the Banks general and specific provisions;</li> <li>• Assessed the methodologies on which the provision amounts based, recalculated the provisions and tested the completeness and accuracy of the underlying information</li> <li>• Assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.</li> <li>• Finally, compared the amount of provision requirement as determined by Bangladesh Bank inspection team to the actual amount of provision maintained.</li> </ul>



Description of key audit matters	Our response to key audit matters
<p>focused on the following significant judgments and estimates which could give rise to material misstatement or management bias:</p> <ul style="list-style-type: none"> <li>Completeness and timing of recognition of loss events in accordance with criteria set out in BRPD circular no 14, dated 23 September 2012, BRPD circular no. 03 dated 21 April 2019, BRPD circular no. 17 dated 28 September 2020 and BRPD circular no. 56 dated 10 December 2020.</li> </ul> <p>Bangladesh Bank has taken into consideration the further negative impact on business and economy due to the subsequent waves of Covid-19 and issued BRPD Circulars no. 3 dated 31 January, 2021, no. 5 dated 24 March, 2021 and no. 51 dated 29 December 2021 and BRPD Circular letter No. 53 dated 30 December 2021, BRPD Circular letter No. 14 dated 30 June 2022 and BRPD Circular letter No. 51 dated 18 December 2022, BRPD Circular No. 11 dated 20 June 2023 and BRPD Circular letter No. 20 dated 21 June 2023 respectively through which the Banks are allowed to continue moratorium on further downgrading of the classification of loan and advances subject to certain conditions. One of such conditions is to receive by 31 December 2021, at least 15% of the total instalment amounts due on 2021 from the concerned Client as per the Banker and Client relationship and by 30 September 2022, at least 50% of the total installment due for the quarter April-June 2022, 60% of the total installment due for the quarter July-September 2022 and 50% of the total installment due for the quarter October-December 2022. For the year 2023, 50% of the total installment due for the quarter April-June 2023 to be paid by the end of the month June 2023.</p>	<p>Due to long-term impact of COVID 19, and prolonged conflict/war outside the country, many borrowers were adversely impacted during the year. Accordingly, Bangladesh Bank has given certain flexibility from classification requirement for loans vide issuing various circulars such as BRPD 14 dated 22 June 2022, BRPD 51 dated 18 December 2022, and BRPD Circular No. 11 dated 20 June 2023 and BRPD Circular No. 20 dated 21 June 2023 whereby Banks are allowed to keep a loan/customer as unclassified subject to the payment of reduced instalment due by 31 December 2023.</p> <p>The Bank has calculated required provision as per Bangladesh Bank letter DBI-4/135/2024-220 dated February 28, 2024.</p>
See note no 8a, 8a.10, and 14a.1 to the financial statements	



Description of key audit matters	Our response to key audit matters
<b>Interest income recognition</b>	
<p>Recognition of interest income has a significant and wide influence on financial statements. Recognition and measurement of interest income is involved in a complex IT environment. We identify recognition of interest income from loans and advances as a key audit matter because this is one of the key performance indicators of the Bank and therefore there is an inherent risk of fraud and error in recognition of interest by management to meet specific targets or expectations.</p> <p>Moreover, as per Bangladesh Bank BRPD circular no 14 dated 22 June 2022, BRPD circular letter no 51 dated 18 December 2022, and BRPD circular letter no 67 dated 29 November 2023 considering future risk banks were allowed to recognize outstanding / arrear interest income on loans where deferral facilities were given upon receiving certain percentage of the due installments.</p> <p>Accordingly, this has been considered as key audit matter.</p>	<p>We tested the design and operating effectiveness of key controls including automated control over recognition and measurement of interest on loans and advances.</p> <p>For selected customers and loan files on sample basis we have also performed substantive test of details including recalculation and cut-of testing to check accuracy of interest income.</p> <p>Finally, we also conducted substantive analytical procedures to assess reasonableness of interest recognized during the year with reference to the product wise outstanding loan balances.</p> <p>However, due to the current uncertainty of the overall economic situation, and in particular impacts from major global events such as continuation of COVID 19 related disruptions, Russia-Ukraine conflict, volatility in fuel and commodity price, strengthening of USD, etc., there is inherent risk that the actual recovery of accrued interest income especially from those clients receiving deferral facility could be materially different than the actual situation in future and a portion of interest accrued during the year ended 31 December 2023.</p>
See note no 24.a to the financial statements	
<b>Adequacy of income tax provision and measurement of deferred tax assets</b>	
<p>Calculation of income tax provision required compliance with the Income Tax Act 2023 including careful consideration of various temporary and permanent differences. Furthermore, upon final settlement of pending tax assessments any excess or short provision of current tax is also adjusted in the current year.</p> <p>Finally, significant judgment is required in relation to deferred tax assets as their recoverability is dependent on forecasts of future profitability over a number of years.</p>	<p>We obtained an understanding, evaluated the design, and tested the operational effectiveness of the Bank's key controls over the recognition and measurement of both current tax and deferred tax, including the assumptions used in estimating the Bank's taxable income.</p> <p>We reviewed tax position for those years where income tax assessment is pending and assess adequacy of tax provision recorded by the Bank. Special focus attention was given to any reversal/adjustment of income tax provision from the prior year.</p>



Description of key audit matters	Our response to key audit matters
<p>Accordingly, this area has been considered as a key audit matter.</p> <p>At the year end of 2023 the Bank reported income tax provision net off AIT of BDT 257.44 million (2022: BDT 337.74 million) and corresponding current income tax charges of BDT 267.50 million (2022: BDT 330.00 million). Correspondingly, the Bank reported total deferred tax assets of BDT 59.02 million (31 December 2022: BDT 58.85 million) and deferred tax income of BDT 0.16 million (31 December 2022: BDT 2.90 million).</p>	<p>We also assessed the completeness and accuracy of the data used for the estimations of future taxable income. The Bank has sufficient taxable profit to recover the deferred tax assets in the foreseeable future.</p> <p>We involved tax specialists to assess key assumptions, controls, recognition, and measurement of current and deferred tax.</p> <p>Finally assessed the appropriateness and presentation of disclosures against IAS 12 Income Tax including deduction of DTA on specific provision from regulatory capital.</p>
See note no 10.a.4, 10.a.4(i) and 14a.2 to the financial statements	
<b>Valuation of treasury bill and treasury bond</b>	
<p>The classification and measurement of treasury bill and treasury bond require judgment and complex estimates.</p> <p>In the absence of a quoted price in an active market, the fair value of treasury bill and treasury bond is determined using complex valuation techniques which may take into consideration direct or indirect unobservable market data and complex pricing models which require an elevated level of judgment.</p>	<p>We assessed the processes and controls put in place by the Group to identify and confirm the existence of financial instruments.</p> <p>We obtained an understanding, evaluated the design and tested the operating effectiveness of the key controls over the financial instrument valuation processes, including controls over market data inputs into valuation models, model governance, and valuation adjustments.</p> <p>We tested a sample of the valuation models and the inputs used in those models, using a variety of techniques, including comparing inputs to available market data.</p> <p>Finally, we assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.</p>
See note no 2.11.3 and 7a to the financial statements	
<b>Legal and regulatory matters</b>	
<p>We focused on this area because the Bank and its subsidiaries (the "Group") operates in a legal and regulatory environment that is exposed to significant litigation and similar risks arising from disputes and regulatory proceedings. Such</p>	<p>We obtained an understanding, evaluated the design and tested the operational effectiveness of the Bank's key controls over compliance with various regulatory directives and process to create provision, if any.</p>

Description of key audit matters	Our response to key audit matters
<p>matters are subject to many uncertainties and the outcome may be difficult to predict.</p> <p>These uncertainties inherently affect the amount and timing of potential outflows with respect to the provisions which have been established and other contingent liabilities.</p> <p>Pursuant to BRPD Circular Letter No. 28 dated 26 July 2022 and BRPD Circular Letter No. 30 dated 27 July 2022, all schedule banks of Bangladesh are instructed to reduce certain expenses at specific percentage from the allocated amount.</p> <p>In addition to that, BRPD Circular Letter No. 58 dated 15 November 2023, all scheduled banks are hereby instructed to expeditiously resolve pending cases before the Artho Rin Adalat within the stipulated timeframe.</p>	<p>We enquired to those charged with governance to obtain their view on compliance status of all regulatory matters.</p> <p>We enquired of the Bank's internal legal counsel for all significant litigation and regulatory matters and inspected internal notes and reports.</p> <p>We have checked the calculation of the transfer to the CSR Fund after deducting appropriate tax. We also assessed the Bank's provisions and contingent liabilities disclosure.</p>
<b>IT Systems and controls</b>	
<p>Our audit procedures have a focus on IT systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls.</p> <p>Our areas of audit focus included user access management, developer access to the production environment and changes to the IT environment. These are key to ensuring IT dependent and application based controls are operating effectively.</p>	<p>We tested the design and operating effectiveness of the Bank's IT access controls over the information systems that are critical to financial reporting.</p> <p>We tested IT general controls (logical access, changes management and aspects of IT operational controls). This included testing that requests for access to systems were appropriately reviewed and authorized.</p> <p>We tested the Bank's periodic review of access rights and reviewed requests of changes to systems for appropriate approval and authorization.</p> <p>We considered the control environment relating to various interfaces, configuration and other application layer controls identified as key to our audit.</p>



Description of key audit matters	Our response to key audit matters
<b>Implementation of IFRS 16 Leases</b>	
<p>The Bank has adopted IFRS 16 for the first time during the year 2021.</p> <p>IFRS 16 modifies the accounting treatment of operating leases at inception, with the recognition of a right of use (ROU) on the leased asset and of a liability for the lease payments over the lease contract term. With respect to operating leases of premises used by the Bank, at inception of the lease, the lessor receives a right of using the premises, in exchange of a lease debt, using an implicit discount rate.</p> <p>Our key audit matter was focused on all leasing arrangements within the scope of IFRS 16 are identified and appropriately included in the calculation of the transitional impact and specific assumptions applied to determine the discount rates for lease are inappropriate.</p>	<p>In responding to the identified key audit matter, we completed the following audit procedures:</p> <p>Assessed the design and implementation of key controls pertaining to the determination of the IFRS 16 Leases impact on the financial statements of the Bank;</p> <p>Assessed the appropriateness of the discount rates applied in determining lease liabilities;</p> <p>Verified the accuracy of the underlying lease data by agreeing to original contract and checked the accuracy of the IFRS 16 calculations through recalculation of the expected IFRS 16 adjustment; and</p> <p>Assessed whether the disclosures within the financial statements are appropriate in light of the requirements of IFRS.</p>
See note no. 9a, 14a & 37a.	

#### Other Information

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

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

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





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

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

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

#### **Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.





- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events

or conditions that may cast significant doubt on the Group's and the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and the Bank to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

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

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





### **Report on other Legal and Regulatory Requirements**

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

- (i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) to the extent noted during the course of our audit work performed on the basis stated under the Auditor's Responsibility section in forming the above opinion on the consolidated financial statements of the Group and the separate financial statements of the Bank and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Responsibility of Management and those charged with governance for the consolidated & Separate financial statements and internal control for the financial statements and internal control:
  - a) internal audit, internal control and risk management arrangements of the Group as disclosed in the financial statements appeared to be materially adequate;
  - b) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Bank and its related entities (other than matters disclosed in these financial statements);
- (iii) financial statements of Meghna Bank PLC's subsidiary namely, Meghna Bank Securities Ltd. have been audited by Basu Banerjee Nath & Co., Chartered Accountants and have been properly reflected in the consolidated financial statements;
- (iv) in our opinion, proper books of accounts as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books;
- (v) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- (vi) the consolidated balance sheet and consolidated profit and loss account together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
- (vii) the expenditures incurred were for the purpose of the Bank's business for the year;
- (viii) the consolidated financial statements of the Group and the separate financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as related guidance issued by Bangladesh Bank;







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Chartered Accountants

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- (ix) Provisions have been made for advance and other assets which are in our opinion, doubtful of recovery as per tripartite meeting held 19 February 2024 and Bangladesh bank approved given vide letter no. DBI-4/135/2024-220 dated February 28, 2024.
- (x) the information and explanations required by us have been received and found satisfactory;
- (xi) we have reviewed over 80% of the risk weighted assets of the Bank and spent over 2,880 person hours; an
- (xii) Capital to Risk-weighted Asset Ratio (CRAR) as required by Bangladesh Bank has been maintained adequately during the year.

Place: Dhaka, Bangladesh

Date: 27 MAR 2024

DVC: 2403270824AS334813

**Avijit Bhattacharjee, FCA**

Partner

**Hoque Bhattacharjee Das & Co.**

Chartered Accountant

Enrollment no. 824



**MEGHNA BANK PLC.**  
**CONSOLIDATED BALANCE SHEET**  
**AS AT DECEMBER 31, 2023**

Particulars	Notes	2023 Taka	2022 Taka
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>		<b>4,912,238,982</b>	<b>3,920,090,518</b>
Cash in hand (Including Foreign Currencies)	3	817,534,856	899,992,595
Balance with Bangladesh Bank and Its agent Bank (s) (Including Foreign Currencies)	4	4,094,704,126	3,020,097,923
<b>Balance with other Banks and Financial Institutions</b>	5	<b>4,970,719,800</b>	<b>4,378,700,469</b>
In Bangladesh		4,371,769,082	4,034,091,872
Outside Bangladesh		598,950,718	344,608,597
<b>Money at Call on Short Notice</b>	6	-	<b>1,010,000,000</b>
<b>Investments</b>	7	<b>19,522,534,523</b>	<b>13,796,159,435</b>
Government		14,915,748,950	10,617,914,619
Others		4,606,785,573	3,178,244,816
<b>Loans and Advances/ Investments</b>	8	<b>51,929,432,636</b>	<b>39,908,623,991</b>
Loans, Cash credits, Overdrafts, etc./ Investments		49,955,030,569	39,632,796,738
Bills Purchased and Discounted		1,974,402,067	275,827,253
<b>Fixed Assets Including Premises, Furniture and Fixtures</b>	9	<b>1,125,705,441</b>	<b>697,769,825</b>
<b>Other Assets</b>	10	<b>1,054,644,782</b>	<b>849,137,563</b>
<b>Non Banking Assets</b>		-	-
<b>Total Assets</b>		<b>83,515,276,164</b>	<b>64,560,481,801</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
<b>Borrowings from other Banks, Financial Institutions and Agents</b>	11	<b>4,219,880,636</b>	<b>1,620,218,321</b>
<b>Deposits and Other Accounts</b>	12	<b>65,012,685,737</b>	<b>49,490,174,007</b>
Current/Al-Wadeeah Current Accounts & Other Accounts		11,202,942,793	6,136,680,593
Bills Payable		439,201,865	239,912,885
Savings/Mudaraba Saving Deposits		4,224,561,932	3,581,095,585
Fixed Deposits/ Mudaraba Term Deposit		49,145,979,147	39,532,484,944
Bearer Certificate of Deposit		-	-
Other Deposits		-	-
<b>Non-Convertible Subordinated Bonds</b>	13	<b>1,800,000,000</b>	<b>2,000,000,000</b>
<b>Other Liabilities</b>	14	<b>5,164,432,222</b>	<b>4,900,377,921</b>
<b>Total Liabilities</b>		<b>76,196,998,595</b>	<b>58,010,770,249</b>
<b>Capital/Shareholders' Equity</b>			
Paid-up Capital	15a.2	5,437,274,500	5,437,274,500
Statutory Reserve	16	1,193,290,166	983,696,846
Revaluation Reserve on Investment in Securities	17	154,930	2,899,111
Retained Earnings	18	687,557,870	125,840,992
<b>Total Shareholders' Equity</b>		<b>7,318,277,466</b>	<b>6,549,711,449</b>
Non-controlling Interest	19	103	103
<b>Total Shareholders' Equity with Non-Controlling Interest</b>		<b>7,318,277,569</b>	<b>6,549,711,552</b>
<b>Total Liabilities &amp; Shareholders' Equity</b>		<b>83,515,276,164</b>	<b>64,560,481,801</b>

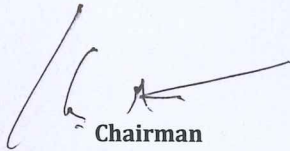


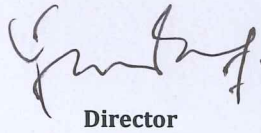


**MEGHNA BANK PLC.**  
**CONSOLIDATED OFF- BALANCE SHEET ITEMS**  
**AS AT DECEMBER 31, 2023**

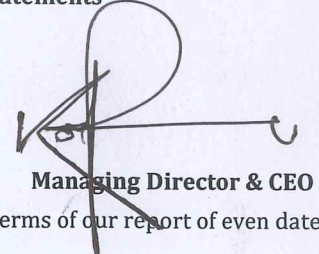
Particulars	Notes	2023 Taka	2022 Taka
<b>CONTINGENT LIABILITIES</b>			
Acceptances and Endorsements	20	4,115,058,970	1,598,586,059
Letters of Guarantee	21	7,161,926,677	4,950,174,711
Irrevocable Letters of Credit	22	2,786,645,745	1,424,119,061
Bills for Collection		1,297,491,682	1,225,462,527
Other Contingent Liabilities		-	-
<b>Total</b>		<b>15,361,123,074</b>	<b>9,198,342,358</b>
<b>OTHER COMMITMENTS</b>			
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		-	-
<b>Total</b>		<b>-</b>	<b>-</b>
<b>TOTAL OFF-BALANCE SHEET ITEMS INCLUDING CONTINGENT LIABILITIES</b>		<b>15,361,123,074</b>	<b>9,198,342,358</b>

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

  
Chairman

  
Director


  
Director

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

Place: Dhaka, Bangladesh

Date: March 27, 2024

DVC: 2403270824AS334813

  
Avijit Bhattacharjee, FCA  
Partner  
Hoque Bhattacharjee Das & Co.  
Chartered Accountants  
Enrolment No.: 824



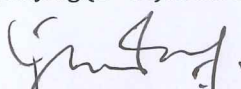


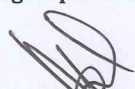
**MEGHNA BANK PLC.**  
**CONSOLIDATED PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED AS ON DECEMBER 31, 2023**

Particulars	Notes	2023 Taka	2022 Taka
Interest Income/ Profit on Investment	24	4,395,354,319	3,387,294,043
Interest/ Profit paid on Deposits and borrowings etc	25	3,912,301,844	3,026,484,658
<b>Net Interest/ Investment Income</b>		<b>483,052,475</b>	<b>360,809,385</b>
Investment Income	26	2,005,419,979	1,243,541,857
Commission, Exchange and Brokerage	27	683,576,606	453,080,530
Other Operating Income	28	266,849,510	193,091,805
		<b>2,955,846,096</b>	<b>1,889,714,192</b>
<b>Total Operating Income</b>		<b>3,438,898,571</b>	<b>2,250,523,577</b>
Salaries and Allowances	29	973,725,697	778,600,389
Rent, Taxes, Insurances, Electricity etc.	30	115,668,188	91,917,964
Legal Expenses	31	5,266,543	356,422
Postage, Stamps, Telecommunication etc.	32	27,033,641	22,149,893
Stationery, Printings, Advertisements etc.	33	23,420,158	17,302,471
Chief Executive's Salary & Fees	34	18,595,595	17,893,487
Directors' Fees	35	2,162,400	1,999,200
Auditors' Fees	36	489,000	458,475
Charges on Loan Losses		-	-
Depreciation & Repairs of Bank's Assets	37	247,246,547	214,908,569
Other Expenses	38	423,439,859	342,105,487
<b>Total Operating Expenses</b>		<b>1,837,047,628</b>	<b>1,487,692,357</b>
<b>Profit/(Loss) Before Provision</b>	23	<b>1,601,850,943</b>	<b>762,831,220</b>
Specific Provision for Classified Loans and Advances		386,860,095	190,332,906
General Provision for Unclassified Loans and Advances		142,530,987	(16,188,799)
General Provision for Off-Balance Sheet Exposures		60,907,516	(15,870,636)
Special General Provision - Covid-19		(34,690,004)	(3,664,323)
Provision for Diminution in Value of Investments		(1,996,516)	18,481,062
Provision for Other Asset		-	69,500,000
<b>Total Provision</b>	39	<b>553,612,078</b>	<b>242,590,209</b>
<b>Total Profit/(Loss) Before Taxes</b>		<b>1,048,238,865</b>	<b>520,241,011</b>
<b>Provision for Taxation</b>			
Current Tax	14.2	270,272,913	332,213,733
Deferred Tax Expense/ (Income)	10a.4	(620,622)	(2,895,236)
		<b>269,652,291</b>	<b>329,318,497</b>
<b>Net Profit After Taxation</b>		<b>778,586,574</b>	<b>190,922,514</b>
Retained Earnings Brought Forward From Previous Years		125,840,992	39,491,860
		<b>904,427,566</b>	<b>230,414,374</b>
<b>Appropriations</b>			
Statutory Reserve	16.1	209,593,320	106,316,533
Non-controlling Interest	18.1	0.14	1
Start-Up Fund	13a.3	7,781,045	1,858,707
		<b>217,374,365</b>	<b>108,175,241</b>
<b>Retained Surplus</b>		<b>687,053,200</b>	<b>122,239,133</b>
<b>Earnings Per Share (EPS) (Restated if Required)</b>	40	<b>1.43</b>	<b>0.35</b>

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

  
Chairman

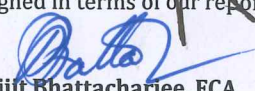
  
Director

  
Director

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

Place: Dhaka, Bangladesh  
Date: March 27, 2024  
DVC: 2403270824AS334813




  
Avijit Bhattacharjee, FCA  
Partner  
Hoque Bhattacharjee Das & Co.  
Chartered Accountants  
Enrolment No.: 824

