



BASIC Bank Limited

Serving people for progress

A STATE OWNED SCHEDULED BANK

Financial Statements 2011

Amount in Taka

31.12.2011 31.12.2010

32. Other Expenses		
Discount	120	2,723
Commission and Brokerage	246,143	448,166
Entertainment	26,928,628	18,355,550
Car Expenses	15,444,568	11,897,174
Subscription	3,938,834	2,337,766
Travelling	9,381,087	7,636,017
Cartage and Freight	415,997	-
Computer Expenses	-	9,578,035
ITC expenses	27,855,137	10,261,500
Uniform and Leverage	2,713,060	-
Staff Training and HR development Expenses	4,431,423	4,651,019
Donation	2,743,000	20,156,000
Welfare Fund	-	10,000,000
Loss on revaluation of HFT securities	138,761,897	116,732,662
Other Audit Fee	-	25,675
Corporate Social Responsibility Expenses	29,956,043	-
Price erosion of shares	-	8,810,258
Various Committee Members Fees and Allowances	-	235,500
Miscellaneous	7,195,342	6,087,806
Non-operating loss(loss on sale of investment and fixed assets)	8,605	9,162,783
	270,019,885	236,778,633

33. Provision for loans & advances		
Classified loans & advances (note 12.1)	302,360,100	333,235,545
Unclassified loans & advances (note 12.2)	101,988,130	115,127,635
	404,348,230	448,363,180

34. Provision for off-balance sheet exposures

A provision of Tk. 156,182,580 has been maintained @ 1.00% on off balance sheet exposure (Acceptance & Endorsement, Letter of Credit & Letter of Guarantee). However for the year ended as on 31 December 2011 Tk. 55,818,850 reversed have been during the year from existing provision for off Balance sheet as provision requirement has been decreased due to decrease of Off Balance Sheet exposure as per BRPD Circular # 10 dated 18 September 2007. The total amount of provision of Tk. 156,182,580 will be treated as Supplementary Capital of the

35. Provision for Tax		
Opening balance	1,007,428,915	893,553,601
Add: Provision made for current years tax	1,038,973,188	723,274,196
Adjustment made during the year	(657,959,744)	(609,398,882)
	1,388,442,359	1,007,428,915

36. Deferred Tax		
a) Computation of Deferred Tax		
Tax Base of Depreciable Fixed Assets	357,406,486	287,983,663
Less: Carrying Amount	361,058,726	264,046,637
Deductible Temporary Difference (A)	(3,652,240)	23,937,026
Carrying Amount of Provision for Gratuity/Benevolent/Supersannation Fund:		
Provision for Gratuity	416,499,266	343,898,718
Provision for Benevolent Fund(Provision -actual payment)	11,746,685	23,341,595
	8,150,000	6,050,000
	436,395,951	373,290,313
Less: Tax Base	-	-
Deductible Temporary Difference (B)	436,395,951	373,290,313
Total Deductible Temporary Difference (A+B)	432,743,711	397,227,339
Effective Tax Rate	42.50%	42.50%
Deferred Tax Assets	183,916,077	168,821,619

b) Deferred Tax (Expenses)/Income		
Closing Deferred Tax Assets	183,916,077	168,821,619
Opening Deferred Tax Assets	(168,821,619)	(109,786,559)
Deferred Tax (Expenses)/Income	15,094,458	59,035,060

37. Proposed Dividends		
Bonus Share (5:1 and 9:1)	589,396,500	392,931,000
Cash Dividend	-	-
	589,396,500	392,931,000

38. Analysis of closing cash and cash equivalents		
Cash in hand and balance with Bangladesh bank and Sonali Bank	4,682,116,663	3,075,372,781
Cash with other Banks	2,026,743,534	2,617,589,335
Money at call and short notice	2,240,000,000	250,000,000
	8,948,860,197	5,942,962,116

39. Earning Per Share (EPS)		
Net Profit after Tax (Numerator)	976,112,816	660,936,269
Number of Ordinary Share Outstanding (Denominator)	23,575,860	23,575,860
Earning Per Share (EPS)	41.40	28.03
		(Restated)

39.1 Adjusting earnings per share (Adjusting EPS) for 2010**

Previous year's figures have been adjusted for the issue of 3,929,310 bonus shares and the adjusted EPS is Tk. 28.03.

