



114, Motijheel Commercial Area
Dhaka-1000
Bangladesh

NRB Commercial Bank Limited

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Unaudited 1st Quarter Consolidated Financial Statements for
the period ended 31 March 2020

NRB Commercial Bank Limited & Its Subsidiary

Consolidated Balance Sheet

As at 31 March 2020

Particulars	Notes	At Mar 31, 2020 Taka	At Dec 31, 2019 Taka
PROPERTY AND ASSETS			
Cash:	3a	5,985,307,423	5,880,401,321
In Hand (Including Foreign Currencies)	3.1a	1,587,172,993	1,842,555,955
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)	3.2a	4,398,134,429	4,037,845,366
Balance with other banks and financial institutions	4a	2,176,742,871	2,040,422,739
In Bangladesh		1,773,225,551	1,894,223,425
Outside Bangladesh		403,517,320	146,199,314
Money at call and short notice	5a	332,400,000	856,700,000
Investments	6a	13,473,356,892	15,625,662,093
Government		10,440,404,549	12,715,430,910
Others		3,032,952,343	2,910,231,183
Loans and advances/investments	7a	61,773,427,153	62,059,563,385
Loans, cash credits, overdrafts etc./ investments	7.2a	58,925,042,470	59,993,700,830
Bills purchased and discounted	8a	2,848,384,682	2,065,862,555
Fixed assets including premises, furniture and fixtures	9a	570,964,657	513,295,067
Other assets	10a	3,402,505,901	3,251,215,194
Non - banking assets			-
Total assets		87,714,704,897	90,227,259,800
LIABILITIES AND CAPITAL			
Borrowings from other banks, financial institutions and agents	11a	442,552,047	1,290,232,047
Deposits and other accounts	12a	68,602,020,509	71,879,793,228
Current accounts/Al-wadeeah current accounts and other accounts		7,207,340,984	6,293,695,523
Bills payable		4,482,130,685	7,185,410,848
Savings bank/Mudaraba savings bank deposits		5,482,616,725	5,238,707,700
Special/Mudaraba notice deposits		6,888,018,234	7,207,653,534
Fixed deposits/Mudaraba fixed deposits		12,186,064,599	13,795,849,738
Schemes Deposit/ Mudaraba Scheme Deposits		32,355,849,284	32,158,475,886
Other liabilities	13a	10,201,380,752	8,815,289,154
Total liabilities :		79,245,953,308	81,985,314,429
Total Shareholders' Equity		8,427,232,691	8,200,744,378
Paid -up capital	14	5,710,951,240	5,710,951,240
Statutory reserve	15	1,536,883,714	1,458,843,141
Other reserve	16a	35,203,511	5,009,947
Retained earnings	17a	1,144,194,226	1,025,940,050
Minority Interest	17b	41,518,899	41,200,993
Total Equity		8,468,751,589	8,241,945,371
Total Liabilities and Shareholders' Equity		87,714,704,898	90,227,259,800

NRB Commercial Bank Limited & Its Subsidiary
Consolidated Balance Sheet
As at 31 March 2020

Particulars	Notes	At Mar 31, 2020	At Dec 31, 2019
		Taka	Taka
OFF - BALANCE SHEET EXPOSURES			
Contingent liabilities	18	31,360,349,017	27,408,198,566
Acceptances and endorsements		7,141,464,623	7,210,588,526
Letters of guarantee		13,350,890,424	10,437,378,649
Irrevocable letters of credit		5,837,373,525	5,729,243,714
Bills for collection		5,030,620,445	4,030,987,678
Other contingent liabilities		-	-
Other commitments			
Documentary credits and short term trade -related transactions			
Forward assets purchased and forward deposits placed			
Undrawn note issuance and revolving underwriting facilities			
Undrawn formal standby facilities , credit lines and other commitments			
Liabilities against forward purchase and sale			
Total Off-Balance Sheet exposures including contingent liabilities		31,360,349,017	27,408,198,566
Other memorandum items			
Value of Govt Instrument & Wage Earner Bonds		175,850,000	175,850,000

These Financial Statements should be read in conjunction with annexed notes (1 to 49)



Harunur Rashid
Chief Financial Officer



Md. Mukhter Hossain
Managing Director & CEO

Place: Dhaka
Dated: 23 July, 2020

NRB Commercial Bank Limited & Its Subsidiary
Consolidated Profit and Loss Account
For the Period ended 31 March 2020

Particulars	Notes	Jan'20-Mar'20 Taka	Jan'19-Mar'19 Taka
OPERATING INCOME			
Interest income	20a	1,904,779,720	1,525,345,056
Interest paid/Profit Shared on deposits and borrowings, etc.	21a	1,319,275,403	971,922,934
Net interest income		585,504,317	553,422,122
Investment income	22a	524,506,593	178,034,280
Commission, exchange and brokerage	23a	158,690,608	118,193,755
Other operating income	24a	51,321,149	41,140,946
Total operating income (A)		1,320,022,666	890,791,103
OPERATING EXPENSES			
Salary and allowances	25a	367,490,607	274,065,938
Rent, taxes, insurance, electricity, etc.	26a	71,041,808	66,514,259
Legal expenses	27a	294,621	430,320
Postage, stamps, telecommunication, etc.	28a	10,569,680	10,285,210
Stationery, printing, advertisement, etc.	29a	49,018,233	24,666,866
Chief Executive's salary and fees	30	2,262,854	4,200,000
Directors' fees & meeting expenses	31a	4,502,662	1,230,727
Auditors' fees	32a	115,000	-
Charges on loan losses	33	-	-
Depreciation and repairs of Bank's assets	34a	44,416,085	40,949,400
Other expenses	35a	168,919,648	50,637,221
Total operating expenses (B)		718,631,197	472,979,940
Profit before provision (C = A-B)		601,391,469	417,811,164
Provision against loans and advances	36a	98,303,900	88,676,817
Provision for diminution in value of investments	37a	77,727,889	8,330,173
Provision for Off-Balance Sheet Exposures	38a	30,408,395	31,445,204
Total provision (D)		206,440,184.43	128,452,194
Profit before taxation (C-D)		394,951,285	289,358,970
Provision for taxation		198,338,631	124,733,582
Current Tax Expenses	39a	196,798,143	159,067,603
Deferred Tax Expenses/(Income)	40a	1,540,488	(34,334,021)
Net profit after taxation		196,612,654	164,625,389
Appropriations:			
Statutory reserve		78,040,573	56,234,475
Retained surplus		118,254,176	107,780,993
Attributable to:			
Equity holders of NRBC Bank Limited		117,936,271	107,171,072
Minority Interest		317,906	609,921
Earnings per share (EPS)	41a	0.3443	0.2883

These Financial Statements should be read in conjunction with annexed notes (1 to 49)



Harunur Rashid
Chief Financial Officer



Md. Mukhter Hossain
Managing Director & C

Place: Dhaka
Dated: 23 July, 2020

NRB Commercial Bank Limited & Its Subsidiary
Consolidated Statement of Cash Flows
For the Period ended 31 March 2020

Particulars	Note	At Mar 31, 2020	At Mar 31, 2019
		Taka	Taka
A. Cash flows from operating activities			
Interest receipts in cash		1,892,252,463	1,490,184,832
Interest paid in cash		(876,565,180)	(596,175,576)
Dividend receipts		6,882,616	6,157,708
Fee and commission receipts in cash		159,216,291	119,111,300
Recoveries on loans previously written off		-	-
Payments to employees		(387,837,102)	(293,769,160)
Payments to suppliers		(51,351,097)	(29,249,802)
Income taxes paid		(156,751,822)	(158,587,554)
Receipts from other operating activities	42a	591,689,317	260,126,429
Payments for other operating activities	43a	(265,776,502)	(134,795,411)
Operating profit before changes in operating assets & liabilities		911,758,983	663,002,765
<u>Increase/decrease in operating assets and liabilities</u>			
Purchased of Trading Security		-	-
Loans and advances to Other Bank(s)		-	(2,046,912,633)
Loans and advances to customers		311,409,799	
Other assets	44a	19,188,396	14,471,248
Deposits from other bank(s)		(1,000,000,000)	(600,000,000)
Deposits from customers		(2,277,873,228)	1,425,882,484
Trading liabilities (short-term borrowings)		-	-
Other liabilities	45	453,516,182	89,108,180
Net increase/(decrease) in operating liabilities		(2,493,758,851)	(1,117,450,720)
Net cash from operating activities (A)		(1,581,999,867)	(454,447,955)
B. Cash flows from investing activities			
(Purchase)/ sale of government securities	46	2,305,242,127	(340,051,766)
(Purchase)/sale of Non-trading Security		-	-
(Purchase)/Sale of Share/Securities		(122,721,159)	42,141,754
(Purchase)/ sale of property, plant and equipment		(95,405,404)	(59,970,944)
Net cash from/(used) in investing activities(B)		2,087,115,563	(357,880,956)
C. Cash flows from financing activities			
Borrowing from other Bank(s)/ Bangladesh Bank		(847,680,000)	381,094,705
Increase/(decrease) in long-term borrowings/ Loan Capital & Debt Capital		59,353,836	!(12,121,757!)
Receipt from issue of Ordinary Shares		-	-
Receipt from issue of Ordinary Shares of Subsidiary's Minority Group		-	-
Dividend paid (Cash Dividend)		-	-
Net cash from/(used) in financing activities (C)		(788,326,164)	368,972,948
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)		(283,210,468)	(443,355,964)
E. Cash and cash equivalents at the beginning of the year		8,778,976,160	7,954,057,697
Cash and cash equivalents at the end of the year [D+E]		8,495,765,692	7,510,701,734
Cash and cash equivalents:			
Cash	3.1a	1,587,172,993	1,298,941,864
Prize bonds	6.1a	1,474,300	1,247,500
Money at call and on short notice	5a	332,400,000	595,000,000
Reverse Repo		-	-
Balance with Bangladesh Bank and its agent bank(s)	3.2a	4,398,134,429	2,993,104,253
Balance with other banks and financial institutions	4a	2,176,742,871	2,622,408,116
		8,495,924,594	7,510,701,733

These Financial Statements should be read in conjunction with annexed notes (1 to 49)

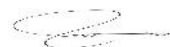

Harunur Rashid
Chief Financial Officer


Md. Mukhter Hossain
Managing Director & CEO

Place: Dhaka
Dated: 23 July, 2020

NRB Commercial Bank Limited & Its Subsidiary
Consolidated Statement of Changes in Equity
As of 31 March 2020

Particulars	Paid-up capital	Statutory reserve	Foreign Currency translation Gain/(loss)	Reserve for amortization of treasury securities (HTM)	Reserve for revaluation of treasury securities (HFT)	Minority Interest	Retained earnings	Total
Balance at 01 January 2019	5,710,951,240	1,458,843,141	-	4,032,413	977,534	41,200,993	1,025,940,050	8,241,945,371
changes in accounting policy	-							-
Restated Balance	5,710,951,240	1,458,843,141	-	4,032,413	977,534	41,200,993	1,025,940,050	8,241,945,371
Addition of paid up capital								-
Net profit after taxation for the Period							193,433,599	193,433,599
Change in Minority Interest						317,906	(317,906)	-
Profit/(Loss) from investment in Subsidiary							3,179,055	3,179,055
Transfer to statutory Reserve		78,040,573					(78,040,573)	-
Cash Dividend Paid							-	-
Reserve for HFT treasury securities					32,902,275		-	32,902,275
Reserve for HTM securities				(2,708,710)				(2,708,710)
Currency translation difference			-					-
Balance at 31 March 2020	5,710,951,240	1,536,883,714	-	1,323,703	33,879,809	41,518,899	1,144,194,226	8,468,751,589
Balance at 31 December 2019	5,710,951,240	1,458,843,141	-	4,032,413	977,534	41,200,993	1,025,940,050	8,241,945,371



Harunur Rashid
Chief Financial Officer



Md. Mukhter Hossain
Managing Director & CEO

Place: Dhaka
Dated: 23 July, 2020

NRB Commercial Bank Limited

Balance Sheet
As at 31 March 2020

Particulars	Notes	At Mar 31, 2020	At Dec 31, 2019
		Taka	Taka
PROPERTY AND ASSETS			
Cash:	3	5,985,306,273	5,835,593,357
In Hand (Including Foreign Currencies)	3.1	1,587,171,843	1,797,747,991
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)	3.2	4,398,134,429	4,037,845,366
Balance with other banks and financial institutions	4	2,123,383,272	2,034,563,815
In Bangladesh		1,719,865,952	1,888,364,501
Outside Bangladesh		403,517,320	146,199,314
Money at call and short notice	5	332,400,000	856,700,000
Investments	6	13,064,587,677	15,298,165,096
Government		10,440,404,549	12,715,430,910
Others		2,624,183,128	2,582,734,186
Loans and advances/investments	7	61,803,746,097	62,015,021,854
Loans, cash credits, overdrafts etc./ investments	7.2	58,955,361,415	59,949,159,299
Bills purchased and discounted	8	2,848,384,682	2,065,862,555
Fixed assets including premises, furniture and fixtures	9	564,040,088	506,216,302
Other assets	10	3,727,886,018	3,571,823,622
Non - banking assets			-
Total assets		87,601,349,424	90,118,084,046
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11	442,552,047	1,290,232,047
Deposits and other accounts	12	68,586,008,625	71,857,899,976
Current accounts/AI-wadeeah current accounts and other accounts		7,167,906,212	6,172,581,839
Bills payable		4,482,130,685	7,185,410,848
Savings bank/Mudaraba savings bank deposits		5,482,616,725	5,238,707,700
Special/Mudaraba notice deposits		6,911,441,122	7,306,873,965
Fixed deposits/Mudaraba fixed deposits		12,186,064,599	13,795,849,738
Schemes Deposit/ Mudaraba Scheme Deposits		32,355,849,284	32,158,475,886
Other liabilities	13	10,159,226,150	8,780,016,585
Total liabilities :		79,187,786,822	81,928,148,607
Total Shareholders' Equity		8,413,562,602	8,189,935,439
Paid -up capital	14	5,710,951,240	5,710,951,240
Statutory reserve	15	1,536,883,714	1,458,843,141
Other reserve	16	35,203,511	5,009,947
Retained earnings	17	1,130,524,138	1,015,131,111
Total Liabilities and Shareholders' Equity		87,601,349,425	90,118,084,046

NRB Commercial Bank Limited


Balance Sheet


As at 31 March 2020

Particulars	Notes	At Mar 31, 2020	At Dec 31, 2019
		Taka	Taka
OFF - BALANCE SHEET EXPOSURES			
Contingent liabilities	18	31,360,349,017	27,408,198,566
Acceptances and endorsements		7,141,464,623	7,210,588,526
Letters of guarantee		13,350,890,424	10,437,378,649
Irrevocable letters of credit		5,837,373,525	5,729,243,714
Bills for collection		5,030,620,445	4,030,987,678
Other contingent liabilities		-	-
Other commitments			
Documentary credits and short term trade -related transactions			
Forward assets purchased and forward deposits placed			
Undrawn note issuance and revolving underwriting facilities			
Undrawn formal standby facilities , credit lines and other commitments			
Liabilities against forward purchase and sale			
Total Off-Balance Sheet exposures including contingent liabilities		31,360,349,017	27,408,198,566
Other memorandum items			
Value of Govt Instrument & Wage Earner Bonds		175,850,000	175,850,000

These Financial Statements should be read in conjunction with annexed notes (1 to 49)

Harunur Rashid
Chief Financial Officer



Md. Mukhter Hossain
Managing Director & CEO


Place: Dhaka
Dated: 23 July, 2020

NRB Commercial Bank Limited
Profit and Loss Account
For the Period ended 31 March 2020

Particulars	Notes	Jan'20-Mar'20 Taka	Jan'19-Mar'19 Taka
OPERATING INCOME			
Interest income	20	1,901,659,861	1,522,834,756
Interest paid/Profit Shared on deposits and borrowings, etc.	21	1,319,275,403	971,922,934
Net interest income		582,384,458	550,911,821
Investment income	22	517,950,174	173,921,060
Commission, exchange and brokerage	23	153,374,556	111,527,625
Other operating income	24	51,050,629	40,846,082
Total operating income (A)		1,304,759,817	877,206,589
OPERATING EXPENSES			
Salary and allowances	25	362,134,314	270,603,442
Rent, taxes, insurance, electricity, etc.	26	70,056,618	65,182,692
Legal expenses	27	244,021	430,320
Postage, stamps, telecommunication, etc.	28	10,370,056	10,068,334
Stationery, printing, advertisement, etc.	29	48,934,799	24,435,451
Chief Executive's salary and fees	30	2,262,854	4,200,000
Directors' fees & meeting expenses	31	4,396,421	1,230,727
Auditors' fees	32	115,000	-
Charges on loan losses	33	-	-
Depreciation and repairs of Bank's assets	34	43,933,006	40,207,521
Other expenses	35	169,236,356	51,049,233
Total operating expenses (B)		711,683,444	467,407,719
Profit before provision (C = A-B)		593,076,373	409,798,870
Provision against loans and advances	36	98,303,900	88,676,817
Provision for diminution in value of investments	37	74,161,216	8,504,475
Provision for Off-Balance Sheet Exposures	38	30,408,395	31,445,204
Total provision (D)		202,873,511	128,626,496
Profit before taxation (C-D)		390,202,863	281,172,375
Provision for taxation		196,769,264	122,646,197
Current Tax Expenses	39	195,496,276	156,890,751
Deferred Tax Expenses/(Income)	40	1,272,987	!(34,244,554!)
Net profit after taxation		193,433,599	158,526,178
Appropriations:			
Statutory reserve		78,040,573	56,234,475
Retained surplus to retained earnings		115,393,026	102,291,703
Earnings per share (EPS)	41	0.3387	0.2776

These Financial Statements should be read in conjunction with annexed notes (1 to 49)


Harunur Rashid
Chief Financial Officer


Md. Mukhter Hossain
Managing Director & CE

Place: Dhaka
Dated: 23 July, 2020

NRB Commercial Bank Limited
Statement of Cash Flows
For the Period ended 31 March 2020

Particulars	Notes	At Mar 31, 2020 Taka	At Mar 31, 2019 Taka
A. Cash flows from operating activities			
Interest receipts in cash		1,889,132,604	1,487,632,404
Interest paid in cash		(876,565,180)	(596,133,448)
Dividend receipts		326,196	2,044,488
Fee and commission receipts in cash		153,374,556	111,527,625
Recoveries on loans previously written off		-	-
Payments to employees		(382,480,809)	(290,306,664)
Payments to suppliers		(50,157,410)	(24,380,830)
Income taxes paid		(154,906,629)	(156,405,357)
Receipts from other operating activities	42	591,418,798	259,831,565
Payments for other operating activities	43	(265,886,182)	(134,691,686)
Operating profit before changes in operating assets & liabilities		904,255,945	659,118,097
Increase/decrease in operating assets and liabilities			
Purchased of Trading Security		-	-
Loans and advances to Other Bank(s)		-	-
Loans and advances to customers		295,903,160	(2,039,829,219)
Other assets	44	11,287,236	25,748,931
Deposits from other bank(s)		(1,000,000,000)	(600,000,000)
Deposits from customers		(2,271,891,350)	1,432,668,506
Trading liabilities (short-term borrowings)		-	-
Other liabilities	45	453,516,182	89,108,180
Net increase/(decrease) in operating liabilities		(2,511,184,772)	(1,092,303,602)
Net cash from operating activities (A)		(1,606,928,828)	(433,185,505)
B. Cash flows from investing activities			
(Purchase)/ sale of government securities	46	2,305,242,127	(340,051,766)
(Purchase)/sale of Non-trading Security		-	-
(Purchase)/Sale of Share/Securities		(41,448,941)	19,595,381
(Purchase)/ sale of property, plant and equipment		(95,088,687)	(59,670,544)
Net cash from/(used) in investing activities(B)		2,168,704,498	(380,126,929)
C. Cash flows from financing activities			
Borrowing from other Bank(s)/ Bangladesh Bank		(847,680,000)	381,094,705
Increase/(decrease) in long-term borrowings/ Loan Capital & Debt Capital		-	-
Receipt from issue of Ordinary Shares		-	-
Dividend paid (Cash Dividend)		-	-
Net cash from/(used) in financing activities (C)		(847,680,000)	381,094,705
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)		(285,904,330)	(432,217,729)
E. Cash and cash equivalents at the beginning of the year		8,728,309,272	7,909,891,134
Cash and cash equivalents at the end of the year [D+E]		8,442,404,942	7,477,673,405
Cash and cash equivalents:			
Cash	3.1	1,587,171,843	1,298,907,496
Prize bonds	6.1	1,474,300	1,247,500
Money at call and on short notice	5	332,400,000	595,000,000
Reverse Repo		-	-
Balance with Bangladesh Bank and its agent bank(s)	3.2	4,398,134,429	2,993,104,253
Balance with other banks and financial institutions	4	2,123,383,272	2,589,414,156
		8,442,563,844	7,477,673,406

These Financial Statements should be read in conjunction with annexed notes (1 to 49)



Harunur Rashid
Chief Financial Officer



Md. Mukhter Hossain
Managing Director &

Place: Dhaka
Dated: 23 July, 2020

NRB Commercial Bank Limited
Statement of Changes in Equity
As of 31 March 2020

Particulars	Paid-up capital	Statutory reserve	Foreign Currency translation Gain/(loss)	Reserve for amortization of treasury securities (HTM)	Reserve for revaluation of treasury securities (HFT)	Retained earnings	Total
Balance at 01 January 2020	5,710,951,240	1,458,843,141	-	4,032,413	977,534	1,015,131,111	8,189,935,439
Changes in accounting policy	-						-
Restated Balance	5,710,951,240	1,458,843,141	-	4,032,413	977,534	1,015,131,111	8,189,935,439
Addition of paid up capital							-
Net profit after taxation for the Period						193,433,599	193,433,599
Transfer to statutory Reserve		78,040,573				(78,040,573)	-
Cash Dividend Paid						-	-
Reserve for HFT treasury securities				-	32,902,275	-	32,902,275
Reserve for HTM securities				(2,708,710)	-		(2708710.19)
Currency translation difference			-				-
Balance at 31 March 2020	5,710,951,240	1,536,883,714	-	1,323,703	33,879,809	1,130,524,138	8,413,562,602
Balance at 31 December 2019	5,710,951,240	1,458,843,141	-	4,032,413	977,534	1,015,131,111	8,189,935,439

These Financial Statements should be read in conjunction with annexed notes (1 to 49)



Harunur Rashid
Chief Financial Officer



Md. Mukhter Hossain
Managing Director & CEO

Place: Dhaka
Dated: 23 July, 2020

NRB Commercial Bank Limited & Its Subsidiary
Liquidity Statement
Assets and Liability Maturity Analysis
As of 31 March 2020

Particulars						Total
	Up to 1 month	1-3 months	3-12 months	1-5 years	Above 5 years	
Assets						
Cash in hand and with banks	1,943,611,583	-	-	-	4,041,694,690	5,985,306,273
Balance with other banks and financial institutions	1,241,141,920	382,730,989	482,591,796	16,918,567	-	2,123,383,272
Money at call and on short notice	-	332,400,000	-	-	-	332,400,000
Investments	336,955,796	669,587,314	1,573,158,571	5,308,726,061	5,176,159,935	13,064,587,677
Loans and advances	16,666,552,313	10,412,791,461	14,679,320,457	11,238,312,205	8,806,769,662	61,803,746,097
Fixed assets including premises, furniture and fixtures	-	-	-	-	564,040,088	564,040,088
Other assets	116,261,975	67,526,478	2,788,985,599	487,008,664	268,103,302	3,727,886,018
Non-banking assets	-	-	-	-	-	-
Total Assets (A)	20,304,523,587	11,865,036,241	19,524,056,423	17,050,965,496	18,856,767,678	87,601,349,424
Liabilities						
Borrowings from Bangladesh Bank, other banks, financial institutions and agents	(442,552,047)	-	-	-	-	(442,552,047)
Deposits and other accounts	(10,899,073,200)	(13,062,940,924)	(25,463,303,640)	(13,203,296,791)	(5,957,394,070)	(68,586,008,625)
Provision and other liabilities	(817,553,332)	(2,140,945,353)	(2,431,512,659)	(4,409,444,428)	(359,770,379)	(10,159,226,150)
Total Liabilities (B)	(12,159,178,579)	(15,203,886,277)	(27,894,816,298)	(17,612,741,219)	(6,317,164,449)	(79,187,786,822)
Net Liquidity Gap-Excess/(Shortage) (A-B)	8,145,345,008	(3,338,850,036)	(8,370,759,875)	(561,775,723)	12,539,603,229	8,413,562,602

These Financial Statements should be read in conjunction with annexed notes (1 to 49)



Harunur Rashid
Chief Financial Officer



Md. Mukhter Hossain
Managing Director & CEO

Place: Dhaka
Dated: 23 July, 2020

NRB Commercial Bank Limited & Its Subsidiary
Explanatory Notes to the Financial Statements
For the year ended 31 March 2020

1 Legal Status of the Bank

NRB Commercial Bank Limited (NRBC Bank) having its Registered Office at 114 Motijheel Commercial Area, Dhaka-1000, Bangladesh, was incorporated (Inc no. C-107535) on February 20, 2013 as a Public Limited Company under the Companies Act, 1994 (Act No.18 of 1994) and also is governed by the Banking Companies Act 1991 (Amendment upto 2013) with Authorized Capital of Tk. 10000 million and having initial capital base of Tk. 4446 million (Paid up Capital) by converting the hard earned foreign currency of 53 (Fifty three) qualified NRBs from business persons, community leaders, scientists, educationists, living in across the globe which includes USA, Canada, UK, Russia, Italy, Germany, UAE and Kuwait.