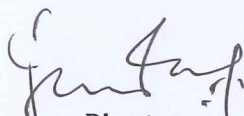


**MEGHNA BANK PLC.**  
**CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED AS ON DECEMBER 31, 2023**

Particulars	Notes	2023 Taka	2022 Taka
<b>Cash Flows from Operating Activities</b>			
Interest/ Profit receipts in cash	41	5,358,706,660	4,407,438,146
Interest/ Profit Payments	42	(3,719,400,121)	(2,834,922,273)
Dividends Receipts		238,368,842	253,239,292
Fee & Commission receipts in cash		683,576,606	453,080,530
Recoveries on loans previously written off		-	-
Cash Payments to Employees		(992,321,292)	(796,493,876)
Cash Payments to Suppliers		(23,420,158)	(17,302,471)
Income Taxes Paid		(277,089,336)	(389,474,717)
Receipts from other Operating activities	43	975,620,780	198,438,877
Payments for other Operating activities	44	(745,913,452)	(605,760,303)
<b>Operating Profit before changes in Operating Assets and Liabilities</b>		<b>1,498,128,529</b>	<b>668,243,206</b>
<b>Increase/Decrease in Operating Assets and Liabilities</b>			
Statutory Deposits		-	-
Purchase/Sale of Trading Securities (Treasury bills)		(440,342,306)	(382,475,376)
Loans and Advances/ Investments to Other Banks		-	-
Loans and Advances/ Investments to Customers		(12,813,961,821)	1,908,540,372
Other Assets	45	(193,232,476)	(75,307,944)
Deposits from other Banks		(579,145)	(5,102,751,532)
Deposits from Customers		15,523,090,874	1,927,588,448
Other liabilities on account of customers		-	-
Trading Liabilities		-	-
Other Liabilities	46	132,900,485	224,795,663
<b>Sub Total</b>		<b>2,207,875,611</b>	<b>(1,499,610,369)</b>
<b>A) Net Cash from Operating Activities</b>		<b>3,706,004,140</b>	<b>(831,367,163)</b>
<b>Cash flows from Investing Activities</b>			
Proceeds from sale of Securities		-	-
Payment for purchases of securities		(5,288,619,822)	2,583,472,835
Purchase/Sale of Property, Plant & Equipment		(243,248,808)	(71,662,231)
Purchase/Sale of Subsidiary		-	-
<b>B) Net Cash Used in Investing Activities</b>		<b>(5,531,868,630)</b>	<b>2,511,810,604</b>
<b>Cash flows from Financing Activities</b>			
Borrowing from other banks		2,599,662,315	(484,946,372)
Receipts from issue of Ordinary Share		-	409,365,900
Receipts from issue of Subordinated Coupon Bearing Bonds		(200,000,000)	2,000,000,000
Dividends Paid		-	(282,895,430)
<b>C) Net Cash from Financing Activities</b>		<b>2,399,662,315</b>	<b>1,641,524,098</b>
<b>D) Net Increase/(Decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>		<b>573,797,825</b>	<b>3,321,967,539</b>
<b>E) Effect of Exchange rate changes on cash &amp; cash equivalents</b>		<b>504,670</b>	<b>522,710</b>
<b>F) Cash and cash equivalents at the beginning of the year</b>		<b>9,309,230,587</b>	<b>5,986,740,338</b>
<b>G) Cash and cash equivalents at the end of the year (D+E+F)</b>	47	<b>9,883,533,082</b>	<b>9,309,230,587</b>

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

  
Chairman

  
Director

  
Director

  
Managing Director & CEO






**MEGHNA BANK PLC.**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

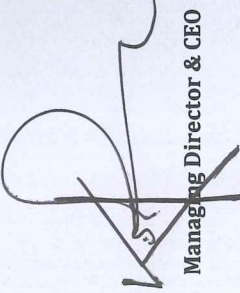
Particulars	Paid-up Capital (Taka)	Statutory Reserve (Taka)	Other Reserve (Taka)	Retained Earnings (Taka)	Total (Taka)	Non- controlling Interest (Taka)	Total Equity (Taka)
Balance as at 01 January, 2023	5,437,274,500	983,696,846	2,899,111	125,840,992	6,549,711,449	103	6,549,711,552
Changes in accounting policy	-	-	-	-	-	-	-
<b>Restated Balance</b>	<b>5,437,274,500</b>	<b>983,696,846</b>	<b>2,899,111</b>	<b>125,840,992</b>	<b>6,549,711,449</b>	<b>103</b>	<b>6,549,711,552</b>
Net profit for the year				778,586,574	778,586,574	-	778,586,574
Transfer to statutory reserve		209,593,320		(209,593,320)	-	-	-
Net Surplus/deficit on account of revaluation of Investments		-	(2,744,181)		(2,744,181)	-	(2,744,181)
Transfer to Start-Up-Fund				(7,781,045)	(7,781,045)		(7,781,045)
Non-controlling Interest				(0.14)	(0.14)	0.14	-
Foreign Exchange Rate Changes Gain for Opening Retained Earnings				504,670	504,670		504,670
<b>Balance as at 31 December, 2023</b>	<b>5,437,274,500</b>	<b>1,193,290,166</b>	<b>154,930</b>	<b>687,557,870</b>	<b>7,318,277,466</b>	<b>103</b>	<b>7,318,277,569</b>
<b>Balance as at 31 December, 2022</b>	<b>5,437,274,500</b>	<b>983,696,846</b>	<b>2,899,111</b>	<b>125,840,992</b>	<b>6,549,711,449</b>	<b>103</b>	<b>6,549,711,552</b>

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

  
Chairman

  
Director

  
Director

  
Managing Director & CEO



**MEGHNA BANK PLC.**  
**BALANCE SHEET**  
**AS AT DECEMBER 31, 2023**

Particulars	Notes	2023 Taka	2022 Taka
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>		<b>4,912,237,200</b>	<b>3,920,090,518</b>
Cash in hand (Including Foreign Currencies)	3a	817,533,074	899,992,595
Balance with Bangladesh Bank and Its agent Bank (s) (Including Foreign Currencies)	4a	4,094,704,126	3,020,097,923
<b>Balance with other Banks and Financial Institutions</b>	5a	<b>4,907,459,021</b>	<b>4,360,021,451</b>
In Bangladesh		4,308,508,303	4,015,412,854
Outside Bangladesh		598,950,718	344,608,597
<b>Money at Call on Short Notice</b>	6a	-	<b>1,010,000,000</b>
<b>Investments</b>	7a	<b>18,703,603,049</b>	<b>13,384,147,934</b>
Government		14,521,710,500	10,617,914,619
Others		4,181,892,549	2,766,233,315
<b>Loans and Advances/ Investments</b>	8a	<b>52,042,206,692</b>	<b>39,973,582,659</b>
Loans, Cash credits, Overdrafts, etc./ Investments		50,067,804,625	39,697,755,406
Bills Purchased and Discounted		1,974,402,067	275,827,253
<b>Fixed Assets Including Premises, Furniture and Fixtures</b>	9a	<b>1,084,940,759</b>	<b>689,205,816</b>
<b>Other Assets</b>	10a	<b>1,800,505,886</b>	<b>1,199,949,048</b>
<b>Non Banking Assets</b>		-	-
<b>Total Assets</b>		<b>83,450,952,607</b>	<b>64,536,997,426</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
<b>Borrowings from other Banks, Financial Institutions and Agents</b>	11a	<b>4,219,880,636</b>	<b>1,620,218,321</b>
<b>Deposits and Other Accounts</b>	12a	<b>65,029,180,705</b>	<b>49,535,924,245</b>
Current/Al-Wadeeah Current Accounts & Other Accounts		11,202,942,793	6,136,680,593
Bills Payable		439,201,865	239,912,885
Savings/Mudaraba Saving Deposits		4,224,561,932	3,581,095,585
Fixed Deposits/ Mudaraba Term Deposit		49,162,474,115	39,578,235,182
Bearer Certificate of Deposit		-	-
Other Deposits		-	-
<b>Non-Convertible Subordinated Bonds</b>	13	<b>1,800,000,000</b>	<b>2,000,000,000</b>
<b>Other Liabilities</b>	14a	<b>5,095,865,640</b>	<b>4,842,913,209</b>
<b>Total Liabilities</b>		<b>76,144,926,981</b>	<b>57,999,055,775</b>
<b>Capital/Shareholders' Equity</b>			
Paid-up Capital	15a.2	5,437,274,500	5,437,274,500
Statutory Reserve	16a	1,188,112,033	979,023,897
Revaluation Reserve on Investment in Securities	17	154,930	2,899,111
Retained Earnings	18a	680,484,163	118,744,143
<b>Total Shareholders' Equity</b>		<b>7,306,025,626</b>	<b>6,537,941,651</b>
<b>Total Liabilities &amp; Shareholders' Equity</b>		<b>83,450,952,607</b>	<b>64,536,997,426</b>

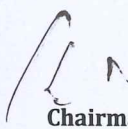




**MEGHNA BANK PLC.**  
**OFF- BALANCE SHEET ITEMS**  
**AS AT DECEMBER 31, 2023**

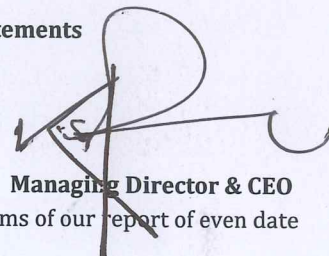
Particulars	Notes	2023 Taka	2022 Taka
<b>CONTINGENT LIABILITIES</b>			
Acceptances and Endorsements	20	4,115,058,970	1,598,586,059
Letters of Guarantee	21	7,161,926,677	4,950,174,711
Irrevocable Letters of Credit	22	2,786,645,745	1,424,119,061
Bills for Collection		1,297,491,682	1,225,462,527
Other Contingent Liabilities		-	-
<b>Total</b>		<b>15,361,123,074</b>	<b>9,198,342,358</b>
<b>OTHER COMMITMENTS</b>			
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		-	-
<b>Total</b>		<b>-</b>	<b>-</b>
<b>TOTAL OFF-BALANCE SHEET ITEMS INCLUDING CONTINGENT LIABILITIES</b>		<b>15,361,123,074</b>	<b>9,198,342,358</b>

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

 Chairman

 Director


 Director

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

Place: Dhaka, Bangladesh

Date: March 27, 2024

DVC: 2403270824AS334813

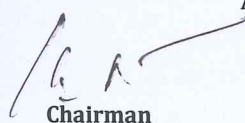
  
Avijit Bhattacharjee, FCA  
Partner  
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Chartered Accountants  
Enrolment No.: 824

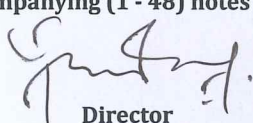


**MEGHNA BANK PLC.**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED AS ON DECEMBER 31, 2023**

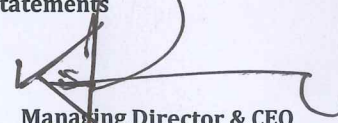
Particulars	Notes	2023 Taka	2022 Taka
Interest Income/ Profit on Investment	24a	4,399,446,780	3,390,262,755
Interest/ Profit paid on Deposits and borrowings etc	25a	3,913,399,675	3,029,082,180
<b>Net Interest/ Investment Income</b>		<b>486,047,105</b>	<b>361,180,575</b>
Investment Income	26a	1,989,288,640	1,231,912,978
Commission, Exchange and Brokerage	27a	675,558,935	436,806,157
Other Operating Income	28a	266,891,690	192,548,153
		<b>2,931,739,265</b>	<b>1,861,267,288</b>
<b>Total Operating Income</b>		<b>3,417,786,370</b>	<b>2,222,447,863</b>
Salaries and Allowances	29a	964,523,068	770,413,269
Rent, Taxes, Insurances, Electricity etc.	30a	114,945,011	91,612,013
Legal Expenses	31a	5,266,543	356,422
Postage, Stamps, Telecommunication etc.	32a	26,937,195	22,054,452
Stationery, Printings, Advertisements etc.	33a	23,292,169	17,120,757
Chief Executive's Salary & Fees	34	18,595,595	17,893,487
Directors' Fees	35a	2,138,400	1,927,200
Auditors' Fees	36a	420,000	398,475
Charges on Loan Losses		-	-
Depreciation & Repairs of Bank's Assets	37a	244,015,445	212,586,939
Other Expenses	38a	420,203,668	337,150,263
		<b>1,820,337,094</b>	<b>1,471,513,277</b>
<b>Total Operating Expenses</b>		<b>1,820,337,094</b>	<b>1,471,513,277</b>
<b>Profit/(Loss) Before Provision</b>	23a	<b>1,597,449,276</b>	<b>750,934,586</b>
Specific Provision for Classified Loans and Advances		386,860,095	190,332,906
General Provision for Unclassified Loans and Advances		142,530,987	(16,188,799)
General Provision for Off-Balance Sheet Exposures		60,907,516	(15,870,636)
Special General Provision - Covid-19		(34,690,004)	(3,664,323)
Provision for Diminution in Value of Investments		(3,600,000)	13,850,000
Provision for Other Asset		-	69,500,000
<b>Total Provision</b>	39a	<b>552,008,593</b>	<b>237,959,147</b>
<b>Total Profit/(Loss) Before Taxes</b>		<b>1,045,440,683</b>	<b>512,975,439</b>
<b>Provision for Taxation</b>			
Current Tax	14a.2	267,500,000	330,000,000
Deferred Tax Expense/ (Income)	10a.4	(163,848)	(2,895,236)
		<b>267,336,152</b>	<b>327,104,764</b>
<b>Net Profit After Taxation</b>		<b>778,104,531</b>	<b>185,870,675</b>
Retained Earnings Brought Forward From Previous Years		118,744,143	36,804,553
		<b>896,848,674</b>	<b>222,675,228</b>
<b>Appropriations</b>			
Statutory Reserve	16a	209,088,136	102,595,088
Start-Up Fund	13a.3	7,781,045	1,858,707
		<b>216,869,181</b>	<b>104,453,795</b>
<b>Retained Surplus</b>	18a	<b>679,979,493</b>	<b>118,221,433</b>
<b>Earnings Per Share (EPS) (Restated if Required)</b>	40a	<b>1.43</b>	<b>0.34</b>

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

  
Chairman

  
Director

  
Director

  
Managing Director & CEO

Signed in terms of our report of even date

Place: Dhaka, Bangladesh

Date: March 27, 2024

DVC: 2403270824AS334813

  
Avijit Bhattacharjee, FCA  
Partner

Hoque Bhattacharjee Das & Co.  
Chartered Accountants  
Enrolment No.: 824

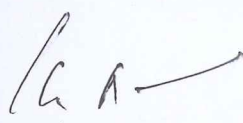


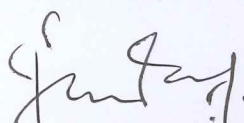


**MEGHNA BANK PLC.**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED AS ON DECEMBER 31, 2023**

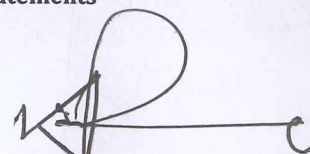
Particulars	Notes	2023 Taka	2022 Taka
<b>Cash Flows from Operating Activities</b>			
Interest/ Profit receipts in cash	41a	5,362,799,121	4,410,406,858
Interest/ Profit Payments	42a	(3,720,497,952)	(2,837,519,796)
Dividends Receipts		234,224,393	247,231,968
Fee & Commission receipts in cash		675,558,935	436,806,157
Recoveries on loans previously written off		-	-
Cash Payments to Employees		(983,118,663)	(788,306,756)
Cash Payments to Suppliers		(23,292,169)	(17,120,757)
Income Taxes Paid		(273,881,344)	(385,491,583)
Receipts from other Operating activities	43a	965,085,336	195,558,468
Payments for other Operating activities	44a	(741,260,586)	(598,786,393)
<b>Operating Profit before changes in Operating Assets and Liabilities</b>		<b>1,495,617,071</b>	<b>662,778,166</b>
<b>Increase/Decrease in Operating Assets and Liabilities</b>			
Statutory Deposits		-	-
Purchase/Sale of Trading Securities (Treasury bills)		(440,342,306)	(382,475,376)
Loans and Advances/ Investments to Other Banks		-	-
Loans and Advances/ Investments to Customers		(12,861,777,208)	1,902,527,672
Other Assets	45a	(587,801,103)	(64,023,035)
Deposits from other Banks		(579,145)	(5,102,751,532)
Deposits from Customers		15,493,835,604	1,900,805,492
Other liabilities on account of customers		-	-
Trading Liabilities		-	-
Other Liabilities	46a	120,123,863	224,359,075
<b>Sub Total</b>		<b>1,723,459,705</b>	<b>(1,521,557,704)</b>
<b>A) Net Cash from Operating Activities</b>		<b>3,219,076,776</b>	<b>(858,779,539)</b>
<b>Cash flows from Investing Activities</b>			
Proceeds from sale of Securities		-	-
Payment for purchases of securities		(4,881,683,723)	2,591,760,368
Purchase/Sale of Property, Plant & Equipment		(207,841,086)	(70,995,231)
<b>B) Net Cash Used in Investing Activities</b>		<b>(5,089,524,809)</b>	<b>2,520,765,137</b>
<b>Cash flows from Financing Activities</b>			
Borrowing from other banks		2,599,662,315	(484,946,372)
Receipts from issue of Ordinary Share		-	409,365,900
Receipts from issue of Subordinated Coupon Bearing Bonds		(200,000,000)	2,000,000,000
Dividends Paid		-	(251,395,430)
<b>C) Net Cash from Financing Activities</b>		<b>2,399,662,315</b>	<b>1,673,024,098</b>
<b>D) Net Increase/(Decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>		<b>529,214,282</b>	<b>3,335,009,697</b>
<b>E) Effect of Exchange rate changes on cash &amp; cash equivalents</b>		<b>504,670</b>	<b>522,710</b>
<b>F) Cash and cash equivalents at the beginning of the year</b>		<b>9,290,551,569</b>	<b>5,955,019,162</b>
<b>G) Cash and cash equivalents at the end of the period (D+E+F)</b>	47a	<b>9,820,270,521</b>	<b>9,290,551,569</b>

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

  
Chairman

  
Director

  
Director


  
Managing Director & CEO

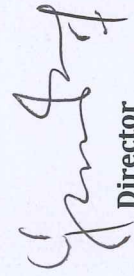


**MEGHNA BANK PLC.**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

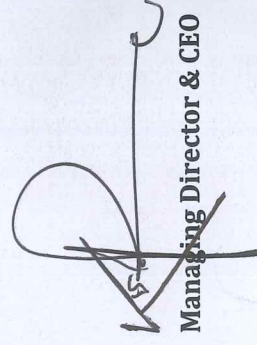
Particulars	Paid-up Capital (Taka)	Statutory Reserve (Taka)	Other Reserve (Taka)	Retained Earnings (Taka)	Total (Taka)
Balance as at 01 January, 2023	5,437,274,500	979,023,897	2,899,111	118,744,143	6,537,941,651
Changes in accounting policy	-	-	-	-	-
<b>Restated Balance</b>	<b>5,437,274,500</b>	<b>979,023,897</b>	<b>2,899,111</b>	<b>118,744,143</b>	<b>6,537,941,651</b>
Net profit for the year				778,104,531	778,104,531
Transfer to statutory reserve		209,088,136		(209,088,136)	-
Transfer to Start-Up-Fund				(7,781,045)	(7,781,045)
Foreign Exchange Rate Changes Gain for Opening Retained Earnings				504,670	504,670
Net Surplus/deficit on account of revaluation of Investments			(2,744,181)		(2,744,181)
<b>Balance as at 31 December, 2023</b>	<b>5,437,274,500</b>	<b>1,188,112,033</b>	<b>154,930</b>	<b>680,484,163</b>	<b>7,306,025,626</b>
<b>Balance as at 31 December, 2022</b>	<b>5,437,274,500</b>	<b>979,023,897</b>	<b>2,899,111</b>	<b>118,744,143</b>	<b>6,537,941,651</b>

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

  
Chairman

  
Director

  
Director

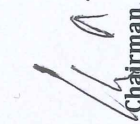
  
Managing Director & CEO



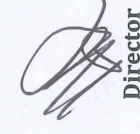


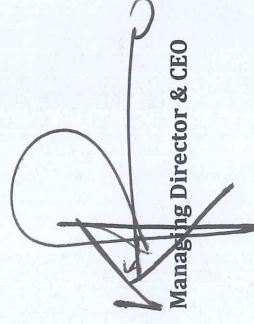
**MEGHNA BANK PLC.**  
**LIQUIDITY STATEMENT**  
**ASSETS AND LIABILITIES MATURITY ANALYSIS**  
**AS AT DECEMBER 31, 2022**

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)
<b>Assets</b>						
Cash in hand	817,533,074	-	-	-	-	817,533,074
Balance with other Banks and Financial Institutions	2,827,525,136	2,478,817,891	970,000,000	-	2,725,820,120	9,002,163,147
Money at Call on Short Notice	-	-	-	-	-	-
Investment	387,297,910	331,944,498	3,280,591,529	2,203,917,444	12,499,851,668	18,703,603,049
Loans and Advances/ Investments	9,658,879,240	8,265,692,340	18,286,030,143	11,358,390,995	4,473,213,974	52,042,206,692
Fixed Assets including Premises, Furniture & Fixtures	13,417,604	26,835,208	120,758,436	573,810,178	350,119,333	1,084,940,759
Other Assets	326,121,140	194,549,169	286,384,666	115,037,057	878,413,854	1,800,505,886
Non-banking Assets	-	-	-	-	-	-
<b>Total Assets (i)</b>	<b>14,030,774,104</b>	<b>11,297,839,106</b>	<b>22,943,764,774</b>	<b>14,251,155,674</b>	<b>20,927,418,949</b>	<b>83,450,952,607</b>
<b>Liabilities</b>						
Borrowing from Other Banks, Financial Institutions & Agents	3,687,171,828	161,300,054	133,214,379	238,194,375	-	4,219,880,636
Deposits and Other Accounts	5,045,850,550	15,311,700,981	22,037,756,710	6,124,064,361	16,509,808,103	65,029,180,705
Provision and Other Liabilities	359,913,534	229,806,831	722,995,428	2,397,487,850	3,185,661,997	6,895,865,640
<b>Total Liabilities (ii)</b>	<b>9,092,935,912</b>	<b>15,702,807,866</b>	<b>22,893,966,517</b>	<b>8,759,746,586</b>	<b>19,695,470,100</b>	<b>76,144,926,981</b>
<b>Net Liquidity Gap (i-ii)</b>	<b>4,937,838,192</b>	<b>(4,404,968,760)</b>	<b>49,798,257</b>	<b>5,491,409,088</b>	<b>1,231,948,849</b>	<b>7,306,025,626</b>

  
Chairman

  
Director

  
Director

  
Managing Director & CEO





**MEGHNA BANK PLC. & ITS SUBSIDIARY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS AT & FOR THE YEAR ENDED DECEMBER 31, 2023**

**1.0 Background of the Bank**

**1.1 Legal Status of the Bank**

Meghna Bank PLC. (MGBPLC.) is a scheduled commercial bank incorporated as a public limited company with the Registrar of Joint Stock Companies and Firms under the Companies Act 1994 (Amended up to 2020) vide Reg. no. C-108068/13 dated 20 March, 2013 in Bangladesh. The bank commenced banking operation on May 09, 2013 by obtaining license from Bangladesh Bank under section 32(1) of The Bank Companies Act 1991 (Amended up to 2023). At present the bank has fifty one (51) branches, Ten (10) islamic banking window, Six (6) sub branches and thirty five (35) agents covering commercially important locations of the country. Meghna Bank PLC also operates a network of 13 strategically positioned ATMs across Bangladesh. To address limited ATM coverage, Meghna Bank PLC offer to use 17,000 ATMs and CRMs across Bangladesh without any charges by our valued customers.

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

**1.2 Principal Activities and Nature of Operations of the Bank**

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

**1.3 Islamic Banking Unit**

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

**1.4 Off-shore Banking Unit (OBU)**

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

**1.5 Subsidiary Company**

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





### 1.5.1 Meghna Bank Securities Limited

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

Meghna Bank PLC. holds 74,99,999 no of shares of Meghna Bank Securities Ltd. with face value of Tk. 100 each which is equivalent to 99.99% of total shares of the company.

