

## Notes to the Financial Statements

Mutual Trust Bank Limited and its Subsidiaries  
Notes to the Financial Statements  
For the year ended 31 December 2019

|                                                                                          | 2019<br>BDT           | 2018<br>BDT           |
|------------------------------------------------------------------------------------------|-----------------------|-----------------------|
| <b>3.00 Consolidated cash</b>                                                            |                       |                       |
| <b>I. Cash in hand (including foreign currency)</b>                                      |                       |                       |
| Mutual Trust Bank Limited (Note 3-a.1)                                                   | 2,876,617,681         | 2,512,940,801         |
| MTB Securities Limited                                                                   | 951,951               | 3,566,051             |
| MTB Capital Limited                                                                      | 20,965                | 3,316                 |
| MTB Exchange (UK) Limited                                                                | 11,286,085            | -                     |
|                                                                                          | <b>2,888,875,712</b>  | <b>2,520,554,173</b>  |
| <b>II. Balance with Bangladesh Bank and its Agent Banks (including foreign currency)</b> |                       |                       |
| Mutual Trust Bank Limited (Note 3-a.2)                                                   | 11,669,624,514        | 9,780,479,058         |
| MTB Securities Limited                                                                   | -                     | -                     |
| MTB Capital Limited                                                                      | -                     | -                     |
| MTB Exchange (UK) Limited                                                                | -                     | -                     |
|                                                                                          | <b>11,669,624,514</b> | <b>9,780,479,058</b>  |
| <b>3.a Cash</b>                                                                          |                       |                       |
| In hand (including foreign currency) (Note 3-a.1)                                        | 2,876,617,681         | 2,512,940,801         |
| With Bangladesh Bank and its agent banks (including foreign currency) (Note 3-a.2)       | 11,669,624,514        | 9,780,479,058         |
|                                                                                          | <b>14,546,242,195</b> | <b>12,293,419,859</b> |

Bangladesh Bank Adjustment Account represents outstanding transactions/net) originated but yet to be responded at the Balance Sheet date. However, the status of unresponded entries as at 31 December 2019 is given below:

| Period of Unreconciliation      | Number of unresponded entry |           | Unresponded amount |                    |
|---------------------------------|-----------------------------|-----------|--------------------|--------------------|
|                                 | Dr.                         | Cr.       | Dr.                | Cr.                |
| Less than 3 months              | 0                           | 78        | 605,538,857        | 833,475,426        |
| 3 months to Less than 6 months  | 17                          | 0         | -                  | -                  |
| 6 months to Less than 12 months | 0                           | 0         | -                  | -                  |
| 12 months and more              | 0                           | 2         | -                  | 835,040            |
| <b>Total</b>                    | <b>17</b>                   | <b>80</b> | <b>605,538,857</b> | <b>834,290,466</b> |

All unadjusted entries are subsequently adjusted on regular basis.

## 3.a.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 Section 33 of the Bank Companies Act, 1991 (as amended in 2013) and Bangladesh Bank DOS circular no. 26 dated 13 August 2019.

## A. Cash Reserve Requirement (CRR)

As per Bangladesh Bank DOS circular no. 26 dated 13 August, 2019; bank has to maintain CRR 5.00% on daily basis and 5.50% on bi-weekly basis based on weekly Average of Total

Demand and Time Liabilities (ATL) of the base month which is two months prior to reporting month. The reserve maintained by MTB as at 31 December 2019 are as follows:

|                                 | 2019  | 2018  |
|---------------------------------|-------|-------|
| Required Reserve (5.00% of ATL) | 5.00% | 5.00% |
| Actual Reserve Maintained       | 5.57% | 5.68% |
| Surplus                         | 0.57% | 0.68% |

## B. Statutory Liquidity Ratio (SLR)

As per Section 33 of the Bank Company Act, 1991 & MPD circular no. 02 dated 10 December 2013 issued by Bangladesh Bank with effect from 01 February 2014, bank has to maintain SLR of minimum 13.00% based on weekly Average Total Demand and Time Liabilities (ATL) of the base month which is two months prior to reporting month. SLR maintained by the bank as at 31 December 2019 are as follows:

|                               | 2019   | 2018   |
|-------------------------------|--------|--------|
| Required Reserve (13% of ATL) | 13.00% | 13.00% |
| Actual Reserve Maintained     | 17.14% | 17.13% |
| Surplus                       | 4.13%  | 4.13%  |

\*As per Bangladesh Bank DOS circular no. 26 dated 13 August 2019; Cash Reserve (if any) in excess of 5.5% of ATL calculated on bi-weekly average is considered as an eligible component of Statutory Liquidity Reserve for that particular day.

## 4.0 Consolidated balance with other Banks and Financial Institutions

|                               | 2019<br>BDT Million | 2018<br>BDT Million |
|-------------------------------|---------------------|---------------------|
| Required Reserve (13% of ATL) | 13.00%              | 13.00%              |
| Actual Reserve Maintained     | 17.14%              | 17.13%              |
| Surplus                       | 4.13%               | 4.13%               |

\*As per Bangladesh Bank DOS circular no. 26 dated 13 August 2019; Cash Reserve (if any) in excess of 5.5% of ATL calculated on bi-weekly average is considered as an eligible component of Statutory Liquidity Reserve for that particular day.

|                               | 2019<br>BDT Million | 2018<br>BDT Million |
|-------------------------------|---------------------|---------------------|
| Required Reserve (13% of ATL) | 13.00%              | 13.00%              |
| Actual Reserve Maintained     | 17.14%              | 17.13%              |
| Surplus                       | 4.13%               | 4.13%               |

|                               | 2019<br>BDT Million | 2018<br>BDT Million |
|-------------------------------|---------------------|---------------------|
| Required Reserve (13% of ATL) | 13.00%              | 13.00%              |
| Actual Reserve Maintained     | 17.14%              | 17.13%              |
| Surplus                       | 4.13%               | 4.13%               |

|                               | 2019<br>BDT Million | 2018<br>BDT Million |
|-------------------------------|---------------------|---------------------|
| Required Reserve (13% of ATL) | 13.00%              | 13.00%              |
| Actual Reserve Maintained     | 17.14%              | 17.13%              |
| Surplus                       | 4.13%               | 4.13%               |

|                               | 2019<br>BDT Million | 2018<br>BDT Million |
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| Required Reserve (13% of ATL) | 13.00%              | 13.00%              |
| Actual Reserve Maintained     | 17.14%              | 17.13%              |
| Surplus                       | 4.13%               | 4.13%               |

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| Actual Reserve Maintained     | 17.14%              | 17.13%              |
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