40. Litigation Pending against Bank

The tax authority has claimed an additional tax amount of Tk 25.17 crore for the FY 2000-01, 2001-02, 2006-07, 2009-10 and 2010-11 which has yet to be settled. However the bank has been maintaining sufficient provision against the stated claim. Besides, the provision for Income Tax which has been made during the year by the bank is also sufficient for the current year tax liability.

41. Coverage of External Audit

The external auditor has covered 80% of the risk-weighted assets and have spent around 4200 hours to complete the audit as per Bangladesh Standards on Auditing (BSA). The external auditor has audited 22 branches and Head office of the Bank.

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Nostro Accounts- Outside Bangladesh

As at 31 December 2011

Name of the Bank	A/C Type	Currency Name	2011			2010		
			Amount in FC	Conv. Rate per unit FC	Amount in BDT	Amount in FC	Conv. Rate per unit FC	Amount in BDT
1 BOTM, London	CD	GBP	44,354	126.5118	5,611,352	28,198	109.75	3,094,589
2 Asst/Honk(HongKong) Bank Karachi	CD	ACLS	5,403	81.8529	449,680	4,397	70.75	311,112
3 BOTM, Tokyo	CD	JAPT	267,559	1.0704	287,476	24,398,062	9.8688	21,197,056
4 Midway Bank, NY	CD	USD	213,290	81.8529	17,458,439	865,118	70.7497	61,206,806
5 CITI Bank Mumbai	CD	ACLS	1,963	81.8529	161,155	4,299	70.7497	304,180
6 Sonali Bank, Cal.	CD	ACLS	231,489	81.8529	18,946,371	666,616	70.75	47,162,876
7 Bank of Ceylon	CD	ACLS	128,660	81.8529	10,531,186	53,144	70.75	3,759,917
8 Citibank NA, NY(Esp)	CD	USD	951,647	81.8529	77,895,043	4,238,448	70.75	298,878,420
9 SCB, Newyork	CD	USD	238,256	81.8529	19,501,970	152,965	70.75	10,823,668
10 SCB, London	CD	EURD	-	0.00	-	-	0.00	-
11 SCB, Mumbai	CD	ACLS	183,236	81.8529	14,998,409	172,919	70.75	12,233,973
12 BCP, Geneva	CD	CHF	19,510	86.8835	1,695,071	17,631	75.06	1,323,321
13 AMEX Frankfurt	CD	EURD	-	0.00	-	-	0.00	-
14 Wachovia Bank, NY	CD	USD	-	0.00	-	13,402	70.75	954,549
15 HSBC Newyork	CD	USD	404,251	81.8529	33,089,097	742,955	70.75	52,363,811
16 ICICI Mumbai	CD	ACLS	119,762	81.8529	9,802,872	171,287	70.75	12,118,510
17 Sonali Bank Cal ACUBLR	CD	ACUBLR	2,180	105.8767	230,811	6,948	93.63	641,133
18 Sonali Bank, Mumbai	CD	ACLS	5,534	81.8529	452,970	142,259	70.75	10,064,753
19 SCB Frankfurt	CD	EURD	44,463	105.8767	4,707,593	481,430	93.63	40,348,838
20 Sonali, London EUR	CD	EURD	4,312	105.8767	456,588	75,280	93.63	7,048,519
21 Sonali Bank London	CD	GBP	26,354	126.5118	3,334,034	38,775	109.75	4,255,423
22 Sonali Bank London	CD	USD	8,966	81.8529	733,911	-	0.00	-
23 Commercial Bank of Ceylon (TD)	Term Deposit(FD)	USD	-	0.00	-	300,000	70.75	21,224,910
24 Commercial Bank of Ceylon (TD)	Term Deposit(FD)	USD	-	0.00	-	213,967	70.75	14,148,940
25 Eastern Bank Limited (TD)	Term Deposit(FD)	USD	182,254	81.8529	13,772,052	165,650	70.75	11,718,720
26 Eastern Bank Limited (TD)	Term Deposit(FD)	USD	325,689	81.8529	26,658,560	-	0.00	-
27 Eastern Bank Limited (TD)	Term Deposit(FD)	USD	222,219	81.8529	18,189,288	-	0.00	-
28 Eastern Bank Limited (TD)	Term Deposit(FD)	USD	100,000	81.8529	8,185,290	-	0.00	-
29 Eastern Bank Limited (TD)	Term Deposit(FD)	USD	200,000	81.8529	16,370,580	-	0.00	-
Total					383,445,719			635,432,021