## 2.0 Significant Accounting Policies and Basis of Preparation of Financial Statements

### 2.1 Basis of Preparation of Financial Statements

The separate financial statements of the Bank as on and for the year ended December 31, 2023 comprise those of Domestic Banking Unit (main operations), Islamic Banking Unit and Offshore Banking Unit (OBU) together referred to as 'the Bank'. Consolidated financial statements comprise those of the bank (parent) and its subsidiaries together referred to as 'the Group'. The Financial Statements have been prepared on a going concern basis under the historical cost convention and in accordance with "First Schedule"(Sec.38) of the Bank Companies Act 1991 (Amended up to 2023), in compliance with the provisions of Bangladesh Bank Circulars, International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Companies Act 1994 (Amended up to 2020), the Bangladesh Securities and Exchange Rules 1987, guideline of Financial Reporting Council (FRC) under Financial Reporting Act 2015 and other rules and regulations applicable in Bangladesh.

### 2.2 Statement of Compliance

The Bank also complied with the requirements of the following laws and regulations from various regulatory bodies in the preparation of financial statements for the year 2023:

- a) The Bank Companies Act, 1991(Amended up to 2023)
- b) The Companies Act, 1994 (Amended up to 2020)
- c) Rules & Regulations, Circulars issued by Bangladesh Bank from time to time
- d) The Securities and Exchange Commission Act 1993
- e) The Income Tax Act 2023.
- f) The Value Added Tax and Supplementary Duty Act 2012 and subsequent amendment thereon,
- g) Statutory Regulatory Orders (SROs), General orders and notifications issued by NRB time to time,
- h) The Financial Reporting Act, 2015.

In cases any requirements of Banking Company Act 1991 (Amended up to 2023) and provision & circulars issued by Bangladesh Bank differ with those of IASs/IFRSs, the requirements of Banking Company Act 1991 (Amended up to 2023) and provision & circulars issued by Bangladesh Bank shall prevail. Material departures from the requirement of IASs & IFRSs are as follows:

#### a) Presentation of Financial Statements

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

**Bangladesh Bank:** The presentation of the financial statements in prescribed format (i.e. balance sheet, profit and loss account, cash flow statement, statement of changes in equity, liquidity statement) and certain disclosures therein are guided by the "First Schedule" (section 38) of the Bank Company Act 1991 (amended up to 2023) and BRPD circular no. 14 dated 25 June 2003 and subsequent guidelines from Bangladesh Bank. In the prescribed format there is no option to present assets and liabilities under current and non-current classifications.



## **b) Investments in Shares and Securities**

**IFRS:** As per requirements of IFRS 9, classification and measurement of investment in shares and securities will depend on how these are managed (the entity's business model) and their contractual cash flow characteristics. Based on these factors it would generally fall either under "at fair value through profit or loss account" or under "at fair value through other comprehensive income" where any change in the fair value (as measured in accordance with IFRS 13) at the year-end is taken to profit and loss account or other comprehensive income respectively.

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

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

## **c) Revaluation Gains/Losses on Government Securities**

**IFRS:** As per requirement of IFRS 9 where securities will fall under the category of fair value through profit or loss account, any change in the fair value of assets is recognized through the profit and loss account. Where securities are measured 'at fair value through other comprehensive income' then gains or losses shall be recognized in other comprehensive income (OCI), except for impairment gains or losses and foreign exchange gains and losses. The loss allowance arise from impairment shall be recognized in (OCI) and shall not reduce the carrying amount of financial assets in the statement of financial position. Securities designated as amortized cost are measured at effective interest rate method and interest income is recognized through the profit and loss account.

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

## **d) Provisions on Loans and Advances**

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

**Bangladesh bank:** As per BRPD Circular no. 14, dated 23 September 2012, BRPD Circular no. 19, dated 27 December 2012, BRPD Circular no. 05, dated 29 May 2013, BRPD Circular no. 16, dated 18 November 2014, BRPD Circular no. 08, dated 02 August 2015, BRPD Circular no. 15, dated 27 September 2017 and BRPD Circular no. 01, dated 20 February 2018, BRPD Circular no. 03, dated 21 April 2019 a general provision at 0.25% to 2% under different categories of unclassified loans (standard and SMA loans) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard loan, doubtful loans and bad losses, should be provided at 5% to 20%, 5% to 50% and 100% respectively for loans and advances depending on the duration of overdue. Again as per BRPD circular no. 10 dated 18 September 2007 and BRPD circular no. 14 dated 23 September 2012, a general provision at 1% is required to be provided for certain off -balance sheet exposures. Such provision policies are not specifically in line with those prescribed by IFRS 9. Bangladesh Bank also issue BRPD Circular no. 50, dated 14 December 2021 for maintained a special general provision-COVID-19 @ 2% on loans & advances taking advantage as per BRPD circular no 19/2021.





#### e) Recognition of Interest/ Profit in Suspense

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

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

#### f) Other Comprehensive Income

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

**Bangladesh bank:** Bangladesh Bank has issued templates for financial statements which are strictly to be followed by all banks in Bangladesh. The templates of financial statements issued by Bangladesh Bank do not include other comprehensive income or are the elements of other comprehensive income allowed to be included in a single other comprehensive income statement. As such the bank does not prepare the other comprehensive income statement. However, elements of OCI, if any, are shown in the statements of changes in equity.

#### g) Financial Guarantees

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

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

#### h) Cash and Cash Equivalents

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

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

#### i) Non-Banking Assets

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

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

#### j) Cash Flow Statement

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

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





**k) Balance with Bangladesh bank as Cash Reserve Requirement**

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

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

**l) Presentation of Intangible Assets**

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

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

**m) Off-Balance Sheet Items**

**IFRS:** There is no concept of off balance sheet items in any IAS/ IFRS; hence there is no requirement for disclosure of off-balance sheet items on the face of the balance sheet.

**Bangladesh Bank:** As per BRPD circular no. 14 dated 25 June, 2003, off-balance sheet items must be disclosed separately on the face of the balance sheet.

**n) Disclosure of Appropriation of Profit**

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

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

**o) Loans and Advances/ Investments Net of Provision**

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

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

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

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

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

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

**2.3 Use of Estimates and Judgments**

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

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

**Key Estimates Include the Following:**

Provision on Loans & Advances/ Investments and Off Balance Sheet Items.

Provision for Taxation.

Revaluation of Assets.

Deferred Tax Assets/ Liabilities.

Gratuity Fund.

Useful Life of Depreciable Assets.





## **2.4 Consolidation of Financial Statements**

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

## **2.5 Consistency**

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

## **2.6 Going Concern**

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

## **2.7 Foreign Currency Transactions**

### **2.7.1 Foreign Currencies Translation**

Foreign currency transactions are converted into equivalent taka using the ruling exchange rates on the dates of respective transactions as per IAS – 21 “ the effects of changes in foreign exchange rates”. Foreign currencies balances as at december 31, 2023 have been converted into taka currency at the revaluation rate determined by Bangladesh bank.

### **2.7.2 Commitments**

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

### **2.7.3 Translation Gains and Losses:**

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

## **2.8 Offsetting**

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

## **2.9 Revenue Recognition**

### **a) Interest Income/ Profit on Investments**

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

### **b) Interest/ profit Income from Investment**

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





### c) Dividend Income

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

### d) Fees and Commission

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

### e) Interest/ Profit and Other Expenses

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

## 2.10 Dividend paid

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

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

## 2.11 Assets and the Basis of Their Valuation

### 2.11.1 Cash and Cash Equivalents

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

### 2.11.2 Loans and Advances/ Investments

(a) Loans and Advances/ Investments are stated at gross amount and before off setting general provisions against them.

(b) Interest/ profit on loans and advances/ investments is charged and accounted for quarterly on an accrual basis.

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

Category/Status of loans and advances/ Investments	Rates	
	Bangladesh Bank's Requirement	Maintained by the Bank
<b>Provisions for unclassified loans and advances/ Investments:</b>		
All unclassified loans/ investments (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/ investments for professionals under consumer financing scheme)	5%	5%
Consumer financing (For Housing Finance & Loans/ Investments for professionals set up)	1-2%	1-2%
Short term agri. Credit	1%	1%
Special general provision-COVID-19	1.50%-2%	1.50%-2%
<b>Provisions for classified loans and advances/ Investments:</b>		
Substandard	5%-20%	5%-20%
Doubtful	5%-50%	5%-50%
Bad or Loss	100%	100%





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

### 2.11.3 Investments

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

**The Valuation Methods of Investment Used are:**

#### a) Held to Maturity (HTM)

Investments which are intended to be held to maturity are classified as "Held to Maturity". These are measured at amortized cost at each year end by taking into account any discount or premium in acquisition. Amortized amount of such premium are booked into profit and loss account or discount is booked to reserve until maturity or disposal.

#### b) Held for Trading (HFT)

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

Value of investments has been enumerated as follows:

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

#### c) Investment in Listed Securities

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

#### d) Investment in Unquoted Securities

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

#### e) Investment in Subsidiary

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

### 2.11.4 Property, Plant and Equipment

#### Recognition and Measurement

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

#### Subsequent Cost

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



## Depreciation

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

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

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

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

### 2.11.5 Intangible Assets

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

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

### 2.11.6 Other Assets

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

### 2.11.7 Receivables

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

### 2.11.8 Non-banking Assets

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

## 2.12 Capital / Shareholders' Equity

### A) Authorized Capital

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

### B) Paid Up Capital:

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

### 2.13 Statutory Reserve

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





#### **2.14 Non-Controlling Interest in Subsidiary**

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

#### **2.15 Deposits and Other Accounts**

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

#### **2.16 Borrowings from Other Banks, Financial Institutions and Agents**

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

#### **2.17 Provision for Liabilities**

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

#### **2.18 Retirement Benefits to the Employees**

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

##### **a) Provident Fund**

Provident fund benefits are given to the permanent employees of the bank in accordance with the bank's service rules, and accordingly a trust deed and provident fund rules were prepared. The Commissioner of Taxes, LTU, dhaka has approved the provident fund as a recognized provident fund within the meaning of section 2 (52), read with the provisions of part - B of the first schedule of Income Tax Ordinance, 1984. The recognition took effect from 31 May, 2014. The fund is operated by a board of trustees consisting five members (all members from management) of the bank. All confirmed employees of the bank are contributing 10% of their basic salary as subscription to the fund. The bank also contributes equal amount of the employees' contribution. Interest/ profit earned from the investments is credited to the members' account on yearly basis.

##### **b) Gratuity Fund**

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

#### **2.19 Taxation**

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

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

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognized for the temporary differences relating to the initial recognition of goodwill, the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss, and differences relating to investments in subsidiaries to the extent that it is probable that they will not reverse in the foreseeable future. Deferred tax is measured at the tax rates that are expected to be



applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities against current tax assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

## **2.20 Contingent Asset & Contingent Liability**

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

## **2.21 Statement of Cash Flows**

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

## **2.22 Statement of Changes in Equity**

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

## **2.23 Liquidity Statement**

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

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

## **2.24 Earnings Per Share**

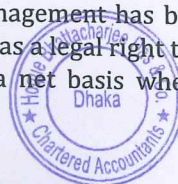
The company calculates earnings per share (EPS) in accordance with IAS 33 "Earnings Per Share (EPS)" the Bank has been reporting 'Basic EPS' as there has been no dilution possibilities during the year. Basic EPS is computed by dividing the profit or loss after tax by the total number of ordinary shares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

## **2.25 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.

## **2.26 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.





## 2.27 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.

## 2.28 Credit Rating

In compliance with Bangladesh Bank's BRPD circular No. 06, dated July 05, 2006, Alpha Credit Rating Limited (Alpha Rating) has conducted a comprehensive assessment of the bank's operational and financial performance, considering all relevant qualitative and quantitative factors. Based on this in-depth analysis of financial data of the bank up to December 31, 2022, and considered other prevailing factors up to the date of the rating decision, Alpha Credit Rating Limited (Alpha Rating) awarded the following ratings:

Particulars	Periods	Date of Rating	Long Term	Short Term
Entity Rating	January to December 2022	25 <sup>th</sup> June 2023	AA	ST - 2
Entity Rating	January to December 2021	26 <sup>th</sup> June 2022	AA-	ST - 2
Entity Rating	January to December 2020	27 <sup>th</sup> June 2021	AA-	ST - 2

## 2.29 Risk Management

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

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

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

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





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

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

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

#### **2.29.1 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 PLC. 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.

#### **2.29.2 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.

#### **2.29.3 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.





#### **2.29.4 Money Laundering & Terrorist Financing Risk Management**

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

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

#### **2.29.5 Internal Control and Compliance**

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

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

The Board of Directors of Meghna Bank PLC. 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.

#### **2.29.6 Information & Communication Technology Risk**

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





### 2.29.7 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.

### 2.29.8 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.

### 2.29.9 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.

### 2.30 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.

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

Name of IAS	IAS No.	Status
Presentation of Financial Statements	IAS 1	Applied
Inventories	IAS 2	Applied
Statement of Cash Flows	IAS 7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	IAS 8	Applied
Events after the Reporting Period	IAS 10	Applied
Income Taxes	IAS 12	Applied
Property, Plant and Equipment	IAS 16	Applied
Employee Benefits	IAS 19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	IAS 20	Not Applicable
The Effects of Changes in Foreign Exchange Rates	IAS 21	Applied
Borrowing Costs	IAS 23	Applied
Related Party Disclosures	IAS 24	Applied
Accounting and Reporting by Retirement Benefit Plans	IAS 26	Applied
Separate Financial Statements	IAS 27	Applied
Investment in Associates & Joint Ventures	IAS 28	Not Applicable
Financial Reporting in Hyperinflationary Economies	IAS 29	Not Applicable
Financial Instruments: Presentation	IAS 32	Applied
Earnings per share	IAS 33	Applied
Interim Financial Reporting	IAS 34	Applied
Impairment of Assets	IAS 36	Applied
Provisions, Contingent Liabilities and Contingent Assets	IAS 37	Applied





Intangible Assets	IAS 38	Applied
Investment Property	IAS 40	Applied
Agriculture	IAS 41	Not Applicable
<b>Name of IFRS</b>	<b>IFRS No.</b>	<b>Status</b>
First-time Adoption of Bangladesh Financial Reporting Standards	IFRS 1	Not Applicable
Share Based Payment	IFRS 2	Not Applicable
Business Combinations	IFRS 3	Not Applicable
Insurance Contracts	IFRS 4	Not Applicable
Non-current Assets Held for Sale and Discontinued Operations	IFRS 5	Applied
Exploration for and Evaluation of Mineral Resources	IFRS 6	Not Applicable
Financial Instruments: Disclosures	IFRS 7	Applied
Operating Segments	IFRS 8	Applied
Financial Instruments	IFRS 9	Applied
Consolidated Financial Statements	IFRS 10	Applied
Joint Agreements	IFRS 11	Not Applicable
Disclosure of Interest in other Entities	IFRS 12	Applied
Fair Value Measurement	IFRS 13	Applied
Regulatory Deferral Accounts	IFRS 14	Not Applicable
Revenue from Contracts with Customers	IFRS 15	Applied
Leases	IFRS 16	Applied

## 2.32 Audit Committee of the Board

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

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

### 2.32.1 Composition and Qualifications

The Board of Directors as its 150<sup>th</sup> Board Meeting held on January 26, 2023 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. S. M. Rezaur Rahman	Director	Chairman	BA	4 out of 4
2	Mr. S.M. Jahangir Alam (Manik)	Director	Member	Graduate	0 out of 4
3	Md. Mahamudul Alam*	Director	Member	MSS	2 out of 2
4	Dr. Syed Ferhat Anwar*	Independent Director	Member	Ph.D	2 out of 2
5	Mr. Md. Ahsan Ullah	Independent Director	Member	MA (Economics)	4 out of 4

\* Mr. Md. Mahamudul Alam & Dr. Syed Ferhat Anwar has been nominated as a member on November 05, 2023





### 2.32.2 Meetings of the Audit Committee

Bangladesh Bank suggested banks to hold at least 4 meetings in a year. The Audit Committee of MGBPLC held 04 (four) meetings in 2023 and had detailed discussions and review sessions with the In Charge of Internal Control & Compliance, External Auditors regarding their findings and remedial suggestions on various issues that need improvement. The Audit Committee of the Board (ACB) instructed management to follow those remedial suggestions and monitored accordingly. Meeting dates are as follows:

Sl No.	Name of Meeting	Date of Meeting
1	39 <sup>th</sup> Audit Committee Meeting	April 13, 2023
2	40 <sup>th</sup> Audit Committee Meeting	June 8, 2023
3	41st Audit Committee Meeting	November 14, 2023
4	42nd Audit Committee Meeting	December 19, 2023

### 2.32.3 Major areas focused by Audit Committee in 2023

- Reviewed and approved the 'Risk Based Annual Audit Plan 2024'.
- Reviewed and approved the 'Risk Based Audit Checklist 2023'.
- Reviewed Annual Financial Statements of the Bank for the year ended 31 December 2022 as certified by the External Auditors, Khan Wahab Shafique Rahman & Co. Chartered Accountants, before submission to the Board of Directors for approval
- Reviewed Management Report on the Bank for the year ended 31 December 2022 submitted by the External Auditors, Khan Wahab Shafique Rahman & Co. Chartered Accountants and subsequent compliance thereof
- Reviewed the Financial Statements for the Half Year ended on June 30, 2023 (unaudited)
- Reviewed the Bangladesh Bank inspection reports and compliance thereof
- Reviewed Internal Audit Reports of both Branch and Head Office Divisions of the Bank and compliance thereof
- Reviewed the Internal Loan Review Reports of the Bank
- Reviewed the Special Audit Reports of the Bank.
- Reviewed the half yearly Self-Assessment of Anti-Fraud Internal Control of the Bank.
- Reviewed the Staff accounts monitoring reports for period July to December 2022 and January to June 2023.
- Reviewed the Annual Health report of the Bank for the year 2022
- Reviewed the effectiveness of Internal Control System of the Bank for the year 2022
- Reviewed the Report on Loan Documentation Checklist (LDCL) and Quarterly Operation Report (QOR)
- Reviewed the Report on Calendar of Returns
- Re-appointment of External Auditor for the year 2023, M/s Hoque Bhattacharjee Das & Co.

### 2.33 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 PLC.	2.78%	Chairman
			2	Diesel Motors & Services (BD) Limited	20.00%	Managing Director
			3	Bangladesh Consortium Ltd.	15.00%	Managing Director



2	Ms. Imrana Zaman Chowdhury	Vice Chairperson	1	Meghna Bank PLC.	4.16%	Vice Chairman
			2	Navana Pharmaceuticals Limited	3.74%	Director
			3	Lighthouse Navigation Ltd.	50.00%	Director
			4	Manticore Technology Ltd.	15.00%	Director
3	Mr. Javed Kaiser Ally	Director	1	Meghna Bank PLC.	1.13%	Director
			2	Navana Pharmaceuticals Ltd.	2.33%	Director
			3	Lighthouse Navigation Ltd.	50.00%	Director
			4	Aquamarine Ltd.	97.00%	Director
4	Cassiopea Fashion Ltd. Represented Mr. Tanveer Ahmed	Director	1	Cassiopea Appearles Ltd.	52.63%	Managing Director
			2	Cassiopea Fashion Ltd.	3.83%	Managing Director
			3	Elegant Washing Plant Ltd.	99.09%	Managing Director
			4	Cassiopea Clothing Ltd.	50.00%	Managing Director
			5	Cassiopea Garments Ltd.	50.00%	Managing Director
			6	Elegant Accessories Ltd.	50.00%	Managing Director
			7	Lavender Convenience Store Ltd.	20.00%	Managing Director
			8	Cassiopea Dress Ltd.	50.00%	Managing Director
			9	Cassiopea Sweaters Ltd.	96.00%	Managing Director
			10	Elegant Stock & Securities Ltd.	20.81%	Managing Director
			11	Elegant Spinning & Textiles Ltd.	40.00%	Managing Director
			12	Dongbang Facilities BD Ltd.	10.00%	Managing Director
			13	Elegant Coal & mining Company	100.00%	Proprietor
			14	Elegant Fashion	100.00%	Proprietor
			15	Elegant Construction Ltd.	50.00%	Managing Director
5	Salim & Brothers Ltd. Represented by Mr. Mohammed Mamun Salam	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%	Managing Director
			9	Four Seasons Resorts Ltd.	50.00%	Managing Director



6	Bismillah Marine Services JAS Ltd. Represented by Ms. Nuran Fatema	Director	1	Bismillah Marine Services J.A.S Limited	50.00%	Partnership
7	Mr. S.M. Jahangir Alam (Manik)	Director	1	Meghna Bank PLC.	4.23%	Director
			2	Sanji Stainless Steel Ind Ltd.	99.93%	Managing Director
			3	Sanji Property Development Ltd.	75.00%	Chairman & Managing Director
			4	Panama CNG Conversion	100.00%	Proprietor
			5	Lion Jahangir Alam Manik Mohila College	100.00%	Founder Chairman
			6	Bir Bikrom Shahid Tariquillah Foundation	100.00%	Chairman
8	Ms. Rehana Ashequr Rahman	Director	1	Meghna Bank PLC.	2.42%	Director
			2	Buraq International Ltd.	65.00%	Chairman
			3	Diesel Motor Services (BD) Ltd.	20.00%	Director
9	Ms. Tarana Ahmed	Director	1	Meghna Bank PLC.	2.61%	Director
			2	Arwa Electrical	100.00%	Proprietor
			3	Navana Pharmaceuticals Limited	2.33%	Director
			4	Goodie Accessories (Pvt) Ltd.	20.00%	Chairman
			5	Arimate Goodie Electrical Industries Ltd.	20.79%	Chairman
			6	Arimate Lighting and Electrical Solutions (Pvt) Ltd.	20.00%	Managing Director
10	Steadfast Management Trading Ltd. Represented by SM Rezaur Rahman	Director	1	United Corporation Advisory Services Ltd	15.00%	Director
			1	Meghna Bank PLC.	4.17%	Director
			2	Agricultural Marketing Co Ltd (AMCL)	0.41%	Executive Director
			3	Property Development Ltd.	0.03%	-
			4	PRAN Foods Ltd.	1.99%	Director
			5	PRAN Agro Ltd.	0.005%	Director
			6	PRAN Exports Ltd.	0.003%	Director
			7	PRAN Beverage Limited	0.002%	Director
			8	Rangpur Foundry Ltd	0.40%	Executive Director
			9	Kaliganj Agro Processing Ltd.	0.005%	Director
			10	RFL Plastics Ltd.	0.02%	Director
			11	Banga Building Material	0.126%	Director





11	Ms. Uzma Chowdhury	Director	12	Chorka Textile Ltd.	0.013%	Director
			13	Packmat Industries Ltd.	2.16%	Director
			14	Rangpur Metal industries Ltd.	0.001%	Director
			15	Durable Plastic Ltd.	0.03%	Director
			16	Allplast Bangladesh Ltd.	0.04%	Director
			17	Banga Millers Ltd.	0.0008%	Director
			18	Banga Bakers Ltd.	0.0001%	Director
			19	Habiganj Agro Ltd.	0.0001%	Director
			20	Get Well Ltd.	0.001%	Director
			21	Sylvan Agriculture Ltd.	0.199%	Director
			22	Sylvan Technologies Ltd.	0.0002%	Director
			23	Gonga Foundry Ltd.	0.0001%	Director
			24	Advance Personal Care Ltd.	0.14%	Director
			25	RFL Electronic Ltd.	0.001%	Director
12	Cogent Bangladesh Ltd. Represented by Dr. Zahara Rasul	Director	1	Navana Pharmaceuticals Ltd.	4.48%	Director
			2	Agro Acers Limited	20.00%	Director
13	Ms. Ishmam Raidah Rahman	Director	1	Meghna Bank PLC.	2.35%	Director
			2	Gold Brticks Limited	40.00%	Director
14	Ms. Aresha Manami Shafiq	Director	1	Meghna Bank PLC.	1.13%	Director
15	Met Connect Management Ltd. Represented by Mr. Abu Haydar Chowdhury	Director	1	Chumki Apparels Ltd.	25.00%	Director
16	Labib Dyeing Mills Ltd. Represented by Mr. Md. Mahamudul Alam	Director	1	Nikebad Builders Ltd.	33.33%	Director
			2	Tista Exim	50.00%	Partnership
17	Mr. Syed Ferhat Anwar	Independent Director		N/A	N/A	
18	Ar. Md. Ahsan Ullah	Independent Director		N/A	N/A	

## 2.34 The Significant Related Party Transactions During the Year Were as Follows

### Credit Card Facilities

Name of Director of MGBL	Approved Limit	Type of Securities	Value of Eligible Securities	Outstanding as on December 31, 2023
Mr. H N Ashequr Rahman	1,000,000	FDR	1,100,000	-
Ms. Rehana Ashequr Rahman	1,000,000	FDR	1,100,000	305
Mr. Mohammed Mamun Salam	900,000	FDR	1,000,000	11,905
Ms. Uzma Chowdhury	720,000	FDR	800,000	-





### 2.35 Covid-19

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

### 2.36 Approval of Financial Statements

These financial statements were reviewed by the audit committee of the Board of the bank in its 43<sup>rd</sup> meeting held on March 10, 2024 and was subsequently approved by the Board of Directors in its 170<sup>th</sup> meeting held on March 27, 2024.

