

Liquidity Statement

Annexure-6					
Mutual Trust Bank Limited Off Shore Banking Unit (OSBU) Liquidity Statement As at 31 December 2019					
Particulars	Less than 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Above 5 years
ASSETS :					
Cash	-	-	-	-	-
Balance with other Banks and Financial Institutions	78,109,935	-	-	-	78,109,935
Money at Call and Short Notice	-	-	-	-	-
Investments	2,023,560,710	3,085,984,244	4,361,289,144	2,744,777,734	13,575,806
Loans and Advances	-	-	-	-	12,347,196,638
Premises and Fixed Assets	131,045,930	43,138,521	-	-	23,254,861
Other Assets	-	-	-	-	174,184,451
Non-Banking Assets	2,232,725,574	3,129,122,766	4,361,289,144	2,744,777,734	13,575,806
LIABILITIES:					
Borrowing from Banks, Financial Institutions & Agents	2,211,313,921	3,098,358,930	4,320,275,548	2,564,986,318	107,023,641
Deposits and Other Accounts	7,690,584	17,409,324	23,254,861	-	-
Provision for Other Liabilities	-	-	-	-	-
Total Liabilities	2,218,994,505	3,115,768,254	4,343,530,409	2,610,850,377	121,287,582
Net Liquidity	13,731,070	13,354,512	(17,301,162)	133,927,358	10,288,224

Notes to the Financial Statements

Mutual Trust Bank Limited
Off Shore Banking Unit (OSBU)
Notes to the Financial Statements
For the year ended 31 December 2019

- Status of the unit**
The Bank obtained the Off-shore Banking Unit ("the Unit") permission vide letter No. BRPD/P-3174/105/2009-4470 dated December 3, 2009. The Bank commenced operation of this unit from December 07, 2009. The Off-shore Banking Unit is governed under the rules and guidelines of the Bangladesh Bank. Its office is located at 26, MTB centre, Gulshan South Avenue, Gulshan Circle 1, Dhaka 1212.
- Principal activities**
The principal activities of the unit are to provide all kinds of commercial banking services to its customers through its off-shore Banking Units in Bangladesh.

2. Significant accounting policies and basis of preparation of financial statements

- Basis of accounting**
The Off-shore Banking Unit maintains its accounting records in USD from which accounts are prepared according to the Bank Companies Act, 1991, International Accounting Standards (IAS), International Financial Reporting Standards (IFRS) and other applicable directives issued by the Bangladesh Bank, in particular, Banking regulations and policy document (BRPD Circular No. 14 dated 25 June 2003).

2.2 Use of estimates and judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

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

2.3 Foreign currency transaction

Foreign currencies translation
Foreign currency transactions are converted into Taka using the ruling exchange rates on the dates of respective transactions as per IAS-21 "The Effects of Changes in Foreign Exchange Rates". The financial statements of the unit are presented in US Dollar (USD) and Bangladesh Taka where USD is the functional currency and Taka are the Unit's presentation currency. Entities functional currency is Bangladesh Taka.
Foreign currency transactions are recorded in the presentation currency using the rate of exchange at average rate of inter-bank market as determined by the Bangladesh Bank on the closing date of every month. Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the rate of exchange ruling at the balance sheet date.

2.4 Reporting period

These financial statements cover from 01 January 2019 to 31 December 2019.

2.5 Loans and advances / Investments

- Loans and advances of Off-shore Banking Units are stated in the balance sheet on gross basis.
- Interest is calculated on a daily product basis but charged and accounted for on accrual basis. Interest is not charged on bad and loan losses as per guidelines of the Bangladesh Bank. Records of such interest amounts are kept in separate memorandum accounts.
- Provision for Loans and Advances has been made on the basis of measurement required and as per instructions by the Bangladesh Bank, BRPD Circular 14 and 19 dated 23 September 2012 and 27 December 2012 respectively.

2.6 Provision for liabilities

A provision is recognised in the balance sheet when the unit 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 obligations, in accordance with the IAS 37 "Provisions, Contingent Liabilities and Contingent Assets".

2.7 Interest income

In terms of the provisions of the IFRS-15 "Revenue from contracts with customers", the interest income is recognized on accrual basis.

2.8 Interest paid and other expenses

In terms of the provisions of the IAS - 1 "Presentation of Financial Statements" interest and other expenses are recognized on accrual basis.

2.9 Allocation of common expenses

Operating expenses in the nature of salary, rent, rates and taxes, management expenses, printing stationery, etc. are not allocated in the current year due to insignificant amount.

