

# Bank Asia

## LIMITED

### Financial Statements 2009

		2009	2008
		Taka	Taka
<b>13.5 Provision for income tax</b>			
Current tax (Note 13.5.1)	2,286,358,717	2,061,256,021	
Deferred tax (Note 13.5.2)	330,795,451	(65,538,788)	
<b>13.5.1 Provision for current tax</b>	<b>2,617,154,168</b>	<b>1,995,717,233</b>	
Balance as at 1 January	2,061,256,021	1,703,703,227	
Add: Provision made during the year	779,000,000	780,000,000	
Less: Adjustments made during the year	(553,897,304)	(432,447,206)	
Balance as at 31 December	<b>2,286,358,717</b>	<b>2,061,256,021</b>	
Corporate tax position of the bank has been shown in Annexure-F.			
<b>13.5.2 Provision for deferred tax</b>			
Balance as at 1 January	(65,538,788)	(4,721,603)	
Add: Provision made for deferred tax liabilities Charged/(credited) to profit and loss account	(111,547,981)	151,169,830	
Charged/(credited) to revaluation reserve	104,799,248	(16,314,408)	
Less: Provision made for deferred tax assets	(291,555,991)	(156,592,805)	
Balance as at 31 December	<b>330,795,451</b>	<b>(65,538,788)</b>	
<b>13.6 Obligation under finance lease</b>			
Furniture, fixtures and equipments	90,161,559	99,071,861	
Computer and accessories	33,284,851	34,059,603	
Motor vehicles	6,996,986	11,205,775	
Building	13,466,037	13,333,133	
	<b>131,399,433</b>	<b>157,670,372</b>	
<b>13.7 Provision for nostro accounts</b>			
As per instructions contained in the circular letter no.FEPO/FEMO/01/2005-677 dated 13 September 2005 issued by Foreign Exchange Policy Department of Bangladesh Bank, Bank is not required to make provision regarding the debit-credited balance of nostro account as at balance sheet date. There is no uncollected debit entries which are outstanding more than 3 months. Details of uncollected entries are shown in Annexure K.			
<b>14 Share capital</b>			
<b>14.1 Authorized capital</b>			
44,500,000 ordinary shares of Taka 100 each	4,450,000,000	4,450,000,000	
<b>14.2 Issued, subscribed and fully paid up capital</b>			
5,637,248 ordinary shares of Taka 100 each issued for cash	563,724,800	563,724,800	
15,810,077 2008-11,800-25 ordinary shares of Taka 100 each issued as bonus shares	1,581,007,700	1,800,000,000	
	<b>2,144,812,500</b>	<b>2,433,724,800</b>	
<b>14.3 Initial public offer (IPO)</b>			
Out of the total issued, subscribed and fully paid up capital of the Bank 2,000,000 ordinary shares of Taka 100 each amounting to Taka 200,000,000 was raised through public offering of shares in 2003.			
<b>14.4 Capital adequacy ratio</b>			
Calculated as per BRPD Circular nos. 10 dated 24 November 2002, 1 dated 19 February 2007, 5 dated 14 May 2007, 3 dated 12 March 2008 and 6 dated 21 May 2008 issued by Bangladesh Bank			
<b>Core capital (Tier-I)</b>			
Paid up capital	2,144,812,500	1,743,750,000	
Statutory reserve (Note 15)	1,557,013,281	1,099,774,787	
Retained earnings (Note 17)	942,577,212	473,693,748	
	<b>4,644,403,132</b>	<b>3,317,218,535</b>	
<b>Supplementary capital (Tier-II)</b>			
General provision on non-off-balance sheet items	248,192,755	164,767,191	
Exchange allocation reserve	3,339,553	3,339,553	
Revaluation reserve of HTM securities (up to 50% of the revaluation reserves)	15,587,247	4,181,499	
	<b>267,119,555</b>	<b>172,236,243</b>	
<b>Total Capital</b>	<b>4,911,522,687</b>	<b>3,489,454,778</b>	
Total assets including off-balance sheet items	6,642,027,023	7,999,175,695	
Less: Total risk weighted assets	(1,704,250,500)	(1,704,250,500)	
Capital adequacy ratio	3.94	3.94	
On core capital - against standard of minimum 5%	10.29%	9.35%	
On total capital - against standard of minimum 10%	12.78%	11.29%	
Capital adequacy ratio are determined by dividing those capital components by risk weighted assets. Risk weighted assets are computed by applying prescribed risk weights on assets and risk weighted assets.			