### 2.37 Reporting Period

These financial statements cover the period from 1 January 2023 to 31 December 2023.

### 2.38 Events after the Reporting Period

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

The Board of Directors of the Bank at its 170<sup>th</sup> meeting held on March 27, 2024 has recommended 10% cash dividend & 2.50% stock dividend for the year 2023. This dividend is subject to the approval by the shareholders of the bank at the forthcoming Annual General Meeting (AGM). The effect of the above cash and stock dividend will be accounted for in the period when the shareholders' right to receive the payment will be established.

### 2.39 General

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





		Amount in Taka	
		2023	2022
<b>3 Consolidated Cash in hand (Including foreign currencies)</b>			
Meghna Bank PLC. (Note-3a)		817,533,074	899,992,595
Meghna Bank Securities Ltd		1,782	-
		<b>817,534,856</b>	<b>899,992,595</b>
<b>3a Cash in hand (Including foreign currencies)</b>			
In local currency		743,574,808	891,589,424
In foreign currencies		73,958,266	8,403,171
		<b>817,533,074</b>	<b>899,992,595</b>
<b>4 Consolidated Balance with Bangladesh Bank and its agent bank(s) (Including foreign currencies)</b>			
Meghna Bank PLC. (Note-4a)		4,094,704,126	3,020,097,923
Meghna Bank Securities Ltd		-	-
		<b>4,094,704,126</b>	<b>3,020,097,923</b>
<b>4a Balance with Bangladesh Bank and its agent bank(s) (Including foreign currencies)</b>			
In local currency		3,920,178,711	2,847,393,060
In foreign currencies		174,525,415	172,704,863
		<b>4,094,704,126</b>	<b>3,020,097,923</b>
<b>Balance with Sonali Bank Ltd as agent of Bangladesh Bank</b>			
In local currency		-	-
In foreign currencies		-	-
		<b>4,094,704,126</b>	<b>3,020,097,923</b>

#### 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 (as amended up to date) and DOS Circular No.01 dated January 19, 2014 & MPD circular no. 03, dated April 09, 2020 for Domestic Banking Operation (DBU) and BRPD circular No. 31 dated June 18, 2020 for Offshore Banking Unit (OBU) issued by Bangladesh Bank.

The bank has been maintaining 3.50% as CRR on daily basis and 4.00% as CRR on bi-weekly basis for Domestic Banking Operation (DBU) & Islamic Banking Unit and 1.50% as CRR on daily basis & 2.00% on bi-weekly basis for Offshore Banking Unit (OBU). CRR requirement is calculated on the basis of weekly average total demand and time liabilities (ATDTL) of a base month which is two months back of the reporting month (i.e. CRR of December 2023 is maintained on the basis of weekly ATDTL of October 2023) and maintained with Bangladesh Bank. The bank also maintaining 13% as SLR on weekly average total demand and time liabilities (ATDTL) of a base month which is two months back of the reporting month (i.e. SLR of December 2023 is maintained on the basis of weekly ATDTL of October 2023) for conventional banking & Offshore banking unit and 5.50% as SLR on weekly average total demand and time liabilities (ATDTL) of a base month which is two months back of the reporting month (i.e. SLR of December 2023 is maintained on the basis of weekly ATDTL of October 2023) for Islamic Banking Unit. Both the reserves maintained by the bank are in excess of the statutory requirements, as shown below:

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

##### For Domestic Banking Unit (DBU)

Required Reserve

Actual Reserve held with Bangladesh Bank (In local currency)

CRR Surplus

2,641,324,280	2,016,503,000
3,668,148,394	2,768,360,506
<b>1,026,824,114</b>	<b>751,857,506</b>

##### For Offshore Banking Unit (OBU)

Required Reserve

Actual Reserve held with Bangladesh Bank (In local currency)

CRR Surplus

-	-
-	-
-	-

##### For Islamic Banking Unit (IBU)

Required Reserve

Actual Reserve held with Bangladesh Bank (In local currency)

CRR Surplus

84,495,840	28,371,000
323,967,700	71,766,600
<b>239,471,860</b>	<b>43,395,600</b>





		Amount in Taka	
		2023	2022
<b>4a.3 Statutory Liquidity Ratio (SLR): Base on Average Total Demand and Time Liabilities on daily basis.</b>			
<b>For Domestic Banking Unit (DBU)</b>			
Required Reserve	8,584,303,910	6,553,633,000	
Actual Reserve held	15,087,047,333	12,207,435,636	
<b>SLR Surplus</b>	<b>6,502,743,423</b>	<b>5,653,802,636</b>	
<b>Held for Statutory Liquidity Ratio</b>			
Cash in hand (Note-3a)	810,519,769	895,653,111	
Government Securities - Treasury Bills (Note-7a)	-	490,595,854	
Government Treasury Bond (HTM & HFT) (Note-7a)	13,249,703,450	10,069,329,165	
Excess Reserve of CRR (Note-4a.2)	1,026,824,114	751,857,506	
	<b>15,087,047,333</b>	<b>12,207,435,636</b>	
<b>For Offshore Banking Unit (OBU)</b>			
Required Reserve	-	-	
Actual Reserve held	-	-	
<b>SLR Surplus</b>	<b>-</b>	<b>-</b>	
<b>Held for Statutory Liquidity Ratio</b>			
Cash in hand (Note-3a)	-	-	
Government Securities - Treasury Bills (Note-7a)	-	-	
Government Treasury Bond (HTM & HFT) (Note-7a)	-	-	
Excess Reserve of CRR (Note-4a.2)	-	-	
	<b>-</b>	<b>-</b>	
<b>For Islamic Banking Unit (IBU)</b>			
Required Reserve	116,181,780	39,010,000	
Actual Reserve held	304,035,165	105,285,084	
<b>SLR Surplus</b>	<b>187,853,385</b>	<b>66,275,084</b>	
<b>Held for Statutory Liquidity Ratio</b>			
Cash in hand (Note-3a)	7,013,305	4,339,484	
Government Securities - Treasury Bills (Note-7a)	-	-	
Government Treasury Bond (HTM & HFT) (Note-7a)	57,550,000	57,550,000	
Excess Reserve of CRR (Note-4a.2)	239,471,860	43,395,600	
	<b>304,035,165</b>	<b>105,285,084</b>	
<b>5 Consolidated Balance with Other Banks and Financial Institutions In Bangladesh</b>			
Meghna Bank PLC. (Note-5a)	4,308,508,303	4,015,412,854	
Meghna Bank Securities Ltd	79,755,748	64,429,257	
	4,388,264,051	4,079,842,110	
Less: Inter Company Transaction	16,494,969	45,750,238	
	<b>4,371,769,082</b>	<b>4,034,091,872</b>	
<b>Outside Bangladesh</b>			
Meghna Bank PLC. (Note-5a)	598,950,718	344,608,597	
Meghna Bank Securities Ltd	-	-	
	<b>598,950,718</b>	<b>344,608,597</b>	
	<b>4,970,719,800</b>	<b>4,378,700,469</b>	
<b>5a Balance with Other Banks and Financial Institutions In Bangladesh (Note-5a.1)</b>			
Outside Bangladesh (Note-5a.2)	4,308,508,303	4,015,412,854	
	598,950,718	344,608,597	
	<b>4,907,459,021</b>	<b>4,360,021,451</b>	





## 5a.1 In Bangladesh

### 5a.1a Current Account

Trust Bank Limited, Gulshan Branch
Trust Bank Limited, Shathibari Branch
AL-Arafah Islami Bank PLC., Bormi Bazar Branch
Southeast Bank PLC., Bandura Branch
Eastern Bank PLC., Gulshan Branch
Social Islami Bank PLC., Sirajgonj Branch
Meghna Bank PLC., Principal Branch TCS
Jamuna Bank PLC., Kalampur Branch
Agrani Bank PLC., Munshirhat Branch
BRAC Bank PLC., Gulshan Branch
Sonali Bank PLC., Local Office
Bank Asia Limited, Bogra Branch
Sonali Bank PLC., Feni Branch
Sonali Bank PLC., Sirajganj Branch
Sonali Bank PLC., Kishoreganj Branch
Sonali Bank PLC., Munshiganj Corporate Branch 2
Sonali Bank PLC., Kushtia Corporate Branch
Sonali Bank PLC., Rangpur Corporate Branch
Sonali Bank PLC., Jashore Corporate Branch
Sonali Bank PLC., Chehelgazi Branch

Amount in Taka	
2023	2022

8,549,616	448,227
99,334	100,177
1,620	3,039
7,342	7,342
1,770,005	514,700
19,700	20,390
128,256	150
14	14
3,062,848	23,441
536,255	409,902,155
14,896,955	44,514,759
-	1
532,354	38,980
2,660	3,350
8,005,294	21,545
20,984	34,906
3,543,919	10,043,919
300,000	6,992,032
12,270,989	45,007,671
65,622	61,256
<b>53,813,767</b>	<b>517,738,054</b>

### 5a.1b Special Notice Deposits

Mercantile Bank PLC., Agrabad Branch
Meghna Bank PLC., Special Fund
NCC Bank PLC., Laldighirpar Branch
Trust Bank Limited,
Sonali Bank PLC., Nalchity Branch
Sonali Bank PLC., Mithapukur Branch

12,314,785	11,989,373
24,549,174	15,372,165
285,994	5,165,023
62,700,000	-
10,830	10,830
2,239,612	26,685,346
<b>102,100,395</b>	<b>59,222,737</b>

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

FDR with Other Banks (Note-5a.1c.i)
FDR with Financial Institutions (Note-5a.1c.ii)

945,000,000	795,000,000
3,207,594,141	2,643,452,063
<b>4,152,594,141</b>	<b>3,438,452,063</b>

#### 5a.1c.i FDR with Other Banks

Padma Bank PLC.
United Commercial Bank PLC.
Modhumoti Bank PLC.
EXIM Bank Limited

295,000,000	295,000,000
500,000,000	-
150,000,000	300,000,000
-	200,000,000
<b>945,000,000</b>	<b>795,000,000</b>

#### 5a.1c.ii FDR with Financial Institutions

IDLC Finance PLC.
FAS Finance & Investment Ltd
International Leasing Financial Service Limited
GSP Finance Company (Bangladesh) Limited
IPDC Finance Limited
Lanka Bangla Finance PLC.

1,250,000,000	1,250,000,000
53,776,250	53,776,250
85,697,846	74,675,813
348,120,045	295,000,000
1,000,000,000	500,000,000
470,000,000	470,000,000
<b>3,207,594,141</b>	<b>2,643,452,063</b>
<b>4,308,508,303</b>	<b>4,015,412,854</b>





5a.2 Outside Bangladesh (NOSTRO Account)

Current Account

AB Bank Ltd, Mumbai, ACU
Mashreq Bank p.s.c. New York, USD
Habib American Bank, New York, USD
MCB Bank Limited, Karachi, Pakistan, ACU
BANCA Popolare Di Sondrio, Sondrio, Italy, EURO
Kookmin Bank, Seoul Korea, USD
Kookmin Bank, Seoul Korea, GBP
Kookmin Bank, Seoul Korea, CAD
National Bank of Pakistan, Tokyo, Japan., JPY
Kookmin Bank, Seoul Korea, AUD
HDFC Bank Limited, Mumbai, India, ACU
Bank Al Jazira, KSA, SAR
AXIS Bank Ltd. Kolkata, India, ACU
Bhutan National Bank, ACU
Sonali Bank UK, USD
Sonali Bank UK, EUR
Agricultural Bank of China, CYN
Punjab National Bank, Kolkata, ACU

Amount in Taka	
2023	2022
22,018,699	19,870,006
392,730,117	189,958,483
48,647,617	70,599,378
890,143	1,473,389
12,461,773	2,209,057
3,005,721	3,875,610
1,636,007	2,659,819
374,486	324,263
526,487	8,569,742
1,333,537	-
10,742,432	11,100,880
4,739,479	4,539,113
14,832,827	18,128,476
3,168,072	4,921,964
4,175,846	893,373
7,823,005	-
60,260,790	-
9,583,680	5,485,044
<b>598,950,718</b>	<b>344,608,597</b>

Currency wise Distribution:

Foreign Currency

USD/ACU
GBP
EUR
JYP
SAR
CYN
CAD

BDT	Composition
511,128,690	85.34%
1,636,007	0.27%
20,284,778	3.39%
526,487	0.09%
4,739,479	0.79%
60,260,790	10.06%
374,487	0.06%
<b>598,950,718</b>	<b>100%</b>

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 2023 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.

	<u>As per Bank's Book</u>				<u>As per Correspondents' Book</u>				<u>Amount in US\$</u>
	<u>Debit entries</u>		<u>Credit entries</u>		<u>Debit entries</u>		<u>Credit entries</u>		
	No.	Amount	No.	Amount	No.	Amount	No.	Amount	
Up to 3 months	3	214,605.51	20	937,050.74	4	22,200.59	69	2,135,631.38	
From 03 months to 06 months		-		-		-		-	
From 06 months to 09 months		-		-		-		-	
From 09 months to 12 months		-		-		-		-	
More than 12 months		-		-		-		-	
	<b>3</b>	<b>214,605.51</b>	<b>20</b>	<b>937,050.74</b>	<b>4</b>	<b>22,200.59</b>	<b>69</b>	<b>2,135,631.38</b>	

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

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



53,813,767	921,569,388
3,883,645,254	2,468,452,063
970,000,000	970,000,000
-	-
-	-
<b>4,907,459,021</b>	<b>4,360,021,451</b>



		Amount in Taka	
		2023	2022
<b>6 Consolidated Money at Call and Short Notice</b>			
Meghna Bank PLC. (Note-6a)	-	1,010,000,000	
Meghna Bank Securities Ltd	-	-	
	-	<b>1,010,000,000</b>	
<b>6a Money at Call and Short Notice</b>			
<b>With Bank</b>			
Modhumoti Bank PLC.	-	410,000,000	
United Commercial Bank PLC.	-	400,000,000	
Midland Bank Limited	-	200,000,000	
	-	<b>1,010,000,000</b>	
<b>7 Consolidated Investment:</b>			
<b>Government Securities</b>			
Meghna Bank PLC. (Note-7a,ii,a)	14,521,710,500	10,617,914,619	
Meghna Bank Securities Ltd	394,038,450	-	
	<b>14,915,748,950</b>	<b>10,617,914,619</b>	
<b>Other Investments</b>			
Meghna Bank PLC. (Note-7a,ii,b)	4,181,892,549	2,766,233,315	
Meghna Bank Securities Ltd	424,893,024	412,011,501	
	<b>4,606,785,573</b>	<b>3,178,244,816</b>	
	<b>19,522,534,523</b>	<b>13,796,159,435</b>	
<b>7a Investment:</b>			
<b>i) Investment Classified as per Bangladesh Bank Circular:</b>			
Held for Trading (HFT)	1,633,206,802	1,744,364,277	
Held to Maturity (HTM)	12,887,929,398	8,873,110,742	
Other Investment	4,182,466,849	2,766,672,915	
	<b>18,703,603,049</b>	<b>13,384,147,934</b>	
<b>ii) Investment Classified as per Nature:</b>			
<b>a) Government Securities:</b>			
<b>1) Treasury Bills (HFT) Encumbered</b>			
91 Days Treasury Bills	386,723,610	-	
182 Days Treasury Bills	260,343,450	-	
364 Days Treasury Bills	283,855,530	490,595,854	
	<b>930,922,590</b>	<b>490,595,854</b>	
<b>2) Government Bond (HTM &amp; HFT)</b>			
2,5,10,15 & 20 Years Bonds (Note-7a.2)	13,590,213,610	10,126,879,165	
Prize Bond in Hand	574,300	439,600	
	<b>13,590,787,910</b>	<b>10,127,318,765</b>	
<b>Total (1+2)</b>	<b>14,521,710,500</b>	<b>10,617,914,619</b>	
<b>b) Other Investment</b>			
1) Trust Bank Limited Subordinate Bond-II	-	-	
2) Investment in MAXCAP DPA-IDLC (Note - 7a.3)	450,441	441,517	
3) Investment in Shares at cost (Note - 7a.4)	3,717,537,728	2,304,359,768	
4) Investment in Shares at cost under Special Fund (Note - 7a.5)	463,904,380	461,432,030	
	<b>4,181,892,549</b>	<b>2,766,233,315</b>	
	<b>18,703,603,049</b>	<b>13,384,147,934</b>	
<b>7a.1 Maturity-wise Grouping of Investment:</b>			
On demand	-	-	
Not more than 3 months	1,261,471,408	280,482,183	
More than 3 months but less than 1 year	2,738,362,529	1,843,617,286	
More than 1 year but less than 5 years	2,203,917,444	3,008,258,093	
More than 5 years	12,499,851,668	8,251,790,372	
	<b>18,703,603,049</b>	<b>13,384,147,934</b>	





Amount in Taka	
2023	2022

#### 7a.2 Government Bond

##### HTM

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

-	-
-	-
921,362,630	1,276,290,599
2,844,726,622	1,617,274,150
9,064,290,146	5,921,995,993
<b>HFT</b>	
2 Years Bangladesh Government Treasury Bonds - Encumbered	282,960,160
5 Years Bangladesh Government Treasury Bonds	-
10 Years Bangladesh Government Treasury Bonds	-
15 Years Bangladesh Government Treasury Bonds	209,514,842
20 Years Bangladesh Government Treasury Bonds	209,809,210
<b>SUKUK BOND</b>	
5 Years Sukuk Bonds	57,550,000
<b>Total</b>	<b>13,590,213,610</b>
	<b>10,126,879,165</b>

#### 7a.3 Investment in MAXCAP DPA-IDLC

##### Ordinary Share

Cash Balance

450,441	441,517
<b>450,441</b>	<b>441,517</b>

#### 7a.4 Investment in Shares at cost

##### Quoted

British American Tobacco Company Limited
BSRM Steels Limited
Agro Organica PLC.
City Bank PLC.
Eastern Bank PLC.
Grameen Phone Limited
Global Islami Bank PLC.
Heidelberg Cement Bangladesh Limited
IDLC Finance PLC.
IFAD Autos Limited
Islami Commercial Insurance Company Limited
Jamuna Oil Company Limited
Jamuna Bank PLC.
MJL Bangladesh PLC.
Olympic Industries Limited
Robi Asiata Limited
Square Pharmaceuticals PLC.
Summit Power Limited
Titas Gas Transmission & Dist. Co. Limited
United Commercial Bank PLC.