NRBC Bank started its journey from 02 April 2013 after getting permission vide memo No. BRPD (P-3)/745(60)/2013-1189 dated 10 March 2013 as a scheduled Bank. Presently NRBC Bank has 75 Branches, 42 sub-Branches and 145 land registration collection Booths in different locations of Bangladesh.

The registered office of the Bank is situated at Jasim Tarde Centre, 114 Motijheel C/A, Dhaka 1000, Bangladesh

1.01 Principal activities

The principal activities of the Bank are to provide all kinds of conventional and Islamic commercial banking services to its customers through its branches, islamic windows, SME centres, and vibrant alternative delivery channels in Bangladesh.

1.02 Islamic banking unit

NRBC Bank has got permission for Islami Banking Business window vide memo no. BRPD (P-3)/745(60)/2019-9274 dated 14 November 2019 and its soft operation inaugurated on 20 January 2020 of our 08 Branches. Bank is intended to expand operation all over the country in spirit of Islami Shariah.

1.03 NRBC Bank Securities Limited

NRBC Bank Securities Limited was formed as subsidiary company after getting approval from Bangladesh Bank following guidelines of the Bangladesh Securities and Exchange Commission (BSEC). It incorporated as company on 20 September 2015 bearing certificate of incorporation no. C-125904/2015 under the Companies Act 1994. The subsidiary company resumed its Commercial operation on December 12, 2016.

In addition to above, The Bank through its Branches and non-banking subsidiary provides a diverse range of financial services and products in Bangladesh.

2 Basis of preparation of the Consolidated financial statements and Significant accounting policies

Consolidated financial statements and separate financial statements of the Bank comprise of Balance Sheet, Profit and Loss Account, Cash Flow Statement, Statement of Changes in Equity, Liquidity Statement and relevant notes and disclosures.

The Consolidated Financial statements of the Bank as at 31 March 2020 have been prepared under the historical cost convention except investments categorized under held for trading, and in accordance with International Financial Reporting Standards (IFRS), the "First Schedule" (section-38) of the Banking Companies Act 1991, as amended by BRPD circular no. 14 dated 25 June 2003, the rules and regulations issued by Bangladesh Bank and other laws and rules applicable for the Bank.

Consolidated financial statements and financial statements of the Bank have been prepared in accordance with the measurement and recognition requirements of International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh.

2.1 Basis of consolidation

Separate set of records for consolidating the financial statements of the Branches including Head office are maintained at the Head Office of the Bank, based on which these financial statements have been prepared. The consolidated financial statements of Bank and its Subsidiary M/s. NRBC Bank Securities limited have been prepared in accordance with the IFRS 10 "Consolidated Financial Statements". The Consolidated Financial Statements have been prepared on basis of :

- i Control over Investee i.e. Subsidiary M/s. NRBC Bank Securities limited is 90% of its shareholding or voting right
- ii Using uniform accounting policies for like transactions and other events in similar circumstances as well as common reporting period ended on 31 March 2019.
- iii Combine like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries
- iv Offset (eliminate) the carrying amount of the parent's investment in subsidiary and the parent's portion of equity of subsidiary
- v Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities

2.2 Statement of compliance:

The basis of preparation of Financial statements of the Bank differ with those of IAS/IFRS and, therefore, the requirements of the Bank Companies Act 1991, Income Tax Ordinance 1984, VAT Act, 2012 and provisions and circulars issued by Bangladesh Bank shall prevail.

As such Bank has departed from those contradictory requirements of IAS/BFRS in order to comply with rules and regulations of Bangladesh Bank which are disclosed below:

i. Presentation of financial statements

IAS/IFRS: As per IAS 1, a complete set of financial statements comprises a statement of financial position, a statement of profit or loss and other comprehensive income, a statement of changes in equity, a statement of cash flows, notes comprising a summary of significant accounting policies and other explanatory information and comparative information. IAS 1 has also stated the entity to disclose assets and liabilities under current and non-current classification separately in its statement of financial position.

Bangladesh Bank: A format of financial statements (i.e. balance sheet, profit and loss account, cash flows statement, changes in equity, liquidity statement) is prescribed in the "First Schedule" of section 38 of the Bank Company Act 1991 (amended up to 2018) and BRPD circular no. 14 dated 25 June 2003 of Bangladesh Bank. Assets and liabilities are not classified under current and non-current heading in the prescribed format of financial statements.

ii. Investment in shares and securities

IAS/IFRS: As per requirements of IFRS 9, the investment in shares and securities generally falls either under "at fair value through profit and loss account" or under "at fair value through other comprehensive income" where any change in the fair value of securities measured "at fair value through profit and loss account" is taken to profit and loss account and any changes in the fair value of securities measured "at fair value through other comprehensive income" is transfer to equity through other comprehensive income

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003 investments in quoted shares and unquoted shares are revalued at the year end at market price revealed in the Stock exchange and as per book value of last audited balance sheet respectively. Provision should be made for any loss arising from diminution in value of investment; otherwise investments are recognised at cost.

iii. Revaluation gains/losses on Government securities

IAS/IFRS: As per requirement of IAS 39, T-bills and T-bonds fall under the category of "Held for Trading (HFT)" and "Held to Maturity (HTM)". Any change in the fair value of held for trading assets is recognised through profit and loss account. Securities designated as "Held to Maturity (HTM)" are measured at amortised cost method and interest income is recognised through the profit and loss account.

Bangladesh Bank: According to DOS Circular no. 05, dated 26 May 2008, DOS Circular no. 05, dated 28 January 2009, DOS Circular no. 02, dated 19 January 2012, the HFT securities are revalued once each week using Marking to Market concept and the HTM securities are amortized once a year according to Bangladesh Bank guidelines. The HTM securities are also revalued if they are reclassified to HFT category with the Board's approval.

iv. Repo and reverse repo transactions

IFRS: As per IFRS 9 when an entity sells a financial asset and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (repo), the arrangement is treated as a loan and the underlying asset continues to be recognized at amortised cost in the entity's financial statements. The difference between selling price and repurchase price will be treated as interest expense. The same rule applies to the opposite side of the transaction (reverse repo).

Bangladesh Bank: As per DOS Circular letter no. 6 dated 15 July 2010 and subsequent clarification in DOS Circular no 03 dated 30 January 2012 and DOS circular no. 2 dated 23 January 2013, when a bank sells a financial asset and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (repo or stock lending), the arrangement is accounted for as a normal sales transactions and the financial assets are derecognized in the seller's book and recognized in the buyer's book.

v. Recognition of Lease Rent of the Office premises

IAS/IFRS: As per IFRS 16 is specify single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments.

Bangladesh Bank : As per BRPD circular no. 14 dated 25 June 2003 (First Schedule of under section 38 of Banking Company Act, 1991, lease rent of the office Premises must be shown in the Profit and Loss account under "Rent, taxes, insurance, electricity etc."

Income Tax Ordinance 1984: According to section 53A of the act, where any specified person is a tenant/lessee in respect of a house property, the tenant has obligation to deduct tax from the rent of such house property which is preclude to treat it's shown Asset (right-of-use asset) and the lease liability instead of as direct expense.

VAT act, 2012 : According to VAT S-074 (Place and establishment renter) refer to any person, Organization or Corporation, who or whose has got the right to use of the place and establishment for certain period or renewal after period expire against consideration. VAT will be payable on basis of use of place and establishment for such period.

vi. Provision on loans and advances/investments

IAS/IFRS: As per IAS 36 an entity should start the impairment assessment by considering whether objective evidence of impairment exists for financial assets that are individually significant. For financial assets that are not individually significant, the assessment can be performed on an individual or collective (portfolio) basis.

Bangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012, BRPD circular No. 19 dated 27 December 2012 and BRPD circular no. 05 dated 29 May 2013 a general provision at 0.25% to 5% under different categories of unclassified loans (good/standard loans) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard loans, doubtful loans and bad losses has to be provided at 20%, 50% and 100% respectively for loans and advances depending on the duration of overdue. Again as per BRPD circular no. 10 dated 18 September 2007 and BRPD circular no. 14 dated 23 September 2012 a general provision at 1% is required to be provided for all off-balance sheet exposures with having some exception. Such provision policies are not specifically in line with those prescribed by IAS 36 as well as IAS 39

vii. Other comprehensive income

IFRS: As per IAS 1 Other Comprehensive Income (OCI) is a component of financial statements or the elements of OCI are to be included in a single Other Comprehensive Income statement.

Bangladesh Bank: Bangladesh Bank has issued templates for financial statements which are strictly to be followed by all banks. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income nor are the elements of Other Comprehensive Income allowed to be included in a single Other Comprehensive Income (OCI) Statement. As such the Bank does not prepare the other comprehensive income statement. However, elements of OCI, if any, are shown in the statements of changes in equity.

viii. Financial instruments – presentation and disclosure

In several cases Bangladesh Bank guidelines categorise, recognise, measure and present financial instruments different from those prescribed in IAS 39. As such full disclosure and presentation requirements of IFRS 7 and IAS 32 cannot be made in the financial statements.

ix. Financial guarantees

IFRS: As per IAS 39, financial guarantees are contracts which require an entity to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the terms of a debt instrument. Financial guarantee liabilities are recognised initially at their fair value, and the initial fair value is amortised over the life of the financial guarantee. The financial guarantee liability is subsequently carried at the higher of this amortised amount and the present value of any expected payment when a payment under the guarantee has become probable. Financial guarantees are included within other liabilities.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, financial guarantees such as letter of credit, letter of guarantee are to be treated as off-balance sheet items. No liability is recognised for the guarantee except the cash margin.

x. Cash and cash equivalents

IFRS: Cash and cash equivalent items should be reported as cash item as per IAS 7.

Bangladesh Bank: Some cash and cash equivalent items such as 'money at call and short notice', treasury bills, Bangladesh Bank bills and prize bonds are not prescribed to be shown as cash and cash equivalents. Money at call and short notice are presented on the face of the balance sheet, and treasury bills, prize bonds are shown in investments. However, in the cash flow statement, money at call and short notice and prize bonds are shown as cash and cash equivalents besides cash in hand, balance with Bangladesh Bank and other banks.

xi. Non-banking asset

BFRS: No indication of Non-banking asset is found in any IFRS.

Bangladesh Bank: As per BRPD circular no. 14, dated 25 June 2003 there must exist a face item named Non-banking asset.

xii. Cash flow statement

IFRS: The Cash flow statement can be prepared using either the direct method or the indirect method. The presentation is selected to present these cash flows in a manner that is most appropriate for the business or industry. The method selected is 'applied consistently'.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, cash flow is the mixture of direct and indirect methods.

xiii. Balance with Bangladesh Bank: (Cash Reserve Requirement)

IFRS: Balance with Bangladesh Bank should be treated as other assets as it is not available for use in day to day operations as per IAS 7.

Bangladesh Bank: Balance with Bangladesh Bank is treated as cash and cash equivalents.

xiv. Presentation of intangible asset

IFRS: An intangible asset must be identified and recognised, and the disclosure must be given as per IAS 38.

Bangladesh Bank: There is no regulation for intangible assets in BRPD circular no. 14 dated 25 June 2003

xv. Off-balance sheet items

IFRS: There is no concept of off-balance sheet items in any IFRS; hence there is no requirement for disclosure of off-balance sheet items on the face of the balance sheet.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, off balance sheet items (e.g. Letter of credit, Letter of guarantee etc.) must be disclosed separately on the face of the balance sheet.

xvi. Disclosure of appropriation of profit

IFRS: There is no requirement to show appropriation of profit in the face of statement of comprehensive income

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, an appropriation of profit should be disclosed on the face of Profit and Loss Account.

xvii. Loans and Advances/Investments net of provision

IFRS: Loans and advances/Investments should be presented net of provision.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, provision on loans and advances/investments are presented separately as liability and can not be netted off against loans and advances.

Also refer to the Note 2.18 Compliance of International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs)

2.3 Functional and Presentational Currency

Financial statements of the Bank have been presented in Taka, which is the Bank's functional and presentational currency.

2.4 Materiality, Aggregation and Offsetting

The Bank aggregates each material class of similar items and separately which are dissimilar in nature or function unless those are immaterial. The Bank did not offset assets and liabilities or income and expense, unless required or permitted by IAS/ IFRS.

2.5 Basis of measurement

The financial statements have been prepared on the historical cost basis except for the following material items:

- Government Treasury Bills and Bonds designated as 'Held for Trading (HFT)' at present value using mark to market concept with gain credited to revaluation reserve but loss charged to Profit and Loss Account.
- Government Treasury Bills and Bonds designated as 'Held to Maturity (HTM)' at present value using amortization concept.
- Investment in Share and Securities under quoted are valued at market price revealed in the stock exchange
- Zero Coupon Bond at present value using amortization concept.

2.6 Use of Estimates and Judgments

The preparation of financial statements of the Bank required for management to make judgments, estimates and assumptions that affected 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 have been reviewed ongoing basis. Revisions of accounting estimates have been recognised in the period in which the estimates have been revised and in the future periods affected, if applicable.

Key estimates includes the following:

- Loan loss provision
- Deferred Tax Assets/Liabilities
- Provision for other operating expenses

2.7 Foreign Currency Transactions

Foreign Currency Translation

Foreign currency transactions have been converted into equivalent Taka currency at the ruling exchange rates on the respective date of such transactions as per IAS 21 "The Effects of Changes in Foreign Exchange Rates" and "balances with other banks and financial institutions" have been converted as per directives of Bangladesh Bank vide circular no. BRPD (R) 717/2004-959 dated 21 November 2004.

Differences arising through buying and selling transactions of foreign currencies on different dates of the year have been adjusted by debiting /crediting exchange gain or loss account.

Translation Gain and Losses

Gains or losses arising out of translation of foreign exchange have been included in the Profit and Loss account.

2.8 Cash Flow Statement

Cash Flow Statement is prepared principally in accordance with IAS 7 "Cash Flow Statement" under direct method as per the guidelines of BRPD circular no. 14 dated 25 June 2003. The Cash Flow Statement shows the structure of and changes in cash and cash equivalents during the year. Cash flows during the period have been classified as operating activities, investing activities and financing activities.

2.9 Statement of Changes in Equity

Statement of Changes in Equity has been prepared in accordance with IAS 1 "Presentation of Financial Statements" and following the guidelines of Bangladesh Bank BRPD circular no. 14 dated 25 June 2003.

2.10 Liquidity Statement

The liquidity statement has been prepared in accordance with remaining maturity grouping of Assets and Liabilities as at the close of the year as per following bases:

Particulars	Basis of use
-------------	--------------

Cash, Balance with other banks and financial institutions, money at call and short notice etc.	Maturity/behavioral trend.
Investments	Residual maturity term
Loans and advances	Repayment/maturity schedule and behavioral trend (non-maturity products).
Fixed assets	Useful life
Other assets	Realization/amortization basis.
Borrowing from other banks, financial institutions and agents	Maturity/ repayment terms
Deposits and others accounts	Maturity and behavioral trend (non-maturity products).
Other long term liability	Maturity term.
Provisions and Other liabilities	Settlement/adjustment schedule basis.

2.11 Significant Accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, and have been applied consistently except otherwise instructed by the Central Bank as prime regulator. Certain comparative amounts in the financial statements have been reclassified and rearranged to conform to the current year's presentation.

A Assets and basis of their valuation

i. Cash and cash equivalents

Cash and cash equivalents include notes and coins in hand and at ATM, unrestricted balances held with Bangladesh Bank and its agent bank, balance with other banks and financial institutions, money at call and short notice and prize bond which are not ordinarily susceptible to change in value.

Cash equivalents are short term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

ii. Investments

Investments have been initially recognised at cost, including acquisition charges associated with the investment. Government Treasury Bills and Bonds (categorized as HFT or/and HTM) are accounted for as per Bangladesh Bank DOS circular letter no. 05 dated 26 May 2008, DOS circular no. 05 dated 28 January 2009 and DOS Circular no. 02, dated 19 January 2012.

The valuation methods of investment used are:

Held to Maturity (HTM)

Investments which are intended to be held till maturity are classified as "Held to Maturity". These are measured at amortized cost at each year end by taking into account any discount or premium on acquisition. Premiums are amortized and discounted/ accredited, using the effective or historical yield method. Any increase or decrease in value of such investments is accounted for equity.

Held for Trading (HFT)

These are investments primarily held for selling or trading. After initial recognition, investments are marked to market weekly and any decrease in the present value is recognized in the Profit and Loss Account and any increase is booked to Revaluation Reserve Account through Profit and Loss Account as per Bangladesh Bank DOS Circular no. 05 dated 28 January 2009.

REPO and Reverse REPO

REPO and Reverse REPO are recorded based on DOS Circular no. 06, dated 15 July 2010 of Bangladesh Bank and subsequent clarification in

Investments – Initial recognition and subsequent measurement at a glance

Value of investments has been enumerated as follows:

Investment class	Initial recognition	Measurement after initial recognition	Recording of changes
Treasury Bill / Bond (HFT)	Cost	Fair value	Loss to Profit & Loss Account, gain to Revaluation Reserve through Profit and Loss Account.
Treasury Bill / Bond (HTM)	Cost	Amortised value	Increase or decrease in value to equity.
Debenture/Bond	Face value	None	None
Shares (Quoted) *	Cost	Lower of cost or market value	Loss (net) to Profit and Loss Account but no unrealised gain booking.
Prize Bond	Cost	None	None

* Provision has been made on unrealized loss (gain net off) according to DOS Circular no. 4, dated 24 November 2011.

iii. Loans, advances and provision

- Loans and advances are stated at gross amounts at 31 December 2019

- Interest is calculated on a daily product basis but charged and accounted for on accrual basis. Interest on classified loans and advances will be kept in suspense account as per Bangladesh Bank instructions and such interest is not accounted for as income until realized from borrowers. Interest is not charged on bad and loss loans/ investments as per guideline of Bangladesh Bank.

- Provision for loans and advances is made on the basis of quarter-end review by the management and as per instructions contained in BRPD circular no. 14 dated 23 September 2012, BRPD circular No. 19 dated 27 December 2012, BRPD circular no. 05 dated 29 May 2013, BRPD Circular No. 16 dated November 18, 2014, BRPD Circular No. 12 dated August 20, 2018 BRPD Circular No. 15 dated 27 September 2018, BRPD Circular No. 01 dated 20 February 2018, BRPD Circular No. 07 dated 21 June 2018, BRPD Circular No. 03 dated 21 April 2019 and BRPD Circular Letter No. 07 dated 03 March 2020. The rates for provisions are stated below:

Types of loans and advances		General Provision		Specific Provision		
		UC	SMA	SS	DF	BL
Consumer Financing	Credit Card Financing	2%	2%	20%	50%	100%
	Housing Finance	1%	1%	20%	50%	100%
	Professionals to set up business	2%	2%	20%	50%	100%
	Other Consumers Finance	5%	5%	20%	50%	100%
Small & Medium Enterprise Finance (SME)		0.25%	0.25%	20%	50%	100%
Loan Reschedule under One time Exit Scheme *		50%		50%		
loans to brokerage house/MBs/SDs against Share etc.		5%	5%	20%	50%	100%
Short-term agri-credit and micro credit		1%		5%	5%	100%
All Other Credits		1%	1%	20%	50%	100%
Off balance sheet exposures except Bills for Collection		1%				

* Required provision for Loan Reschedule under One time Exit Scheme kept in General Provision and Specific Provision

** However, as per BRPD Circular No. 04, dated 19th March 2020 the classification status of loan, lease or advance on January 01, 2020 will remain unchanged until June 30, 2020.

iv. Property, Plant and Equipment:

Recognition and measurement

All fixed assets are stated at cost less accumulated depreciation as per IAS 16 "Property, Plant and Equipment". The cost is the amount of cash or cash equivalents paid or the fair value of the other consideration given to acquire an asset at the time of its acquisition or construction or, where applicable, the amount attributed to that asset when initially recognised in accordance with the specific requirements of the IFRS.