<b>14.5 Percentage of shareholdings at the closing date</b>			
As at 31 December 2009			
As at 31 December 2008			
Category	No. of shares	%	No. of shares
General public	15,362,301	71.63%	13,943,377
Institutions	5,402,570	25.19%	2,933,351
Investment companies	342,280	1.60%	225,935
Non-resident Bangladeshis	339,974	1.59%	278,450
Foreign investors	1,023,497,743	48.18%	811,587,855
	<b>21,448,125</b>	<b>100.00%</b>	<b>17,437,599</b>
Figures of previous year have been rearranged, wherever considered necessary to conform to the current year's presentation.			
<b>14.6 Classification of shareholders by holding</b>			
Holdings	No. of holders	% of total holding	
Less than 100	2009	2008	
100 to 5,000	976	578	
5,001 to 10,000	68	60	
10,001 to 50,000	39	33	
50,001 to 100,000	16	21	
100,001 to 500,000	19	14	
500,001 to 1,000,000	7	15	
Over 1,000,000	30	33	
	45	30	
	<b>16,868</b>	<b>8,318</b>	<b>100.00</b>

		2009	2008
		Taka	Taka
<b>19.1 Interest, discount and similar income</b>			
Interest income/Profit on investments (Note 20)	6,247,494,941	4,973,111,164	
Interest on treasury bills	4,905,788	87,671,316	
Interest on treasury bonds	738,327,143	510,444,124	
Income from investment securities	87,476,255	8,220,167	
Capital gain on Government securities	<b>182,282,525</b>	<b>5,579,446,771</b>	
<b>19.2 Fees, commission and brokerage</b>			
Commission	680,323,338	448,216,892	
Brokerage	-	-	
	<b>680,323,338</b>	<b>448,216,892</b>	
<b>19.3 Administrative expenses</b>			
Salaries and allowances (Note 25)	593,257,191	426,820,636	
Rent, taxes, insurance, electricity, etc. (Note 26)	119,728,571	89,832,577	
Legal expenses (Note 27)	4,528,540	3,021,038	
Postage, stamp, telecommunication, etc. (Note 28)	32,038,840	29,192,002	
Stationery, printing, advertisement, etc. (Note 29)	55,612,766	36,713,152	
Managing Director's salary and fees (Note 30)	3,451,942	6,460,000	
Directors' fees (Note 31)	832,000	592,000	
Auditors' fees	365,750	287,375	
Repair of Bank's assets (Note 32.1)	28,531,061	22,133,797	
	<b>838,346,661</b>	<b>615,052,577</b>	
<b>20 Interest income/profit on investments</b>			
Conventional and Islamic banking (Note 20.1)	6,245,342,590	4,972,995,103	
Off-shore banking unit	2,152,351	11,061	
	<b>6,247,494,941</b>	<b>4,973,111,164</b>	
<b>20.1 Conventional and Islamic banking</b>			
Loans (General)/Musharaka	150,663,320	2,733,251	
Loans against trust receipts/ Bai Murabahah post import	1,753,147,070	1,548,653,590	
Packing credit	5,964,657	4,297,004	
House building loan	25,209,180	20,481,214	
Payment against documents	384,237,559	255,764,501	
Cash credit/Bai-Muajjal	5,787,425	3,607,984	
Overdraft/ Card against deposit	1,302,950,856	1,200,380,328	
Consumer credit scheme	294,596,704	204,730,967	
Staff loan	10,272,188	13,860,399	
Local bills purchased	47,658,416	317,025,570	
Foreign bills purchased	36,584,717	7,357,627	
Interest income from credit card	60,245,365	30,130,265	
Term loan - others/ Hire purchase Shirkatul Karm	618,440,149	529,890,317	