4,405,269	4,405,269
8,676,634	8,676,634
36,950	-
5,634,995	5,634,995
8,007,181	8,007,181
9,456,812	9,456,812
13,173,680	13,173,680
9,291,098	9,291,098
7,087,500	7,087,500
1,927,117	1,927,117
-	87,990
15,840,873	15,840,873
4,851,611	4,851,611
11,537,652	11,537,652
20,203,202	20,203,202
1,500,000	1,500,000
11,784,594	11,784,594
18,130,495	18,130,495
5,702,317	5,702,317
16,060,748	16,060,748





**Unquoted - Preference Share**

Karnaphuli Power Limited
Shah Cement Industries Limited
Baraka Shikalbaha Power Limited
Flamingo Fashions Limited
Jinnat Knitwears Limited
City Seed Crushing Industries Limited
Super Petrochemical Limited
Nitol Motors Limited
Independent Export (BD) Limited
Confidence Power Bogra Limited

Amount in Taka	
2023	2022
360,000,000	480,000,000
350,000,000	-
336,000,000	448,000,000
276,000,000	368,000,000
270,000,000	360,000,000
400,000,000	400,000,000
542,229,000	-
900,000,000	-
60,000,000	-
50,000,000	75,000,000
<b>3,717,537,728</b>	<b>2,304,359,768</b>

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

British American Tobacco Company Limited
City Bank PLC.
Grameen Phone Limited
IDLC Finance PLC.
Jamuna Bank PLC.
Prime Bank PLC.
Lafarge Holcim Bangladesh Limited
Renata Limited
Square Pharmaceuticals PLC.
Summit Power Limited

128,910,464	128,910,465
15,094,136	15,094,136
75,139,846	75,139,846
60,707,730	60,707,730
12,300,298	12,300,298
11,721,231	11,721,231
2,472,350	-
40,739,613	40,739,613
48,227,861	48,227,860
68,590,851	68,590,851
<b>463,904,380</b>	<b>461,432,030</b>

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

**8 Consolidated Loans and Advances/ Investments**

Meghna Bank PLC. (Note-8a)
Meghna Bank Securities Ltd
Less: Inter Company Transaction

50,067,804,625	39,697,755,406
37,921,897	34,107,161
50,105,726,522	39,731,862,568
150,695,953	99,065,830
<b>49,955,030,569</b>	<b>39,632,796,738</b>

**Bills purchased and discounted**

Meghna Bank PLC. (Note-8a)
Meghna Bank Securities Ltd

1,974,402,067	275,827,253
-	-
1,974,402,067	275,827,253
<b>51,929,432,636</b>	<b>39,908,623,991</b>





**8a Loans and Advances/ Investments**  
**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

**Outside Bangladesh**

**ii) Bills purchased and discounted**

**Payable Inside Bangladesh**

Inland bills purchased and discounted

**Payable outside Bangladesh**

Foreign bills purchased and discounted

**8a.1 Net Loans and Advances/ Investments**

Gross performing loans and advances/ Investments

Less:

Interest Suspense (Note-14a)

Provision for loans and advances/ Investments (Note-14a)

Special General Provision - Covid-19 (Note-14a)

**8a.2 Residual Maturity Grouping of Loans and Advances/ Investments Including Bills Purchased and Discounted**

Re-payable on Demand

Not more than 3 months

Over 3 months but not more than 1 year

Over 1 year but not more than 5 years

Over 5 years

**8a.3 Residual Maturity Grouping of Bills Purchased and Discounted**

Re-payable:-

Within 1 month

Over 1 month but less than 3 months

Over 3 months but less than 6 months

6 months or more

Amount in Taka	
2023	2022

4,255,637,320	4,383,968,083
1,829,400,338	739,264,133
4,541,647,587	4,143,047,619
1,649,179,894	2,856,852,646
54,385,114	-
18,374,215,637	10,134,322,592
104,630,327	439,998,907
-	101,637,304
971,464,642	883,349,913
2,304,139,163	2,560,722,440
1,314,034,458	831,392,557
13,397,541,604	11,697,880,055
283,044,330	315,765,743
532,801,222	95,511,875
455,682,989	514,041,539
<b>50,067,804,625</b>	<b>39,697,755,406</b>
-	-
<b>50,067,804,625</b>	<b>39,697,755,406</b>

1,918,643,176	154,633,478
55,758,891	121,193,775
<b>1,974,402,067</b>	<b>275,827,253</b>
<b>52,042,206,692</b>	<b>39,973,582,659</b>

52,042,206,692	39,973,582,659
1,149,057,338	1,029,797,712
1,480,039,852	1,750,494,107
65,702,005	100,392,009
2,694,799,195	2,880,683,828
<b>49,347,407,497</b>	<b>37,092,898,831</b>

-	-
17,924,571,580	15,601,676,226
18,286,030,143	11,247,319,732
11,358,390,995	9,331,687,283
4,473,213,974	3,792,899,418
<b>52,042,206,692</b>	<b>39,973,582,659</b>

434,368,454	3,102,778
651,552,682	82,681,481
866,397,414	190,042,994
22,083,517	-
<b>1,974,402,067</b>	<b>275,827,253</b>





**8a.4 Loans and Advances/ Investments on the Basis of Significant Concentration:**

(a) Advances to allied concern of Directors

(b) Advances to Chief Executives and Other Senior Officers

(c) Advances to Customer Groups:

i) Commercial Lending

ii) Export Financing

ii) House Building Loan

iii) Retail Loan

iv) Small and Medium Enterprises

vi) Special Program Loan

v) Industrial Loans Details (Note-8a.4a)

vi) Others Loan

vii) Other Loans and Advances/ Investments (SOD)

Amount in Taka	
2023	2022
-	-
243,316,952	268,829,684
4,163,070,276	4,877,857,618
54,385,114	986,776,398
2,194,983,072	2,440,628,645
352,773,589	1,194,290,697
532,801,222	7,762,386,920
-	-
28,680,243,955	21,164,487,563
13,991,232,174	1,023,480,117
1,829,400,338	254,845,017
51,798,889,740	39,704,752,975
<b>52,042,206,692</b>	<b>39,973,582,659</b>

**8a.4a Details of Industrial Loans and Advances/ Investments**

i) Agricultural industries

ii) Textile industries

iii) Food and allied industries

iv) Pharmaceutical industries

v) Leather, Chemical, Cosmetics etc

iv) Tobacco industries

v) Cement and Ceramic industries

vi) Service industries

vii) Transport and Communication Industries

viii) Other industries including bills purchased and discounted

535,305,129	2,005,804,525
6,695,195,805	1,623,039,741
2,148,315,131	496,663,458
348,498,251	228,454,626
-	-
1,710,172,165	373,521,030
4,815,519,908	1,418,029,402
19,460,382	856,906,380
12,407,777,184	14,162,068,401
<b>28,680,243,955</b>	<b>21,164,487,563</b>

**8a.5 Details of Large Loans and Advances/ Investments****Advances allowed to individual customer exceeding 10% of Bank's total capital:**

Total outstanding amount to customers at end of the year

2147.88 Crore

1,827.59 Crore

Number of such types of customers

44

38

Amount of Classified Advances thereon

64.15

-

Measures taken for recovery

-

-

Each of the forty four customers exceeds the limit of 10% of Bank's total capital in the year 2023. 10% of Bank's total capital stood as on December 31, 2023 Tk. 94.13 crore.

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

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

Public Sector

Co-Operative Sector

Private Sector

-	-
-	-
52,042,206,692	39,973,582,659
<b>52,042,206,692</b>	<b>39,973,582,659</b>

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

Area	As at 31 December 2023		As at 31 December 2022	
	Amount	Composition	Amount	Composition
i) Inside Bangladesh (Note-8a.8)				
a) In Rural Areas	2,933,438,094	5.64%	3,241,494,565	8.11%
b) In Urban Areas	49,108,768,598	94.36%	36,732,088,094	91.89%
<b>Sub-total</b>	<b>52,042,206,692</b>	<b>100.00%</b>	<b>39,973,582,659</b>	<b>100.00%</b>
ii) Outside Bangladesh	-	-	-	-
<b>Total</b>	<b>52,042,206,692</b>	<b>100.00%</b>	<b>39,973,582,659</b>	<b>100.00%</b>





## 8a.8 Inside Bangladesh

Amount in Taka	
2023	2022

Division	As at 31 December 2023		As at 31 December 2022	
	Amount	Composition	Amount	Composition
Dhaka	40,783,246,584	78.37%	31,247,813,157	78.17%
Chittagong	8,871,076,530	17.05%	6,254,539,972	15.65%
Sylhet	374,568,873	0.72%	321,832,913	0.81%
Rajshahi	812,518,138	1.56%	926,583,811	2.32%
Rangpur	362,248,705	0.70%	623,204,857	1.56%
Khulna	158,723,339	0.30%	400,501,359	1.00%
Barisal	679,824,523	1.31%	199,106,590	0.50%
<b>Total</b>	<b>52,042,206,692</b>	<b>100.00%</b>	<b>39,973,582,659</b>	<b>100.00%</b>

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

Status	As at 31 December 2023		As at 31 December 2022	
	Amount	Composition	Amount	Composition
<b>a) Unclassified</b>				
Unclassified (including staff Loans)	48,421,119,225	93.04%	36,283,323,297	90.77%
Special Mention Account (SMA)	1,262,496,068	2.43%	999,430,837	2.50%
	<b>49,683,615,293</b>		<b>37,282,754,134</b>	
<b>a) Classified</b>				
Substandard	58,143,576	0.11%	303,247,532	0.76%
Doubtful	352,889,787	0.68%	156,199,490	0.39%
Bad or loss	1,947,558,036	3.74%	2,231,381,503	5.58%
	<b>2,358,591,399</b>		<b>2,690,828,525</b>	
<b>Total</b>	<b>52,042,206,692</b>	<b>100.00%</b>	<b>39,973,582,659</b>	<b>100.00%</b>

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

Status	Rate	Basis for Provision		
Unclassified (Excluding staff Loans)	1%	36,668,693,657	366,686,936	259,639,426
Staff Loans	0%	-	-	-
Consumer Financing (Credit Card)	2%	2,826,141,324	56,522,826	16,375,636
Consumer Financing (Other than HF & LP)	2%	471,288,024	9,425,760	7,526,519
Small & Medium Enterprise	0.25%	7,014,033,816	17,535,085	16,933,227
Housing Finance	1%	1,939,679,252	19,396,793	22,562,985
Loan for professionals	2%	45,480,569	909,611	1,717,686
Share Business	2%	220,274,388	4,405,488	5,333,206
Short Term Agri. Credit	1%	222,264,072	2,222,641	3,034,605
Special Mention Account	Applicable Rate			
			477,105,140	333,123,290
Substandard	5% (CMSME) and 20%	30,077,618	4,790,319	18,307,102
Doubtful	5% (Agri), 20% (CMSME) and 50%	183,174,568	40,543,435	11,931,509
Bad or loss	100%	955,787,112	955,787,112	1,383,109,852
			1,001,120,866	1,413,348,463
Required provision for Loans and Advances/ Investments			1,478,226,006	1,746,471,753
Total provision maintained {Note-14a.1 (a) & (b)}			1,480,039,852	1,750,494,107
<b>Surplus Provision</b>			<b>1,813,846</b>	<b>4,022,354</b>

The Bank has maintained provision on loans and advances/ Investments amounting to Tk. 1,480,039,852 (note - 14a.1(a) & (b)). The bank has also maintained special general provision for COVID 19 of Tk. 65,702,005 as per Bangladesh Bank circular (note - 14a).





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

		Amount in Taka	
		2023	2022
Particulars of provision for Off-Balance Sheet			
Status	Basis for	Rate	Rate
	Provision	1%	1%
Acceptances and Endorsements	4,115,058,970	41,150,590	15,985,861
Bills	1,297,491,682	-	-
Letters of Guarantee	7,161,926,677	71,619,267	49,501,747
Irrevocable Letters of Credit	2,786,645,745	27,866,457	14,241,190
Required provision for Off Balance Sheet Items	15,361,123,074	140,636,314	79,728,798
Provision maintained {Note-14a.1(c)}		140,636,314	79,728,798
Surplus Provision		-	-

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

(i) Loans and Advances/ Investments considered good in respect of which the banking company is fully secured.	1,829,400,338	739,264,133
(ii) Loans and Advances/ Investments considered good for which the banking company holds no other security than the debtor's personal guarantee.	315,982,271	1,064,345,727
(iii) Loans and Advances/ Investments considered good and secured by personal undertaking of one or more parties in addition to the personal guarantee of the debtors.	49,896,824,083	38,169,972,799
(iv) Loans and Advances/ Investments adversely classified; provision not maintained there against.	-	-
	<b>52,042,206,692</b>	<b>39,973,582,659</b>
(v) Loans and Advances/ Investments due by directors or officers of the banking company or any of them either separately or jointly with any other persons.	243,316,952	268,829,684
(vi) Loans and Advances/ Investments due from companies or firms in which the directors of the banking company have interest as directors, partners or managing agents or in the case of private companies as members.		297,767
(vii) Maximum total amount of advances, including temporary advance made at any time during the year to directors or managers or officers of the banking company or any of them either separately or jointly with any other person.	-	-
(viii) Maximum total amount of advances including temporary advances granted during the period to the companies or firms in which the directors of the banking company have interest as directors, partners or managing agents or in the case of private companies as members.	-	-
(ix) Due from Banking Companies	-	-
(x) Classified Loans and Advances/ Investments	2,358,591,399	2,690,828,525
a) Amount of classified loans and advances/ investments on which interest/ profit has not been charged	2,176,391,234	2,231,381,503
b) Provision on classified loans and advances/ investments	1,002,297,664	1,415,282,906
c) Provision kept against loans and advances/ investments classified as bad loss	955,787,112	1,383,109,852
d) Interest credited to Interest suspense Account	1,149,057,338	1,029,797,712
(xi) Cumulative amount of written off Loans and Advances/ Investments	<b>799,845,337</b>	-

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

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

Particulars	No. of File Approved in 2023	Preserved Audited FS	Rate of Compliance
New Loans & Advances/ Investments	28	23	82%
Loans & Advances/ Investments Renewal	151	138	91%





**9 Consolidated Fixed Assets including Premises, Furniture & Fixtures**

**Cost:**

Meghna Bank PLC. (Note-9a)  
Meghna Bank Securities Ltd

**Accumulated Depreciation:**

Meghna Bank PLC. (Note-9a)  
Meghna Bank Securities Ltd

**Carrying value**

Amount in Taka	
2023	2022
2,146,079,573	1,584,988,222
52,509,792	17,102,069
2,198,589,365	1,602,090,291
1,061,138,814	895,782,406
11,745,110	8,538,060
1,072,883,924	904,320,466
<b>1,125,705,441</b>	<b>697,769,825</b>

**9a Fixed Assets including Premises, Furniture & Fixtures**

**A. Cost:**

Opening balance  
Add: Addition during the year  
Less: Disposal during the year  
Closing balance at cost

1,584,988,222	1,389,577,497
645,801,375	202,983,937
84,710,025	7,573,212
<b>2,146,079,573</b>	<b>1,584,988,222</b>

**B. Depreciation:**

Opening balance  
Add: Addition during the year  
Less: Adjustment / disposal during the year  
Accumulated Depreciation

**Carrying value**

A schedule of fixed assets is given in Annexure-B

895,782,406	697,316,061
233,676,924	204,342,253
68,320,516	5,875,908
<b>1,061,138,814</b>	<b>895,782,406</b>
<b>1,084,940,759</b>	<b>689,205,816</b>

**10 Consolidated Other Assets**

Meghna Bank PLC. (Note-10a)  
Meghna Bank Securities Ltd

Less: Inter Company Transaction

1,800,505,886	1,199,949,048
14,403,194	4,881,768
1,814,909,080	1,204,830,816
760,264,298	355,693,253
<b>1,054,644,782</b>	<b>849,137,563</b>

**10a 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  
Receivable from MGBL Islamic Banking Project  
Receivable from MGBL OBU-USD  
Meghna Bank Securities Ltd  
Meghna Bank Securities Ltd - Special Fund  
Prepaid Expenses  
Investment in Subsidiary (Note-10a.3)  
Deferred Tax Assets (Note-10a.4)  
BEFTN Adjustment Account  
S/D RFA SEBL - Western Union  
Interest on Investment Bond- Customer  
Chargeback Account for VISA Cards  
Head Office General Account  
MGBL MFS Funding Account  
Receivable from MiTP  
Trans-Fast-Remittance Payment Account  
Advance against Assets  
Accrued Income

20,706,850	15,004,855
148,759,607	127,530,738
177,824,571	109,749,701
276,018,356	194,889,278
225,955	225,955
13,160,243	8,930,000
4,000,000	10,000,000
6,498,612	15,316,504
39,000	39,000
-	(2,436,277)
7,054,915	1,569,596
3,209,483	4,123,757
12,706,140	22,120,200
749,999,900	349,999,900
59,015,325	58,851,477
55,510	43,446
318,642	445,215
-	0.02
2,484,227	1,516,732
295,916	
100	
123,387,999	123,387,999
947,462	143,271
185,168,663	84,267,000
8,628,410	74,230,702
<b>1,800,505,886</b>	<b>1,199,949,048</b>





**10a.1 Suspense Account:**

Sundry Debtors
Advance against TA/DA
Advance against Petty Cash
Advance Against Suits/ Cases for NPL A/C
Encashment of Sanchaypatra
Settlement A/C for Credit Card Fund Transfer Through I-Banking
IBFT Other Bank Account to MGBL Account NPSB
IBFT Other Bank Account to MGBL Account QCASH
IBFT Other Bank Account/Card to MGBL Card NPSB
Premature Encashment of Sanchaypatra

Amount in Taka	
2023	2022
121,366,204	52,178,467
112,798	121,600
35,000	35,000
12,729,588	8,217,078
14,000,000	39,125,000
427,840	119,484
24,113,440	8,739,228
2,183,015	264,027
2,856,686	949,816
-	1
<b>177,824,571</b>	<b>109,749,701</b>

The detail breakup of unadjusted suspense accounts are given below:

Amount in Taka						
Sl	Breakup	Less than 03 months	03 months to less than 06 months	06 months to less than 09 months	09 months to less than 12 months	12 months and more
1	Sundry Debtors	82,863,573	10,290,005	245,000	-	27,967,626
2	Advance against TA/DA	112,798	-	-	-	-
3	Advance against Petty Cash	35,000	-	-	-	-
4	Advance Against Suits/ Cases for NPL A/C	1,068,056	1,642,180	2,513,149	1,502,814	6,003,389
5	Encashment of PSP/BSP/BG	13,000,000	-	-	1,000,000	-
6	Others	29,580,980	-	-	-	-
	<b>Grand Total</b>	<b>126,660,407</b>	<b>11,932,185</b>	<b>2,758,149</b>	<b>2,502,814</b>	<b>33,971,015</b>

**10a.2 Interest Receivable:**

Receivable from Other Banks and NBFIs
Accrued Income on SND
Accrued Income on Call Loan
Interest Receivable from Bangladesh Bank
Accrued Income on Treasury Bills, Bonds & Others

34,532,255	59,528,778
26,410	55,000
-	483,958
11,945,285	16,891,625
229,514,406	117,929,917
<b>276,018,356</b>	<b>194,889,278</b>

**10a.3 Investment in Subsidiary:**

Meghna Bank PLC. holds 74,99,999 number of ordinary shares of Meghna Bank Securities Limited with a face value of Tk. 100 each which is equivalent to 99.99% of total shares of the company.

**10a.4 Deferred Tax Assets:**

Balance at the beginning of the year
Add: Addition during the year (Note-10a.4.i)
<b>Balance at the end of the year</b>

58,851,477	55,956,241
163,848	2,895,236
<b>59,015,325</b>	<b>58,851,477</b>

**Deferred Tax on Fixed Assets**

Carrying Amount
Tax Base
Deductible Temporary Difference
Effective Tax Rate
Deferred Tax Assets

311,246,183	182,718,286
458,784,496	329,846,978
<b>147,538,313</b>	<b>147,128,692</b>
40.00%	40.00%
<b>59,015,325</b>	<b>58,851,477</b>

**10a.4.i Deferred Tax Income**

Closing Balance of Deferred Tax Assets
Opening Balance of Deferred Tax Assets
<b>Deferred Tax Income</b>

59,015,325	58,851,477
58,851,477	55,956,241
<b>163,848</b>	<b>2,895,236</b>





**10a.5 Non-Income Generating Other Assets:**

Stock of Stationery, Stamps and Printing Materials etc. (valued at cost)
Advance Rent
Suspense Account (Note-10a.1)
Interest receivable (Note-10a.2)
Security Deposit
Advance against proposed Branch
Cash Remittance
Interest on Sanchaypatra
Receivable from MGBL Islamic Banking Project
Receivable from MGBL OBU-USD
Meghna Bank Securities Ltd
Meghna Bank Securities Ltd - Special Fund
Prepaid Expenses
Deferred Tax Assets (Note-10a.4)
BEFTN Adjustment Account
S/D RFA SEBL - Western Union
Interest on Investment Bond- Customer
Chargeback Account for VISA Cards
Receivable from MiTP
Head Office General Account
MGBL MFS Funding Account
Trans-Fast-Remittance Payment Account
Advance against Assets
Accrued Income

Amount in Taka	
2023	2022
20,706,850	15,004,855
148,759,607	127,530,738
177,824,571	109,749,701
276,018,356	194,889,278
225,955	225,955
13,160,243	8,930,000
4,000,000	10,000,000
6,498,612	15,316,504
39,000	39,000
-	(2,436,277)
7,054,915	1,569,596
3,209,483	4,123,757
12,706,140	22,120,200
59,015,325	58,851,477
55,510	43,446
318,642	445,215
-	0.02
2,484,227	1,516,732
123,387,999	123,387,999
295,916	-
100	-
947,462	143,271
185,168,663	84,267,000
8,628,410	74,230,702
<b>1,050,505,986</b>	<b>849,949,148</b>

**11 Consolidated Borrowings from other Banks & Financial Institutions and Agents**

Meghna Bank PLC. (Note-11a)
Meghna Bank Securities Ltd

4,219,880,636	1,620,218,321
-	-
<b>4,219,880,636</b>	<b>1,620,218,321</b>

**11a Borrowings from other Banks & Financial Institutions and Agents**

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

4,219,880,636	1,620,218,321
-	-
<b>4,219,880,636</b>	<b>1,620,218,321</b>

**11a.1 In Bangladesh**

Refinance from Bangladesh Bank
NCC Bank PLC.
Agrani Bank PLC.
Jamuna Bank PLC.
One Bank PLC.
Basic Bank Limited

2,019,880,636	1,310,425,721
440,000,000	-
550,000,000	-
660,000,000	-
330,000,000	-
220,000,000	309,792,600
<b>4,219,880,636</b>	<b>1,620,218,321</b>

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

Secured
Unsecured

-	-
4,219,880,636	1,620,218,321
<b>4,219,880,636</b>	<b>1,620,218,321</b>

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

Payable on demand
Up to 1 Month
Over 1 Month but within 3 Months
Over 3 Months but within 1 Year
Over 1 Year but within 5 Years
Over 5 Years

-	-
3,687,171,828	344,502,162
161,300,054	258,556,524
133,214,379	939,263,200
238,194,375	77,896,435
-	-
<b>4,219,880,636</b>	<b>1,620,218,321</b>



## 12 Consolidated Deposits and Other Accounts

### Current/Al-Wadeeah Current Accounts & Other Accounts:

Meghna Bank PLC. (Note-12a)

Meghna Bank Securities Ltd

Less: Inter Company Transaction

### Bills Payable:

Meghna Bank PLC. (Note-12a)

Meghna Bank Securities Ltd

### Savings/Mudaraba Saving Deposits:

Meghna Bank PLC. (Note-12a)

Meghna Bank Securities Ltd

### Fixed Deposits/ Mudaraba Term Deposit:

Meghna Bank PLC. (Note-12a)

Meghna Bank Securities Ltd

Less: Inter Company Transaction

## 12a Deposits and Other Accounts

1) Deposits from banks

2) Deposits from customers

### 1) Deposits from banks

#### i) Current/Al-Wadeeah Current Accounts & Other Accounts

Current/Al-Wadeeah Current Accounts

Foreign Currency Deposits

Sundry Deposits [Note Y]

#### ii) Bills Payable:

Payable inside Bangladesh

Payable outside Bangladesh

#### iii) Savings/Mudaraba Saving Deposits:

Savings/Mudaraba Saving Deposits

#### iv) Fixed Deposits/ Mudaraba Term Deposit:

Fixed Deposits/ Mudaraba Term Deposit

Short Notice Deposits

Scheme Deposit [Note-X]

## 2) Deposits from customer

### i) Current/Al-Wadeeah Current Accounts & Other Accounts:

Current/Al-Wadeeah Current Accounts

Foreign Currency Deposits

Sundry Deposits [Note Y]