Property, plant & equipment are recognized if it is probable that future economic benefits associated with the assets will flow to the Bank and the cost of the assets can be measured reliably:

The cost of an item of Fixed Assets comprises:

- its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates.
- any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.
- the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located

Subsequent costs

Subsequent costs are capitalized only when it is probable that the future economic benefits associated with the costs will flow to the entity and cost can be measured reliably. The carrying amount of the replaced portion is derecognized. The costs of day to day servicing of fixed assets i.e. repairs and maintenance is charged to profit and loss account as expense when incurred.

Depreciation

- Depreciation on fixed assets is charged on straight-line method irrespective of all assets. The rates of depreciation are as follows:

Category of asset	Rate of depreciation
Land	Nil

Building and Construction	2.50%
Furniture and Fixtures	10%
Equipment and Machinery	20%
Computer and Computer Equipment	20%
Intangible Assets/Bangladesh Made Computer Software	20%
Professionals and Reference Books	20%
Vehicles	20%
Leasehold Assets - Vehicles	20%

- Depreciation on fixed assets acquired during the year is charged from the month of their acquisition. Full month's depreciation is charged in the month of addition irrespective of the date of acquisition and no depreciation is charged in the month of their disposal.
- The cost and accumulated depreciation of disposed assets are eliminated from the fixed assets schedule.
- Useful life and method of depreciation of fixed assets will be reviewed periodically. If useful life of assets do not differ significantly as these were previously estimated, revaluation of assets does not consider to be done.
- Bank also follows a policy for amortization of expenditure considering the durability and useful life of items. These are treated as intangible assets and are booked under the head "Fixed Assets" and amortized over their estimated useful life by charging under the broad head "Depreciation".

Derecognition of fixed asset

The carrying amount of an item of fixed assets is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from derecognition of an item of fixed assets is to be recorded in profit or loss when the item is derecognized.

v. Leased Assets

Where property, plant and equipment have been financed through lease arrangement under which substantially all the risks and rewards of ownership are transferred to the lessees are treated as finance leases as per IFRS 16 "Leases". All other leases are classified as operating leases as per IFRS 16 "Leases" if it not transfers substantially all the risks and rewards incidental to ownership of an underlying asset

The Bank as Lessor

Amount due from lessees under finance leases are recorded as receivables at the amount of the Bank's net investment in the leases (**note-7.1**). Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the Bank's net investment outstanding in respect of the leases.

The Bank as Lessee

Assets held under finance leases are recognised as assets of the Bank at their fair value at the date of acquisition or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly against income.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets and, already been depreciated.

Depreciation of Property, Plant & Equipment for Tax Purpose

The policy of Depreciation for tax purpose is different from accounting depreciation. According to third schedule of income tax ordinance, 1984, Depreciation is application on annual basis whatever it's purchased or to become workable condition. Equipment & Machinery in the Assets Management Software divided into Computer and Computer Equipment, Bangladesh Made Computer Software and Office Equipment & Machinery for accounting & tax purposes shown in the annexure-G & H. Differences of deprecation shall have effect on deferred assets or liabilities.

vi. Intangible Assets

According to IFRS-38, an intangible asset is recognized if-

- a. it is probable that the expected future economic benefits that are attributable to the assets will flow to the entity; and
- b. the cost of the assets can be measured reliably.

The software used by NRBC Bank represents the value of computer application software licensed for the use of the Bank. Software is carried out at cost less amortization/depreciation and any impairment losses. Initial cost comprise licensing fees paid at the time of purchase along with subsequent payment for user license and other directly attributable expenditure that are carried in customization of software for its

intended use. Software is amortized/depreciated using the straight line method over the estimated useful life of 5 (five) years commencing from the month at which payment is made in line with third schedule of Income Ordinance-1984.

vii. Impairment of Assets

An asset is impaired when its carrying amount exceeds its recoverable amount as per IAS 36 "Impairment of Assets". The Bank assesses at the end of each reporting period whether there is any indication that an asset may be impaired and/or whenever events or changes in circumstances indicate that the carrying value of the asset may not be recovered. If any such indication exists, the Bank and the subsidiaries make an estimate of the recoverable amount of the assets. The carrying amount of the asset is reduced to its recoverable amount, if the recoverable amount is less than its carrying amount and impairment losses are recognized in the profit and loss account. However, impairment of financial assets are guided by the relevant BB circulars/instructions and IAS 39.

No such impairment has been occurred/identified in the financial year 2019 except Loans and Advances which measured by relevant Bangladesh Bank Circulars.

viii. Other Assets

Other assets include advance for operating and capital expenditure, stocks of stationary and stamps, security deposits to government agencies etc. and such accounts may be quite insignificant in the overall financial condition of the Bank.

ix. Non-banking Assets:

There are no assets acquired in exchange for loan during the period of financial statements.

B Liabilities and Provisions:

i. Borrowings

Borrowings include call money, term borrowings and re-finance from other banks, financial institutions and Central Bank include interest bearing borrowings which are stated in the financial statements at principal amount of the outstanding balance. Interest payables on such borrowings are reported under other liabilities.

ii. Deposits and Other Accounts

Deposits and other accounts include non-interest bearing current deposits redeemable at call, interest bearing short-term deposits, savings deposits and fixed deposits which are initially measured at the consideration received. These items are subsequently measured and accounted for at the gross value of the outstanding balance in accordance with the contractual agreements with the counter parties.

iii. Other liabilities

Other liabilities are comprised of items such as provision for loans and advances/ investments, provision for taxes, interest payable on borrowing, interest suspense and accrued expenses etc. Individual item-wise liabilities are recognized as per the guidelines of Bangladesh Bank and International Financial Reporting Standards (BFRS).

iv. Dividend payments

Dividend payable is recognized when it is recommended by Board of Directors. Final dividend is recognized when it is approved by the shareholders in AGM. Any dividend yet to propose/confirm for the year 2018, therefore, it has not been recognized as a liability in the balance sheet in accordance with IAS 10: "Events after the Reporting Period". Dividend payable to the Bank's shareholders is recognized as a liability if it is approved by the Shareholder in the Annual General Meeting and there upon shareholders' right to receive the payment will be established.

v. Provision for loans and advances

Provision for unclassified loans and advances is made on the basis of quarter end review as instructions contained in BRPD Circular no. 14 dated 23 September 2012 and BRPD Circular no. 19 dated 27 December 2012. Details are stated in Note 13.01 and 13.02.

vi. Provision for investment in capital market

For recognition of loss suffered from investment in capital market, provision has been made on unrealized loss (gain net off) according to DOS Circular No. 04 dated 24 November 2011 on portfolio basis.

vii. Provision for off-balance sheet exposures

In compliance with Bangladesh Bank guidelines, contingent liabilities have been disclosed under off-balance sheet items. As per BRPD Circular

no.14 dated 23 September 2012 and related earlier circulars, the bank has been maintaining provision @ 1% against certain offbalance sheet exposures.

viii. Provision for other assets

Provision for other assets is made as per the guidelines mentioned (100% provision is required on other assets which are outstanding for one year and above) in the BRPD Circular No. 14 dated 25 June 2001.

ix. Provision for nostro account balance.

As per instructions contained in the circular letter no. FEPD (FEMO) / 01 / 2005-677 dated 13 September 2005 issued by Foreign Exchange Policy Department of Bangladesh Bank, provision is to be maintained for the un-reconciled debit balance of Nostro account more than 3 months as on the reporting date in these financials.

Since there is no unreconciled entries which are outstanding for more than 3 months, Thereafter no provision has been made.

x. Provision for liabilities and accrued expenses

A provision is recognised in the balance sheet when the Bank has legal or constructive obligations as a result of past events and it is probable that an outflow of economic benefit will be required to settle the obligations, in accordance with IAS 37 "Provision, Contingent Liabilities and Contingent Assets".

No provision is recognised for any possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Bank, or any present obligation that arises from past events and it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or a reliable estimates of the amount of obligation cannot be made.

However, certain provisions on assets and liabilities are maintained in accordance with relevant Bangladesh Bank Circulars issued from time to time.

xi. Contingent liabilities

Contingent liabilities which include certain guarantees and letters of credit pledged as collateral are possible obligations that arise from past events whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not within the control of the Bank. Contingent liabilities are not recognized in the financial statements as per IAS 37 "Provisions, Contingent Liabilities and Contingent Assets". However, disclosure on contingent liabilities have been made on the face of balance sheet under "Off-balance Sheet Items" as per the guidelines of BRPD Circular No. 14 dated 25 June 2003.

C Share capital and reserves

i. Authorized and issued capital

The authorized capital of the Bank is the maximum amount of share capital that the bank is authorized by its Memorandum and Articles of Association to issue (allocate) among shareholders. Part of the authorized capital can (and frequently does) remain unissued. This number can be changed by shareholders' approval upon fulfillment of related provisions of Companies Act 1994. The part of the authorized capital which has been issued to shareholders is referred to as the Issued Share Capital of the bank.

Herewith ordinary shares are classified as equity which is transferable to another person/institution as restriction of transfer being expired.

ii. Paid-up capital

The paid-up capital represents the amount of Bank's capital that has been contributed by ordinary shareholders. The holders of ordinary shares are entitled to receive dividend as recommended by the Board and subsequently approved by the shareholders from time to time in the Annual General Meeting (AGM).

Paid up capital stood at Tk. 5,710.00 million after dully approved 11% stock dividend on 6th Annual General Meeting (AGM) held at 20 July 2020.

iii. Statutory reserve

In compliance with the provision of Section 24 of Bank Companies Act 1991, the bank transfers at least 20% of its profit before tax to "Statutory Reserve Fund" each year until the sum of statutory reserve and share premium equals to the paid up capital of the bank.

iv. Asset revaluation reserve

When an asset's carrying amount is increased as a result of revaluation, the increased amount is credited directly to equity under the heading of assets revaluation reserve as per IAS 16- "Property, Plant and Equipment". The bank is also required to follow the asset's revaluation guidelines issued by BSEC on 18 August 2013.

No asset's revaluation has occurred during the reported financial year

v. Reserve for Amortization/ revaluation of securities

When a Financial Asset is categorised under HTM or HFT and subsequent value of the asset is increased as a result of amortisation of assets or mark to market revaluation, the net increased amount (for HTM increase or decrease of book value and for HFT loss to P&L but gain to revaluation reserve through P&L) is credited directly to equity under the heading of reserve for amortization/revaluation of securities as per Bangladesh Bank DOS circular no. 06, dated 15 July 2010.

D Revenue Recognition

i. Interest Income

According to the IFRS 15 "Revenue from Contracts with Customers", the interest income is recognized on accrual basis. Interest on loans and advances ceases to be taken into income when such advances are classified as per BRPD circular no. 19 dated 27 December 2012 and is kept in interest suspense account. Interest on classified advances is accounted for as income when realized.

ii. Profit on investment (Islamic Banking)

Mark-up on investment is taken into income account proportionately from Unearned Income account. Income/compensation on classified investments is transferred to profit/rent/compensation/suspense account instead of income account.

iii. Interest income from investments

Interest income on investments in Government and other securities, debentures and bonds is accounted for on accrual basis.

iv. Fees and Commission Income

Fees and commission income on services provided by the Bank are recognised as and when the services are rendered. Commission charged to customers on letters of credit and letters of guarantee is credited to income at the time of effecting the transactions.

v. Income from Exchange

Exchange income includes all gains and losses from foreign currency's day to day transactions, conversions and revaluation of Non-Monetary items.

vi. Dividend income

Dividend income from investments is recognized at the time when it is declared, ascertained and right to receive the payment is established.

vi. Interest paid on Deposits and Borrowings

Interest paid on deposits, borrowings, etc. is accounted for on accrual basis according to the IAS 1 "Presentation of Financial Statements".

vii. Profit paid on deposits (Islamic Banking)

Profit paid to mudaraba deposits is recognised on accrual basis according to Income Sharing Ratio (ISR).

viii. Management and other expense

Expenses incurred by the Bank are recognised on actual and accrual basis.

ix. Taxation

The expense is comprised of current and deferred tax. Current tax and deferred tax are recognized in profit or loss except to the extent that it relates to a business combination or items recognized directly in equity.

a. Current Tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Bank's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

Provision for current income tax has been made on taxable income of the Bank @ 35% (except other business income i.e. 0% on gain of govt. securities, 10% on capital gain of trading shares in Secondary Market and 20% on dividend income) as prescribed in the Income Tax Ordinance 1984.

b. Deferred Tax

Deferred tax is recognized on differences between the carrying amounts of assets and liabilities in the financial statements and the

corresponding tax bases used in the computation of taxable profit, and are accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that taxable profits will be available against which deductible temporary differences, unused tax losses or unused tax credits can be utilised. Such assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

Deferred tax liabilities are recognized for taxable temporary differences arising on investments in subsidiaries and associates, and interests in joint ventures, except where the Bank is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realized, based on tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax is charged or credited to the income statement, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the company intends to settle its current tax assets and liabilities on a net basis.

The impact on the account of changes in the deferred tax assets and liabilities has also been recognized in the Profit and Loss Statement as per IAS-12 "Income Taxes" (note 39) and BRPD Circular no. 11 dated 12 December 2011.

ix. Retirement/post-employment benefits

The retirement benefits accrued for the employees of the Bank as on the reporting date have been accounted for in accordance with the provision of IAS 19 "Employee Benefit". Bases of enumerating the retirement benefit schemes operated by the Bank are outlined below:

a) Defined contribution plans

Defined contribution plans are post-employment benefit plans under which payments into the plan are fixed. Subsequent payments out of the plan to retired members are based on the size of the 'fund' meaning contributions that have been made into the scheme and investment returns on scheme assets. The Bank maintains one funded defined contribution plan i.e. "Provident fund" for its employees under a separate trustee board.

Provident Fund

The Bank operates a contributory provident fund for its permanent employees funded by both the employees and the Bank equally; employees contribute 10% of basic salary and the Bank contributes an equal amount. The Bank's contribution is made each month and recorded under salary and allowances. This fund is managed by a separate trustee board i.e. "NRB Commercial Bank Limited Employees' Provident Fund" and any investment decision out of this fund is made separately from that of the Bank's funds. This fund has received approval from the National Board of Revenue on 02 September 2014.

b) Defined benefit

Defined benefit plans are post-employment benefit plan other than defined contribution plans. These plans define the amount that retired members will receive from the plans during retirement, by reference to factors such as length of service and salary levels. Contributions are paid into the scheme based on policy of the plan approved by Board of Directors of its 2nd meeting held on 02 March 2013. The Bank retains an obligation to make up any shortfall in a plan, thereby bearing the risk of the plan under-performing. The Bank maintains one funded defined benefit plans "Gratuity fund" for its employees under separate trustee committee.

Staff Gratuity Fund

The Bank operates a funded gratuity scheme approved by the National Board of Revenue with effect from 21 September 2014. The Gratuity Fund is managed separately by "NRB Commercial Bank Limited Employees' Gratuity Fund Trust" and any investment decision out of this fund is also made by this Trust. The benefit is paid to the eligible employees i.e. who have completed minimum 3 (three) years of continuous service at the time of separation from the Bank. As per policy of the Bank, eligible employees are provided with the benefit equal to 2 monthly basic salary multiplied by varied rates as per service length.

2.12 Reconciliation of Books of Account

Books of accounts with regard to inter-bank (in Bangladesh and outside Bangladesh) and inter-branch transactions are reconciled and no material difference was found which may affect the financial statements significantly.

2.13 Earnings Per Share (EPS)

Basic Earnings Per Share

Basic earnings per share has been calculated in accordance with IAS 33 "Earnings Per Share" which has been shown in the face of the Profit and Loss Statement. This has been calculated by dividing the basic earnings by the total ordinary outstanding shares.

Diluted Earnings Per Share

No diluted earnings per share is required to be calculated for the year as there was no scope for dilution during the year under review.

2.14 Directors' Responsibility on Statements

The Board of Directors takes the responsibility for the preparation and presentation of these financial statements.

2.15 Memorandum items

Memorandum items are maintained to have control over all important items and for such transactions where the Bank has only a business responsibility and no legal commitment. Bills for collection, Stock of Govt. savings certificates and all other fall under the memorandum items. However, Bills for Collection is shown under contingent liabilities as per Bangladesh Bank's format of reporting.

2.16 Off-Balance Sheet Items

Off-Balance Sheet items have been disclosed under contingent liabilities and other commitments as per Bangladesh Bank's guidelines.

In accordance with BRPD circular no.14 dated 23 September 2012 and BRPD Circular No. 07 dated 21 June 2018, general provision @ 1% has been made on the outstanding balances of Off-Balance Sheet exposure except Bills for collection of the Bank as at 31 December 2018. Provision is made on the total exposure and amount of cash margin or value of eligible collateral is not deducted while computing Off-Balance sheet exposure.

2.17 Reporting Period

These financial statements of the Bank cover one calendar year from 1 January to 31 March.

2.18 Segment Reporting

As per IFRS 8 "Operating Segments", is a component of an equity:

- a. that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity)
- b. whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performances, and
- c. for which discrete financial information is available

Bank reported its segments in respect of business segment and geographical segment. Business segments are comprised of Conventional Banking, Islamic Banking and NRBC Bank Securities Limited. Geographical segments report consist of location wise performance of above segments.

2.19 Compliance of International Accounting Standard (IAS) and International Financial Reporting Standards (IFRS)

While preparing the financial statements, Bank applied most of the International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh as applicable to the Bank:

SL No.	Name of IAS	No. of IAS	Status
1	Presentation of Financial Statements	1	Complied *
2	Inventories	2	Complied
3	Statement of Cash Flows	7	Complied
4	Accounting Policies, Changes in Accounting Estimates and Errors	8	Complied
5	Events after the Reporting Period	10	Complied
6	Income Taxes	12	Complied
7	Property, Plant and Equipment	16	Complied *
8	Employee Benefits	19	Complied

9	Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
10	The Effects of Changes in Foreign Exchange Rates	21	Complied
11	Borrowing Costs	23	Complied
12	Related Party Disclosures	24	Complied
13	Accounting and Reporting by Retirement Benefit Plans	26	N/A **
14	Separate Financial Statements	27	Complied
15	Investments in Associates	28	N/A
16	Financial Reporting in Hyper inflationary Economics	29	N/A
17	Financial Instruments: Presentation	32	Complied *
18	Earnings Per Share	33	Complied
19	Interim Financial Reporting	34	Complied
20	Impairment of Assets	36	Complied
21	Provisions, Contingent Liabilities and Contingent Assets	37	Complied
22	Intangible Assets	38	Complied
23	Financial Instruments: Recognition and Measurement	39	Complied *
24	Investment Property	40	Complied
25	Agriculture	41	N/A

SL No.	Name of IFRS	No. of IFRS	Status
1	First-time Adoption of International Financial Reporting Standards	1	N/A
2	Share Based Payment	2	N/A
3	Business Combinations	3	N/A
4	Insurance Contracts	4	N/A
5	Non-Current Assets Held for Sale and Discontinued Operations	5	N/A
6	Exploration for and Evaluation of Mineral Resources	6	N/A
7	Financial Instruments: Disclosures	7	Complied *
8	Operating Segments	8	N/A
9	Financial Instruments	9	
10	Consolidated Financial Statements	10	Complied
11	Joint Arrangements	11	N/A
12	Disclosure of Interests in Other Entities	12	Complied
13	Fair Value Measurement	13	Complied *
14	Regulatory Deferral Accounts	14	N/A
15	Revenue from Contract with Customers	15	Complied *
16	Lease	16	Complied*
17	Insurance Contracts	17	N/A

N/A means Not Applicable

* In order to comply with certain specific rules and regulations of the local Central Bank (Bangladesh Bank) and National Board of Revenue which are different to IAS/IFRS, some of the requirements specified in these BAS/BFRSs are not applied. Departure from BAS/BFRS mentioned in the note 2.1.

** This Standard regards a retirement benefit plan as a reporting entity separate from the employers of the participants in the plan. Therefore, it is not applicable for the Bank's annual report as it is the employer and not the retirement benefit plan itself.

2.2 Regulatory and Legal Compliance

The Bank complied with the requirements of the following regulatory and legal authorities:

- i) The Banking Companies Act 1991 (amendment upto 2018)
- ii) The Companies Act 1994
- iii) Rules, regulations and circulars issued by the Bangladesh Bank from time to time
- iv) The Securities and Exchange Rules 1987
- v) The Income Tax Ordinance 1984 and Rules
- vi) The Value Added Tax (VAT) 2012 and Rules 2016

2.21 Risk Management

Risk is defined as uncertainties resulting in adverse variation of profitability or in losses, financial or otherwise. The risk management of the Bank covers core risk areas of banking viz, credit risk, liquidity risk, market risk that includes foreign exchange risk, interest rate risk, equity risk, operational risk and reputation risk. The objective of the risk management is that the Bank evaluates and takes well calculative business risks and thereby safeguarding the Bank's capital, its financial resources and profitability from various business risks through its own measures and through implementing Bangladesh Bank's guidelines and following some of the best practices as under:

2.21.1 Credit Risk

It arises mainly from lending, trade finance and treasury businesses. This can be described as potential loss arising from the failure of a counter party to perform as per contractual agreement with the Bank. The failure may result from unwillingness of the counter party or decline in his/

her financial condition. Therefore, the Bank's credit risk management activities have been designed to address all these issues.

The Bank has segregated duties of the officers / executives involved in credit related activities. A separate Corporate Division has been formed at Head Office which is entrusted with the duties of maintaining effective relationship with the customers, marketing of credit products, exploring new business opportunities, etc. Moreover, credit approval, administration, monitoring and recovery functions have been segregated. For this purpose, two separate divisions have been formed within the Credit Division. These are (a) Credit Risk Management Division and (b) Credit Administration Division. Credit Risk Management Division is entrusted with the duties of maintaining asset quality, assessing risk in lending to a particular customer, sanctioning credit, formulating policy / strategy for lending operation, etc.