As per Bangladesh Bank Circular No. FPPD/01/0005-471 Dated 13th September 2005, the books of accounts of Nostro account are reconciled and there exist no un-reconciled entries that may affect financial statements significantly.

Authorized Signature

Authorized Signature

Investment in Shares as on 31 December, 2011

As at 31 December 2011

A. Listed Securities:			Annexure B	
Sl. No.	Particulars	Cost Price (Tk.)	Market Value as on 31-12-2011	Market Value as on 31-12-2010
1.	BEACON PHARMACEUTICALS LTD.	2,150,131.10	813,750.00	1,717,500
2.	BEXIMCO LIMITED	15,837,692.70	6,772,090.00	6,230,000
3.	BEXIMCO PHARMACEUTICALS LTD.	5,696,989.85	4,380,480.00	5,133,800
4.	BRAC BANK LTD.	3,092,700.65	2,193,600.00	1,712,500
5.	DHAKA ELECTRIC SUPPLY CO. LTD.	4,508,181.50	3,121,250.00	3,047,250
6.	EASTERN BANK LIMITED	20,017,752.50	286,501,293.40	370,169,404
7.	EXIM BANK OF BANGLADESH LTD.	4,263,365.00	2,627,100.00	4,552,500
8.	FIRST JANATA BANK MUTUAL FUND	1,568,522.25	1,112,500.00	1,547,000
9.	FIRST SECURITY ISLAMI BANK LTD.	2,457,271.41	1,767,360.00	2,436,000
10.	HEIDELBERG CEMENT BD. LTD.	4,822,619.79	3,326,700.00	4,025,175
11.	INDUSTRIAL PROM. & DEV. CO. OF BD. LTD.	723,912.88	342,100.00	-
12.	ICB AMCL 2ND NRB MUTUAL FUND	474,731.76	423,000.00	-
13.	ICB ISLAMIC BANK LIMITED	26,840,000.00	26,840,000.00	52,069,600
14.	JAMUNA OIL COMPANY LTD.	514,153.26	465,920.00	-
15.	KHULNA POWER COMPANY LTD.	11,125,662.30	5,817,792.00	8,522,880
16.	M. I. CEMENT FACTORY LTD.	79,046.80	105,638.00	3,608,921
17.	MEGHNA PETROLEUM LTD.	2,828,640.54	1,972,950.00	2,371,000
18.	MITHUN KNITTING & DYEING LTD.	8,000.00	103,360.00	132,460
19.	N C C BANK LTD.	524,902.50	331,056.00	567,600
20.	NAVANA CNG LIMITED	4,652,465.65	1,810,776.00	3,857,000
21.	ONE BANK LIMITED	2,103,837.75	1,908,000.00	-
22.	POWER GRID CO. OF BANGLADESH LTD.	1,521,500.85	1,039,500.00	915,750
23.	PRIME FINANCE & INVESTMENT LTD.	3,975,892.00	1,416,960.00	3,727,200
24.	RAK CERAMICS(BANGLADESH) LTD.	3,142,444.16	1,259,104.00	2,505,360
25.	SQUARE PHARMACEUTICALS LTD.	8,516,139.11	7,278,970.00	7,748,400
26.	STANDARD BANK LTD.	809,824.26	755,000.00	323,000
27.	SUMMIT POWER LTD.	5,220,113.50	3,385,200.00	4,903,500
28.	TAMIZUDDIN TEXTILES LTD. *	500,000.00	385,000.00	385,000
29.	THE PREMIER BANK LTD.	979,017.00	711,480.00	644,000
30.	TITAS GAS TRANSMISSION & D.C.L	12,237,903.90	7,774,000.00	9,490,500
31.	UNITED COMMERCIAL BANL LTD.	-	-	-
	A. Total:	151,193,414.97	376,741,929.40	502,343,300

