

Liquidity Statement

Particulars	Amount in BDT				
	Less than 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Above 5 years
ASSETS:					
Cash	-	-	-	-	-
Balance with Banks and Financial Institutions	78,109,935	-	-	-	78,109,935
Money at Call and Short term Investments	-	-	-	-	-
Loans and Advances	2,023,560,710	3,085,984,244	4,361,289,144	2,744,777,734	13,157,806
Prepaid and Other Assets	131,045,930	43,138,521	-	-	-
Other Assets	-	-	-	-	-
Non-Banking Assets	2,232,726,574	3,129,122,766	4,361,289,144	2,744,777,734	13,157,806
LIABILITIES:					
Borrowing from Other Banks, Financial Institutions & Agents	2,111,313,921	3,088,358,930	4,320,275,548	2,564,986,318	107,023,641
Deposit and Other Account	7,690,584	17,409,724	23,254,861	-	-
Provision & Other Liabilities	-	-	-	-	-
Total Liabilities	2,119,004,505	3,105,768,654	4,343,530,409	2,564,986,318	107,023,641
Net Liquidity	113,722,069	123,354,112	17,758,735	179,791,416	10,134,165

Notes to the Financial Statements

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

1. Status of the unit

The Bank obtained the Off-shore Banking Unit ("the Unit") permission vide letter No. BRPD/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.

1.1 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

2.1 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 department (BRPD) Circular No. 14 dated 25 January 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 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". The financial statements of the unit are presented in US Dollar (USD) and Bangladesh Taka as 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

a) Loans and advances of Off-shore Banking Units are stated in the balance sheet on gross basis.
b) 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.

c) 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, with the obligation as measured 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

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) Assets and liabilities & income and expenses have been converted into Taka currency @ US\$1 = Taka 84.5000 (closing rate as at 31 December, 2019) and BDT 84.4875 (average rate which represents at the period end).
c) 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.

Particulars	2019		2018	
	USD	BDT	USD	BDT
3. Balance with other banks and financial institutions				
In Bangladesh	-	-	-	-
Outside Bangladesh	920,023	78,109,935	8,020,026	672,880,217
4. Loans and advances, overdrafts etc.				
Loans, cash credits, overdrafts etc.	23,201,830	1,969,835,409	12,679,735	1,063,828,757
Advance Payable at Sight (IPAS)	113,554,152	9,453,987,519	121,540,999	10,199,967,764
5. Bills purchased and discounted				
Payable documentary bills purchased	9,184,470	779,676,603	2,084,186	174,865,527
Foreign Documentary bills purchased	1,629,783	143,717,107	571,203	56,355,214
Foreign Documentary bills purchased	10,767,254	923,393,710	2,755,487	231,221,245
6. Loans and Advances to Industries				
Agro-based and agro-processing industry	22,217,777	1,886,284,991	17,170,987	1,440,645,831
Electricity, Power & Energy	8,547,181	725,055,664	8,468,416	710,500,049
RMG & Textile	3,026,676	2,722,443,824	5,182,135	2,314,613,414
Spinning Mills	6,031,552	512,078,789	-	-
Packaging Industries including paper mills	1,840,985	156,299,053	-	-
Processing of bread and biscuits, vermicelli, laccha, chanchur, noodles etc.	131,377	11,153,941	-	-
Building Materials & Equipment	518,186	4,399,960	1,610,399	135,112,448
Ceramic	10,603,484	900,236,598	420,242	35,258,280
Electronics Manufacturing & Equipment	2,620,170	222,452,391	4,164,703	349,418,153
Polymer and Polythene Industries	81,212	6,894,584	-	-
Printing & Dyeing Industries	8,938,842	758,907,673	-	-
Food & Eggs	545,818	46,339,965	-	-
Ship Building	73,918	62,810,136	-	-
Ship Breaking Industries	6,720,976	570,610,842	2,650,304	222,410,846
Cement	4,239,844	385,444,664	2,909,283	244,088,865
Pharmaceuticals	9,788,607	831,052,725	3,896,750	326,937,295
Plastic & Rubber	1,202,674	102,106,997	3,896,750	326,937,295
Chemical & Capital Products	1,849,882	157,054,982	82,999,168	82,999,168
Hospitals and Clinics	2,120,769	180,033,235	2,495,005	209,330,940
Engineering, Metal & Metal Products	17,676,459	1,500,714,438	4,677,950,989	4,677,950,989
Others	18,379,242	1,560,187,649	10,073,673	845,181,197
Total	157,161,228	13,342,988,121	136,996,601	11,494,014,783

Particulars	2019		2018	
	USD	BDT	USD	BDT
4.02 Classification of Loans and Advances including bill discounted				
Unclassified (MCA)				
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