A thorough assessment is done before sanction of any credit facility at Credit Risk Management Division. The risk assessment includes borrower risk analysis, financial analysis, industry analysis, historical performance of the customer, security of the proposed credit facility, etc. The assessment process starts at Corporate Division by the Relationship Manager / Officer and ends at Credit Risk Management Division when it is approved / declined by the competent authority. Credit approval authority has been delegated to the individual executives. Proposals beyond their delegation are approved / declined by credit committee or the Management of the Bank or / the Executive Committee. Concentration of credit risk is shown in note -7.7.

In determining a single borrower / large loan limit, the instructions of Bangladesh Bank are strictly followed. Internal audit is conducted at periodical intervals to ensure compliance of Bank's and Regulatory policies. Loans are classified as per Bangladesh Bank's guidelines. Concentration of single borrowers / large loan limits is shown in note- 7.7.

2.21.2 Operational Risk

Operational risk may arise from error and fraud due to lack of internal control and compliance. Management through Internal Control and Compliance Division controls operational procedure of the Bank. Internal Control and Compliance Division undertakes periodical and special audit of the branches and departments at the Head Office for review of the operation and compliance of statutory requirements. The Audit Committee of the Board subsequently reviews the reports of the Internal Control and Compliance Division.

2.21.3 Market Risk

The exposure of market risk of the Bank is restricted to foreign exchange risk, interest rate risk and equity risk.

Foreign Exchange Risk

Foreign exchange risk is defined as the potential change in earnings due to change in market prices. The foreign exchange risk of the Bank is minimal as all the transactions are carried out on behalf of the customers against underlying L/C commitments and other remittance requirements. Foreign exchange dealing on Bank's account was accounted & reconciled during the year.

Front Office of Treasury Division and International Division jointly conducted the foreign exchange transactions and the Mid Office and the Back Office of Treasury Division is responsible for verification of the deals and passing of their entries in the books of account. All foreign exchange transactions are revalued at Market rate as determined by Bangladesh Bank at the month end. All Nostro accounts are reconciled on a monthly basis and outstanding entry is reviewed by the Management for its settlement. The position maintained by the Bank at the end of day was within the stipulated limit prescribed by the Bangladesh Bank.

Interest Rate Risk

Interest rate risk may arise from trading portfolio and non-trading portfolio. The trading portfolio of the Bank consists of government treasury bills, bond, etc. The short term movement in interest rate is negligible or nil. Interest rate risk of non trading business arises from mismatches between the future yield of an asset and its funding cost. Asset Liability Committee (ALCO) monitors the interest rate movement on a regular basis.

Equity Position Risk

Equity risk arises from movement in market value of equities held. The NRBC Bank duly exposed the risk capital market movement and necessary provision has been made on diminution value in share.

2.21.4 Liquidity Risk comprising Asset Liability Management Risk

The object of liquidity risk management is to ensure that all foreseeable funding commitments and deposit withdrawals can be met when due. To this end, the Bank is maintaining a diversified and stable funding base comprising of core retail and corporate deposits and institutional balance. Management of liquidity and funding is carried out by Treasury Department under approved policy guidelines. Treasury front office is supported by a very structured Back office. The Liquidity management is monitored by Asset Liability Committee (ALCO) on a regular basis. A written contingency plan is in place to manage extreme situation.

2.21.5 Money Laundering Risk

Money laundering risk is defined as the loss of reputation and expenses incurred as penalty for being negligent in prevention of money laundering. For mitigating the risks, the Bank has a designated Chief Compliance Officer at Head Office and Compliance Officers at

branches, who independently review the transactions of the accounts to verify suspicious transactions. Manuals for prevention of money laundering have been established and transaction profile has been introduced. Training is continuously given to all the category of Officers and Executives for developing awareness and skill for identifying suspicious activities / transactions.

2.21.6 Information & Communication Technology (ICT) Security Risk

ICT security risk management is a threat to an information technology, data, critical systems and business processes. Bank exposed these risks through defining clear policies and procedure by assigning roles and responsibilities of the personnel, ongoing risk assessment, mitigation of risk involving prioritization of the risk sensitive area and implementing risk control mechanism, and establishing Data Centre (DC) & Disaster Recovery (DR) for physical security of ICT.

2.20.7 Internal Audit

The Bank has established an independent internal audit function with the head of internal control & compliance (ICC) reporting directly to the chairman of audit committee. The internal audit team performs risk based audit on various business and operational areas of the Bank on continuous basis. The audit committee and the Board regularly reviews the internal audit reports as well as monitor progress of previous findings.

2.21.8 Prevention of Fraud and Forgeries

As per the requirement of Bangladesh Bank regular reportings are made on self assessment of various anti fraud controls as well as any incident of fraud and forgeries that have been identified by the Bank. Regular staff training and awareness programmes are taken to ensure that all officers and staff of the Bank are fully aware of various fraud risks in their work area and prepare them to deal efficiently.

However, no such incident of fraud and forgeries has not been identified in the period ended March 31, 2020

2.22 Credit rating of the Banl

Credit Rating Information and Services Ltd.-CRISL (a joint venture rating agency of Rating Agency Malaysia Berhad (RAM) JCR-VIS Credit Rating Company Ltd., Pakistan, Prime Commercial Bank Ltd., Pakistan and Local Corporate/Sponsors Bangladesh) was engaged by the Bank for the purpose of rating the bank as per BRPD Circular No. 6 dated 5 July 2006, The following ratings have been awarded:

Particulars	Periods	Date of Rating	Long term	Short term
Initial Entity Rating	18 April to December 2013	24-Jun-14	BBB+	ST-3
Surveillance Rating	2014	22-Feb-15	A-	ST-3
Surveillance Rating	2015	30-Mar-16	A	ST-3
Surveillance Rating	2016	04-Apr-17	A	ST-3
Surveillance Rating	2017	23-Jun-18	A	ST-3
Surveillance Rating	2018	30-May-19	A	ST-2

2.23 Events after Reporting Period

As per IAS -10 "Events after Reporting Period" events after the reporting period are those events, favourable and unfavourable, that occur between the end of the reporting period and the date when the financial statements are authorised for issue. Two types of events can be identified:

- (a) those that provide evidence of conditions that existed at the end of the reporting period (adjusting events after the reporting period); and
- (b) those that are indicative of conditions that arose after the reporting period (no adjusting events after the reporting period).

In pursuance of para (b) as mentioned above, event after reporting period is in the **Note-49**

2.24 Related party disclosures

A party is related to the company if:

- i) directly or indirectly through one or more intermediaries, the party controls, is controlled by, or is under common control with, the company; has an interest in the company that gives it significant influence over the company; or has joint control over the company;
- ii) the party is an associate;
- iii) the party is a joint venture;
- iv) the party is a member of the key management personnel of the Company or its parent;
- v) the party is a close member of the family of any individual referred to in (i) or (iv);
- vi) the party is an entity that is controlled, jointly controlled or significantly influenced by or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to in (iv) or (v); or
- vii) the party is a post-employment benefit plan for the benefit of employees of the company, or of any entity that is a related party of the company.

Details of the related party transactions have been disclosed in **Annexure -I**

2.25 Audit Committee of the Board of Directors

i) Functions of the Audit Committee

The Audit Committee is a Committee of the Board of Directors responsible for oversight of the financial reporting process, selection of the external auditor, and review of the audit reports, both internal & external. The Committee assists the Board of Directors to fulfill its corporate governance and oversee the responsibilities in relation to the entity's financial reporting, internal control system, internal & external audit functions and compliance with applicable laws, rules & regulations. The main responsibilities of the Audit Committee are as follows:

- Review the adequacy of Internal Control System,
- Review Financial Reporting Process & Financial Statements,
- Review Internal Audit & Inspection Reports and External Auditors Report (Management Report),
- Monitor the Internal Control Risk Management Process and Compliance culture,
- Recommendation for appointment of External Auditors,
- Compliance of rules & regulations, etc.

ii) Particulars of Audit Committee

The Audit Committee of the Board was reconstituted in the 85th Meeting of the Board of Directors of the Bank held on August 27, 2019 in accordance with the BRPD circular No. 11 dated October 27, 2013 issued by Bangladesh Bank comprising 04 (four) directors of the Board:

Sl no.	Name	Status with Bank	Status with Committee	Duration*	Date of First Appointment/	Educational/ Professional Qualification
1	Mr. Rafikul Islam Mia Arzoo	Director	Chairman	2.3 years	10.12.2017 / 27.08.2019	M.Sc. in Electrical Engineering
2	Mr. Mohammed Nazim	Director	Member	2.3 years	27.12.2017 / 27.08.2019	B.A
3	Mr. Mohammed Manzurul Islam	Director	Member	1 .5 years	19.08.2018 / 27.08.2019	MA in Education and Journalism
4	Mr. AKM Mostafizur Rahman	Director	Member	7 months	27.08.2019	MSS in Economics

* • Duration means hold the position as on 31.03.2020 from first appointment

As per regulatory guidelines, the Company Secretary of the Bank acts as the Secretary to the Audit and Senior officials of the Bank attend the Me

Meetings of the Audit Committee and Major Focused Areas

Bangladesh Bank has suggested banks to hold at least 04 meetings in a year. During the year 2020, the Audit Committee of NRB Commercial Bank Limited held 02 (two) meetings up-to the period ended March 2020 and had had detailed discussions and review sessions with the Heads of Internal Control & Compliance, Credit Risk Management, Special Asset Management, Chief Financial Officer and other Senior Bank Officials to discuss the Bank's Financial Reporting, Audit Review, Internal Control & Compliance position, recovery of Non-Performing Loans (NPL) and other relevant matters. Further the Committee discussed about the audited findings and remedial suggestions on various issues that need improvement. The Audit Committee instructed the Management to follow those remedial suggestions and monitored accordingly. Meeting dates are as follows:

Sl.	Particulars	Date of Meeting
1	30th Meeting of the Audit Committee	05-Jan-20
2	31st Meeting of the Audit Committee	25-Mar-20

During the March Quarter ended for the year 2020 under review, the Committee, inter alia, focused on the following activities:

- a. Reviewed the major findings identified by the Internal Auditors with a view to take corrective action on time.
- b. Reviewed the major findings identified by Bangladesh Bank through its Inspection Reports and advised the Management of the bank to take corrective steps for rectification of lapses/ irregularities toward fulfilling the compliance requirements of the regulators.
- c. Placed Compliance Reports/Minutes before the Board detailing the decisions taken/recommendations made by the Committee in its various Meetings for information/concurrence of the Board.
- d. Reviewed the audited Financial Statement of the bank and recommended the same to the Board for consideration.

- e. Monitored the Internal Control Mechanism of the bank through using various control tools like DCFL, QOR, LDCL, Self Assessment of Anti-Fraud Internal Control Checklist, Off-site Supervision, etc. time to time and provide effective recommendations to improve the overall System.

2.26 Approval of financial statements

These financial statements were reviewed by the Audit Committee of the Board of NRBC Bank Limited in its meeting held on 2020 and was subsequently approved by the Board in its Board Meeting held on.....

2.27 General

- i. Figures relating to the previous year included in this report have been rearranged, wherever considered necessary, to make them comparable with those of the current year without, however, creating any impact, except mentioned above, on the operating result and
- ii. Figures in these notes and in the annexed financial statements have been rounded off to the nearest Taka.
- iii. These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.

		31-Mar-20	31-Dec-19
		Taka	Taka
3 Cash :			
Conventional and Islamic banking			
Cash In hand (including foreign currencies) :	(Note: 3.1)	1,587,171,843	1,797,747,991
Balance with Bangladesh Bank and its agent bank(s)	(Note: 3.2)	4,398,134,429	4,037,845,366
		5,985,306,273	5,835,593,357
3a Consolidated Cash:			
NRBC Bank Limited		5,985,306,273	5,835,593,357
NRBC Bank Securities Limited		1,150	44,807,964
		5,985,307,423	5,880,401,321
3.1 Cash In hand (including foreign currencies) :			
Conventional and Islamic banking			
In local currency		1,575,790,435	1,767,543,417
In foreign currency		11,381,408	30,204,574
		1,587,171,843	1,797,747,991
3.1a Consolidated Cash In Hand (Including Foreign Currency)			
NRBC Bank Limited		1,587,171,843	1,797,747,991
NRBC Bank Securities Limited		1,150	44,807,964
		1,587,172,993	1,842,555,955
3.2 Balance with Bangladesh Bank and its agent bank(s)			
Conventional and Islamic banking			
In local currency (LCY)	(Note: 3.2.1)	4,257,152,475	3,873,522,100
In foreign currency (FCY)		108,691,511	78,093,887
		4,365,843,986	3,951,615,987
Sonali Bank Ltd. (as an agent bank of Bangladesh Bank) - local currency		32,290,444	86,229,379
		4,398,134,429	4,037,845,366
3.2a Balance with Bangladesh Bank and its agent bank(s)			
NRBC Bank Limited		4,398,134,429	4,037,845,366
NRBC Bank Securities Limited		-	-
		4,398,134,429	4,037,845,366
3.2.1 Balance with Bangladesh Bank and its agent bank(s)-LCY			
Conventional and Islamic banking			
Bangladesh Bank, Dhaka Office		4,227,413,268	3,862,713,766
Bangladesh Bank, Chittagong Office		22,429,690	477,963
Bangladesh Bank, Barisal Office		1,982,777	74,435
Bangladesh Bank, Sylhet Office		380,656	368,014
Bangladesh Bank, Rangpur Office		179,133	977,177
Bangladesh Bank, Khulna Office		2,603,949	731,395
Bangladesh Bank, Rajshahi Office		2,019,909	7,774,478
Bangladesh Bank, Bogra Office		143,093	404,871
		4,257,152,475	3,873,522,100

Reconciliation between Bangladesh Bank statement and Bank's book

	As per Bangladesh Bank Statement	As Per Bank's General ledger	Reconciling Difference
Bangladesh Bank, Dhaka Office	4,198,219,474	4,227,413,268	(29,193,795)
Bangladesh Bank, Chittagong Office	22,429,690	22,429,690	-
Bangladesh Bank, Barisal Office	2,546,427	1,982,777	563,650
Bangladesh Bank, Sylhet Office	380,656	380,656	-
Bangladesh Bank, Rangpur Office	179,029	179,133	(104)
Bangladesh Bank, Khulna Office	2,613,206	2,603,949	9,257
Bangladesh Bank, Rajshahi Office	2,019,909	2,019,909	-
Bangladesh Bank, Bogra Office	143,093	143,093	-
	4,228,531,484	4,257,152,475	(28,620,992)

Bank credited but not debited by Bangladesh Bank
Bank debited but not credited by Bangladesh Bank
Bangladesh Bank credited but not debited by Bank
Bangladesh Bank debited but not credited by Bank

526,824,200
(266,271,899)
9,997,880
(299,171,172)
(28,620,992)

31-Mar-20	31-Dec-19
Taka	Taka

3.2.2 Balance with Bangladesh Bank -Foreign Currency (FCY)

Conventional and Islamic banking

FC Clearing US Dollar

FC Clearing EURO

108,578,269	77,895,511
113,241	198,377
108,691,511	78,093,887

Details of Balance with BB (FCY Wise) Account and reconciliation between Bangladesh Bank statement and Bank's bookreconciliation are given in **Annexure-A**

3.2.3 Maturity grouping of balance with other banks

Repayable -on demand

- up to 3 months

- over 3 months but below 1 year

- over 1 year but below 5 years

- over 5 years

108,691,511	78,093,887
-	-
-	-
-	-
-	-
108,691,511	78,093,887

3.3 Statutory deposits:

Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR):

Cash reserve requirement and statutory liquidity ratio have been calculated and maintained in accordance with clause 1 of section 33 of Bank Company Act -1991 (Amended upto 2018) along with and DOS circular no. 01 dated 19 January 2014.

The statutory Cash Reserve Requirement (CRR) is calculated on the Bank's average total demand and time liabilities (ATDTL) and maintained accordingly with Bangladesh Bank in current account while Statutory Liquidity Ratio (SLR) is in the form of treasury bills and bonds including foreign currency balance with Bangladesh Bank. Both the reserves are maintained by the Bank in excess of the statutory requirements, as shown below:

A. Cash Reserve Requirement (CRR) :

As per Bangladesh Bank MPD Circular No. 01 dated April 03, 2018, Bank maintained CRR of minimum 5.0% on daily basis and 5.5% on bi-weekly basis on average total demand and time liabilities (ATDTL) of the base month which is two months back of reporting month.

Conventional Banking

i. Daily Position as on the reporting date:

Average total demand and time liabilities (ATDTL) excluding inter-bank deposit for basis of determining daily Cash Reserve Requirement (Daily CRR is basis of every two months back of average time and demand liabilities):

Average time and demand liabilities (excluding inter-bank deposit)	71,073,049,000	67,755,254,000
Required Reserve (5% on daily basis of Average Time and Demand Liabilities)	3,553,652,450	3,387,762,700
Actual reserve maintained with Bangladesh Bank	4,188,531,480	3,773,262,005
Surplus (Maintained over requirement)	634,879,030	385,499,305

ii. Bi-weekly cumulative Position

Average total demand and time liabilities (ATDTL) excluding inter-bank deposit for basis of determining Bi-weekly Cash Reserve Requirement (Bi-weekly CRR is basis of every two months back of average time and demand liabilities):

Average time and demand liabilities (excluding inter-bank deposit)	71,073,049,000	67,755,254,000
Required Reserve (5.5% on bi-weekly basis of Average Time and Demand Liabilities)	3,909,017,695	3,726,538,970
Average actual reserve maintained	3,989,676,866	3,773,262,005
Surplus (Maintained over requirement)	80,659,171	46,723,035

Islamic Banking

31-Mar-20	31-Dec-19
Taka	Taka

i. Daily Position as on the reporting date:

Average time and demand liabilities (excluding inter-bank deposit)	128,308,000	0
Required Reserve (5% on daily basis of Average Time and Demand Liabilities)	6,415,400	0
Actual reserve maintained with Bangladesh Bank	40,000,000	0
Surplus (Maintained over requirement)	33,584,600	

ii. Bi-weekly cumulative Position

Average time and demand liabilities (excluding inter-bank deposit)	128,308,000	
Required Reserve (5.5% on bi-weekly basis of Average Time and Demand Liabilities)	7,056,940	0
Average actual reserve maintained	43,548,387	0
Surplus (Maintained over requirement)	36,491,447	

B. Statutory Liquidity Ratio (SLR) of 13 % Average Demand and Time Liabilities

Conventional Banking

As per clause 1 of section 33 of Bank Company Act -1991 (Amended upto 2018) & DOS circular No - 01 dated 19 January 2014 of Bangladesh bank (effective from 01 February 2014) all scheduled banks have to maintain SLR of minimum 13% based on average total demand and time liabilities (ATDTL) of the base month which is two months back of the reporting month:

Average time and demand liabilities(excluding inter-bank deposit)	71,073,049,000	67,755,254,000
Required reserve of SLR(13% on basis of Average Time & Demand Liabilities)	9,239,496,370	8,808,183,020
Average Actual SLR maintained (details in the note C)	15,044,375,699	16,284,949,425
Surplus / (deficit)	5,804,879,329	7,476,766,405

Islamic Banking

Average time and demand liabilities(excluding inter-bank deposit)	128,308,000	
Required reserve of SLR(5.5% on basis of Average Time & Demand Liabilities)	7,056,940	0
Average Actual SLR maintained (details in the note C)	58,379,152	0
Surplus / (deficit)	51,322,212	

C. Components of Statutory Liquidity Ratio (SLR)

Conventional Banking

Ave. Cash in hand including Foreign Currency	1,366,851,991	1,490,493,378
Ave. Excess Reserve of Bi-weekly @5.5% under CRR Bal with Bangladesh Bank	115,347,175	67,343,769
Ave. Unencumbered approved securities (HTM)	9,017,202,793	9,295,443,313
Ave. Unencumbered approved securities (HFT)	4,543,595,224	5,430,120,201
Ave. Other Eligible Security i.e. Prize Bond	1,378,516	1,548,765
15,044,375,699	16,284,949,425	

Islamic Banking

Cash in hand	15,436,092	0
Excess of CRR - Balance with Bangladesh Bank	32,943,060	0
Government securities	10,000,000	0
58,379,152	0	

BRPD Circular No.-02 dated 25/02/2019 and BRPD Circular Letter No.-09 dated 27/05/2019 on Policy for Offshore Banking Operation of the Banks in Bangladesh is not applicable for Bank. Hence refer to DOS Circular Letter No.26 dated 19/08/2019 has no obligation to maintain CRR and SLR

4 Balance with other banks and financial institutions

		31-Mar-20	31-Dec-19
		Taka	Taka
In Bangladesh			
Conventional and Islamic banking	(Note: 4.1)	1,719,865,952	1,888,364,501
Outside Bangladesh			
Conventional and Islamic banking	(Note: 4.2)	403,517,320	146,199,314
		2,123,383,272	2,034,563,815
4a Consolidated Balance with other banks and financial institutions			
In Bangladesh	(Note: 4.1a)	1,773,225,551	1,894,223,425
Outside Bangladesh	(Note: 4.2a)	403,517,320	146,199,314
		2,176,742,871	2,040,422,739
4.1 Conventional and Islamic banking In Bangladesh			
<u>i. Current Deposits:</u>			
Bank Asia Ltd, Ruhitpur Br.		986	830
Standard Bank Ltd, Principal Br.		-	467
NCC Bank Ltd, Bhaban Br.		2,935,835	3,929,507
Sonali Bank Ltd, Rangpur Corporate Br.		32,232	10,041,547
Sonali Bank Ltd, Gopalganj Br.		1,251,912	11,853,697
Sonali Bank Ltd, Feni Br.		18,223,294	8,772,433
		22,444,259	34,598,481
<u>ii. Special Notice Deposits</u>			
Mercantile Bank Ltd, Main Br.		19,104,058	27,655,797
Mercantile Bank Ltd., Sylhet Br.		3,460	4,150
Janata Bank Ltd, Local Office		9,439,637	11,822,274
Mercantile Bank Ltd., Rajshahi Br.		914	914
Southeast Bank Ltd., Principal Br.		10,522,175	23,921,912
NCC Bank Ltd., Motihjeel Br.		9,845,681	32,073,074
Eastern Bank Ltd., Principal Br.		12,343,297	35,873,143
Jamuna Bank Ltd., FEX Br.		18,474,900	18,775,497
Agrani Bank Ltd., Principal Br.		23,145,243	107,902,617
Agrani Bank Ltd., Sonargaon Br.		4,417,042	12,331,833
Khulna Corp. Branch, Sonali Bank Ltd		4,964	19,284
Sonali bank Ltd.Tangail Br.		3,520	1,520
Sonali bank Ltd. Narsingdi Br.		1,863,572	1,331,508
Sonali Bank Ltd., Baitul Mokarram Branch		2,365,764	18,186,242
Sonali Bank Ltd, Dilkusha Corporate Branch		22,910,144	40,308,024
Agrani Bank Ltd-Sub-Branch		4,010,000	-
Trust Bank Ltd, Dilkusha Corp Br (Q-cash Settlement A/c)		3,108,053	3,360,157
Southeast Bank Limited, Motijheel Islamic Banking Branch		59,999,540	-
First Security islamic Bank, Dilkusha Branch		5,000,000	-
		206,561,965	333,567,947
<u>iii. Placement with Banks/NBFIs</u>			
FDR placement to NBFIs **		1,467,475,523	1,481,475,523
bKash Limited (Money Transfer A/c)		4,764,534	1,210,470
		1,472,240,057	1,482,685,992
** Details of Placement with Bank & NFB in Annexure-B			
<u>iv. Balance with Brokerage Houses Trading A/C.</u>			
MBL Securities Ltd		34,458	34,458
IIDFC Securities Ltd		10,788	10,788
NRBC Securities Ltd		18,574,425	37,466,834
		18,619,671	37,512,080