2.10 General

- These financial statements are presented in Taka, which is the Bank's functional currency. Figures appearing in these financial statements have been rounded off to the nearest Taka.
- Assets and liabilities & income and expenses have been converted into Taka currency @ US\$1 = Taka 84.9000 (closing rate as at 31 December, 2019) and BDT 84.875 (average rate which represents at the period end).
- Fixed assets of this unit are appearing in the books of the main operation of the bank and depreciation is also charged to Profit & Loss Accounts of the main operation of the bank.

	2019	BDT	2018	BDT
3. Balance with other banks and financial institutions				
In Bangladesh	-	-	-	-
Outside Bangladesh	920,023	78,109,935	8,020,026	672,880,217
	920,023	78,109,935	8,020,026	672,880,217

4. Loans and advances				
i) Loans, cash credits, overdrafts and Term loan				
Loan Payable at Sight (UPAS)	23,201,830	1,969,835,409	12,679,735	1,063,825,757
	113,354,152	9,453,967,519	121,560,999	10,196,976,784
	134,555,981	11,423,802,928	134,246,734	11,260,792,541

ii) Bills purchased and discounted				
Payable Outside Bangladesh	9,183,470	779,676,603	2,084,166	174,861,527
	1,629,783	143,717,107	573,203	56,355,714
	10,813,253	923,393,710	2,657,369	231,217,241

4.01 Loans and Advances to Industries				
Agro-based and agro-processing industry	22,217,727	1,886,284,991	17,120,987	1,440,645,833
Electricity, Power & Energy	8,547,181	725,005,664	8,668,416	719,500,084
RMG & Textile	32,066,476	2,722,443,824	26,396,084	2,214,631,414
Spinning Mills	6,031,552	512,078,789	-	-
Packaging Industries including paper boards	1,840,985	156,299,653	-	-
Processing of bread and biscuits, vermicelli, lacchar, chanchur, noodles etc.	131,377	11,153,941	-	-
Building Materials & Equipment	538,186	43,993,960	1,610,399	135,112,448
Ceramic	100,603,494	900,236,598	420,242	35,258,280
Electronics Manufacturing & Equipment	2,620,170	222,452,391	4,164,703	349,413,593
Polymer and Polythene Industries	81,213	6,894,384	-	-
Printing & Dyeing Industries	8,938,842	758,907,673	-	-
Poultry & Eggs	545,818	46,319,965	-	-
Ship Building	739,813	62,810,136	-	-
Ship Breaking Industries	6,720,976	570,610,842	2,650,904	222,410,846
Cement	4,239,944	385,444,604	2,909,283	244,088,865
Pharmaceuticals	9,788,607	831,052,725	2,909,283	244,088,865
Plastic & Rubber	1,202,674	102,066,997	3,896,750	326,937,295
Chemical & Chemical Products	1,849,882	157,054,982	3,896,750	326,937,295
Hospitals and Clinics	2,126,769	180,093,325	2,495,005	209,330,940
Engineering, Metal & Metal Products	17,676,249	1,500,714,428	4,657,507,788	392,107,788
Others	18,729,242	1,560,387,649	10,073,673	845,181,197
	157,161,226	13,342,988,121	136,996,601	11,494,014,783

4.02 Classification of Loans and Advances including bill discounted				
Unclassified (UC):				
Standard	145,432,234	12,347,196,638	136,996,601	11,494,014,783
Special Mention Account (SMA)	-	-	-	-
Sub total	145,432,234	12,347,196,638	136,996,601	11,494,014,783
Classified:				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Bad & Loss	-	-	-	-
Sub total	-	-	-	-
Total	145,432,234	12,347,196,638	136,996,601	11,494,014,783

4.04 Geographical Location wise Loans and Advances				
Inside Bangladesh				
Urban				
Dhaka Division	119,648,708	10,138,240,231	64,405,342	5,403,608,211
Chittagong Division	17,698,980	1,502,244,197	5,213,245,578	439,380,018
Rajshahi Division	2,888,562	245,238,888	285,164	21,925,269
Sylhet Division	3,069,276	260,636,721	3,182,135	266,982,827
Rural	1,951,238	162,060,744	6,626,369	550,943,972
Rangpur Division	112,038	9,512,013	361,251	30,308,925
Mymensingh Division	97,727	8,300,044	-	-
Rural	145,432,234	12,347,196,638	136,996,601	11,494,014,783
Outside Bangladesh				
Dhaka Division	-	-	-	-
Chittagong Division	-	-	-	-
Rajshahi Division	-	-	-	-
Sylhet Division	-	-	-	-
Rural Division	-	-	-	-
Barisal Division	-	-	-	-
Outside Bangladesh	-	-	-	-
	145,432,234	12,347,196,638	136,996,601	11,494,014,783