* Tk 77 is considered as last trade price per share. The Company is placed in the OTC market.

B. Non Listed & Preference Shares:

Sl. No.	Particulars	Cost Price (Tk.)	Market Value as on 31-12-2011 (In Tk.)	Market Value as on 31-12-2010
1.	CENTRAL DEPOSITORY BANGLADESH Ltd.	3,138,890.00	3,138,890.00	-
2.	EQUITY OF GRAMEEN IT PARK	4,201,760.00	4,201,760.00	-
3.	KARMASANGSTHAN BANK LTD.	10,000,000.00	10,000,000.00	-
4.	BANGLADESH DEVELOPMENT CO. LTD.	21,000,000.00	21,000,000.00	-
	B. Total	38,340,650.00	38,340,650.00	-

Grand Total (A+B) 189,534,064.97 415,082,579.40 -

Detail of information on advances more than 10% of bank's total capital (funded & non-funded):

As at 31 December 2011

		Annexure - C (Taka in Lac)		
Sl. No.	Name of the Client	Outstanding as on 31.12.2011		
		Funded	Non funded	Total
		Outstanding as on 31.12.2010		
1	Mithun Tailu Group	-	-	-
2	United Group	-	-	-
3	A. H. Jute Spinning and Belting Ltd.	6,578	-	6,578
4	Usha and Paragon allied	-	-	-
5	Anwar Jute	-	-	-
6	National Tubes Ltd	-	-	-
7	Sanji-Well Group	10,041	3,032	13,073
8	M H Spinning Mills Ltd	-	-	-
9	SQ hues Limited	9,938	4,216	14,154
10	Feaz Enterprise	8,136	-	8,136
11	Amader Bari Ltd.	7,654	-	7,654
12	Adib Dying and Well Allied	7,561	9,093	16,654
13	Vasavi Group	6,903	597	7,500
14	Bay Navigation Ltd.	6,731	-	6,731
15	Nilsagor Group	6,442	1,145	7,587
16	Rupayan Group	6,364	-	6,364
17	Appollo Group	6,047	656	6,703
18	Sea Blue Textile	5,726	1,245	6,971
	Total	88,121	19,984	108,105

Schedule of Fixed Assets

As at 31 December 2011

Annexure-D									
Particulars	Cost Price			Rate of Dep.	Depreciation			Balance as at 31.12.2011	Written Down Value as at 31.12.2011
	Balance as at 01.01.2011	Addition during the year	Disposal/ Transfer during the year		Balance as at 31.12.2011	Addition during the year	Transfer/ Adjustment during the year		
Furniture and Fixtures	135,594,255	19,022,327	(207,679)	10%	56,940,060	8,491,906	(187,327)	65,324,639	88,414,364
Equipment and Computer	370,989,518	59,754,123	(3,650,070)	20%	228,479,942	46,000,224	(3,367,186)	272,112,980	154,780,591
Vehicles	124,632,794	72,532,226	9,731,157	25%	75,659,216	26,162,935	(1,588,944)	100,232,307	116,863,071
Leasehold Assets	4,000,000	-	-	-	551,724	45,977	-	597,701	3,402,299
Total 2011	645,746,567	151,308,676	5,673,408		362,629,942	80,701,042	(5,063,257)	438,267,627	364,461,024
Total 2010	540,314,905	118,338,649	(12,906,987)		307,859,125	67,569,180	(12,598,364)	362,829,941	283,116,626