4.1a Consolidated In Bangladesh

	31-Mar-20	31-Dec-19
	Taka	Taka
NRBC Bank Limited	1,719,865,952	1,888,364,501
NRBC Bank Securities Limited	76,782,488	105,079,356
	1,796,648,440	1,993,443,856
Less: Inter company transaction	23,422,888	99,220,431
	1,773,225,551	1,894,223,425

4.2 Conventional and Islamic banking Outside Bangladesh

Current Deposits:

Habib American Bank NY, USD	37,828,296	56,607,996
Mashreq Bank PSC NY, USD	322,203,680	64,393,142
AB Bank Ltd Mumbai, Acu Dollar	14,369,793	1,776,027
Mashreq Bank PSC London GBP	9,531	10,594
United Bank of India, Kolkata, Acu Dollar	1,260,963	2,013,396
United Bank of India, Kolkata, Acu Euro	1,281,158	91,898
Mashreq Bank PSC London EURO	-	-
Mashreq Bank Mumbai Acu Dollar	214,257	377,444
Habib Metro Bank Limited, Karachi Acu Dollar	7,484,480	5,320,789
Axis Bank Limited, India	2,567,161	10,391,581
Banca UBAE S.P.A., Italy	7,704,571	131,236
Kookmin Bank, Korea Republic	491,229	120,253
Habib Metro BANK Limited-ACU-Dollar	7,534,975	-
Axis Bank Limited India	567,226	-
	403,517,320	146,199,314

Details of Nostro Account and outstanding unreconciled entries are given in Annexure-C

4.2.1 Maturity grouping of balance with other banks

Repayable -on demand	403,517,320	146,199,314
- up to 3 months	-	-
- over 3 months but below 1 year	-	-
- over 1 year but below 5 years	-	-
- over 5 years	-	-
	403,517,320	146,199,314

4.2a Consolidated Outside Bangladesh (Nostro Accounts)

NRBC Bank Limited	403,517,320	146,199,314
NRBC Bank Securities Limited	-	-
	403,517,320	146,199,314
Less: Inter company transaction	-	-
	403,517,320	146,199,314

4.3 Account-wise/grouping of balance with other banks and financial institutions:

Current Deposits	449,345,784	218,309,875
Saving Deposit	-	-
Special Notice Deposits	206,561,965	333,567,947
Fixed Deposits	1,467,475,523	1,482,685,992
	2,123,383,272	2,034,563,815

5 Money at call and short notice : In Bangladesh

Money at call and short notice to Banks (Note: 5.1)	90,000,000	500,000,000
Money at call and short notice to NBFIs (Note: 5.1)	242,400,000	356,700,000
	332,400,000	856,700,000

5.1 Money at short notice to Banks

AB Bank Limited	40,000,000	500,000,000
-----------------	------------	-------------

	31-Mar-20	31-Dec-19
	Taka	Taka
NRB Global Bank Limited	50,000,000	-
One Bank Limited	-	-
Pubali Bank Limited	-	-
	90,000,000	500,000,000
5.2 Money at short notice to NBFIs		
GSP Finance Company(Bangladesh) Limited	44,300,000	47,800,000
Union Capital Ltd.	2,000,000	8,300,000
Fareast Finance and Investment Ltd.	44,200,000	45,800,000
Bangladesh Finance and Investment Company Ltd.	-	2,800,000
Phoenix Finance & Investment Limited	7,500,000	87,500,000
FAS Finance and Investment Limited	4,000,000	4,100,000
Industrial and Infrastructure Development Finance Company Ltd	100,000,000	120,000,000
International Leasing & Financial Services Ltd	40,400,000	40,400,000
	242,400,000	356,700,000
5.3 Maturity grouping of balance with other banks		
Repayable -on demand	-	-
– up to 3 months	332,400,000	856,700,000
– over 3 months but below 1 year	-	-
– over 1 year but below 5 years	-	-
– over 5 years	-	-
	332,400,000	856,700,000
5a Consolidated money at call and on short notice		
NRBC Bank Limited	332,400,000	856,700,000
NRBC Bank Securities Limited	-	-
	332,400,000	856,700,000
6 Investments		
<u>Types of Investment</u>		
Treasury Bills	898,946,606	2,340,132,971
Treasury Bonds	9,539,983,643	10,373,845,838
Prize Bond	1,474,300	1,452,100
Other Investments	2,624,183,128	2,582,734,186
	13,064,587,677	15,298,165,096
<u>Nature wise:</u>		
Held for Trading	2,491,831,492	3,469,902,880
Held to Maturity	7,947,098,757	9,244,075,930
Others	2,625,657,428	2,584,186,286
	13,064,587,677	15,298,165,096
<u>Claim wise:</u>		
Government securities - Conventional and Islamic banking	10,440,404,549	12,715,430,910
Other investments	2,624,183,128	2,582,734,186
	13,064,587,677	15,298,165,096
6a Consolidated investments		
NRBC Bank Limited	13,064,587,677	15,298,165,096
NRBC Bank Securities Limited	408,769,215	327,496,997
	13,473,356,892	15,625,662,093
Less: Inter company transaction	-	-
	13,473,356,892	15,625,662,093
6.1 Government securities - Conventional and Islamic banking		
Treasury bills and Bonds (Govt. Securities)	10,438,930,249	12,713,978,810
Prize Bond	1,474,300	1,452,100
	10,440,404,549	12,715,430,910
6.1.1 Treasury bills:		
<u>a.Unencumbered</u>		
<u>i. Held for Trading(HFT)</u>		

	31-Mar-20	31-Dec-19
	Taka	Taka
91 Days Treasury Bills	-	339,341,772
182 Days Treasury Bills	-	1,223,061,750
364 Days Treasury Bills	898,946,606	777,729,449
2 Year Treasury Bonds	-	348,576,550
5 Year Treasury Bonds	767,688,250	521,453,200
10 Year Treasury Bonds	563,665,328	202,619,687
15 Year Treasury Bonds	261,531,308	48,325,312
20 Year Treasury Bonds	-	8,795,160
	2,491,831,492	3,469,902,880

ii. Held to Trading(HTM)

182 Days Bangladesh Government Islamic Investment Bond	10,000,000	-
2 Year T-Bonds	-	107,594,464
5 Year T-Bonds	941,957,348	1,965,688,092
10 Year T-Bonds	2,859,204,527	3,028,905,248
15 Year T-Bonds	2,975,421,428	3,029,719,958
20 Year T-Bonds	1,160,515,455	1,112,168,167
	7,947,098,757	9,244,075,930
	10,438,930,249	12,713,978,810

b. Encumbered : Disclosure regarding of the securities were being lien under re-purchased agreement in the Annexure- D as per DOS Circular No.- 06 dated 15 July 2010.

6.1a Consolidated Government securities

NRBC Bank Limited	10,440,404,549	12,715,430,910
NRBC Bank Securities Limited	-	-
	10,440,404,549	12,715,430,910
Less: Inter company transaction	-	-
	10,440,404,549	12,715,430,910

6.2 Other investments

a. Quoted shares & Mutual Funds

Investri Investment in Listed Company Share Through NRBC Bank Securities Limited	780,705,487	739,256,546
Share Mutual Fund (MFs) Through NRBC Bank Securities Limited	20,000,000	20,000,000
	800,705,487	759,256,546

b. Unquoted shares

Investment in IPO Subscription	-	-
Investment in SWIFT Share [Six(06) Share] of SWIFT SCRL, Belgium	2,779,967	2,779,967
	2,779,967	2,779,967

c. Investment in Preference Share:

Preference Share- Regent Energy and Power Ltd.	30,697,674	30,697,674
	30,697,674	30,697,674

d. Investment in Bond:

Mercantile Bank Subordinated Bond	180,000,000	180,000,000
Trust Bank Subordinated Bond	60,000,000	60,000,000
One Bank Subordinated Bond -III	500,000,000	500,000,000
UCBL Subordinated Bond -Iv	500,000,000	500,000,000
IPDC Finance Subordinate bond	150,000,000	150,000,000
AB Bank Subordinated Bond	40,000,000	40,000,000
UCBL Subordinated Bond	60,000,000	60,000,000
MTB Subordinated Bond	120,000,000	120,000,000
2nd AB Bank Subordinated Bond	180,000,000	180,000,000
	1,790,000,000	1,790,000,000
	2,624,183,128	2,582,734,186

Total (a+b+c+d)

Details in the Annexure-E

6.2a Consolidated other investments

NRBC Bank Limited	2,624,183,128	2,582,734,186
NRBC Bank Securities Limited	408,769,215	327,496,997
	3,032,952,343	2,910,231,183
Less: Inter company transaction	-	-

31-Mar-20	31-Dec-19
Taka	Taka
3,032,952,343	2,910,231,183

6.3 Maturity grouping of Investment

Redeemable-on demand

- up to 3 months
- over 3 months but below 1 year
- over 1 year but below 5 years
- over 5 years

-	-
1,006,543,110	588,855,522
1,573,158,571	2,813,113,475
5,308,726,061	5,685,763,086
5,176,159,935	6,210,433,012
13,064,587,677	15,298,165,096

	At Mar 31,2020	At Dec 31,2019
	Taka	Taka
7 Loans and Advances/Investments		
Loans, cash credits, overdrafts, etc./Investments	58,955,361,415	59,949,159,299
Bills purchased and discounted	2,848,384,682	2,065,862,555
	61,803,746,097	62,015,021,854
7.a Consolidated Loans and advances /Investments		
NRBC Bank Limited	61,803,746,097	62,015,021,854
NRBC Bank Securities Limited	122,907,538	138,414,177
	61,926,653,635	62,153,436,031
Less: Inter company transaction	153,226,482	93,872,646
	61,773,427,153	62,059,563,385
7.1 Product wise Loans and Advances:		
i) Loans, cash credits, overdrafts, etc./Investments		
Conventional and Islamic banking		
<u>Inside Bangladesh</u>		
Overdraft	10,262,575,290	9,651,506,886
Cash Credit	9,147,851,536	9,395,865,175
Time loan	5,431,976,029	8,628,526,739
Term loan	11,004,732,797	10,977,776,017
Payment Against Document	853,088,260	179,702,223
Loans against Trust Receipt	2,579,268,409	3,019,096,336
Packing Credit	782,432,077	800,255,579
EDF Loan	118,683,912	249,704,135
SME Credit	5,856,072,657	7,273,519,011
Lease Finance	605,807,806	606,176,395
Hire Purchase (Conventional & Islamic)	2,098,370,832	2,062,764,421
Retails Credit	957,400,205	746,809,794
Staff Loan	618,302,617	532,232,616
Credit card	399,350,348	400,848,907
Other Loans and Advances	8,239,448,640	5,424,375,063
	58,955,361,415	59,949,159,299
<u>Outside Bangladesh</u>	-	-
ii) Bills purchased and discounted		
Conventional and Islamic banking		
Payable Inside Bangladesh		
Inland bills purchased	2,100,319,316	1,241,359,981
	2,100,319,316	1,241,359,981
Payable Outside Bangladesh		
Foreign bills purchased and discounted	748,065,366	824,502,574
	748,065,366	824,502,574
	2,848,384,682	2,065,862,555
	61,803,746,097	62,015,021,854
7.2 Loans, cash credits, overdrafts, etc. (Inside Bangladesh)		
<u>In Bangladesh</u>		
Loans	38,802,240,333	40,901,787,238
Overdrafts	11,005,269,546	9,651,506,886
Cash Credit	9,147,851,536	9,395,865,175
	58,955,361,415	59,949,159,299
<u>Outside Bangladesh</u>		
Loans	-	-
Overdrafts	-	-
Cash Credit	-	-
	-	-
	58,955,361,415	59,949,159,299
7.2a Consolidated Loans, cash credits, overdrafts, etc. (Inside Bangladesh)		
NRBC Bank Limited	58,955,361,415	59,949,159,299
NRBC Bank Securities Limited	122,907,538	138,414,177
	59,078,268,952	60,087,573,476
Less: Inter company transaction	153,226,482	93,872,646
	58,925,042,470	59,993,700,830

At Mar 31,2020	At Dec 31,2019
Taka	Taka

7.3 Loans and Advances/Investments under following Broad categories:

In Bangladesh

Loans	38,802,240,333	40,901,787,238
Overdrafts	10,257,204,179	9,651,506,886
Cash Credit	9,147,851,536	9,395,865,175
Bills purchased and discounted	2,848,384,682	1,241,359,981
	61,055,680,731	61,190,519,280

Outside Bangladesh

Bills purchased and discounted	748,065,366	824,502,574
	748,065,366	824,502,574
	61,803,746,097	62,015,021,854

7.4 Residual maturity grouping of loans and advances including bills purchased and discounted

Payable on demand	13,926,199,473	13,939,119,099
Not more than 3 months	18,146,215,026	12,156,741,698
More than 3 months but not more than 1 year	11,621,039,226	24,733,979,322
More than 1 year but not more than 5 years	10,072,904,520	10,940,611,692
More than 5 years	8,037,387,852	244,570,043
	61,803,746,097	62,015,021,854

7.5 Net loans and advances/investments

Gross loans and advances/investments	61,803,746,097	62,015,021,854
Less: Interest suspense (Note 13.10)	556,200,581	471,573,179
Provision for loans and advances/investments (Note 13.2)	831,298,792	846,915,130
	1,387,499,374	1,318,488,309
	60,416,246,723	60,696,533,545

7.6 Sectorwise Loans and Advances excluding bill purchased and discounted:

Govt. Sector	-	-
Public Sector	-	-
Co-operative sector	-	-
Private Sector	61,803,746,097	62,015,021,854
	61,803,746,097	62,015,021,854

7.7 Loans and Advances on the basis of significant concentration including Bills Purchased and Discounted.

a) Loans and advances given in favor of sister concern of the Directors ;

	-	-
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b) Loans and advances given to Chief Executive and other senior executives & staff of the Banks :

Managing Director & CEO	7,150,000	-
other executives and staffs	611,152,617	532,232,616
	618,302,617	532,232,616

c) Loans and advances allowed to customer exceeding 10% of Bank's Total Equity for the period ended March 31, 2020:

Total capital of the Bank (Figure in lac Taka)	93,247.43	89,072.57
No. of Customer	49	49
Amount of Outstanding Facilities:	Amount in lac taka	
Funded Facilities	231,876	224,826
Non-Funded Facilities	114,544	113,587
Classified loan thereon	Nil	Nil
Measures taken for recovery	Nil	Nil

Figure in Lac

SL	Name of Client	Facilities approved by Bank		Balance/Business as on 31.03.2020	
		Funded	Non-Funded	Funded	Non-Funded
1	IFAD Group	5702+((4000))	4,000.00	5,993.00	2,810.00
2	AG Agro *	3000+((4000))	10,150.00	20.00	877.00
3	Anwar Group	111.33+((60.0))	9,888.00	9,144.00	1,059.00
4	Navana Group	5,850.00	1,000.00	2,652.00	241.00
5	Mir Akhter Hossain Limited	6500+((5833))	10,000.00	12,790.00	3,097.00
6	Abul Khair Limited*	8,000.00	7,728.00	6,690.00	6,852.00

				At Mar 31,2020	At Dec 31,2019
				Taka	Taka
7	Habib Steels Limited	8,073.80	-	8,289.00	-
8	Jahangir And Others Limited*	7,574.00	7,000.00	8,627.00	3,116.00
9	Western Engineering (Pvt.) Limited & its associates	9,974.00	7,500.00	10,772.00	121.00
10	Nassa Group	4000+((7000))	16,500.00	6,764.00	663.56
11	Labib Group	8,733.00	5,000.00	6,119.00	1,659.00
12	Goldstar Group	2450+((4000))	7,500.00	11,540.00	-
13	M/s. Md. Rasheduzzaman	4560+((3000))	5,336.61	8,004.00	96.00
14	Manobik Shajya sangstha	5,450.00	799.00	3,725.00	799.00
15	M M Ship Breaking Industries	0.00	9,975.00	-	-
16	Jamuna Industrial Agro Group	250+((7000))	8,000.00	6,858.00	-
17	Nitol Motors Ltd.	7475+((500))	5,000.00	10,130.00	2,565.00
18	Stylish Garments Limited*	5,000.00	5,000.00	-	2,186.00
19	Gram Unnayan Karma (GUK)	9,181.00	16,500.00	4,849.00	6,696.00
20	Blue Planet Knitwear Limited	6,000.00	5,000.00	5,800.00	344.00
21	Computer Network System	3185+((1030))	1,100.00	4,436.00	-
22	Ahmed Enterprise	6,993.00	12,335.00	4,479.00	11,076.00
23	AA Synthetic Fibres Ltd.	3927+((380))	6,430.00	2,122.00	4,922.00
24	Aftab Automobiles Ltd*	7,968.80	500.00	9,649.00	-
25	Silver Apperals Ltd.	10,409.00	5,000.00	7,463.00	-
26	Mahade Fashion Pvt. Ltd	1000+((4000))	0.00	4,636.00	872.00
27	NORTHERN HATCHERIES	3,600.00	2,000.00	666.00	240.00
28	Samira Saima Textile Mills	2,840.00	3,500.00	2,601.00	294.00
29	M/S Hasan & Brothers*	3,500.00	9,003.00	2,404.00	4,901.00
30	Aleya Feeds Ltd & its Associates*	500.00	11,250.00	512.00	6,615.00
31	Taratex Fashion Limited	3,800.00	11,000.00	1,888.00	5,442.00
32	Blessing Knitwear Limited*	4932+((3200))	3,700.00	8,099.00	234.00
33	Sanji Group	3,025.00	10,575.00	2,921.00	9,445.00
34	LA-Muni Apparels Ltd	3565+((705))	2,969.00	6,058.00	1,837.00
35	ARISTOCRATS PROPERTIES LTD. AND ASSOCIATES	16,500.00	0.00	3.00	-
36	Beq Group	7,500.00	5,000.00	5,220.00	341.00
37	SB Group*	5,575.00	11,500.00	73.00	8,489.00
38	Al-Falah Steel & Re-rolling Mills Ltd.*	7,500.00	11,410.56	7,912.00	6,963.00
39	Star Particle Borad Mills Limited*	7,361.00	4,000.00	8,157.00	250.00
40	POPULAR DIAGNOSTIC CENTRE LTD.	5,900.00	2,000.00	3,797.00	-
41	MAX Group	9,900.00	4,000.00	10,197.00	1,078.00
42	BSRM	700.00	8,755.00	27.00	1,000.00
43	SOUTH BENGAL INTERNATIONAL TRADING	150.00	500.00	89.00	149.00
44	THREE ANGLE MARINE LTD.	3080+((1430))	6,198.00	2,661.00	6,489.00
45	Energypac Power Generation Ltd	0.00	8,360.00	-	5,250.00
46	Pragoti Industries Ltd	2000+((4500))	4,500.00	1,453.00	1,411.00
47	S K S Foundation	23,000.00	0.00	-	284.00
48	Center for Development Innovation and Practiced (C	0.00	7,455.00	-	3,780.00
49	Chisty Group	6,784.00	2,905.00	5,587.00	-
Total				231,876.00	114,543.56

**Note: Inner limit exist in (*) mark customer's.

d) Industry wise loans including Bills purchased & discounted:

SL	Industries	Taka	Taka
1	Agri cultural Industry	813,860,915	740,530,956
2	Textile	2,762,830,657	2,607,327,229
3	RMG	7,573,914,790	6,710,570,005
4	NBFI	911,746,788	911,196,404
5	Food	146,964,676	211,505,367
6	Beverage	464,100,109	288,749,693
7	Pharmaceutical	300,784,242	296,033,440
8	Chemical	117,971,682	117,081,118
9	Electrical	291,772,413	276,288,923
10	Construction	3,783,929,556	3,858,121,586
11	House Building Residential	1,244,084,289	1,131,306,251
12	Leather	162,037,282	58,295,881
13	Service Industry	4,313,321,454	3,706,342,195
14	Transport	249,231,526	248,019,663
15	Basic Metal	120,011	125,177
16	Capital Market	152,826,482	93,872,646
17	Car loan	4,801,851	5,248,950
18	Insurance	108,030,897	105,304,054
19	Consumer Finance	2,400,438,641	2,501,162,588
20	Printing	777,025,597	770,228,650

	At Mar 31,2020	At Dec 31,2019
	Taka	Taka
21 Ship Breaking	740,005,419	430,041,638
22 SME	11,048,347,109	13,314,469,566
23 Staff Loan	619,238,898	532,342,540
24 Steel	1,592,470,934	2,387,252,650
25 Trade Industry	11,424,704,820	11,162,923,135
26 Card	399,350,348	400,848,907
27 Other Manufacturing Industry	8,724,549,746	8,577,067,706
28 Others	675,284,965	572,764,936
	61,803,746,097	62,015,021,854

7.8 Geographical location-wise Loans and Advances

Urban Branch

Dhaka	41,684,710,909	39,632,751,798
Chittagong	6,844,358,090	7,300,639,406
Rajshahi	2,583,920,310	3,070,377,790
Sylhet	1,169,531,642	1,206,310,737
Barisal	381,894,928	515,995,180
Rangpur	160,260,903	248,336,656
Khulna	404,403,436	726,768,835
Mymensingh	110,162,447	372,989,261
Sub-total	53,339,242,666	53,074,169,664

Rural Branch

Dhaka	5,476,618,798	5,719,561,406
Chittagong	1,638,216,765	1,812,461,131
Rajshahi	232,521,480.85	235,155,065.52
Sylhet	219,271,243	212,379,808
Barisal	366,084,859	365,432,079
Rangpur	165,305,922	215,386,217
Khulna	196,889,375	147,784,762
Mymensingh	169,594,988.01	232,691,721.98
Sub-total	8,464,503,431	8,940,852,190

Total

61,803,746,097	62,015,021,854
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7.9 Classification of loans, advances and lease/investments Conventional & Islamic

Unclassified

Standard including Staff Loan	57,071,019,905	57,596,562,895
Special Mention Account (SMA)	2,720,085,978	2,433,368,109
	59,791,105,884	60,029,931,005

Classified

Substandard	529,057,010	502,564,441
Doubtful	144,745,278	135,933,206
Bad/Loss	1,338,837,925	1,346,593,202
	2,012,640,213	1,985,090,849

Total

61,803,746,097	62,015,021,854
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7.10 Particulars of required provision for loans and advances (for Funded facility):

For Unclassified Loans

	<u>Base for Provision</u>	<u>Rate (%)</u>		
Standard Including Staff Loan	56,897,434,634	Various (*)	441,462,390	417,704,065
Special Mention account	2,096,046,397	Various (*)	335,745,816	245,583,904
Sub-Total (a)			777,208,207	663,287,969

(*) General Provision is Kept @ 2% on Credit Card Loan, 2% Loan for Professional, 1% on housing loan, 5% on Consumer Financing and 0.25% on small and medium enterprise Financing and 1% on rest unclassified Loans and advances.