5. Other Assets				
Borrowing A/C Debit				
	2,051,643	174,184,451	503,467	42,240,855
	2,051,643	174,184,451	503,467	42,240,855

6. Borrowings from other banks, financial institutions and agents				
In Bangladesh	23,647,890	2,007,702,465	29,393,597	2,466,122,788
Outside Bangladesh	121,251,542	10,294,255,894	113,506,475	9,523,193,249
	144,899,332	12,301,958,359	142,900,072	11,989,316,037

In Bangladesh:				
Borrowing from Bank:				
Bangladesh Bank	3,647,890	309,702,465	4,235,697	355,374,778
Other Bank	20,000,000	1,697,000,000	2,997,900,000	2,110,748,010
Outside Bangladesh	23,647,890	2,007,702,465	29,393,597	2,466,122,788
	121,251,542	10,294,255,894	113,506,475	9,523,193,249
	144,899,332	12,301,958,359	142,900,072	11,989,316,037

Outside Bangladesh				
BANK MUSCAT S.A.G.	11,300,000	959,370,000	15,000,000	1,258,500,000
CACA BANK S.A.	32,000,000	2,716,800,000	17,000,000	1,426,300,000
CREDIT EUROPE BANK N.V.	9,000,000	740,000,000	3,500,000	291,000,000
COMMERCEBANK AG	6,000,000	424,500,000	8,000,000	671,200,000
DEUTSCHE INVESTITIONEN	5,000,000	400,000,000	6,513,806	546,508,333
HABIB BANK AG ZURICH (DUBAI)	9,000,000	840,510,000	4,700,000	394,300,000
HSBC BANK LIMITED	5,000,000	424,500,000	5,477,300	459,595,810
ICICI BANK LIMITED	5,000,000	424,500,000	4,000,000	335,600,000
INDOSIND BANK LTD	4,100,000	348,000,000	-	-
MOOD BANK P.L.C.	20,000,000	1,698,000,000	19,999,970	1,677,997,481
NORFUND	7,000,000	594,300,000	2,190,002	181,741,185
THE COMMERCIAL BANK (U.S.C.)	12,900,000	1,059,210,000	15,904,466	1,418,296,485
THE NATIONAL BANK OF RAS AL KHAIMA	3,051,542	259,075,894	4,620,130	404,413,354
UNITED BANK LTD.	-	-	5,600,000	453,000,000
YES BANK LIMITED	121,251,542	10,294,255,894	113,506,475	9,523,193,249

7. Deposits and other accounts				
Customer Deposits:				
Current deposits	7,982	677,690	105,949	8,889,088
Fixed Deposits	252,907	21,473,471	-	-
Sundry Deposits	13,000	1,103,700	-	-
	779,890	23,254,861	105,949	8,889,088

8. Other liabilities				
Adjustive A/C Credit	43,815	3,719,887	74,884	6,282,735
Due to Head Office (Retained earnings)	1,463,617	123,657,338	962,501	80,378,592
Interest Payable on Borrowing	1,723,167	146,296,837	1,476,688	123,894,124
Transition gain (loss)	-	-	-	-
	3,230,598	274,277,063	2,514,073	210,839,756

9. Contingent Liabilities & Commitments				
Letter of Guarantee	130,000	11,037,000	816,420	76,887,638
	130,000	11,037,000	816,420	76,887,638

10. Interest income				
Interest on term loan	962,990	81,353,016	773,688	64,627,502
Interest on UPAS	7,465,614	630,752,760	5,742,779	479,380,018
Interest on Placement to other OSBU	1,896	162,160,744	31,729	2,153,291
Inland Documentary bills purchased	212,554	17,991,381	128,298	10,714,167
Foreign Documentary bills purchased	19,021	3,625,102	4,777	3,380,178
Total interest on loans and advances	8,682,466	733,554,741	6,723,201	561,455,155

11. Interest on deposits and borrowings, etc.				
Interest paid on deposits	5,570	470,588	-	-
Interest paid on borrowings	7,193,341	607,616,332	5,877,423	490,824,205
	7,200,910	608,386,918	5,877,423	490,824,205

12. Commission				
Commission on Letter of Guarantee	563	47,566	4,525	377,850
	563	47,566	4,525	377,850

13. Other Income				
Rebate & Other	193,980	16,388,885	154,830	12,929,899
	193,980	16,388,885	154,830	12,929,899