Local bank - industrial	411,345,812	371,346,885	
Demand loan	403,256,174	181,158,557	
Transport loan	60,550,202	53,604,844	
Poverty alleviation loan	3,996,448	4,330,274	
Sachsondo - SME	48,499,187	16,379,634	
Other loans and advances	42,712,955	19,250,906	
Net interest on margin loan of broker house	<b>6,609,206</b>	<b>-</b>	
<b>Total Interest/Profit on loans and advances/investments</b>	<b>6,039,303,051</b>	<b>4,781,984,117</b>	
Interest/profit on balance with other banks and financial institutions	198,988,416	159,338,260	
Interest/profit received from foreign banks	19,851,123	31,672,726	
	<b>6,245,342,590</b>	<b>4,972,995,103</b>	
<b>21 Interest paid/profit shared on deposits and borrowings etc.</b>			
Conventional and Islamic banking (Note 21.1)	4,497,302,555	3,739,016,507	
Off-shore banking unit	714,259	-	
	<b>4,498,016,814</b>	<b>3,739,016,507</b>	
<b>21.1 Conventional and Islamic banking</b>			
Interest paid/profit shared on deposits	3,453,377,488	2,888,079,422	
Fixed deposits/Mudaraba Fixed deposit	291,480,250	275,065,322	
Sachyapa plus	190,954,371	149,400,692	
Savings deposits/ Mudaraba Savings bank	155,553,777	107,449,474	
Short-term deposits	235,566,991	129,905,200	
Other deposits	<b>4,326,932,877</b>	<b>3,549,900,110</b>	
Interest on borrowings	170,369,678	189,116,397	
Local banks including Bangladesh Bank	170,369,678	189,116,397	
Foreign banks	-	-	
<b>22 Investment income</b>			
Interest on treasury bills	4,905,788	87,671,316	
Interest on treasury bonds	738,327,143	510,444,124	
Income from investment in shares	87,476,255	8,220,167	
Dividend on shares	-	813,200	
Capital gain on Government securities	<b>182,282,525</b>	<b>5,579,446,771</b>	
	<b>1,012,991,711</b>	<b>6,071,480,807</b>	
<b>23 Commission, exchange and brokerage</b>			
Conventional and Islamic banking (Note 23.1)	1,175,095,231	850,059,372	
Off-shore banking unit	2,406,461	573,790	
	<b>1,177,501,692</b>	<b>850,633,162</b>	
<b>23.1 Conventional and Islamic Banking</b>			
Commission on L/C	419,178,684	243,825,000	
Fee and commission	8,498,777	17,024,992	
Commission on L/G	41,609,746	37,004,555	
Commission on export bills	62,774,467	63,939,642	
Commission on accepted bills	280,835	63,431,593	
Commission on O/C, I/B, etc.	2,905	10,777,051	
Commission on P/D, T/T, T/C, etc.	98,013,501	8,651,587	
Commission on brokerage	17,637,820	-	
Other commission	29,920,142	2,988,686	
Foreign exchange gain	677,918,577	447,643,102	
	<b>497,178,354</b>	<b>402,416,270</b>	
	<b>1,175,095,231</b>	<b>850,059,372</b>	
<b>24 Other operating income</b>			
Conventional and Islamic banking (Note 24.1)	188,748,876	200,593,692	
Off-shore banking unit	783,247	65,240	
	<b>189,532,123</b>	<b>200,658,932</b>	
<b>24.1 Conventional and Islamic banking</b>			
Locker charge	2,609,750	1,203,650	
Service and other charges	103,843,806	144,981,805	
Master card fees and charges	30,434,462	17,819,015	