However, as per BRPD Circular No. 04, dated 19th March 2020 the classification status of loan, lease or advance on January 01, 2020 will remain unchanged until June 30, 2020.

	Base for Provision	Rate (%)	At Mar 31,2020	At Dec 31,2019
			Taka	Taka
For Classified Loans				
Substandard Loan (SS) (**)	344,297,110	20%	68,859,422	67,128,738
Doubtful (DF) (**)	59,641,317	50%	29,820,659	25,529,720
Bad/loss (BL)	732,618,712	100%	732,618,712	754,256,672
Sub-Total (b)			831,298,792	846,915,130
Required Provision for Loan and advance (c=a+b)			1,608,506,999	1,510,203,099
Total Provision maintained (Note:13.1 & 13.2)			1,608,506,999	1,510,203,099
Excess/(Shortfall) of provision as of 31 March 2020			-	-

(**) Except Short-term agri-credit and micro credit where 5% provision has to be kept on base for provision under SS & DF stage

7.11 Particulars of Loans and Advances:

(i) Loans and advances considered good in respect of which the Bank is fully secured	25,880,482,072	24,853,063,859
(ii) Loans and advances considered good against which, the Bank holds no security other than, the debtors' personal guarantee	16,955,019,168	11,943,633,361
(iii) Loans and advances considered as good which is secured owing to personal liability of one or more parties in addition to debtors' personal guarantee	532,203,519	530,407,048
(iv) Loans and advances adversely classified; Such a classified loan for which no provision has been left	-	-
	43,367,704,759	37,327,104,268
(v) Loans and advances due by directors or officers of the banking company or any of them either separately or jointly with any other persons	11,795,667,825	12,203,827,335
(vi) Loans and advances due from companies or firms in which the directors of the Bank have interest as directors, partners or managing agents or in case of private companies, as members	-	-
(vii) Maximum total amount of loans and advances, including temporary advances made at any time during the year to directors or managers or officers of the banking company or any of them either separately or jointly with any other person.	12,000,000	12,000,000
(viii) Maximum total amount of loans and advance, including temporary Loans and advances granted during the year to the companies or firms in which the directors of the banking company have interest as directors, partners or managing agents or in the case of private companies, as members	1,672,491,000	1,672,491,000
(ix) Money Receivable/Due from different banking companies	-	-
(x) The amount of classified loan on which interest has not been charged:		
a. (Decrease)/ increase of provision (Specific)	(15,616,338)	123,178,454
b. Amount of loan write off	-	-
c. Amount realized against loan previously written off	-	-
d. Provision kept against classified loan as bad/loss account on the date of preparation of balance sheet;	732,618,712	754,256,672
e. Interest imposed in suspense account	84,627,403	314,786,268

	At Mar 31,2020	At Dec 31,2019
	Taka	Taka
(xi) Movement of write off loan :		
Opening balance	-	-
Add: During the period/year	-	-
Less: Amount realised against loans & advances previously written off	-	-
Closing Balance		

7.12 Securities against Loans including Bill purchased and discounted

Collateral of movable/immovable assets	39,326,574,916	40,627,000,000
Local Banks & Financial Institutions Guarantee	1,241,859,964	1,695,100,000
Export Documents	3,946,166,123	529,500,000
Fixed Deposit Receipt	4,427,177,139	4,312,400,000
Personal Guarantee	9,740,040,355	9,395,400,000
Other Securities	3,121,927,600	5,455,621,854
	61,803,746,096.94	62,015,021,854

7.13 Direction of Court Order regarding Classified Loan (Details Description)

The amount reported under Standard/SMA category includes certain loan accounts with an aggregate outstanding of Tk 746.32 million as at 31-03-2020 which has not been reported as classified at year-end due to stay order from the Honorable High Court Division of the Supreme Court of Bangladesh. out of which, as at March 2020, an aggregate amount of Tk. 30.45 million has been kept as specific provision treating the customer accounts as bad/loss.

7.14 Loan and advance related with Large loan restructuring

No large loan restructuring took place till and as on 31, March, 2020.

7.15 Suits filed by the Bank (Branch wise details)

As of the responding Date, the Bank filed lawsuit against recovery of its default loans and advances as under

Principal Branch	-	180,045,000
Gulshan Branch	19,304,608	208,002,000
Ruhitpur Branch	-	8,963,000
Mawna Branch	1,375,409	-
Chinispur Branch	12,127,032	28,121,000
Uttara Branch	-	150,877,000
Dhanmondi Branch	-	208,609,000
O R Nizam Road Branch	-	84,948,000
Banani Branch	75,054,787	75,055,000
Agrabad Branch	273,795,359	-
Naogaon Branch	-	5,346,000
Hatirpul Branch	1,371,311	15,502,000
Harirampur Branch	15,163,928	21,629,000
Mirpur Brnach	450,129	450,000
Sylhet Branch	25,694,201	93,485,000
Sylhet Uposhor Branch	6,252,579	9,999,000
Chatkhil Branch	1,214,242	1,373,000
	431,803,585	1,092,404,000

8 Bills purchased and discounted:

Conventional & Islamic

Repayable in Bangladesh

Repayable outside Bangladesh

2,100,319,316	1,241,359,981
748,065,366	824,502,574
2,848,384,682	2,065,862,555

8.1 Maturity grouping of Bills purchased and discounted

	At Mar 31,2020	At Dec 31,2019
	Taka	Taka
Receivable within a period not exceeding 01 month	1,927,173,331	842,488,309
Receivable within a period exceeding 01 months but less than 03 months	910,851,685	795,530,798
Receivable within a period exceeding 03 months but less than 06 months	9,371,574	421,587,971
Receivable within a period equal to 06 months or exceeding that time	988,092	6,255,478

8a Consolidated Bills purchased and discounted:

NRBC Bank Limited	2,848,384,682	2,065,862,555
NRBC Bank Securities Limited	-	-
	<u>2,848,384,682</u>	<u>2,065,862,555</u>
Less: Inter company transaction		
	<u><u>2,848,384,682</u></u>	<u><u>2,065,862,555</u></u>

	At Mar 31, 2020	At Dec 31, 2019
	Taka	Taka
9 Fixed assets including premises, furniture and fixtures of the Bank		
Land, Building and Construction	-	-
Furniture and fixtures	466,792,334	407,898,478
Equipment and Machinery	404,087,889	385,031,016
Computer and Computer Equipment	207,868,060	190,730,101
Intangible Assets/Bangladesh Made Computer Software	164,599,965	164,599,965
Motor Vehicles	46,850,000	46,850,000
Professionals and Reference Books	23,370	23,370
Leased Assets: Motor Vehicle	20,330,624	20,330,624
	1,310,552,241	1,215,463,553
Less: Accumulated Depreciation	746,512,153	709,247,252
Book Value	564,040,088	506,216,302

A schedule of fixed assets for accounting purpose and Tax Purpose Annexure-G.

9a Consolidated Fixed assets including premises, furniture and fixtures

At cost:

NRBC Bank Limited	1,310,552,241	1,215,463,553
NRBC Bank Securities Limited	14,341,641	14,024,924
	1,324,893,882	1,229,488,477

Accumulated depreciation:

NRBC Bank Limited	746,512,153	709,247,252
NRBC Bank Securities Limited	7,417,072	6,946,159
	753,929,225	716,193,411

Net Book Value

	570,964,657	513,295,067
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10 Other assets

i. Income Generating-Equity Investment

Investment in Subsidiary : NRBC Bank Securities Limited	360,000,000	360,000,000
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NRBC Bank formed the subsidiary company NRBC Bank Securities Limited on 20 September 2015 bearing certificate of incorporation no. 125904/2015 under the Companies Act 1994 wherein Bank has 90% stakeholding of the company.

ii. Non-Income Generating

Advance Security Deposit	4,608,033	4,517,026
Stock of Stationery and printing items [Note -10.3]	13,671,260	12,448,650
Suspense Account [Note -10.4]	111,354,032	121,808,113
Deferred Tax Assets (Note 10.5)	355,544,802	356,817,790
Stamps in Hand	3,380,630	2,879,876
Advance Office Rent	176,600,688	174,629,512
Interest Receivable on Balance with Banks & FIs	43,508,948	30,981,691
Interest Receivable on Call Loan & Short Notice Loan	617,533	826,678
Interest Receivable on Treasury Bonds	249,533,914	260,403,695
Interest Receivable on Treasury Bills	18,380,753	-
Interest Receivable on Coupon Bond	-	29,719,829
Prepaid Insurance Premium	5,411,973	1,286,054
Prepaid Expense-Others	1,095	1,095
Prepaid for House Furnishing cost & Passage for Travel (LFA)	46,168,340	28,084,699
Advance Income Tax [Note -10.6]	2,330,794,457	2,175,887,828
Membership with Visa Worldwide PLC Ltd.	2,311,500	2,311,500
Dividend Receivable on Share/Preference Share	5,998,060	6,324,250
Inter Branch General Account (IBGA) Debit Balance-(Conventional & Islamic) [Note -10.7]	-	2,895,338
	3,367,886,018	3,211,823,622
	3,727,886,018	3,571,823,622

10.1 Aging of Others Assets

	At Mar 31, 2020	At Dec 31, 2019
	Taka	Taka
Up to 6 months	805,240,525	808,192,095
Over 6 Months to 1 Year	705,163,971	666,263,724
Over 1 Years to 4 Years	922,007,364	888,861,056
Above 4 Years	1,295,474,158	1,208,506,748
	3,727,886,018	3,571,823,622

10.2 Classification Status of Others Assets

Unclassified	3,727,886,018	3,571,823,622
Doubtful	-	-
Bad/Loss	-	-
	3,727,886,018	3,571,823,622

** No protested bill and legal expenses included in the Other Assets

10a Consolidated Other assets

NRBC Bank Limited	3,727,886,018	3,571,823,622
NRBC Bank Securities Limited	34,619,884	40,675,850
	3,762,505,901	3,612,499,472
Less: Inter company transaction	360,000,000	361,284,278
	3,402,505,901	3,251,215,194

10.3 Stock of Stationery and printing items

Printing Stationery	12,886,121	10,677,620
Security Papers	378,620	876,550
Security Stationery - CARD	406,520	894,480
	13,671,260	12,448,650

10.4 Suspense Account

Advance against New Branches	32,250,673	49,310,600
Advance Against Suppliers	8,450,799	9,391,577
Receivable Against payment for Principal of Govt. Securities (BSP/PSP/3MB)	35,857,901	20,982,901
Advance against TA/DA	221,300	200,000
Cash Incentive agst Western Union FR Pmt	596	-
Cash Remittance - Banking Booth/Other Bank	1,000,000	25,950,000
Suspense A/C Bank POS and NPSB TXN Dispute amount	646,613	-
Suspense Others	14,436,789	2,907,645
Interest Receivable Against payment for Interest of Govt. Securities (BSP/PSP/3MB)	18,074,474	11,616,723
Foreign Remittance Agencies	56,815	-
Receivable Against expense of Defaulter/CL	-	1,053,506
Xpress Money Transfer	51,093	-
Stamp for Utility Bill Collection	306,980	395,160
	111,354,032	121,808,113

Aging of Suspense Account (31 March,2020)				
Head of Account	Up to 6 Months	Over 6 Months to 1 Year (**)	Over 1 Years to 4 Years	Above 4 Years
Advance against New Branches (**)	32,250,673	-	-	-
Advance against Furniture and Fixtures	8,450,799	-	-	-
Advance against TA/DA	221,300	-	-	-
Cash Incentive agst Western Union FR Pmt	596	-	-	-
Cash Remitted to HO/Feeding Branch	1,000,000	-	-	-
Suspense A/C Bank POS and NPSB TXN Dispute amount	646,613	-	-	-
Principal & Intt. Paid for Govt. Securities (BSP/PSP/3MB)	51,389,000	2,543,375	-	-
Suspense Others	13,823,789	613,000.00	-	-
Receivable Against expense of Defaulter/CL	-	-	-	-
Foreign Remittance Agencies	56,814.51	-	-	-
Xpress Money Transfer	51,093	-	-	-
Stamp for Utility Bill Collection	306,980	-	-	-

**This includes the amounts that are kept in temporary parking accounts shown under other assets. These balances are in the process of regular monitoring so that it remains within a non material level.

10.5 Deferred Tax Assets

	At Mar 31, 2020	At Dec 31, 2019
	Taka	Taka
Opening Balance	356,817,790	295,810,436
Additional provision during the Year	-	61,007,354
Less: Adjustment/Settlement	1,272,987	-
	355,544,802	356,817,790

10.6 Advance Income Tax

Advance income tax represents the tax payment to the government exchequer.

Opening Balance	2,175,887,828	1,382,275,162
Add: Paid Advance Corp. Tax during year (AY-2018-19 and 2019-20)	150,000,000	751,033,110
Add: Withholding Tax during the year [Tax on interest and Others]	4,906,629	42,579,556
	2,330,794,457	2,175,887,828
Less: Settlement during the year	-	-
Details in the note 10.4a	2,330,794,457	2,175,887,828

*Final Tax Settlement for the Financial Year 2013 (Assessment Year 2014-15) after Tribunal Order dated 21.10.2018

10.6a Withholding Tax at source

Advance Corporate Tax (Under Section #64 of ITO, 1984)	1,605,649,377	1,455,649,377
TDS@10% & 15% on Interest Income from FDR and Balance with Bank & Fls	658,666,716	655,182,495
TDS @ 20% on Cash Dividend received from Quoted Share	11,773,306	11,708,068
Tax deposited @ 5% on commission on L/C	12,928,912	11,588,742
Upfront @ 5% on Interest of T-Bills/Reverse REPO deducted by Bangladesh Bank	40,402,895	40,402,895
Advance Tax to City Corporation/Purasuva under section 52k	58,250	56,250
Advance Tax for Bank's Pool Vehicles	1,315,000	1,300,000
	2,330,794,457	2,175,887,828

10.7 Inter Branch General Account (IBGA) Balance-Debit Balance

Inter Branch General Account Credit Balance	-	2,845,168
Inter Branch General Account Debit Balance	-	5,740,506
	-	2,895,338

	At Mar 31, 2020	At Dec 31, 2019
	Taka	Taka
11 Borrowings from other Banks, Financial Institutions and Agents		
<u>Conventional and Islamic banking</u>		
In Bangladesh (Note 11.1)	442,552,047	1,290,232,047
Outside Bangladesh	-	-
	442,552,047	1,290,232,047
11.1 In Bangladesh		
Bangladesh Bank (Refinance under SPD/SME/WE) *	40,177,047	10,232,047
Bangladesh Bank (Liquidity Support)	-	-
Bangladesh Bank-FCY (GBP/EURO/USD)	212,375,000	-
Borrowings Call and Short Notice from Banks & FIs	190,000,000	1,280,000,000
	442,552,047	1,290,232,047
* Detail of Refinance from Bangladesh Bank under Branches and Product wise in the Annexure-F		
11.2 Analysis by Security		
Borrowing with Security	-	-
Borrowing without Security	442,552,047	1,290,232,047
	442,552,047	1,290,232,047
11.3 Repayment pattern		
Repayable on demand	402,375,000	1,280,000,000
Repayable on maturity/terms	40,177,047	10,232,047
	442,552,047	1,290,232,047
11a Borrowings from Bangladesh Bank, other Banks, Financial Institutions and Agents		
NRBC Bank Limited	442,552,047	1,290,232,047
NRBC Bank Securities Limited	-	-
	442,552,047	1,290,232,047
12 Deposits and other accounts		
<u>Conventional and Islamic banking</u>		
Deposit from Inter Bank (Note-12.1)	1,000,000,000	2,000,000,000
Deposit from Customers (Note-12.2)	67,586,008,625	69,857,899,976
	68,586,008,625	71,857,899,976
12a Consolidated Deposits and other accounts		
NRBC Bank Limited	68,586,008,625	71,857,899,976
NRBC Bank Securities Limited	39,434,772	121,113,684
	68,625,443,397	71,979,013,660
Less: Inter company transaction	23,422,888	99,220,431
	68,602,020,509	71,879,793,228
12.1 Deposits from Inter Bank		
<u>Fixed Deposit:</u>		
Agrani Bank Limited	-	400,000,000
One Bank Limited	500,000,000	500,000,000
Sonali Bank Limited	500,000,000	500,000,000
Bank Asia Limited	-	600,000,000
	1,000,000,000	2,000,000,000
12.2 Deposits and other accounts		
<u>i. Current accounts and other accounts</u>		
Current accounts/Al-wadeeah current accounts	4,672,963,609	4,038,984,453
Foreign Currency Deposit	81,234,246	68,313,838
Sundry for Retail Business	6,301,729	7,337,524
Sundry Deposit of Retailer Point	28,861	19,129
Non Resident Taka Deposit	401,726	-
Sundry Deposit	2,406,976,040	2,057,926,894
	7,167,906,212	6,172,581,839
<u>ii. Bills Payable</u>		

Note: 12.2.1

	At Mar 31, 2020	At Dec 31, 2019
	Taka	Taka
Pay Order	4,482,130,685	7,185,410,848
<u>iii. Savings bank/Mudaraba savings bank deposits</u>	5,482,616,725	5,238,707,700
<u>iv. Term Deposit/Fixed Deposit</u>		
Fixed deposits/Mudaraba fixed deposits	11,186,064,599	11,795,849,738
Special/Mudaraba notice deposits	6,911,441,122	7,306,873,965
Schemes Deposit/ Mudaraba Scheme Deposits	32,355,849,284	32,158,475,886
	50,453,355,004	51,261,199,589
	67,586,008,625	69,857,899,976

12.2.1 Sundry Deposit

Margin on Letter of Guarantee	1,004,180,503	762,855,980
Margin on Letter of Credit	642,437,165	540,155,177
Margin on Bills	130,592,778	120,593,954
Margin on IDBC/ IDBP Collected Bills	11,533,827	11,315,408
Margin on Others	129,938,754	164,858,265
Sale Proceeds of Govt. Savings Certificates	10,625,000	52,425,000
Security Deposits	3,352,468	3,389,173
Risk Fund on Loans and Advances	4,757,314	4,724,934
Recognized Provident Fund Balance	6,658,786	-
Employees Welfare Fund	5,044,027	4,448,737
VAT, Excise Duty and Withholding Tax	73,215,651	159,147,596
Value Added Tax - VAT on Utility Bills Collection	22,421,173	25,584,814
Sundry Creditors	1,185,211	!(1,112,935!)
Proceed from Lottery Sale	500	700
Bills/ Fees Collection-Agent Point	6,558	29,769
Sundry Creditors Forex EFTN TXN	24,541,832	1,642,247
Sundry NPSB Txn_ Dispute A/C	1,320,676	833,081
Sundry VISA Txn_ Dispute A/C	34,299	33,114
Dividend Payable	15,979,279	21,626,274
Sundry Txn Fees Q-Cash/NPSB/VSA for Settlement	551,939	322
Sundry Txn Fees Q-Cash off-us for Settlement	34,490	-
Sundry Deposit-Agent Point	100,659	100,659
Other Sundry Deposits	318,463,152	185,274,626
	2,406,976,040	2,057,926,894

12.3 Maturity Analysis of Interbank Deposit

Repayable on demand	-	-
Payable within 1 month	-	600,000,000
Over 1 month but within 3 months	1,000,000,000	900,000,000
Over 3 months but within 6 months	-	500,000,000
Over 6 months but within 1 year	-	-
Over 1 year but within 5 years	-	-
Over 5 years but within 10 years	-	-
Over 10 years	-	-
	1,000,000,000	2,000,000,000

12.4 Maturity Analysis of Other Deposit

Repayable on demand	1,089,909,845	1,243,607,440
Payable within 1 month	9,809,188,606	10,592,466,959
Over 1 month but within 3 months	12,062,971,189	13,377,266,514
Over 3 months but within 6 months	16,551,185,712	17,276,810,975
Over 6 months but within 1 year	8,912,176,922	9,572,128,987
Over 1 year but within 5 years	13,203,327,381	12,082,373,853
Over 5 years but within 10 years	5,957,407,872	5,713,245,248
Over 10 years	-	-
	67,586,167,527	69,857,899,976

12.5 Demand and Time Deposits

At Mar 31, 2020	At Dec 31, 2019
Taka	Taka

A. Demand Deposits

Current Accounts and Other Accounts

Savings Deposits (9%)