Particulars	2019		2018	
	USD	BDT	USD	BDT
4.04 Geographical Location wise Loans and Advances				
Inside Bangladesh				
Dhaka Division				
Dhaka Division	119,649,708	10,158,240,231	64,405,342	5,403,608,211
Chittagong Division	17,698,989	1,512,225,521	25,212,458	2,124,136,197
Rajshahi Division	2,888,562	245,238,888	285,144	23,925,269
Sylhet Division	3,069,278	260,636,721	5,182,135	436,982,827
Dhaka Division	1,912,137	162,603,744	6,626,168	559,943,972
Rangpur Division	112,038	9,512,013	361,251	30,308,255
Mymensingh Division	37,722	3,200,844	-	-
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	-	-	-	-
Dhaka Division	-	-	-	-
Barisal Division	-	-	-	-
Outside Bangladesh	920,023	78,109,935	8,020,026	672,880,217
Total	145,432,234	12,347,196,638	136,996,601	11,494,014,783

Particulars	2019		2018	
	USD	BDT	USD	BDT
5. Other Assets				
Borrowing A/C Debit	2,051,643	174,184,451	503,467	42,340,855
Advances from other banks, financial institutions and agents	2,051,643	174,184,451	503,467	42,340,855
6. Deposits and other accounts				
Customer Deposits:				
Current deposits	7,982	677,690	105,949	8,899,088
Fixed Deposits	263,927	21,473,471	-	-
Sundry Deposits	13,000	1,159,720	-	-
Total	273,909	23,254,861	105,949	8,899,088
7. Other liabilities				
Due to Head Office (Retained earnings)	43,815	3,719,887	74,884	6,282,735
Interest on Deposits	1,463,617	123,657,338	962,501	80,378,592
Interest Payable on Borrowing	1,723,147	146,296,837	3,476,488	329,894,124
Transition gain (Loss)	-	-	-	-
Total	3,230,589	274,277,003	2,514,073	216,930,930
8. Contingent Liabilities & Commitments				
Letter of Guarantee	130,000	11,027,000	916,420	76,887,638
Total	130,000	11,027,000	916,420	76,887,638
9. Interest income				
Interest on term loan	962,900	81,553,016	773,688	64,627,502
Interest on IPAS	7,405,614	630,752,760	5,742,779	479,380,018
Interest on Placement to other OBU	1,896	162,603,744	37,159	3,153,293
Inland Documentary bills purchased	212,954	17,993,181	128,798	10,714,167
Foreign Documentary bills purchased	39,023	3,286,093	-	-
Total Interest on loans and advances	8,682,486	733,554,741	6,723,201	561,455,155
10. Interest on deposits and borrowings, etc.				
Interest paid on deposits	5,570	470,586	-	-
Interest on borrowings	7,105,141	607,016,981	5,877,423	490,824,205
Total	7,200,910	608,386,918	5,877,423	490,824,205
11. Commission on Letter of Guarantee				
Commission	563	47,566	4,525	377,850
Total	563	47,566	4,525	377,850
12. Other Income				
Rebate & Other	193,980	16,388,885	154,830	12,929,869
Total	193,980	16,388,885	154,830	12,929,869
13. Other Expenses				
Bank Charge	55,271	4,671,415	42,631	3,560,077
Interest and Commission	151,110	13,200,522	-	-
Total	206,381	17,872,337	42,631	3,560,077

Particulars	2019		2018	
	USD	BDT	USD	BDT
10. Net operating income				
Balance as on 01 January, 2019	3,250,000,000	191,816,692	48,113,290	3,489,929,982
Add: Net profit after tax for the year	-	61,719,685	-	61,719,685
Balance as on 31 December, 2019	3,250,000,000	253,536,377	48,113,290	3,551,649,667
11. Total Comprehensive Income				
Balance as on 01 January, 2018	3,250,000,000	82,071,512	-	3,332,071,512
Add: Net profit after tax for the year	-	109,745,180	-	109,745,180
Add: Addition during the year	-	-	48,113,290	48,113,290
Balance as on 31 December, 2018	3,250,000,000	191,816,692	48,113,290	3,489,929,982

Chief Executive Officer **Director** **Chairman**

Place: Dhaka
Date: January 26, 2020

Statement of Changes in Equity

MTB SECURITIES LIMITED
Statement of Changes in Equity
For the year ended 31 December, 2019

Particulars	Amount in BDT			
	Paid up capital	Retained Earnings	Capital Reserved for DSE Investment	Total
Balance as on 01 January, 2019	3,250,000,000	191,816,692	48,113,290	3,489,929,982
Add: Net profit after tax for the year	-	61,719,685	-	61,719,685
Balance as on 31 December, 2019	3,250,000,000	253,536,377	48,113,290	3,551,649,667

Chief Executive Officer **Director** **Chairman**

Place: Dhaka
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Statement of Changes in Equity

MTB SECURITIES LIMITED
Statement of Changes in Equity
For the year ended 31 December, 2019

Particulars	Amount in BDT			
	Paid up capital	Retained Earnings	Capital Reserved for DSE Investment	Total
Balance as on 01 January, 2018	3,250,000,000	82,071,512	-	3,332,071,512
Add: Net profit after tax for the year	-	109,745,180	-	109,745,180
Add: Addition during the year	-	-	48,113,290	48,113,290
Balance as on 31 December, 2018	3,250,000,000	191,816,692	48,113,290	3,489,929,982

Chief Executive Officer **Director** **Chairman**

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