Postage/Telex/SWIFT/ fax recoveries	44,577,864	32,745,478	
Profit on sale of fixed assets	2,402,000	-	
Non-operating income	3,873,468	3,843,744	
Income from brokerage	1,007,526	-	
	<b>188,748,876</b>	<b>200,593,692</b>	
<b>25 Salaries and allowances</b>			
Conventional and Islamic banking (Note 25.1)	592,962,168	426,740,416	
Off-shore banking unit	295,023	80,220	
	<b>593,257,191</b>	<b>426,820,636</b>	
<b>25.1 Conventional and Islamic banking</b>			
Basic salary	173,328,516	130,174,047	
Allowances	229,024,056	181,319,961	
Provident bonus	34,583,677	25,357,846	
Bonus	16,220,278	15,484,929	
Fixed fund contribution	16,848,143	12,932,922	
Performance bonus	12,257,498	6,822,937	
	<b>592,962,168</b>	<b>426,740,416</b>	
<b>26 Rent, taxes, insurance, electricity etc.</b>			
Conventional and Islamic banking (Note 26.1)	119,578,820	89,757,747	
Off-shore banking unit	8,251	89,832,577	
	<b>119,587,071</b>	<b>89,842,324</b>	
<b>26.1 Conventional and Islamic banking</b>			
Rent, rate and taxes	66,546,424	51,323,029	
Insurance	32,530,623	22,949,789	
Power and electricity	20,681,773	15,484,929	
	<b>119,758,820</b>	<b>89,757,747</b>	
<b>27 Legal expenses</b>			
Conventional and Islamic banking (Note 27.1)	4,528,540	3,021,038	
Off-shore banking unit	-	-	
	<b>4,528,540</b>	<b>3,021,038</b>	
<b>27.1 Conventional and Islamic banking</b>			
Legal expenses	3,172,160	2,300,025	
Other professional charges	1,356,380	721,013	
	<b>4,528,540</b>	<b>3,021,038</b>	
<b>28 Postage, stamps, telecommunication etc.</b>			
Conventional and Islamic banking (Note 28.1)	31,992,579	29,183,862	
Off-shore banking unit	37,038,840	29,192,002	
	<b>69,031,419</b>	<b>58,375,864</b>	
<b>28.1 Conventional and Islamic banking</b>			
Postage	369,721	621,380	
Telephone	9,768,319	9,675,528	
Courier	9,726,967	8,089,469	
SWIFT charge	7,654,014	5,791,299	
ATM charge	1,705,139	2,280,345	
Telex charge	1,399,617	1,355,455	
Internet	1,368,802	1,410,466	
	<b>31,992,579</b>	<b>29,183,862</b>	
<b>29 Stationery, printing, advertisements etc.</b>			
Conventional and Islamic banking (Note 29.1)	55,986,176	36,707,622	
Off-shore banking unit	35,612,766	36,713,152	
	<b>91,598,942</b>	<b>73,420,774</b>	
<b>29.1 Conventional and Islamic banking</b>			
Office and security stationery	25,473,786	21,375,722	
Calendar, diary, souvenir, etc.	3,338,555	3,770,163	
ATM card	14,758	54,934	
Books and periodicals	16,220,150	1,378,998	
Publicity and advertisement	25,283,927	10,438,805	
	<b>55,986,176</b>	<b>36,707,622</b>	
<b>30 Managing Director's salary and fees</b>			
Basic salary	1,676,968	3,200,000	
House rent allowance	790,793	1,560,000	
Entertainment allowance	2,903	180,000	
SWIFT charge	16,200	550,000	
Utility allowance	163,871	240,000	
House maintenance allowance	239,033	300,000	
Provident fund	162,374	330,000	
	<b>3,251,942</b>	<b>6,460,000</b>	
<b>31 Directors' fees</b>			
Directors' fees @ Taka 4,000 per Director, per meeting	832,000	592,000	
	<b>832,000</b>	<b>592,000</b> </	