### ii) Bills Payable:

Payable inside Bangladesh

Payment Order Issued

Payable outside Bangladesh

Amount in Taka	
2023	2022

11,202,942,793	6,136,680,593
-	-
11,202,942,793	6,136,680,593
-	-
11,202,942,793	6,136,680,593

439,201,865	239,912,885
-	-
439,201,865	239,912,885

4,224,561,932	3,581,095,585
-	-
4,224,561,932	3,581,095,585

49,162,474,115	39,578,235,182
-	-
49,162,474,115	39,578,235,182
16,494,969	45,750,238
49,145,979,147	39,532,484,944
<b>65,012,685,737</b>	<b>49,490,174,007</b>

2,814,920	3,394,064
65,026,365,785	49,532,530,181
<b>65,029,180,705</b>	<b>49,535,924,245</b>

-	-
-	-
2,814,920	3,394,064
<b>2,814,920</b>	<b>3,394,064</b>

-	-
-	-
-	-

-	-
-	-

-	-
-	-
-	-

<b>2,814,920</b>	<b>3,394,064</b>
------------------	------------------

6,227,099,219	3,902,139,820
456,342,083	9,578,772
4,516,686,571	2,221,567,937
<b>11,200,127,873</b>	<b>6,133,286,529</b>

438,801,465	239,536,900
<b>438,801,465</b>	<b>239,536,900</b>
400,400	375,985
<b>400,400</b>	<b>375,985</b>
<b>439,201,865</b>	<b>239,912,885</b>





**iii) Savings/Mudaraba Saving Deposits:**

Savings/Mudaraba Saving Deposits

**iv) Fixed Deposits/ Mudaraba Term Deposit:**

Fixed Deposits/ Mudaraba Term Deposit

Short Notice Deposits

Scheme Deposit [Note-X]

**X Scheme Deposits:**

Deposit Pension Scheme/ Mudaraba Deposit Pension Scheme

Meghna Millionaire Scheme

Meghna Kotipoti Scheme

Meghna Child Education Plan

Monthly Income Scheme Deposit

Mudaraba Super Saving Scheme

Mudaraba Bibaho Scheme

Mudaraba Hajj Scheme

Mudaraba Mohor Scheme

Meghna Money Builder Scheme

Meghna Multiplier Scheme

**12a.1 Deposits and Other Accounts:**

Current/Al-Wadeeah Current Accounts & Other Accounts:

a) Deposits from banks

b) Deposits from customers

**Bills Payable**

a) Deposits from banks

b) Deposits from customers

**Savings/Mudaraba Saving Deposits:**

a) Deposits from banks

b) Deposits from customers

**Fixed Deposits/ Mudaraba Term Deposit:**

a) Deposits from banks

b) Deposits from customers

**Y. Sundry Deposits**

Margin on letter of guarantee

Margin on letter of credit

VAT/Tax/Excise duty payable to Government Authority

Others

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

Repayable on demand

Within 1 month

Over 1 month but not more than 6 months

Over 6 months but not more than 1 year

Over 1 year but not more than 5 years

Over 5 years

Amount in Taka	
2023	2022

4,224,561,932	3,581,095,585
<b>4,224,561,932</b>	<b>3,581,095,585</b>

37,790,028,723	28,658,476,402
5,245,272,182	3,995,463,420
6,127,173,210	6,924,295,360
<b>49,162,474,115</b>	<b>39,578,235,182</b>
<b>65,026,365,785</b>	<b>49,532,530,181</b>

3,501,677,243	3,393,681,666
54,560,560	27,863,680
11,157,546	8,783,836
75,237,672	65,756,898
1,867,692,966	2,794,926,660
3,635,450	1,960,000
135,000	20,000
213,000	63,000
5,000	-
2,324,198	1,320,655
610,534,574	629,918,965
<b>6,127,173,210</b>	<b>6,924,295,360</b>

2,814,920	3,394,064
11,200,127,873	6,133,286,529
<b>11,202,942,793</b>	<b>6,136,680,593</b>

-	-
439,201,865	239,912,885
<b>439,201,865</b>	<b>239,912,885</b>

-	-
4,224,561,932	3,581,095,585
<b>4,224,561,932</b>	<b>3,581,095,585</b>

-	-
49,162,474,115	39,578,235,182
<b>49,162,474,115</b>	<b>39,578,235,182</b>

240,129,375	169,925,873
1,920,719,175	823,616,328
292,218,594	197,020,687
2,066,434,347	1,034,399,113
<b>4,519,501,491</b>	<b>2,224,962,001</b>

582,111,165	529,191,969
4,463,739,384	5,529,075,856
27,330,443,298	17,571,640,711
10,019,014,394	5,099,124,737
6,124,064,361	15,793,436,579
16,509,808,103	5,013,454,393
<b>65,029,180,705</b>	<b>49,535,924,245</b>





### 13 Non-Convertible Subordinated Bonds

Balance at the beginning of the year  
Add: Issue during the year  
Less : Redemption during the year

Amount in Taka	
2023	2022
2,000,000,000	-
-	2,000,000,000
200,000,000	-
<b>1,800,000,000</b>	<b>2,000,000,000</b>

The Bank issued Non-Convertible Fully Redeemable Unsecured Subordinated Coupon Bearing Bonds of Tk. 200 crore after obtaining approval from Bangladesh Securities and Exchange Commission and Bangladesh Bank which is strengthen the capital base of the bank and inclusion of Tier-II capital under BASEL-III.

#### Features of 1st MGBL Non-Convertible Subordinated Bonds

Particulars	Features of 1st MGBL Non-Convertible Subordinated Bonds														
Issuer	Meghna Bank PLC.														
Lead Arranger	RSA Advisory Limited														
Trustee	MTB Capital Limited														
Tenure of Bond	5 years from the date of issuance														
Issue Size	BDT 200 Crore (Two Hundred Crore)														
Totals Bonds to be issued	200 (Two Hundred only)														
Coupon Rate	Reference Rate + Coupon Margin														
Reference Rate	Latest average 6-month FDR rate of all private commercial banks excluding Islamic banks & foreign banks as published by Bangladesh Bank on the quotation day.														
Coupon Margin	2.50%														
Range of Coupon Rate	7.00% to 9.00%, at all times														
Coupon Payment	Semi-annually starting after 6 months from the drawdown date														
Repayment Schedule	<p>Face Value (principal) redemptions will be in 5 (five) equal annual tranches commencing at the end of 1<sup>st</sup> year from the date of drawdown in the following manner.</p> <table> <tr> <th>Year</th><th>Redemption</th></tr> <tr> <td>1</td><td>10%</td></tr> <tr> <td>2</td><td>15%</td></tr> <tr> <td>3</td><td>20%</td></tr> <tr> <td>4</td><td>25%</td></tr> <tr> <td>5</td><td>30%</td></tr> <tr> <td><b>Total</b></td><td><b>100%</b></td></tr> </table>	Year	Redemption	1	10%	2	15%	3	20%	4	25%	5	30%	<b>Total</b>	<b>100%</b>
Year	Redemption														
1	10%														
2	15%														
3	20%														
4	25%														
5	30%														
<b>Total</b>	<b>100%</b>														
Prepayment, Call Refunding, Conversion Features	The Bond is non-convertible and not-callable in nature and has no prepayment option.														

#### List of Investors

Name of the Investor	Issued Date	Issued Amount	Outstanding	
			December 31, 2023	December 31, 2022
Janata Bank PLC.	6-Jan-22	1,000,000,000	900,000,000	1,000,000,000
Sonali Bank PLC.	6-Jan-22	500,000,000	450,000,000	500,000,000
Brac Bank PLC.	17-Jan-22	200,000,000	180,000,000	200,000,000
Agrani Bank PLC.	3-Mar-22	300,000,000	270,000,000	300,000,000
<b>Total</b>		<b>2,000,000,000</b>	<b>1,800,000,000</b>	<b>2,000,000,000</b>

### 14 Consolidated Other Liabilities

Meghna Bank PLC. (Note-14a)  
Meghna Bank Securities Ltd

Less: Inter Company Transaction

5,095,865,640	4,842,913,209
229,526,933	162,223,895
5,325,392,573	5,005,137,104
160,960,351	104,759,183
<b>5,164,432,222</b>	<b>4,900,377,921</b>





#### 14a Other Liabilities

Interest Payable on Deposits & Borrowings
Provision for Loans and Advances/ Investments {Note-14a.1 (a) & (b)}
Special General Provision-COVID-19
Provision for Off-Balance Sheet items {Note-14a.1 (c)}
Provision for other Assets {Note-14a.1 (d)}
Provision for Investment in Securities {Note-14a.1 (e)}
Interest Suspense A/C {Note-14a.1 (f)}
Provision for Taxation (Note-14a.2)
Lease Obligation on ROU Assets
Start-Up Fund (Note-14a.3)
Non-Resident Accounts
Settlement with NPSB
BEFT Settlement Account
RTGS Settlement Account
Agent Monitoring & Collection Account
Payable against CPV
MGBL General Account
Payable to B-KASH
Payable against Gift Solution
Agent Payable for Commission
MGBL MFS Payable Accounts
Compensation Realisable Account of IBW
Compensation and Penalty Realised Account of IBW
Adjusting Account Credit

Amount in Taka	
2023	2022
877,344,247	684,442,524
1,480,039,852	1,750,494,107
65,702,005	100,392,009
140,636,314	79,728,798
162,894,438	162,894,438
38,000,000	41,600,000
1,149,057,338	1,029,797,712
257,443,605	337,739,941
734,821,426	474,542,547
17,730,413	9,949,368
-	2,065,854
50,445	50,445
1,974,061	350,550
-	100
100,500	100,500
29,000	9,650
-	39,656
1,749,081	475,839
20,159	20,159
-	26
1,623,755	1,623,755
6,945,016	-
8,517,988	-
151,185,997	166,595,231
<b>5,095,865,640</b>	<b>4,842,913,209</b>

#### 14a.1 Provision for Loans and Advances/ Investments:

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

Provision held at the beginning of the year
Less: Adjustment due to written off
Add: Recoveries of amounts previously written off
Add: Specific Provision made/(released) during the year
<b>Provision held at the end of the year</b>

1,415,282,906	1,224,950,000
(799,845,337)	-
-	-
386,860,095	190,332,906
<b>1,002,297,664</b>	<b>1,415,282,906</b>

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

Provision held at the beginning of the year
Provision transferred to provision on Classified Loans and Advances/ Investments
Provision made/ (released) during the year
<b>Balance at the end of the year</b>

335,211,201	351,400,000
-	-
142,530,987	(16,188,799)
<b>477,742,188</b>	<b>335,211,201</b>
<b>1,480,039,852</b>	<b>1,750,494,107</b>

#### Total Provision for Loans and Advances/ Investments (a+b)

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

Provision held at the beginning of the year
Provision made/ (released) during the year
<b>Balance at the end of the year</b>

79,728,798	95,599,435
60,907,516	(15,870,636)
<b>140,636,314</b>	<b>79,728,798</b>

##### (d) Provision for other Assets:

Provision held at the beginning of the year
Provision made/ (released) during the year
<b>Balance at the end of the year</b>

162,894,438	93,394,438
-	69,500,000
<b>162,894,438</b>	<b>162,894,438</b>

##### (e) Provision for Investment in Securities:

Provision held at the beginning of the year
Provision made/ (released) during the year
<b>Balance at the end of the year</b>

41,600,000	27,750,000
(3,600,000)	13,850,000
<b>38,000,000</b>	<b>41,600,000</b>





**(f) Interest Suspense Account:**

Balance at the beginning of the year  
Amount transferred to interest suspense account during the year  
Amount written off/ waived during the year  
Balance at the end of the year

Amount in Taka	
2023	2022
1,029,797,712	788,064,947
302,920,608	241,732,765
183,660,982	-
<b>1,149,057,338</b>	<b>1,029,797,712</b>

**14.2 Consolidated Provision for Taxation****Provision for Current tax**

Meghna Bank PLC. (Note-43a.2)  
Meghna Bank Securities Ltd

480,779,657	538,951,197
21,871,725	19,098,812
502,651,382	558,050,009

**Advance tax**

Meghna Bank PLC. (Note-14a.2)  
Meghna Bank Securities Ltd

223,336,052	201,211,256
25,963,641	22,755,649
249,299,693	223,966,905
<b>253,351,689</b>	<b>334,083,104</b>

**Balance at the end of the year****Consolidated Provision for Taxation Addition**

Meghna Bank PLC. (Note-14a.2)  
Meghna Bank Securities Ltd

267,500,000	330,000,000
3,207,992	2,213,733
270,707,992	332,213,733

**14a.2 Provision for Taxation****Provision for Current tax**

Balance at the beginning of the year  
Less : Settlement of Income tax for the Income year 2016  
Less : Settlement of Income tax for the Income year 2018  
Less : Settlement of Income tax for the Income year 2019  
Less : Settlement of Income tax for the Income year 2020  
Less : Settlement of Income tax for the Income year 2021  
Less : Settlement of Income tax for the Income year 2022  
Add: Provision made during the year

538,951,197	504,174,152
44,451,749	-
-	14,827,868
-	47,324,568
19,840,979	-
-	233,070,519
261,378,812	-
267,500,000	330,000,000
<b>480,779,657</b>	<b>538,951,197</b>

**Advance tax**

Balance at the beginning of the year  
Add: Paid during the year  
Less : Settlement of Income tax for the Income year 2020  
Less : Settlement of Income tax for the Income year 2021  
Less : Settlement of Income tax for the Income year 2022

201,211,256	110,942,628
273,881,344	323,339,147
11,732,254	-
-	233,070,519
240,024,294	-
<b>223,336,052</b>	<b>201,211,256</b>
<b>257,443,605</b>	<b>337,739,941</b>

**Balance at the end of the year****14a.3 Start-Up Fund**

Opening balance  
Add: Addition for the year

9,949,368	8,090,661
7,781,045	1,858,707
<b>17,730,413</b>	<b>9,949,368</b>

**15a Capital****15a.1 Authorized Capital:**

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

<b>20,000,000,000</b>	<b>20,000,000,000</b>
-----------------------	-----------------------

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

The Paid-up Capital of the Bank is Tk. 5,437,274,500 divided into 543,727,450 Ordinary Shares of Tk. 10 each

<b>5,437,274,500</b>	<b>5,437,274,500</b>
4,433,000,000	4,433,000,000
265,980,000	265,980,000
328,928,600	328,928,600
409,365,900	409,365,900
<b>5,437,274,500</b>	<b>5,437,274,500</b>

Issued for cash: shares of Tk. 10 each in the year 2013  
Issued other than cash: bonus shares of Tk. 10. each for the year 2017  
Issued other than cash: bonus shares of Tk. 10. each for the year 2020  
Issued for cash: shares of Tk. 10 each in the year 2022

5,437,274,500	5,437,274,500
<b>5,437,274,500</b>	<b>5,437,274,500</b>

**Holding**

Sponsor Shareholders Group-A

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

Amount in Taka	
2023	2022

5,437,274,500	5,437,274,500
1,193,290,166	983,696,846
687,557,870	125,840,992
103	103
(17,762,842)	(16,593,087)
<b>7,300,359,797</b>	<b>6,530,219,354</b>

#### b) Supplementary Capital (Tier-II):

- i) General Provision {Note 14a}
- ii) Non-Convertible Subordinated Bonds

684,459,727	525,827,108
1,440,000,000	1,600,000,000
<b>2,124,459,727</b>	<b>2,125,827,108</b>
<b>9,424,819,524</b>	<b>8,656,046,462</b>
51,064,742,922	40,669,845,278
6,383,092,865	5,083,730,660
<b>3,041,726,659</b>	<b>3,572,315,802</b>

#### c) Total Capital (a +b)

#### d) Total Risk Weighted Assets (Note-15.4)

#### e) Required Capital

#### f) Total Capital Surplus (c-e)

#### Capital Adequacy Ratio:

Particulars	2023 (Under Basel III)		2022 (Under Basel III)	
	Requirement	Maintained	Requirement	Maintained
Core Capital	6.00%	14.30%	6.00%	16.06%
Supplementary Capital		4.16%		5.23%
<b>Total</b>	<b>12.50%</b>	<b>18.46%</b>	<b>12.50%</b>	<b>21.28%</b>

### 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)

37,991,416,603	32,629,368,623
9,001,461,337	4,485,795,296
951,310,994	434,127,372
3,120,553,987	3,120,553,987
<b>51,064,742,922</b>	<b>40,669,845,278</b>

### 15a.5 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-18a)
- iv) Adjustment of Goodwill and all other Intangible Assets

5,437,274,500	5,437,274,500
1,188,112,033	979,023,897
680,484,163	118,744,143
(17,321,756)	(16,013,881)
<b>7,288,548,940</b>	<b>6,519,028,659</b>

#### b) Supplementary Capital (Tier-II):

- i) General Provision {Note 14a}
- ii) Non-Convertible Subordinated Bonds

684,080,507	515,332,009
1,440,000,000	1,600,000,000
<b>2,124,080,507</b>	<b>2,115,332,009</b>
<b>9,412,629,447</b>	<b>8,634,360,667</b>
51,136,575,160	40,528,362,524
6,392,071,895	5,066,045,315
<b>3,020,557,552</b>	<b>3,568,315,352</b>

#### c) Total Capital (a +b)

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

#### e) Required Capital

#### f) Total Capital Surplus (c-e)

#### Capital Adequacy Ratio:

Particulars	2023 (Under Basel III)		2022 (Under Basel III)	
	Requirement	Capital Maintained	Requirement	Capital Maintained
Core Capital	6.00%	14.25%	6.00%	16.09%
Supplementary Capital		4.15%		5.22%
<b>Total</b>	<b>12.50%</b>	<b>18.41%</b>	<b>12.50%</b>	<b>21.30%</b>





		Amount in Taka	
		2023	2022
<b>15a.6 Risk Weighted Assets (RWA) for</b>			
1. Credit Risk			
On-Balance Sheet		38,231,416,603	32,629,368,623
Off-Balance Sheet		9,001,461,337	4,485,795,296
2. Market Risk		840,486,860	349,988,246
3. Operational Risk		3,063,210,359	3,063,210,359
<b>Total Risk Weighted Assets (1+2+3)</b>		<b>51,136,575,160</b>	<b>40,528,362,524</b>
<b>16 Consolidated Statutory Reserve</b>			
Meghna Bank PLC. (Note-16a)		1,188,112,033	979,023,897
Meghna Bank Securities Ltd		5,178,133	4,672,949
		<b>1,193,290,166</b>	<b>983,696,846</b>
<b>16.1 Consolidated Statutory Reserve Addition During the Year</b>			
Meghna Bank PLC. (Note-16a)		209,088,136	102,595,088
Meghna Bank Securities Ltd		505,184	3,721,445
		<b>209,593,320</b>	<b>106,316,533</b>
<b>16a Statutory Reserve</b>			
Opening balance		979,023,897	876,428,809
Add: Addition during the year (20% of Pre-tax profit)		209,088,136	102,595,088
		<b>1,188,112,033</b>	<b>979,023,897</b>
<b>17 Other Reserve (Revaluation of HFT &amp; HTM Securities)</b>			
HTM Securities (Note 17.1)		-	-
HFT Securities (Note 17.2)		154,930	2,899,111
		<b>154,930</b>	<b>2,899,111</b>
<b>17.1 HTM Securities</b>			
Opening balance		-	-
Add: Gain from revaluation on investment		-	-
Less: Adjustment for sale/maturity of securities		-	-
		<b>-</b>	<b>-</b>
<b>17.2 HFT Securities</b>			
Opening balance		2,899,111	1,226,905
Add: Gain from revaluation on investment		-	-
Less: Adjustment for sale/maturity of securities		(2,744,181)	1,672,206
		<b>154,930</b>	<b>2,899,111</b>
<b>18 Consolidated Retained Earnings</b>			
Meghna Bank PLC. (Note-18a)		680,484,163	118,744,143
Meghna Bank Securities Ltd		7,073,711	7,096,852
		687,557,874	125,840,995
Less: Non-controlling Interest		3	3
		<b>687,557,870</b>	<b>125,840,992</b>
<b>18.1 Consolidated Current year retained Earnings</b>			
<b>Current Year</b>			
Meghna Bank PLC. (Note-18a)		561,235,349	81,416,880
Meghna Bank Securities Ltd		(23,141)	1,330,395
		561,212,208	82,747,275
Less: Non-Controlling Interest		0.14	1
		<b>561,212,208</b>	<b>82,747,273</b>
<b>18a Retained Earnings of the Bank</b>			
Opening balance		118,744,143	288,199,983
Add: Foreign Exchange Rate Changes Gain for Opening Retained Earnings		504,670	522,710
Less: Dividend Paid		-	251,395,430
Add: Transfer from Profit & Loss Account		561,235,349	81,416,880
		<b>680,484,163</b>	<b>118,744,143</b>





		Amount in Taka	
		2023	2022
<b>Consolidated Retained Earnings Brought Forward from Previous Year</b>			
Balance of 01 January		125,840,992	293,966,438
Less: Transfer to Start-Up Fund		-	3,079,149
Less: Dividend paid		-	251,395,430
		<b>125,840,992</b>	<b>39,491,860</b>
<b>Retained Earnings Brought Forward from Previous Year</b>			
Balance of 01 January		118,744,143	288,199,983
Less: Dividend paid		-	251,395,430
<b>Balance at 31 December</b>		<b>118,744,143</b>	<b>36,804,553</b>
<b>19 Non-Controlling Interest</b>			
Share Capital		100	100
Retained Earnings		3	3
		<b>103</b>	<b>103</b>
<b>20 Acceptance and Endorsements</b>			
Accepted Bills (Foreign)		4,065,453,074	1,406,794,624
Accepted Bills (Inland)		29,204,139	81,809,159
Endorsements (Shipping Guarantee)		20,401,757	109,982,276
		<b>4,115,058,970</b>	<b>1,598,586,059</b>
Less: Margin		-	-
		<b>4,115,058,970</b>	<b>1,598,586,059</b>
<b>21 Letters of Guarantees</b>			
Letters of Guarantee		7,161,926,677	4,950,174,711
Less: Margin {Note-12.a(i) Y}		240,129,375	169,925,873
		<b>6,921,797,302</b>	<b>4,780,248,838</b>
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		2,366,879,792	639,369,008
Banks and other financial institutions		1,207,262,007	814,216,434
Others		3,587,784,878	3,496,589,269
		<b>7,161,926,677</b>	<b>4,950,174,711</b>
Less: Margin {Note-12.a(i) Y}		240,129,375	169,925,873
		<b>6,921,797,302</b>	<b>4,780,248,838</b>
<b>22 Irrevocable Letters of Credit</b>			
Letters of credit		2,786,645,745	1,424,119,061
Less: Margin {Note-12.a(i) Y}		1,920,719,175	823,616,328
		<b>865,926,570</b>	<b>600,502,733</b>
<b>23 Consolidated Profit &amp; Loss Account</b>			
<b>Income:</b>			
Interest/ Profit, discount and similar income (Note-24 & 26)		5,447,364,396	4,398,953,228
Dividend income (Note-26)		252,366,636	228,451,753
Fees, Commission and Brokerage (Note-27)		173,738,765	106,545,071
Gains less losses arising from dealing securities		4,595,773	6,034,536
Gains less losses arising from investment securities		696,447,494	(2,603,617)
Gains less losses arising from dealing in foreign currencies (Note-27)		509,837,841	346,535,459
Income from non-banking assets		-	-
Other operating income (Note-28)		266,849,510	193,091,805
Profit less losses on interest rate changes		-	-
Nominal value of bonus share received		-	-
		<b>7,351,200,415</b>	<b>5,277,008,235</b>
<b>Expenses:</b>			
Interest/ Profit paid on Deposits, borrowings etc. (Note-25)		3,912,301,844	3,026,484,658
Losses on Loans and Advances/ Investments		-	-
Administrative expenses		1,176,723,795	938,976,604
Other operating expenses		423,439,859	342,105,487
Depreciation on banking assets		236,883,974	206,610,266
		<b>5,749,349,472</b>	<b>4,514,177,015</b>
<b>Income over expenditure</b>		<b>1,601,850,943</b>	<b>762,831,220</b>