Sundry Deposit

Foreign Currency Deposit

Deposit Under Q-Cash/Sundry for Retail Business

M-Pay Deposit Account/Sundry Deposit of Retailer Point

Non Resident Taka Account

Bills Payable

4,672,963,609	4,038,984,453
493,435,505	471,483,693
2,406,976,040	2,057,926,894
81,234,246	68,313,838
6,301,729	7,337,524
28,861	19,129
401,726	
4,482,130,685	7,185,410,848
12,143,472,401	13,829,476,380

B. Time Deposits

Savings Deposits (91%)

Short Notice Deposits

Fixed Deposits

Deposit Under Schemes

4,989,181,219	4,767,224,007
6,911,441,122	7,306,873,965
12,186,064,599	13,795,849,738
32,355,849,284	32,158,475,886
56,442,536,224	58,028,423,596
68,586,008,625	71,857,899,976

	At Mar 31, 2020	At Dec 31, 2019
	Taka	Taka
13 Other Liabilities		
<u>Conventional and Islamic banking</u>		
Accumulated Provision against unclassified Loans and Advances/Investments (Note 13.1)	777,208,207	663,287,969
Accumulated Provision against Classified Loans and Advances/Investments (Note 13.2)	831,298,792	846,915,130
Accumulated Provision against Off Balance Sheet (OBS) items/Investments (Note 13.4)	250,568,464	220,160,069
Payable to Recognized NRBC Bank Employees' Gratuity Fund (Note 13.5)	-	-
Provision for diminution of Share of listed Company and Securities (Note 13.6)	214,757,738	140,596,522
Accrued Interest Payable (Note 13.7)	3,088,084,962	2,687,390,186
Coupon Interest Payable	73,704,800	31,689,354
Current Income Tax Payable (Note 13.8)	3,298,476,402	3,102,980,126
Interest Suspense of classified Loans & Advances (Note 13.10)	556,200,581	471,573,179
Payable/Provision for Incentive Bonus-Employees	61,364,396	61,364,396
Provision for Office Rent	2,815,000	2,755,400
Provision for Telephone Bill-Office	42,268	54,042
Provision for Telephone Bill-Residence	15	-
Provision for Power and Electricity Expense	319,935	614,302
Unearn Income on LDBP (Islamic)	158,902	-
Provision for Printing Stationary	20,538	20,538
Provision for Other Expenditure	5,904	22,100
Provision for Wasa, Gas and Sewerage Bill	55,485	26,485
Provision for Postage	3,312	20
Payable/Provision for Ex-gratia-Security and Cleaning support Staff	10,114,212	10,114,212
FC Held Against BTB Bills, EDF Loan and Others	860,790,456	539,082,727
Audit Fees payable	690,000	632,500
Accrued Revenue for Disbursement-Cards Business	20,092,646	737,328
Inter Branch General Account (IBGA) Credit Balance	112,453,136	-
	10,159,226,150	8,780,016,585

13.01 Provision against Unclassified of loans, advances and lease/investments
Conventional and Islamic banking

Standard including Staff loan	441,462,390	417,704,065
Special Mentioned Account (SMA)	335,745,816	245,583,904
	777,208,207	663,287,969

i. General Provision for Standard Loans

Provision held at the beginning of the period	417,704,065	389,808,475
Add : Provision During the period	23,758,325	27,895,590
	441,462,390	417,704,065

ii. General provision for Special Mentioned Account (SMA)

Provision held at the beginning of the period	245,583,904	19,916,276
Add: Provision during the period	90,161,912	225,667,628
	335,745,816	245,583,904

13.02 Provision against classified of loans, advances and lease/Investments

Substandard	68,859,422	67,128,738
Doubtful	29,820,659	25,529,720
Bad/Loss	732,618,712	754,256,672
	831,298,792	846,915,130

At Mar 31, 2020	At Dec 31, 2019
Taka	Taka

13.03 Movement of Provision against Classified Loans and Advances/Investments

The movement in specific provision for Bad and Doubtful Debts

Provision held at the beginning of the period	846,915,130	723,736,676
Less : Fully provisioned Depreciated/written off loan during the period	-	-
Add: Recovery of amounts previously Depreciated /written off Loan	-	-
Add: Special provision kept for the period for other Accounts	-	-
Add: Transferred to general provision of Unclassified Loans	-	-
Add : Transferred from general provision of Unclassified Loans	-	-
Less: Recoveries and such provision which are no longer required	-	-
Add: Net charge to Profit and Loss Statement (Note 36)	(15,616,338)	123,178,454
Provision held as on 31 December	831,298,792	846,915,130

13.04 Movement the Provision against Off Balance Sheet (OBS) items

Provision held at the beginning of the period	220,160,069	160,459,933
Less : Transferred to general reserve	-	-
Add: Provision made during the period	30,408,395	59,700,136
Less: Adjustment during the period	-	-
Provision held as on 31 December	250,568,464	220,160,069

#####

13.04.1 Particulars of required provisions for off balance sheet items

Particulars	Outstanding Amount (Tk.)	% of Required Provision	Required provision for Mar-2020	Required provision 2019
Acceptances and endorsement	5,868,582,447	1%	58,685,824.47	58,493,845.26
Letters of guarantee	13,350,890,424	1%	133,508,904.24	104,373,786.49
Irrevocable letters of credit	5,837,373,525	1%	58,373,735.25	57,292,437.14
Bills accepted for collection	5,030,620,445	0%	-	-
Required Provision for			250,568,464	220,160,069
Previous Year Balance			220,160,069	160,459,933
Required charged to Profit and Loss account		(Note-38)	30,408,395	59,700,136

13.05 Recognized NRBC Bank Employees' Gratuity Fund

Opening Balance	-	-
Add: Contribution made by Bank during the year	-	6,500,000
Less: Release from Bank to the Fund	-	6,500,000
Closing Balance	-	-

National Board of Revenue approved "NRB Commercial Bank Limited Employees' Gratuity Fund" on 21 September 2014, (Ref:08.01.0000.03502.0021.2014/322) as per clause 2, 3, 4 of Part-C of First Schedule, Income Tax Ordinance 1984. "The Trusty" will manage the fund and settle the liabilities of employees.

13.06 Provision for diminution of Share of listed Company and Securities

Opening Balance	140,596,522	32,401,536
Add: Provision kept for devaluation of Share value of DSE & CSE invest by Bank	74,161,216	108,194,986
Less: Decrease of devaluation of Share value of DSE & CSE invest by Bank	-	-
	214,757,738	140,596,522
Provision requirement for quoted and unquoted share (Annex E)	214,757,738	140,596,522
Provision maintained	214,757,738	140,596,522
Excess/(Shortfall)	-	-

13.07 Accrued Interest/Profit

	At Mar 31, 2020	At Dec 31, 2019
	Taka	Taka
Interest Payable on CD A/C	4,045	-
Interest Payable on SB A/C	30,555,437	-
Interest Payable on SND A/C	75,360,145	-
Interest Payable of FDR-Day basis	7,834,772	5,884,016
Interest Payable of FDR-1 month	449,181	412,436
Interest Payable of FDR-1 month-Agent	10,003	24
Interest Payable of FDR-3 months	28,692,534	37,905,136
Interest Payable of FDR-3 months-Agent	29,034	11,400
Interest Payable of FDR-6 months	66,904,344	77,761,242
Interest Payable of FDR-6 months-Agent	10,194	39,331
Interest Payable of FDR-12 months	240,876,110	204,536,483
Interest Payable of FDR-12 months-Agent	310,491	193,138
Interest Payable of FDR-24 months	7,364,419	6,802,387
Interest Payable of FDR-24 months-Agent	105,451	90,219
Interest Payable of FDR-36 months	20,461,077	25,801,548
Interest Payable on Deposit Under Scheme	2,582,706,792	2,289,057,272
Interest Payable on borrowing from Bangladesh Bank	219,401	224,873
Interest Payable on borrowing from Other Banks & FIs	18,791,667	35,965,278
Interest Payable on Repo borrowing from Other Banks & FIs	7,215,143	2,349,849
Interest Payable on borrowing from Call Money and Short Notice	184,722	355,556
	3,088,084,962	2,687,390,186

13.08 Current Income Tax Payable

Opening Balance	3,102,980,126	2,147,730,763
Add: Provision during the Period	195,496,276	955,249,363
Less: Adjustment during the period	-	-
Less: Payment	-	-
	3,298,476,402	3,102,980,126

Note: 39

13.09 Deferred Tax Payable

Opening Balance		
Additional Expenses during the Year		
Less: Adjustment/Settlement		

Deductible temporary differences may be incurred due to application of different depreciation method from third schedule of ITO-1984 and classified loan loss provision. Inception of company, temporary difference in respective accounting depreciation was lesser than tax depreciation which already been revert. At the same, BRPD circular no 06 dated 31 July 2011 impairment of loan assets claimed for deferred tax purpose unless it will be expense while write off from Books of account and will be charge in the profit & loss account.

13.10 Movement of Interest Suspense Account:

Opening Balance	471,573,179	156,786,910
Add Amount of Interest Transferred/credited as suspended in the Year	95,828,305	1,092,418,331
	567,401,484	1,249,205,242
Less: Amount of suspended interest Recovered during the year	11,200,903	777,304,886
Less: Amount of suspended interest depreciated/Waived during the year	-	327,177
	556,200,581	471,573,179

13a Consolidated Other liabilities

NRBC Bank Limited	10,159,226,150	8,780,016,585
NRBC Bank Securities Limited	42,154,602	36,556,847
	10,201,380,752	8,816,573,432
Less: Inter company transaction	-	1,284,278
	10,201,380,752	8,815,289,154

	At Mar 31, 2020	At Dec 31, 2019
	Taka	Taka
14 Share Capital		
14.1 Authorized Capital		
100,00,00,000 ordinary shares of Taka 10 each	<u>10,000,000,000</u>	<u>10,000,000,000</u>
14.2 Issued, Subscribed and Paid-up-Capital		
571,095,124 ordinary shares of Taka 10 each issued for cash	<u>5,710,951,240</u>	<u>5,710,951,240</u>
14.3 Movement of Paid-up-Capital		
Opening Balance	5,710,951,240	5,145,001,340
Addition during the Year by issuing Stock Dividend	-	565,949,900
	<u>5,710,951,240</u>	<u>5,710,951,240</u>

*On 20 July 2019, stock dividend 11% (11 Bonus Share for every 100 Shares) were approved by the shareholders in the 6th Annual General Meeting . The Stock dividend was paid accordingly.

** on 07 June 2020, The shareholder approved 2% stock dividend (2 Bonus Share for every 100 Shares) in the 7th AGM

14.4 Particulars of Share Capital

Particulars	Shareholding as of 31.03.2020		Shareholding as of 31.12.2019	
	In Number	In Percentage	In Number	In Percentage
Sponsors/Promoters	512,828,542	89.80%	512,828,542	89.8%
Shareholders	58,266,582	10.20%	58,266,582	10.20%
Financial Institutions			-	-
Others			-	-
Total			571,095,124	100%

14.5 Movement of Paid Up Capital :

Year	Declaration	Number of Shares	Value (TK)	Cumulative
2013	Initial	444,605,900	4,446,059,000	4,446,059,000
2014		-	-	4,446,059,000
2015		-	-	4,446,059,000
2016	Bonus @3% for the Year-2015	13,338,177	133,381,770	4,579,440,770
2017	Bonus @7% for the Year-2016	32,056,069	320,560,690	4,900,001,460
2018	Bonus @ 5% for the Year-2017	24,499,988	244,999,880	5,145,001,340
2019	Bonus @ 11%for the Year-2018	56,594,990	565,949,900	5,710,951,240

14.6 Name of the Directors and their shareholdings according to Form XII :

SL	Name of the Directors	Status	As of 31 March 2020		
			No. of Shares	Taka	Holding %
1	Mr. SM Tamal Parvez	Chairman	32,296,190	322,961,900	5.66%
2	Mr. Mohammad Shahid Islam, MP	Vice Chairman	24,579,951	245,799,510	4.30%
3	Mr. Mohammed Adnan Imam	Director	18,072,684	180,726,840	3.16%
4	Mr. Rafikul Islam Mia Arzoo	Director	29,866,294	298,662,940	5.23%
5	Mr. Abu Mohammad Saidur Rahman	Director	24,009,300	240,093,000	4.20%
6	Mr. Mohammed Oliur Rahman	Director	24,157,058	241,570,580	4.23%
7	Mr. Abu Bakr Chowdhury	Director	25,689,951	256,899,510	4.50%
8	Mr. Loquit Ullah	Director	26,143,674	261,436,740	4.58%
9	Mr. Mohammed Nazim	Director	26,201,895	262,018,950	4.59%
10	Dr. Nuran Nabi	Director	2,568,995	25,689,950	0.45%
11	Mr. Mohammed Manzurul Islam	Director	1,302,993	13,029,930	0.23%
12	Mr. AKM Mostafizur Rahman	Director	19,409,113	194,091,130	3.40%

The Board of directors represent/hold 44.53% share of the company.

At Mar 31, 2020	At Dec 31, 2019
Taka	Taka

14.7 Capital to Risk Weighted Assets Ratio (CRAR) - as per BASEL III for period end on March 31, 2020

In terms of section 13(2) of Banking Companies Act, 1991 and Bangladesh Bank BRPD Circular No. 07 & 18 dated March 31, 2014 and December 21, 2014 respectively, required capital based on RWA (Solo and Consolidated Basis) of the Bank are shown below:

	Amt in Million Solo Basis	Amt in Million Consolidated Basis
Core Capital/Common Equity (Tier I) (Going Concern Capital)		
Fully Paid-up-Capital	5,710.95	5,710.95
Statutory Reserve	1,536.88	1,536.88
Retained Earnings	1,130.52	1,144.19
Non-Controlling Interest in Subsidiaries	-	41.52
	8,378.36	8,433.55
Regulatory Adjustment from Tier-1 (Core Capital)		
Deferred Tax Assets (DTA)	296.15	296.15
Admissible Tier-I Capital	8,082.21	8,137.40
Additional Tier-1 Capital after adjustment		
Total Admissible Additional Tier-1 Capital		
Tier -2 Capital (Gone-Concern Capital)		
General Provision	1,242.53	1,265.99
	1,242.53	1,265.99
Regulatory Adjustment from Tier-2		
	-	-
Admissible Tier-II Capital	1,242.53	1,265.99
Total Regulatory Capital (Tier I + Tier II)	9,324.74	9,403.38
A. Total Assets including off-Balance Sheet items	118,961.70	119,075.05
B. Total Risk-Weighted Assets (RWA)		
Credit Risk on		
Balance Sheet Exposure	53,306.51	53,191.25
Off Balance Sheet Exposure	8,813.06	8,813.06
	62,119.58	62,004.32
Market Risk	979.81	1,185.01
Operational Risk	4,942.50	4,950.13
	68,041.89	68,139.46
C. Required capital based on Risk Weighted Assets (12.50% of RWA for March 31, 2020)	8,505.24	8,517.43
D. Capital Surplus / (Shortfall)	819.51	885.95
E. Capital to Risk Weighted Assets Ratio (CRAR) (%)	13.70%	13.80%

Calculation basis of Risk Weighted Assets in the Annexure-H (A)-Solo and Annexure-H(B)-Consol Basis

Capital Requirement (Percentage of Capital on Risk-Weighted Assets)

	Solo		Consolidated	
	Required	Held	Required	Held
Core Capital (Tier - I) plus Cap. Conservation Buffer	7.00%	11.88%	7.000%	11.94%
Supplementary Capital (Tier II)		1.83%		1.86%
Total Capital to Risk Weighted Assets Ratio (CRAR)		13.70%		13.80%
Minimum Total Capital plus Capital Conservation Buffer for 2020		12.50%		12.50%
Excess of CRAR for March 31, 2020		1.20%		1.30%

Capital to Risk Weighted Assets Ratio (CRAR) has been calculated as per Basel -III, BRPD Circular no. 18 dated December 21, 2014

14.8 Capital to Risk Weighted Assets Ratio (CRAR) - as per BASEL III for period end on 31.12.2019

At Mar 31, 2020	At Dec 31, 2019
Taka	Taka

In terms of section 13(2) of Banking Companies Act, 1991 and Bangladesh Bank BRPD Circular No. 07 & 18 dated March 31, 2014 and December 21, 2014 respectively, required capital based on RWA (Solo and Consolidated Basis) of the Bank are shown below:

	Amt in Million	
	Solo Basis	Consolidated Basis
Core Capital/Common Equity (Tier I) (Going Concern Capital) as of 31.12.2019		
Fully Paid-up Capital/Funds from Head Office for the Purpose of Meeting the Capital Adequacy	5,710.95	5,710.95
Non-Repayable Share Premium Account		
Statutory Reserve	1,458.84	1,458.84
Retained Earnings	1,015.13	1,025.94
Non-Controlling Interest in Subsidiaries	-	41.20
	8,184.93	8,236.94
Regulatory Adjustment from Tier-1 (Core Capital)		
Deferred Tax Assets (DTA)	301.71	301.71
	301.71	301.71
Admissible Tier-I Capital	7,883.21	7,935.22
Additional Tier-1 Capital after adjustment	-	-
Total Admissible Additional Tier-1 Capital		
Tier -2 Capital (Gone-Concern Capital)		
General Provision	1,024.04	1,043.93
Revaluation Reserves as on 31 December 2014 (50 % of Fixed Assets & Securities and 10% of Equities)	17.49	17.49
	1,041.54	1,061.43
Regulatory Adjustment from Tier-2		
Revaluation Reserves for Fixed Assets, Securities and Equities Securities (Phase in deductions as per Basel III. i.e. 100% for 2014)	17.49	17.49
	17.49	17.49
Admissible Tier-II Capital	1,024.04	1,043.93
Total Regulatory Capital (Tier I + Tier II)	8,907.26	8,979.16
A. Total Assets including off-Balance Sheet items	117,526.28	117,635.46
B. Total Risk-Weighted Assets (RWA)		
Credit Risk on		
Balance Sheet Exposure	50,910.51	50,845.74
Off Balance Sheet Exposure	8,254.66	8,254.66
	59,165.17	59,100.40
Market Risk	2,354.53	2,455.51
Operational Risk	4,942.50	4,962.80
	66,462.20	66,518.71
C. Required capital based on Risk Weighted Assets (12.50% of Total RWA for 2019)	8,307.77	8,314.84
D. Capital Surplus / (Shortfall)	599.48	664.32
(E) Capital to Risk Weighted Assets Ratio (CRAR) (%)	13.40%	13.50%

Capital Requirement (Percentage of Capital on Risk-Weighted Assets)

	Solo		Consolidated	
	Required	Held	Required	Held
Core Capital (Tier - I) plus Cap. Conservation Buffer	7.000%	11.86%	7.000%	11.93%
Supplementary Capital (Tier II)		1.54%		1.57%
Total Capital to Risk Weighted Assets Ratio (CRAR)		13.40%		13.50%
Minimum Total Capital plus Capital Conservation Buffer for 2019		12.50%		12.50%
Excess of CRAR for 2019		0.90%		1.00%

15 Statutory Reserve

	At Mar 31, 2020	At Dec 31, 2019
	Taka	Taka
Opening Balance at the beginning of the period	1,458,843,141	1,050,341,869
Add: Addition during the year *	78,040,573	408,501,272
Add./less Adjustment for Foreign Exchange Rate Fluctuation	-	-
Closing Balance at the end of the period	<u>1,536,883,714</u>	<u>1,458,843,141</u>

* As per Section-24 of Banking Companies Act 1991, 20% of Pre Tax Profit has been transferred to Statutory Account

16 Other Reserve:

General Reserve (Note 16.1)	-	-
Assets Revaluation Reserve (Note 16.2)	-	-
Investment Revaluation Reserve (Note 16.3)	35,203,511	5,009,947
Foreign Currency Translation Gain/ (Loss) (Note 16.4)	-	-
	<u>35,203,511</u>	<u>5,009,947</u>

16.1 General Reserve

Opening Balance at the beginning of the period	-	-
Add: Addition during the year	(+)	-
Closing Balance at the end of the period	-	-

As per rule, Bonus Share/ Cash Dividend may be issued out of surplus of the profit of the year. If there is any short fall, that may be covered from General Reserve Account as per approval of Board of Directors of the Bank.