**23a Profit & Loss Account of the Bank****Income:**

Interest/ Profit, discount and similar income (Note-24a & 26a)
Dividend income (Note-26a)
Fees, Commission and Brokerage (Note-27a)
Gains less losses arising from dealing securities
Gains less losses arising from investment securities
Gains less losses arising from dealing in foreign currencies (Note-27a)
Income from non-banking assets
Other operating income (Note-28a)
Profit less losses on interest rate changes
Nominal value of bonus share received

**Expenses:**

Interest/ Profit paid on Deposits, borrowings etc. (Note-25a)
Losses on Loans and Advances
Administrative expenses
Other operating expenses
Depreciation on banking assets (Annexure-B)

**Income over expenditure****24 Consolidated Interest Income:**

Meghna Bank PLC. (Note-24a)
Meghna Bank Securities Ltd

Less: Inter Company Transaction

**24a Interest Income/ Profit on Investments:**

Interest/ Profit on Loans and Advances/ Investments: (Note-24a.1)
Interest/ Profit on balance with other Banks & Financial Institutions

**24a.1 Interest/ Profit on Loans and Advances/ Investments:**

Interest Income/ Profit on Cash Credit
Interest Income/ Profit on Secured Over Draft
Interest Income/ Profit on General Over Draft
Interest Income/ Profit on Inland Bill Purchased/Discount
Interest Income/ Profit on Foreign Bill Purchased/Discount
Interest Income/ Profit on Import Finance
Interest Income/ Profit on Export Finance
Interest Income/ Profit on Demand Loan (General)
Interest Income/ Profit on Consortium/Syndicate Finance
Interest Income/ Profit on Hire Purchase Finance
Interest Income/ Profit on House Building Loan/ Investments
Interest Income/ Profit on General Term Loan/ Investments
Interest Income/ Profit on SME Loan & Advance/ Investments
Interest Income/ Profit on Personal Loan/ Investments
Interest Income/ Profit on Credit Card
Interest Income/ Profit on Agricultural and Rural Loan/ Investments

**25 Consolidated Interest/ Profit Paid on Deposits, Borrowing, etc:**

Meghna Bank PLC. (Note-25a)
Meghna Bank Securities Ltd

Less: Inter Company Transaction

Amount in Taka	
2023	2022

5,443,928,199	4,401,921,940
246,332,920	218,679,632
165,721,094	90,270,698
2,026,807	4,177,778
696,447,494	(2,603,617)
509,837,841	346,535,459
-	-
266,891,690	192,548,153
-	-
-	-
<b>7,331,186,045</b>	<b>5,251,530,043</b>

3,913,399,675	3,029,082,180
-	-
1,166,456,502	930,020,761
420,203,668	337,150,263
233,676,924	204,342,253
<b>5,733,736,769</b>	<b>4,500,595,457</b>
<b>1,597,449,276</b>	<b>750,934,586</b>

4,399,446,780	3,390,262,755
5,103,727	9,408,622
4,404,550,507	3,399,671,377
9,196,188	12,377,334
<b>4,395,354,319</b>	<b>3,387,294,043</b>

3,795,932,967	3,221,138,571
603,513,813	169,124,184
<b>4,399,446,780</b>	<b>3,390,262,755</b>

328,940,779	340,822,834
109,677,041	60,933,038
384,502,647	429,097,387
18,835,822	12,367,104
143,750,493	26,226,196
103,564,974	137,630,813
19,196,757	11,247,235
1,305,540,801	978,100,523
62,161,090	55,443,716
14,892,272	18,211,394
216,496,694	224,678,394
857,210,299	748,945,221
22,287,283	5,873,812
41,329,008	35,515,477
123,386,656	75,645,159
44,160,351	60,400,268
<b>3,795,932,967</b>	<b>3,221,138,571</b>

3,913,399,675	3,029,082,180
8,098,357	9,779,812
3,921,498,032	3,038,861,992
9,196,188	12,377,334
<b>3,912,301,844</b>	<b>3,026,484,658</b>





		Amount in Taka	
		2023	2022
<b>25a Interest/ Profit Paid on Deposits, Borrowing, etc:</b>			
a) Interest/ Profit on Deposits			
Interest/ Profit Paid on Meghna Supreme Account	114,229,015	152,769,647	
Interest/ Profit Paid on Savings Deposit	183,122,021	81,000,739	
Interest/ Profit Paid on Short Notice Deposit	200,442,637	101,048,143	
Interest/ Profit Paid on Fixed Deposit Receipt	2,497,680,258	1,880,118,257	
Interest/ Profit Paid on Foreign Currency Deposit	3,491,624	-	
Interest/ Profit Paid on Deposit Pension Scheme	238,497,011	285,494,449	
Interest/ Profit Paid on Deposit Millionaire Scheme	2,070,871	1,038,036	
Interest/ Profit Paid on Mudaraba Bibaho Scheme	6,516	78	
Interest/ Profit Paid on Mudaraba Hajj Scheme	11,093	664	
Interest/ Profit Paid on Mudaraba Mohor Scheme	109		
Interest/ Profit Paid on Deposit Kotipoti Scheme	430,983	355,032	
Interest/ Profit Paid on Meghna Child Education Plan	6,205,670	6,236,460	
Interest/ Profit Paid on Monthly Income Scheme	168,014,503	191,599,855	
Interest/ Profit Paid on Meghna Multiplier Scheme	46,405,321	67,032,765	
Interest/ Profit Paid on Mudaraba Super Savings Scheme	230,975	58,281	
Interest/ Profit Paid on Money Builder Scheme	101,312	51,823	
	<b>3,460,939,919</b>	<b>2,766,804,229</b>	
	452,459,756	262,277,951	
	<b>3,913,399,675</b>	<b>3,029,082,180</b>	
<b>26 Consolidated Investment Income:</b>			
Meghna Bank PLC. (Note-26a)	1,989,288,640	1,231,912,978	
Meghna Bank Securities Ltd	16,131,339	11,628,879	
	<b>2,005,419,979</b>	<b>1,243,541,857</b>	
<b>26a Investment Income:</b>			
Interest Income/ Profit from Treasury Bills	133,284,808	15,665,793	
Interest Income/ Profit from Treasury Bonds	911,196,612	995,993,392	
Gain/ (Loss) on Revaluation against Govt. Bills/ Bonds	696,447,494	(2,603,617)	
Dividend Income from Investment in Preference Share	230,341,827	196,178,228	
Dividend Income	15,991,092	22,501,404	
Gain/ (Loss) on Sale of Shares	2,026,807	4,177,778	
	<b>1,989,288,640</b>	<b>1,231,912,978</b>	
<b>27 Consolidated Commission, Exchange &amp; Brokerage:</b>			
Meghna Bank PLC. (Note-27a)	675,558,935	436,806,157	
Meghna Bank Securities Ltd	8,017,671	16,274,373	
	<b>683,576,606</b>	<b>453,080,530</b>	
<b>27a Commission, Exchange &amp; Brokerage:</b>			
Income from Commission	165,721,094	90,270,698	
Exchange Earnings	509,837,841	346,535,459	
	<b>675,558,935</b>	<b>436,806,157</b>	
<b>28 Consolidated Other Operating Income:</b>			
Meghna Bank PLC. (Note-28a)	266,891,690	192,548,153	
Meghna Bank Securities Ltd	437,820	1,023,652	
	<b>267,329,510</b>	<b>193,571,805</b>	
Less: Inter Company Transaction	480,000	480,000	
	<b>266,849,510</b>	<b>193,091,805</b>	
<b>28a Other Operating Income:</b>			
Income From Fees & Charges	191,018,065	141,319,963	
Income From Services	58,843,842	38,779,792	
Postage, Telex, Swift etc.	6,258,309	3,813,994	
Gain/(Loss) on Sale of Bank's Property	280,654	(1,436,153)	
Other charges (Note-28a.1)	10,490,820	10,070,557	
	<b>266,891,690</b>	<b>192,548,153</b>	





		Amount in Taka	
		2023	2022
<b>28a.1 Other Charges</b>			
Rent of Lockers		369,375	351,501
Rent on Property/ Rental Income		480,000	480,000
Notice Pay Earnings		5,204,719	6,829,383
Rebate Received		3,122,237	1,779,385
Miscellaneous Income		1,314,489	630,288
		<b>10,490,820</b>	<b>10,070,557</b>
<b>29 Consolidated Salary &amp; Allowances:</b>			
Meghna Bank PLC. (Note-29a)		964,523,068	770,413,269
Meghna Bank Securities Ltd		9,202,629	8,187,120
		<b>973,725,697</b>	<b>778,600,389</b>
<b>29a Salary &amp; Allowances:</b>			
Basic Salary		442,805,286	364,445,690
Allowances		246,084,531	194,466,173
Consolidated Pay		81,642,620	59,000,400
Leave Salary Encashment		7,230,260	8,178,522
Bonus		74,888,085	61,221,419
Gratuity		67,801,921	46,674,298
Bank's Contribution to Provident Fund		44,070,365	36,426,767
		<b>964,523,068</b>	<b>770,413,269</b>
<b>30 Consolidated Rent, Taxes, Insurance, Electricity etc.:</b>			
Meghna Bank PLC. (Note-30a)		114,945,011	91,612,013
Meghna Bank Securities Ltd		1,203,178	785,951
		<b>116,148,188</b>	<b>92,397,964</b>
Less: Inter Company Transaction		480,000	480,000
		<b>115,668,188</b>	<b>91,917,964</b>
<b>30a Rent, Taxes, Insurance, Electricity etc.:</b>			
Rent, Rates & Taxes (Note-30a.1)		33,693,556	27,983,570
Service Charge		12,610,683	11,096,461
Insurance, Electricity & Lighting		68,640,772	52,531,982
		<b>114,945,011</b>	<b>91,612,013</b>
<b>30a.1 Rent, Rates &amp; Taxes</b>			
Actual Payment for Rent, Rates & Taxes		223,416,984	190,185,121
Less: Separate Presentation for Implementation of IFRS 16 "Leases"			
Depreciation for ROU of Lease Assets		161,011,248	137,042,881
Interest Charge for ROU of Lease Assets		28,712,180	25,158,670
		<b>189,723,428</b>	<b>162,201,551</b>
		<b>33,693,556</b>	<b>27,983,570</b>

As per BRPD circular no. 28, dated 26 July 2022, information regarding fuel and electricity expense for the period from January 2023 to June 2023 are given below:

Particulars	Budget from January to June, 2023	Actual Expenditure from January to June, 2023	Budget Surplus/(Deficit)	% of Saving on Budget
Electricity Expenses	15,655,000	15,593,289	61,711	0.39%
Fuel Expenses	1,872,000	1,346,524	525,476	28%

<b>31 Consolidated Legal Expenses:</b>			
Meghna Bank PLC. (Note-31a)		5,266,543	356,422
Meghna Bank Securities Ltd		-	-
		<b>5,266,543</b>	<b>356,422</b>
<b>31a Legal Expenses:</b>			
Legal Fees		5,140,810	56,223
Legal Charges		125,733	300,199
		<b>5,266,543</b>	<b>356,422</b>





		Amount in Taka	
		2023	2022
<b>32 Consolidated Postage, Stamps, Telecommunication etc:</b>			
Meghna Bank PLC. (Note-32a)		26,937,195	22,054,452
Meghna Bank Securities Ltd		96,446	95,441
		<b>27,033,641</b>	<b>22,149,893</b>
<b>32a Postage, Stamps, Telecommunication etc:</b>			
Postage		3,650,798	1,956,216
Internet charge		55,188	83,292
SWIFT Charges		1,081,123	756,575
Telephone charges		724,415	394,614
Mobile phone charges		8,061,448	5,348,601
Network Connection Expense		9,422,018	9,654,906
Online Communication Expense		-	157,219
Bloomberg Charges		3,942,205	3,703,029
		<b>26,937,195</b>	<b>22,054,452</b>
<b>33 Consolidated Stationery, Printing &amp; Advertisements etc:</b>			
Meghna Bank PLC. (Note-33a)		23,292,169	17,120,757
Meghna Bank Securities Ltd		127,989	181,714
		<b>23,420,158</b>	<b>17,302,471</b>
<b>33a Stationery, Printing &amp; Advertisements etc:</b>			
Petty Stationery		4,205,362	3,219,091
Printing Stationery		3,690,630	5,350,132
Security Stationery		6,554,945	3,161,504
Computer Stationery		7,191,145	4,402,569
Publicity and Advertisement		1,650,087	987,461
		<b>23,292,169</b>	<b>17,120,757</b>
<b>34 Chief Executive's Salary &amp; Fees:</b>			
Basic Salary		9,000,000	9,000,000
Allowances		7,195,595	6,493,487
Bonus		1,500,000	1,500,000
Bank's Contribution to Provident Fund		900,000	900,000
		<b>18,595,595</b>	<b>17,893,487</b>
<b>35 Consolidated Directors' Fees:</b>			
Meghna Bank PLC. (Note-35a)		2,138,400	1,927,200
Meghna Bank Securities Ltd		24,000	72,000
		<b>2,162,400</b>	<b>1,999,200</b>
<b>35a Directors' Fees:</b>			
Directors Fees		2,138,400	1,927,200
Other Benefits		-	-
		<b>2,138,400</b>	<b>1,927,200</b>
Each director of the bank is provided for Tk. 8,000.00 (excluding VAT) per board or board committee meeting attended in 2023 as per BRPD circular no. 11 dated 4 October 2015.			
<b>36 Consolidated Auditors' Fees:</b>			
Meghna Bank PLC. (Note-36a)		420,000	398,475
Meghna Bank Securities Ltd		69,000	60,000
		<b>489,000</b>	<b>458,475</b>
<b>36a Auditors' Fees:</b>			
Auditors Fees		420,000	398,475
		<b>420,000</b>	<b>398,475</b>





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

Meghna Bank PLC. (Note-37a)

Meghna Bank Securities Ltd

Amount in Taka	
2023	2022

244,015,445	212,586,939
3,231,102	2,321,630
<b>247,246,547</b>	<b>214,908,569</b>

**37a Depreciation, Amortization and Repair on Bank's Assets:****a) Depreciation on Bank's Assets (Annexure-B):**

Land &amp; Building

Vehicles

Machinery &amp; Equipment

Furniture &amp; Fixtures

Computer and Peripherals

Office Tools &amp; Accessories

Right of Use - Lease Assets under IFRS 16

-	-
5,366,314	4,414,245
10,378,291	12,271,402
30,525,420	28,208,163
20,116,773	16,083,672
1,081,403	1,405,450
161,011,248	137,042,881
<b>228,479,449</b>	<b>199,425,813</b>

**b) Amortization (Annexure-B):**

Software

<b>5,197,475</b>	<b>4,916,440</b>
------------------	------------------

**c) Repair on Bank's Assets:**

Fitting and Replacement

Vehicles

Machinery &amp; Equipment

Furniture &amp; Fixtures

Computer and Peripherals

Maintenance Expense

718,671	602,190
725,543	65,545
4,674,525	3,902,968
470,190	1,230,762
955,103	471,768
2,794,489	1,971,453
<b>10,338,521</b>	<b>8,244,686</b>
<b>244,015,445</b>	<b>212,586,939</b>

**38 Consolidated Other Expenses:**

Meghna Bank PLC. (Note-38a)

Meghna Bank Securities Ltd

420,203,668	337,150,263
3,236,191	4,955,224
<b>423,439,859</b>	<b>342,105,487</b>

**38a Other Expenses:**

Wasa Bill

Drinking water Expenses

Car Expenses

Software Maintenance Expenses

Entertainment

Training, Seminar, Workshop Expenses

Travelling and Conveyance

Subscription

Corporate Social Responsibility

Office Maintenance

Bank Charges

Complain Box

NPSB Charges

Charges From VISA

Credit Card CIB Charge

NID Verification Charges

Card Maintenance Expenses, ETC

Debit Card ATM Transaction Fee

IBFT Transaction Fee

Commission Expenses for Agent &amp; MFS

Board, EC and Other Meeting Expenses

2,111,681	1,343,687
965,871	806,437
93,609,231	78,125,134
31,151,837	30,109,711
8,837,556	6,732,820
3,381,090	1,691,805
11,785,525	9,875,137
3,780,996	6,147,375
29,943,755	31,253,928
2,635,965	2,285,134
3,896,149	4,674,077
21,250	4,140
679,771	521,915
24,670,402	11,859,098
1,279,160	1,108,800
672,282	359,265
9,657,663	6,954,017
5,409,598	4,331,622
166,204	105,854
7,210,687	5,892,649
3,024,776	1,069,925





		Amount in Taka	
		2023	2022
Professional & Consultancy Fees		11,063,942	8,287,457
Business development & Promotion		35,894,035	17,562,220
Cash Carrying Charges		3,119,225	1,451,287
Leverage and Uniform		48,520	721,165
Washing & Cleaning		2,377,319	2,156,595
Leave Fare Assistance		61,701,346	49,150,299
Security Service-Outsourcing		24,924,872	18,840,294
Crockeries Expenses		292,297	238,782
Newspaper & Magazine Expenses (Office)		115,108	171,839
Priority Banking Expenses		3,176,808	4,431,346
Expenses for Bond		2,885,376	3,253,408
Branch Inauguration Expenses		485,792	44,865
AGM Expenses		515,400	429,506
Interest Charge for ROU Lease Assets under IFRS 16		28,712,180	25,158,670
		<b>420,203,668</b>	<b>337,150,263</b>
<b>39 Consolidated Provision for Loans, Investments, Off-Balance Sheet &amp; Others Assets</b>			
Meghna Bank PLC. (Note-39a)		552,008,593	237,959,147
Meghna Bank Securities Ltd		1,603,484	4,631,062
		<b>553,612,078</b>	<b>242,590,209</b>
<b>39a Provision for Loans, Investments, Off-Balance Sheet &amp; Others Assets</b>			
Provision for Unclassified Loans and Advances/ Investments		142,530,987	(16,188,799)
Provision for Classified Loans and Advances/ Investments		386,860,095	190,332,906
Provision for Off-Balance Sheet Exposure		60,907,516	(15,870,636)
Special General Provision - Covid-19		(34,690,004)	(3,664,323)
Provisions for Diminution in Value of Investments		(3,600,000)	13,850,000
Provision for Other Assets		-	69,500,000
		<b>552,008,593</b>	<b>237,959,147</b>
<b>40 Consolidated Earning Per Share (EPS)</b>			
Net Profit after Tax		778,586,574	190,922,513
Number of Ordinary Shares outstanding (Denominator)		543,727,450	543,727,450
<b>Consolidated Earning Per Share (EPS) (Restated if Required)</b>		<b>1.43</b>	<b>0.35</b>
<b>40a Earning Per Share (EPS)</b>			
Net Profit after Tax		778,104,531	185,870,675
Number of Ordinary Shares outstanding (Denominator)		543,727,450	543,727,450
<b>Earning Per Share (EPS) (Restated if Required)</b>		<b>1.43</b>	<b>0.34</b>
Earning per share has been calculated in accordance with IAS - 33: "Earnings Per Share (EPS)".			
<b>41 Consolidated Interest/ Profit Receipts in Cash</b>			
Meghna Bank PLC. (Note-41a)		5,362,799,121	4,410,406,858
Meghna Bank Securities Ltd		5,103,727	9,408,622
		5,367,902,848	4,419,815,480
Less: Inter Company Transaction		9,196,188	12,377,334
		<b>5,358,706,660</b>	<b>4,407,438,146</b>
<b>41a Interest/ Profit Receipts in Cash</b>			
Interest income/ Profit receipt (Note-24a & 26a)		5,443,928,199	4,401,921,940
Add: Opening Interest/ Profit Receivable (Note-10a.2)		194,889,278	203,374,195
Less: Closing Interest/ Profit Receivable (Note-10a.2)		276,018,356	194,889,278
		<b>5,362,799,121</b>	<b>4,410,406,858</b>
<b>42 Consolidated Interest/ Profit Payments</b>			
Meghna Bank PLC. (Note-42a)		3,720,497,952	2,837,519,796
Meghna Bank Securities Ltd		8,098,357	9,779,812
		3,728,596,309	2,847,299,607
Less: Inter Company Transaction		9,196,188	12,377,334
		<b>3,719,400,121</b>	<b>2,834,922,273</b>





		Amount in Taka	
		2023	2022
<b>42a Interest/ Profit Payments</b>			
Interest/ Profit Paid on Deposits & Borrowings (Note-25a)		3,913,399,675	3,029,082,180
Add: Opening Interest/ Profit Payable on Deposit (Note-14a)		684,442,524	492,880,140
Less: Closing Interest/ Profit Payable on Deposit (Note-14a)		877,344,247	684,442,524
		<b>3,720,497,952</b>	<b>2,837,519,796</b>
<b>43 Consolidated Cash Receipts from Other Operating Activities</b>			
Meghna Bank PLC. (Note-43a)		965,085,336	195,558,468
Meghna Bank Securities Ltd		10,535,444	2,880,409
		<b>975,620,780</b>	<b>198,438,877</b>
<b>43a Cash Receipts from Other Operating Activities</b>			
Income From Fees & Charges		191,018,065	141,319,963
Income From Services		58,843,842	38,779,792
Postage, Telex, Swift etc.		6,258,309	3,813,994
Gain on Sale of Treasury Bonds and Shares		698,474,300	1,574,162
Other charges ( Except Income from Sale of Fixed Assets)		10,490,820	10,070,557
		<b>965,085,336</b>	<b>195,558,468</b>
<b>44 Consolidated Cash Payments for other Operating activities</b>			
Meghna Bank PLC. (Note-44a)		741,260,586	598,786,393
Meghna Bank Securities Ltd		4,652,866	6,973,910
		<b>745,913,452</b>	<b>605,760,303</b>
<b>44a Cash Payments for other Operating activities</b>			
Rent, Taxes, Insurance, Lighting etc. (Note-30a)		275,956,259	228,654,895
Legal Expenses (Note-31a)		5,266,543	356,422
Postage, Stamp, Telegram & Telephone (Note-32a)		26,937,195	22,054,452
Directors' Fees (Note-35a)		2,138,400	1,927,200
Auditors' Fees (Note-36a)		420,000	398,475
Repair & Maintenance of Bank's Assets (Note-37a.c)		10,338,521	8,244,686
Other Expenses		420,203,668	337,150,263
		<b>741,260,586</b>	<b>598,786,393</b>
<b>45 Consolidated Cash Increase/ Decrease in Other Assets</b>			
Meghna Bank PLC. (Note-45a)		1,465,472,205	877,671,102
Meghna Bank Securities Ltd		11,119,388	1,116,970
		1,476,591,593	878,788,072
Less: Inter Company Transaction		760,264,298	355,693,253
		<b>716,327,295</b>	<b>523,094,819</b>
<b>Consolidated Cash (Increase)/ Decrease in Other Assets</b>		<b>(193,232,476)</b>	<b>(75,307,944)</b>
<b>45a Cash Increase/ Decrease in Other Assets</b>			
Stock of Stationery and Stamps		20,706,850	15,004,855
Advance Rent		148,759,607	127,530,738
Suspense Account		177,824,571	109,749,701
Security Deposits		225,955	225,955
Advance Against Proposed Branch		13,160,243	8,930,000
Cash Remittance		4,000,000	10,000,000
Interest on Sanchaypatra		6,498,612	15,316,504
Receivable from MGBL Islamic Banking Project		39,000	39,000
Receivable from MGBL OBU-USD		-	(2,436,277)
Meghna Bank Securities Ltd		7,054,915	1,569,596
Meghna Bank Securities Ltd - Special Fund		3,209,483	4,123,757
Prepaid Expenses		12,706,140	22,120,200
Investment in Subsidiary		749,999,900	349,999,900
BEFTN Adjustment Account		55,510	43,446
S/D RFA SEBL - Western Union		318,642	445,215
Interest on Investment Bond-Customer		-	0.02
Trans-Fast-Remittance Payment Account		947,462	143,271





Head office General Account  
Receivable from MiTP  
Advance Against Assets  
Accrued Income  
MGBL MFS Funding Account  
Chargeback Account for VISA Cards

**Cash (Increase)/ Decrease in Other Assets**

Amount in Taka	
2023	2022
295,916	-
123,387,999	123,387,999
185,168,663	84,267,000
8,628,410	5,693,510
100	-
2,484,227	1,516,732
<b>1,465,472,205</b>	<b>877,671,102</b>
<b>(587,801,103)</b>	<b>(64,023,035)</b>

**46 Consolidated Cash Increase/ Decrease in Other Liabilities**

Meghna Bank PLC. (Note- 46a)  
Meghna Bank Securities Ltd

Less: Inter Company Transaction

**Cash Increase/ (Decrease) in Other Liabilities**

1,321,253,340	1,201,129,477
228,725,105	159,747,315
1,549,978,445	1,360,876,791
160,960,351	104,759,183
<b>1,389,018,094</b>	<b>1,256,117,609</b>
<b>132,900,485</b>	<b>224,795,663</b>

**46a Cash Increase/ Decrease in Other Liabilities**

Non-Resident Accounts  
Interest Suspense A/C  
Settlement with NPSB  
BEFT Settlement Account  
Agent Monitoring & Collection Account  
MGBL MFS Payable Accounts  
MGBL General Account  
Payable to B-Kash  
Payable against Gift Solution  
Agent Payable for Commission  
RTGS Settlement Account  
Compensation Realisable Account of IBW  
Compensation and Penalty Realised Account of IBW  
Payable against CPV  
Adjusting account credit

**Consolidated Cash Increase/ (Decrease) in Other Liabilities**

-	2,065,854
1,149,057,338	1,029,797,712
50,445	50,445
1,974,061	350,550
100,500	100,500
1,623,755	1,623,755
-	39,656
1,749,081	475,839
20,159	20,159
-	26
-	100
6,945,016	-
8,517,988	-
29,000	9,650
151,185,997	166,595,231
<b>1,321,253,340</b>	<b>1,201,129,477</b>
<b>120,123,863</b>	<b>224,359,075</b>

**47 Consolidated Cash and Cash Equivalent**

Meghna Bank PLC. (Note-47a)  
Meghna Bank Securities Ltd

Less: Inter Company Transaction

9,820,270,521	9,290,551,569
79,757,530	64,429,257
9,900,028,051	9,354,980,825
16,494,969	45,750,238
<b>9,883,533,082</b>	<b>9,309,230,587</b>

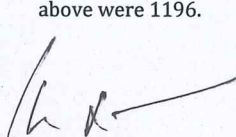
**47a Cash and Cash Equivalent**

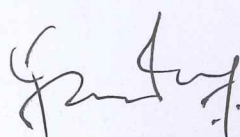
Cash in Hand  
Balance with Bangladesh Bank & Sonali Bank Ltd (as agent of Bangladesh Bank)  
Balance with Other Banks & Financial Institutions  
Money at Call on Short Notice  
Prize Bond in Hand

817,533,074	899,992,595
4,094,704,126	3,020,097,923
4,907,459,021	4,360,021,451
-	1,010,000,000
574,300	439,600
<b>9,820,270,521</b>	<b>9,290,551,569</b>

**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 1196.

  
Chairman

  
Director

  
Director



  
Managing Director & CEO



**MEGHNA BANK PLC.**  
**INVESTMENT IN SHARES - QUOTED & UNQUOTED**  
**AS AT DECEMBER 31, 2023**

Annexure-A

Sl No	Name of the Company	No. of Shares/ Securities	Market Price per Share	Market Value December 31, 2023	Cost Price December 31, 2023	Unrealized Gain/(Loss)
<b>Quoted: Regular Investment</b>						
1	British American Tobacco Company Limited	7,000	518.70	3,630,900	4,405,269	(774,369)
2	BSRM Steels Limited	100,000	63.90	6,390,000	8,676,634	(2,286,634)
3	Eastern Bank Limited	253,125	29.40	7,441,875	8,007,181	(565,306)
4	Global Islami Bank Limited	1,383,236	8.60	11,895,830	13,173,680	(1,277,850)
5	City Bank Limited	229,500	21.40	4,911,300	5,634,995	(723,695)
6	Grameenphone Limited	25,000	286.60	7,165,000	9,456,812	(2,291,812)
7	Jamuna Bank Limited	217,000	20.90	4,535,300	4,851,611	(316,311)
8	Heidelberg Cement Bangladesh Limited	16,805	239.50	4,024,798	9,291,098	(5,266,300)
9	IDLC Finance Limited	105,000	46.50	4,882,500	7,087,500	(2,205,000)
10	IFAD Autos Limited	17,671	44.10	779,291	1,927,117	(1,147,825)
11	Jamuna Oil Company Limited	75,000	168.50	12,637,500	15,840,873	(3,203,373)
12	Summit Power Limited	400,000	34.00	13,600,000	18,130,495	(4,530,495)
13	MJL Bangladesh Limited	100,000	86.70	8,670,000	11,537,652	(2,867,652)
14	Olympic Industries Limited	100,000	152.00	15,200,000	20,203,202	(5,003,202)
15	Robi Axiata Limited	150,000	30.00	4,500,000	1,500,000	3,000,000
16	Square Pharmaceuticals Limited	50,000	210.30	10,515,000	11,784,594	(1,269,594)
17	AOPLC	3,695	17.60	65,032	36,950	28,082
18	Titas Gas Transmission & Dist. Co. Limited	100,000	40.90	4,090,000	5,702,317	(1,612,317)
19	United Commercial Bank Limited	910,470	12.40	11,289,828	16,060,748	(4,770,920)
<b>Sub Total</b>				<b>136,224,153</b>	<b>173,308,728</b>	<b>(37,084,575)</b>
<b>Unquoted: Preference Share</b>						
20	Karnaphuli Power Limited	36,000,000	10.00	360,000,000	360,000,000	-
21	Shah Cement Industries Limited	35,000,000	10.00	350,000,000	350,000,000	-
22	Baraka Shikalbaha Power Limited	33,600,000	10.00	336,000,000	336,000,000	-
23	Flamingo Fashions Limited	27,600,000	10.00	276,000,000	276,000,000	-
24	Jinnat Knitwears Limited	27,000,000	10.00	270,000,000	270,000,000	-
25	City Seed Crushing Industries Limited	40,000,000	10.00	400,000,000	400,000,000	-
26	Super Petrochemical Limited	54,222,900	10.00	542,229,000	542,229,000	-
27	Nitol Motors Limited	90,000,000	10.00	900,000,000	900,000,000	-
28	Independent Export (BD) Limited	6,000,000	10.00	60,000,000	60,000,000	(600,000)
29	Confidence Power Bogra Limited	5,000,000	10.00	50,000,000	50,000,000	-
<b>Sub Total</b>				<b>3,544,229,000</b>	<b>3,544,229,000</b>	<b>(600,000)</b>
<b>Quoted: Special Fund</b>						
30	British American Tobacco Bangladesh	225,000	518.70	116,707,500	128,910,464	-
31	City Bank Limited	612,000	21.40	13,096,800	15,094,136	-
32	Grameenphone Limited	225,000	286.60	64,485,000	75,139,846	-
33	IDLC Finance Limited	1,000,000	46.50	46,500,000	60,707,730	-
34	Renata Limited	32,100	1,217.90	39,094,590	40,739,613	-
35	Jamuna Bank Limited	542,500	20.90	11,338,250	12,300,297	-
36	Prime Bank Limited	500,000	21.00	10,500,000	11,721,231	-
37	Square Pharmaceuticals Limited	200,000	210.30	42,060,000	48,227,860	-
38	LHBL	35,000	69.30	2,425,500	2,472,350	-
39	Summit Power Limited	1,500,000	34.00	51,000,000	68,590,851	-
<b>Sub Total</b>				<b>397,207,640</b>	<b>463,904,380</b>	<b>-</b>
<b>Grand Total</b>				<b>4,077,660,793</b>	<b>4,181,442,108</b>	<b>(37,684,575)</b>

Provision Requirement as on December 31, 2023.

Provision Maintained as on December 31, 2023.

Provision Surplus/Shortage at the end of December 31, 2023.

<b>Taka</b>
37,684,575
38,000,000
<b>315,425</b>

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





**MEGHNA BANK PLC.**  
**SCHEDULE OF FIXED ASSETS**  
**AS AT DECEMBER 31, 2023**

Annexure-B

A) Tangible Assets :											
Particulars	COST				Rate of Dep./ Amort.	DEPRECIATION / AMORTIZATION				WDV as on December 31, 2023	WDV as on December 31, 2022
	Balance as on January 1, 2023	Additions during the year	Disposal/ Transfer during the year	Balance as on December 31, 2023		Balance as on January 1, 2023	Transfer/ Adjustment during the year	Charge for the year	Balance as on December 31, 2023		
Vehicles	43,074,937	12,928,167	-	56,003,104	20%	29,094,801	-	5,366,314	34,461,115	21,541,989	13,980,136
Machinery and Equipment	185,165,989	19,246,347	4,779,344	199,632,992	20%	157,289,157	4,779,333	10,378,291	162,888,115	36,744,877	27,876,832
Furniture & Fixtures	291,319,481	40,135,422	6,388,018	325,066,885	10%	163,488,449	5,235,067	30,525,420	188,778,802	136,288,083	127,831,032
Computer & Computer Peripherals	208,866,588	127,009,054	-	335,875,642	33%	182,656,038	-	20,116,773	202,772,811	133,102,831	26,210,550
Office Tools & Accessories	24,711,338	3,450,362	-	28,161,700	20%	21,960,500	-	1,081,403	23,041,903	5,119,797	2,750,838
Sub Total (A)	753,138,333	202,769,352	11,167,362	944,740,323		554,488,945	10,014,400	67,468,201	611,942,746	332,797,577	198,649,388
B) Intangible Assets :											
Software	95,215,619	6,505,350	-	101,720,969	20%	79,201,738	-	5,197,475	84,399,213	17,321,756	16,013,881
Sub Total (B)	95,215,619	6,505,350	-	101,720,969		79,201,738	-	5,197,475	84,399,213	17,321,756	16,013,881
C) ROU - Assets for Lease Rent :											
ROU - Assets for Lease Rent	736,634,270	436,526,673	73,542,663	1,099,618,281	-	262,091,723	58,306,116	161,011,248	364,796,855	734,821,426	474,542,547
Sub Total (C)	736,634,270	436,526,673	73,542,663	1,099,618,281		262,091,723	58,306,116	161,011,248	364,796,855	734,821,426	474,542,547
Total (A+B+C)	1,584,988,222	645,801,375	84,710,025	2,146,079,573		895,782,406	68,320,516	233,676,924	1,061,138,814	1,084,940,759	689,205,816





**MEGHNA BANK PLC.**  
**BALANCE WITH OTHER BANKS-OUTSIDE BANGLADESH (NOSTRO ACCOUNT)**  
**AS AT DECEMBER 31, 2023**

SL No.	Name of the Banks	Currency Name	2023			2022		
			Amount in Foreign Currency	Conversion rate per unit F.C.	Amount in BDT	Amount in Foreign Currency	Conversion rate per unit F.C.	Amount in BDT
1	AB Bank Ltd, Mumbai, ACU	ACUD	200,169.99	110.00	22,018,698.90	192,366.02	103.29	19,870,005.60
2	Mashreq Bank p.s.c. New York, USD	USD	2,356,565.70	166.65	392,730,116.90	1,839,143.46	103.29	189,958,483.27
3	Habib American Bank, New York, USD	USD	442,251.06	110.00	48,647,616.60	683,488.55	103.29	70,599,377.75
4	MCB Bank Limited, Karachi, Pakistan, ACU	ACUD	8,092.21	110.00	890,143.10	14,264.21	103.29	1,473,388.76
5	BANCA Popolare Di Sondrio, Sondrio, Italy, EURO	EURO	101,924.29	122.27	12,461,773.32	20,135.93	109.71	2,209,056.50
6	Kookmin Bank, Seoul Korea, USD	USD	27,324.74	110.00	3,005,721.40	37,520.66	103.29	3,875,610.27
7	Kookmin Bank, Seoul Korea, GBP	GBP	11,612.11	140.89	1,636,006.95	21,396.18	124.31	2,659,819.05
8	Kookmin Bank, Seoul Korea, CAD	CAD	4,493.50	83.34	374,486.49	4,265.32	76.02	324,263.28
	Kookmin Bank, Seoul Korea, AUD	AUD	17,685.00	75.41	1,333,537.43	-	-	-
9	National Bank of Pakistan, Tokyo, Japan, JPY	JPY	676,110.00	0.78	526,486.86	11,103.578	0.77	8,569,741.50
10	Bank Al Jazira, KSA, SAR	SAR	161,586.00	29.33	4,739,478.97	165,186.00	27.48	4,539,113.06
11	AXIS Bank Ltd. Kolkata, India, ACU USD	ACUD	114,562.26	129.47	14,832,826.80	175,505.88	103.29	18,128,476.21
12	Sonali Bank UK, EUR	EURO	63,984.01	122.27	7,823,004.98	-	-	-
13	Agricultural Bank of China, CYN	CYN	3,900,122.31	15.45	60,260,789.81	-	-	-
14	Bhutan National Bank, ACU	ACUD	28,800.65	110.00	3,168,071.50	47,650.65	103.29	4,921,964.30
15	HDFC Bank Ltd., Mumbai, India, ACU	ACUD	97,658.47	110.00	10,742,431.70	107,470.13	103.29	11,100,879.90
16	Sonali Bank UK, USD	USD	37,962.24	110.00	4,175,846.40	8,648.95	103.29	893,373.40
17	Punjab National Bank, Kolkata, ACU	NZD	87,124.36	110.00	9,583,679.60	53,101.95	103.29	5,485,043.79
	<b>Total</b>				<b>598,950,718</b>			<b>344,608,597</b>





## MEGHNA BANK PLC.

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

AS AT DECEMBER 31, 2023

(Tk. In Crore)

SL. No.	Name of Customers	Outstanding			% of Loans to Total Capital		
		Funded	Non-funded	Total	Funded	Non-funded	Total
1	AKIJ GROUP	180.02	11.09	191.11	12.75%	19.28%	32.03%
2	CONFIDENCE GROUP	143.75	18.36	162.11	15.30%	19.87%	35.17%
3	BSRM GROUP	85.65	66.95	152.60	10.09%	14.87%	24.97%
4	ACI GROUP	139.34	5.95	145.29	12.75%	3.19%	15.94%
5	RANCON GROUP	35.87	107.28	143.15	10.62%	17.00%	27.62%
6	CITY GROUP	76.42	42.25	118.67	13.28%	18.73%	32.01%
7	MEGHNA EXECUTIVE HOLDINGS	107.99	3.09	111.08	12.86%	0.53%	13.39%
8	RSRM GROUP	102.94	-	102.94	8.88%	0.00%	8.88%
9	BAIZID STEEL INDUSTRIES LTD.	100.55	-	100.55	10.36%	0.00%	10.36%
10	NOMAN GROUP	100.29	0.05	100.34	9.77%	0.85%	10.62%
11	BURO BANGLADESH	99.95	-	99.95	12.75%	0.00%	12.75%
12	GPH ISPAT LIMITED	96.59	-	96.59	10.09%	1.06%	11.16%
13	SEACOM GROUP	95.45	-	95.45	10.09%	5.84%	15.94%
14	RANGS GROUP	85.43	7.71	93.13	11.76%	0.11%	11.87%
15	BANGLALINK	71.41	18.96	90.36	11.94%	7.44%	19.38%
16	EON GROUP	81.60	1.05	82.65	6.85%	2.27%	9.12%



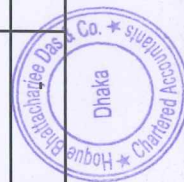
## MEGHNA BANK PLC.

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

AS AT DECEMBER 31, 2023

(Tk. In Crore)

SL. No.	Name of Customers	Outstanding			% of Loans to Total Capital		
		Funded	Non-funded	Total	Funded	Non-funded	Total
17	RENATA LIMITED (RL)	75.02	0.06	75.08	5.84%	7.44%	13.28%
18	INDEPENDENT GROUP	71.08	0.22	71.30	10.44%	4.18%	14.61%
19	SAMUDA GROUP	53.99	14.50	68.49	10.09%	6.91%	17.00%
20	UNITED GROUP	20.57	45.00	65.57	12.75%	22.69%	35.44%
21	ABUL KHAIR GROUP	57.25	5.21	62.46	7.97%	5.31%	13.28%
22	M/S. KHOKAN TRADING AGENCY	50.75	4.41	55.16	4.80%	7.97%	12.77%
23	SUPER GROUP	54.28	-	54.28	8.13%	3.43%	11.56%
24	NEW ASIA GROUP	49.07	-	49.07	10.09%	2.66%	12.75%
25	AKOTA SOTOTA GROUP	32.95	8.27	41.23	5.42%	5.21%	10.63%
26	MEGHNA GROUP OF INDUSTRIES (MGI)	15.30	15.56	30.86	13.28%	18.38%	31.66%
27	HAMKO GROUP	20.99	1.24	22.23	8.50%	0.89%	9.39%
28	BANGLADESH PETROLEUM CORPORATION	-	19.29	19.29	0.00%	31.87%	31.87%
29	ABA GROUP	18.11	-	18.11	10.40%	3.82%	14.22%
30	CROWN GROUP	16.20	-	16.20	9.96%	25.50%	35.46%
31	BARAKA GROUP	-	9.91	9.912	12.32%	7.56%	19.88%
32	ACME GROUP	9.045	-	9.045	7.44%	2.02%	9.46%





## MEGHNA BANK PLC.

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

AS AT DECEMBER 31, 2023

(Tk. In Crore)

SL. No.	Name of Customers	Outstanding			% of Loans to Total Capital		
		Funded	Non-funded	Total	Funded	Non-funded	Total
33	BANGLADESH-INDIA FRIENDSHIP POWER COMPANY	-	2.22	2.22	15.94%	15.94%	31.87%
34	MAX GROUP	0.002	-	0.002	9.77%	6.37%	16.15%
35	NITOL-NILOY GROUP	-	-	-	10.62%	2.66%	13.28%
36	ANWAR LANDMARK LIMITED AND OTHERS	-	-	-	6.91%	7.97%	14.87%
37	SUMMIT GROUP	-	-	-	9.56%	1.06%	10.62%
38	AHMED GROUP	-	-	-	5.84%	10.09%	15.94%
39	IPDC FINANCE LTD.	-	-	-	13.45%	0.00%	13.45%
40	APEX GROUP	-	-	-	10.62%	0.00%	10.62%
41	WALTON	-	-	-	13.28%	13.81%	27.09%
42	BRB GROUP	-	-	-	12.75%	17.53%	30.28%
43	DEKKO LEGACY GROUP	-	-	-	4.57%	6.06%	10.62%
44	SHUN SHING GROUP	-	-	-	10.62%	11.69%	22.31%
	<b>Total</b>	<b>2,147.88</b>	<b>408.63</b>	<b>2,556.50</b>			

Bank's total Capital as on 31 December 2023 is Tk. 941.26 Crore





**MEGHNA BANK PLC.  
FINANCIAL HIGHLIGHTS**

(Amount in Taka)

SL	PARTICULARS	2023	2022
1	Paid up Capital	5,437,274,500	5,437,274,500
2	Total Capital ( Core + Supplementary)	9,412,629,447	8,634,360,667
3	Capital Surplus	3,020,557,552	3,568,315,352
4	Total Assets	83,450,952,607	64,536,997,426
5	Total Deposit	65,029,180,705	49,535,924,245
6	Total Loans & Advances/ Investments	52,042,206,692	39,973,582,659
7	Total Contingent Liabilities and Commitments	15,361,123,074	9,198,342,358
8	Credit Deposit Ratio ( % ) *	75.94%	75.62%
9	Percentage of Classified Loans against total Loans and Advances/ Investments	4.53%	6.73%
10	Profit after Tax and Provision	778,104,531	185,870,675
11	Amount of Classified Loans & Advances/ Investments	2,358,591,399	2,690,828,525
12	Provisions kept against Classified Loans & Advances/ Investments	1,002,297,664	1,415,282,906
13	Provisions Surplus	1,813,846	4,022,354
14	Cost of Fund	9.18%	8.63%
15	Interest Earning Assets	76,335,954,868	58,514,360,000
16	Non-Interest Earning Assets	7,114,997,739	6,022,637,425
17	Return on Investment (ROI)	11.55%	7.66%
18	Return on Assets (ROA)	1.05%	0.29%
19	Income from Investment	1,989,288,640	1,231,912,978
20	Earning Per Share	1.43	0.34
21	Net Income Per Share	1.43	0.34
22	Price Earning Ratio	N/A	N/A

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