16.2 Assets Revaluation Reserve

Opening Balance at the beginning of the period	-	-
Add: Addition during the year	(+)	-
Less : Adjustment during the year	(-)	-
Closing Balance at the end of the period	-	-

16.3 Investment Revaluation Reserve:

Revaluation Reserve for HFT Securities

Opening Balance at the beginning of the period	977,534	8,779,800
Add: Addition during the year	(+)	32,902,275
Less : Adjustment during the year	(-)	-
Closing Balance at the end of the period	<u>33,879,809</u>	<u>977,534</u>

Revaluation Reserve for HTM Securities

Opening Balance at the beginning of the period	4,032,413	2,165,529
Add: Addition during the year	(+)	-
Less : Adjustment during the year	(-)	1,866,884
Closing Balance at the end of the period	<u>1,323,703</u>	<u>4,032,413</u>

Total Revaluation Reserve for HFT & HTM Securities (a+b)

<u>35,203,511</u>	<u>5,009,947</u>
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16.4 Foreign Currency Translation Gain/ (Loss)

Opening Balance at the beginning of the period	-	-
Add: Addition during the year	(+)	-
Closing Balance at the end of the period	-	-

16a Consolidated Other Reserve:

NRBC Bank Limited	35,203,511	5,009,947
NRBC Bank Securities Limited	-	-
	<u>35,203,511</u>	<u>5,009,947</u>

17 Retained Earnings/Movement of Profit and Loss Account

Restated Opening Balance	1,015,131,111	841,318,178
Add: Post-Tax Profit during the period	(+)	193,433,599
	<u>1,208,564,710</u>	<u>1,034,756,777</u>

	At Mar 31, 2020	At Dec 31, 2019
	Taka	Taka
Less: Transfer to Statutory Reserve	(-) 78,040,573	408,501,272
Less: Cash Dividend	(-) -	
Less: Stock Dividend	(-) -	565,949,900
Less: Payment the Fraction of share to shareholder	(-) -	247
Less: Transfer to General Reserve	(-) -	-
Add/(Less): Foreign Exchange Translation Loss	(-) -	-
	1,130,524,138	1,015,131,111
17a Retained Earnings/Movement of Profit and Loss Account		
NRBC Bank Limited	1,130,524,138	1,015,131,111
NRBC Bank Securities Limited	15,188,987	12,009,932
	1,145,713,125	1,027,141,043
Less: Minority Interest	1,518,899	1,200,993
	1,144,194,226	1,025,940,050
17b Non-Controlling Interest		
NRBC Bank Securities Limited:		
Equity Capital of Minority Group	40,000,000	40,000,000
Add: Retained Earning/(Loss)	1,518,899	1,200,993
	41,518,899	41,200,993
18 Contingent liabilities	31,360,349,017	16,591,431,161
18.1 Acceptances and Endorsements		
Accepted Bills Against BTB LC - Local	3,131,870,568	2,604,659,444
Accepted Bills Against BTB LC - Foreign	815,072,573	732,475,975
Accepted Bills Against BTB LC EPZ	292,461,603	173,991,958
Customer Liability agst EDF Fund	1,272,882,176	1,361,204,000
Accepted Bills Against LC Cash	1,629,177,702	2,338,257,148
	7,141,464,623	7,210,588,526
18.2 Letters of Guarantee		
Money for which the Bank is in contingently liable in respect of guarantees issued in		
Directors	-	-
Government	-	-
Banks and other Financial Institutions	-	-
Others (Note 18.2a)	13,350,890,424	10,437,378,649
	13,350,890,424	10,437,378,649
18.2a Letters of Guarantee -Others		
Shipping Guarantee Cash Local Sight	100,843,463	69,932,304
Bid Bond Local	987,678,082	843,212,744
Performance Guarantee Local	8,870,898,704	6,653,257,460
Advance Payment Guarantee Local	3,391,470,175	2,870,976,141
	13,350,890,424	10,437,378,649
18.3 Irrevocable Letters of Credit	5,837,373,525	5,729,243,714
18.4 Bills For Collection	5,030,620,445	4,030,987,678
18.5 Liability for Sale of Govt. Securities	175,850,000	175,850,000

18.6 Workers' profit participation fund (WPPF)

As per Bangladesh Labour Act 2006 and SRO no. 336/Law/2010, all companies falling within the scope of WPPF are required to provide 5% of its profit before charging such expense to their eligible employees within the stipulated time. Bank and Financial

Institution Division, Ministry of Finance, vide their letter no.53.00.0000.311.22.002.17.130 dated 14 February 2017 opined that Chapter 15 "Participation in company Profit by Worker" of Bangladesh Labor Act, 2006 and amendment made in the July 22, 2013, is not applicable for Bank & Financial Institution. As such the Bank did not make any provision for WPPF.

19 Income statement

Income :

	At Mar 31, 2020 Taka	At Dec 31, 2019 Taka
Interest, discount and similar income (Note-19.1)	2,252,130,599	1,691,140,104
Dividend income (Note-22)	6	4,569.67
Fees, commission and brokerage (Note-23)	153,374,556	111,527,625
Gains less losses arising from dealing in securities (Note-19.2)	167,479,430	5,611,142
Gains less losses arising from investment securities	-	-
Gains less losses arising from dealing in foreign currencies	-	-
Income from non-banking assets	-	-
Other operating income (Note-24)	51,050,629	40,846,082
Profit less losses on interest rate changes	-	-
	2,624,035,220	1,849,129,523.29

Expenses :

	Jan'20-Mar'20 Taka	Jan'19-Mar'19 Taka
Interest / profit paid on deposits, borrowings, etc. (Note-21)	1,319,275,403	971,922,934
Losses on loans, advances and lease/ investments	-	-
Administrative expenses (Note-19.3)	505,182,190	379,520,902
Other operating expenses (Note-35)	169,236,356	51,049,233
Depreciation on banking assets (Note-34)	37,264,898	36,837,584
	2,030,958,847	1,439,330,653
Operating Profit of the Bank	593,076,373	409,798,870

19.1 Interest, discount and similar income

	At Mar 31, 2020 Taka	At Dec 31, 2019 Taka
Interest Income (Note 20)	1,901,659,861	1,522,834,756
Interest on Treasury Bills (Note:22)	22,511,468	3,124,456
Interest Income Money at Call (Note:22)	9,433,094	16,864,700
Interest on Treasury Bonds (Note:22)	317,751,175	139,551,421
Interest on Coupon Bonds (Note:22)	775,000	8,710,511
Interest on Reverse Repo (Note:22)	-	54,260
Interest on Zero Coupon Bonds	-	-
Interest on Bangladesh Bank Bill (Note:22)	-	-
Gain on Sale of Assets, Properties and Others	-	-
	2,252,130,599	1,691,140,104

19.2 Gains less losses arising from dealing in securities

	At Mar 31, 2020 Taka	At Dec 31, 2019 Taka
Gain on Sale of Shares and Securities listed with DSE/CSE (Note:22)	-	-
Gain on Sale of Bonus Shares listed with DSE/CSE (Note:22)	-	-
Gain on Sale of Approve Govt. Securities (Note : 22)	167,479,430	5,611,142
	167,479,430	5,611,142
Less : losses arising from dealing in securities		

19.3 Administrative expenses

	At Mar 31, 2020 Taka	At Dec 31, 2019 Taka
Salaries and Allowances (Note : 25)	362,134,314	270,603,442
Rent, Taxes, Insurance, Electricity, etc. (Note : 26)	70,056,618	65,182,692
Regulatory and Legal expenses (Note : 27)	244,021	430,320
Postage, Stamps, Telecommunication, etc (Note : 28)	10,370,056	10,068,334
Stationery, Printing, Advertisement, etc (Note : 29)	48,934,799	24,435,451
Chief Executive's salary and fees (Note : 30)	2,262,854	4,200,000
Directors' Fees & Meeting Expenses (Note : 31)	4,396,421	1,230,727
Auditors' Fees (Note : 32)	115,000	-
Purchased of Spares parts/Accessories for Replacement of Banks Assets(Note: 34)	5,512,688	2,922,279
Repairs of Bank's Assets (Note : 34)	1,155,419	447,657
	505,182,190	379,520,902

	Jan'20-Mar'20 Taka	Jan'19-Mar'19 Taka
20 Interest Income/profit on investments		
<u>Interest on Loans and Advances:</u>		
Loans and Advances /Investment	1,852,561,727	1,453,433,434
Bills Purchased and Discounted	10,385,184	6,910,088
	1,862,946,911	1,460,343,522
<u>Interest on:</u>		
Bangladesh Bank	-	-
Foreign and Domestic Bank & Financial Institutions in Foreign Currency (FCY)	-	-
Bank & Financial Institutions in Local Currency (LCY)	38,712,950	62,491,234
	38,712,950	62,491,234
	1,901,659,861	1,522,834,756
<u>Product wise Interest/profit on investments</u>		
Interest Income on Overdraft	416,974,824	302,684,987
Interest Income-Term Loan	292,972,470	195,820,122
Interest Income-Lease Finance	19,510,016	16,625,809
Interest Income-Hire Purchase	66,788,162	49,287,662
Profit from Hire Purchase Shirkatul Meelek (HPSM)	27,475	-
Interest Income-Time Loan	275,173,364	237,884,326
Interest Income from Home Loan	13,975,433	3,578,954
Interest Income-LTR	91,948,693	64,589,637
Interest Income-Packing Credit	14,481,596	10,385,300
Interest Income-EDF Loan	6,551,011	5,055,316
Interest Income - SME Credit	208,710,148	140,576,554
Interest Income Consumer Loan	25,957,453	14,067,159
Interest Income from Agricultural Credit	13,431,570	17,138,646
Interest Income from Construction Finance	90,224,896	89,457,226
Interest Income from PAD	10,149,383	2,262,071
Interest Income from Staff Loan	3,386,695	3,336,981
Interest Income from Micro Credit	4,022	-
Interest Income from Cash Credit Hypo	302,294,515	300,682,683
	1,852,561,727	1,453,433,434
Profit from Documentary Bill Purchase	42,209	-
Interest Income from Documentary Bill Purchase	10,342,975	6,910,088
	1,862,946,911	1,460,343,522
20a Consolidated Interest Income/Profit on investments		
NRBC Bank Limited	1,901,659,861	1,522,834,756
NRBC Bank Securities Limited	5,180,779	2,552,428
	1,906,840,640	1,525,387,184
Less: Inter company transaction	2,060,920	42,128
	1,904,779,720	1,525,345,056
21 Interest Paid/profit shared on Deposits and Borrowings, etc.		
Interest Paid/Profit Shared on Deposits (Note 20.1)	1,177,718,613	894,487,208
Interest Paid on Borrowings (Note 20.2)	141,556,790	77,435,726
	1,319,275,403	971,922,934
21a Consolidated Interest Paid/Profit shared on Deposits and Borrowings, etc.		
NRBC Bank Limited	1,319,275,403	971,922,934
NRBC Bank Securities Limited	2,060,920	42,128
	1,321,336,323	971,965,062
Less: Inter company transaction	2,060,920	42,128
	1,319,275,403	971,922,934

	Jan'20-Mar'20 Taka	Jan'19-Mar'19 Taka
21.1 Interest Paid/Profit shared on Deposits		
Current accounts/Al-wadeeah current accounts	3,949,915	2,308,735
Savings Account/Mudaraba Savings Deposit Account	26,212,281	21,048,298
Savings Account [Staff]	398,599	348,180
Special/Mudaraba Notice Deposits	77,360,028	83,411,113
Interest/Profit paid on Sohoj Sanchay	13,923,019	8,353,290
Fixed Deposit/Mudaraba Fixed Deposit Receipts	239,965,529	217,143,986
Foreign Currency Deposit [FCD, NRTA, RFCD, etc]	-	-
Schemes Deposit/ Mudaraba Scheme Deposits	815,909,243	561,873,606
	1,177,718,613	894,487,208
21.2 Interest Paid on Borrowings		
Banks and NBFIs in Foreign Currency (FCY)	7,461,205	-
Call Money Borrowing	18,402,903	4,471,319
REPO Borrowed from Other Banks and FIs	48,496,794	1,118,403
Refinance from Bangladesh Bank	1,590	539,427
Inter Bank Borrowing	30,347,222	63,372,222
Interest Paid on Secondary Security Purchased	36,847,076	7,934,355
	141,556,790	77,435,726
22 Investment Income		
<u>Conventional and Islamic banking</u>		
Interest on Treasury Bill	22,511,468	3,124,456
Interest Income Money at Call and Short Notice	9,433,094	16,864,700
Interest on Treasury Bond	317,751,175	139,551,421
Interest on Coupon Bond	775,000	8,710,511
Interest on Reverse Repo	-	54,260
Dividend Income	6	4,570
Gain on Sale of Shares and Securities listed with DSE/CSE	-	-
Gain on Sale of Bonus Shares listed with DSE/CSE	-	-
Gain on Sale of Assets, Properties and Others	-	-
Gain on Sale of Approve Securities	167,479,430	5,611,142
	517,950,174	173,921,060
22a Consolidated Investment income		
<u>Conventional and Islamic banking</u>		
NRBC Bank Limited	517,950,174	173,921,060
NRBC Bank Securities Limited	6,556,419	4,113,220
	524,506,593	178,034,280
Less: Inter company transaction	-	-
	524,506,593	178,034,280
23 Commission, Exchange and Brokerage		
<u>Conventional and Islamic banking</u>		
Commission on Back to Back Letter of Credit & L/C Cash Sight Inland	30,138,623	29,575,824
Commission on Bank Guarantee	64,749,255	33,932,590
Commission on Export Bills	1,712,459	1,533,734
Commission on Back to Back Accepted Bills	21,469,848	18,318,656
Commission on Clean (FBP/IBP Purchased) Bill	192,811	109,293
Commission on Remittance including Foreign Remittance	4,947,195	2,493,110
Commission on Sale of FC Cash	36,335	24,085
Commission from Other Services	2,134	72,003
Underwriting Commission for selling of Govt. Securities	28,852	17,607
Commission on Other Banking Services	118,403	57,233.50
Exchange gain for Trading of Foreign Currency through Export, Import, dealing, remittance (Net)	29,978,640	25,393,491
	153,374,556	111,527,625

Commission income arises on service provided by the bank which is recognized on a cash basis. Commission charged on the Customer on Letter of Credit and letter of Guarantee are credited to income at the time of effecting the transaction.

	Jan'20-Mar'20 Taka	Jan'19-Mar'19 Taka
23a Consolidated Commission, Exchange and Brokerage		
NRBC Bank Limited	153,374,556	111,527,625
NRBC Bank Securities Limited	5,841,735	7,583,674
	159,216,291	119,111,300
Less: Inter company transaction	525,683	917,545
	158,690,608	118,193,755
24 Other Operating Income		
Conventional and Islamic banking		
Service Charges and Fees	8,038,419	5,386,694
Rental Income	305,000	210,000
Online Client Services	842,815	353,420
Income from Card Services	1,187,117	546,635
Trade Finance incl. LC Advising, Swift Charge, LC Discrepancy, Postage Recovery, LC Amen	31,984,002	27,377,388
Miscellaneous Earnings	8,693,277	6,971,944
	51,050,629	40,846,082
24a Consolidated Other Operating Income		
NRBC Bank Limited	51,050,629	40,846,082
NRBC Bank Securities Limited	270,519	294,864
	51,321,149	41,140,946
Less: Inter company transaction	-	-
	51,321,149	41,140,946
25 Salaries and Allowances		
Basic Salary	133,354,872	92,637,316
Contractual Staff Salary/Expense	3,743,205	3,843,702
Leave Encashment/Retirement/Service benefit on Resignation from bank	17,992,822	14,388,819
Contributed to Recognized NRBC Employees' Gratuity Fund Payment/Expense	-	5,000,000
Bank Contribution To Recognized NRBC Employees' Provident Fund	10,127,890	7,749,804
Salary & Exgratia of Security and Cleaning support Staff	37,221,414	30,345,725
House Furnishing Cost/Furniture Allowance	5,574,776	4,408,547
Leave Fare Assistance	16,635,933	13,494,588
Allowance	137,483,402	98,734,941
	362,134,314	270,603,442
25a Consolidated Salaries and Allowances		
NRBC Bank Limited	362,134,314	270,603,442
NRBC Bank Securities Limited	5,356,293	3,462,496
	367,490,607	274,065,938
Less: Inter company transaction	-	-
	367,490,607	274,065,938
26 Rent, Taxes, Insurance, Electricity, etc.		
Office and Garage Rent (Note : 25.1)	59,076,703	55,544,824
Rates, Taxes and Duties including Trade License/Sign Board Tax/Toll/Parking/Excise duty (814,288.0	578,242.0
Insurance Expenses including DMB Insurance to BB (Note : 25.3)	1,180,223	1,341,409
Electricity and Utility Expenses (WASA/Water Supply by Div./Purasuva and Lift & Guard S	8,985,403	7,718,217
	70,056,618	65,182,692
26.1 Office and Garage Rent		
Office Rent -Branch &HO	55,621,220	55,524,824
Office Rent -Sub-Branch	3,080,733	-
Office Rent -ATM	356,250	-
Garage Rent for Car Parking	18,500	20,000
	59,076,703	55,544,824

* In addition to note 2.2 regarding Departure of IFRS -16, According to lease agreement with landlord for office premises, termination clause is maximum 06 months period referred to the right of use of the assets become fall below 12 months, hence lease liability will be questioned. Depreciation and interest expense will be charge in the Profit and Loss account if we comply the IFRS - 16 and, none of the expenses, are not subject to Tax and VAT as per acts.

	Jan'20-Mar'20 Taka	Jan'19-Mar'19 Taka
26.2 Rates, Taxes and Duties		
Trade/Gun License and Patent Right Tax	142,803	55,630
Holding, Municipality, Sign Board Tax	47,164	-
Vehicle Registration, Tax token, Fitness, etc.	17,618	24,310
Toll and Parking Tax/Charge	216,345	106,802
Excise/Supplementary Duty	385,558	391,500
Other Rates and Taxes	4,800	-
	<u>814,288.00</u>	<u>578,242.00</u>
26.3 Insurance Expenses including DMB Insurance to BB		
Deposit Money Insurance to Bangladesh Bank	-	-
Central Insurance Policy (Cash in safe, Counter & Transit as well as Fixed Assets)	1,180,223	1,341,409
	<u>1,180,223.32</u>	<u>1,341,409.41</u>
26a Consolidated Rent, Taxes, Insurance, Electricity, etc.		
NRBC Bank Limited	70,056,618	65,182,692
NRBC Bank Securities Limited	985,190	1,331,567
	<u>71,041,808</u>	<u>66,514,259</u>
Less: Inter company transaction	-	-
	<u>71,041,808</u>	<u>66,514,259</u>
27 Legal, Regulatory Fees and Documentation Expense		
Consultancy/Professional Fees and Charges	213,721	354,556
Power of Attorney/Court Fees with Stamp Charge	28,000	37,000
DSE and CDBL Fees	-	6,000
RJSC and SEC Fees	-	4,014
Legal and Consultancy fees	2,300	28,750
	<u>244,021</u>	<u>430,320</u>
27a Consolidated Legal/Preliminary Expense		
NRBC Bank Limited	244,021	430,320
NRBC Bank Securities Limited	50,600	-
	<u>294,621</u>	<u>430,320</u>
Less: Inter company transaction	-	-
	<u>294,621</u>	<u>430,320</u>
28 Postage, Stamps, Telecommunication, etc		
Stamps and Cartridge Cost	51,103	17,418
Govt. Postal/Registered Postal Service Charge	41,565	7,065
Courier Charges	866,833	500,603
Telephone and Mobile Expenses	2,239,640	2,051,264
Internet & WIFI Expense and WAN(Link) Connection Charges	7,170,915	7,491,984
	<u>10,370,056</u>	<u>10,068,334</u>
28a Consolidated Postage, Stamps, Telecommunication, etc		
NRBC Bank Limited	10,370,056	10,068,334
NRBC Bank Securities Limited	199,624	216,876
	<u>10,569,680</u>	<u>10,285,210</u>
Less: Inter company transaction	-	-
	<u>10,569,680</u>	<u>10,285,210</u>
29 Stationery, Printing, Advertisement, etc		
Stationery and Printing Expenses[Note: 29.1]	9,884,248	4,720,734
Advertisement and Sponsorship Expense[Note: 29.2]	7,829,306	7,735,118
Computer Expenses [Note: 29.3]	31,221,245	11,979,600
	<u>48,934,799</u>	<u>24,435,451</u>
29.1 Stationery and Printing Expenses		
Printing Stationery	859,073	414,436
Security Papers/ Stationeries	2,889,332	1,645,403
Office Stationeries	5,736,159	2,582,319
Utensil and Crockeries	399,685	78,576
	<u>9,884,248</u>	<u>4,720,734</u>

	Jan'20-Mar'20 Taka	Jan'19-Mar'19 Taka
29.2 Advertisement and Sponsorship Expense		
Advertisement in News Papers and Megazine	4,167,536	3,133,568
Hoarding & Neon Sign and Misc Advertisement	6,450	2,450
Advertisement in Radio, Television and Online Media	874,000	690,600
Souvenir/ Calendar / Dairy	2,607,500	3,908,500
	7,655,486	7,735,118
29.3 Computer and Software related Expense		
Computer Papers/Stationeries	540	131,422
Toner, Ribbon, Printer Ink Expenses	2,264,984	1,089,793
CBS Annual Maintenance Expense	5,692,499	5,368,972
Software (Other) Maintenance Cost/Expense	759,978	1,657,740
DC and DRC Maintenance Expense	1,000,000	1,000,000
Parts purchased (Replacement) for DC and DRC	-	440
Other IT Enable Expenses	21,503,244	2,731,233
Spare Parts for Computer & Hardware	-	-
	31,221,245	11,979,600
29a Consolidated Stationery, Printing, Advertisement, etc		
NRBC Bank Limited	48,934,799	24,435,451
NRBC Bank Securities Limited	83,434	231,415
	49,018,233	24,666,866
Less: Inter company transaction	-	-
	49,018,233	24,666,866
30 Chief Executive's salary and fees		
Basic Salary	1,397,097	2,600,000
Festival Bonus	-	-
Other Allowance	865,757	1,600,000
	2,262,854	4,200,000
31 Directors' Fees & Meeting Expenses		
Directors' Fees	440,000	248,400
Travelling and Haltage	3,622,517	707,061
Directors Meeting Stationery Expense	22,016	9,050
Board Meeting Expenses including refreshment and Tips to the Drivers	311,888	266,216
	4,396,421	1,230,727
Each Director is entitled to get honorium@Tk.8000 & travelling expenses at actual for attending meeting of the board of directors as per BRPD Circular Letter #11 dated October 04, 2015. There were no other financial benefits provided to the Directors of the Bank.		
31a Consolidated Directors' Fees & Meeting Expenses		
NRBC Bank Limited	4,396,421	1,230,727
NRBC Bank Securities Limited	106,241	-
	4,502,662	1,230,727
Less: Inter company transaction	-	-
	4,502,662	1,230,727
32 Auditors' Fees		
Statutory	115,000	-
Others	-	-
	115,000	-
32a Consolidated Auditors' Fees		
NRBC Bank Limited	115,000	-
NRBC Bank Securities Limited	-	-
	115,000	-
33 Charges on Loan Losses		
Loan-written off	-	-
Interest waived	-	-
	-	-
34 Replacement, Repair and Depreciation of Bank's Assets		

	Jan'20-Mar'20 Taka	Jan'19-Mar'19 Taka
Purchased of Spares parts/Accessories for Replacement of Banks Assets (a):		
Replacement and Repair of Land, Building and Construction	14,880	20,810.00
Items/Accessories purchased (Replacement) for Furniture and Fixtures	997,098	578,303.00
Parts purchased (Replacement) for Equipment & Machineries	1,899,657	1,149,190.00
Items/Accessories purchased (Replacement) for Rented Premises	373,917	64,420.00
Electricity Connection Fee, Installation & Replacement	807,596	463,135.17
Telephone Connection Fee, Installation & Replacement	34,349	11,260.00
Parts/Accessories purchased (Replacement) for Computer and Computer Equipment	505,018	86,733.20
Parts/Accessories purchased (Replacement) for Vehicles	880,174	541,378.00
Parts purchased (Replacement) for Plant	-	3,000.00
Domain/Internet Connection Fee & Installment	-	-
Parts purchased (Replacement) for Premises	-	4,050.00
	5,512,688	2,922,279
Repair, Renovation & Maintenance of Bank's Assets (b):		
Repair and Maintenance for Furniture and Fixtures	150,058	106,501.00
Repair and Maintenance for Equipment & Machineries	701,364	161,829.40
Repair and Maintenance for Rented Premises	91,652	1,040.00
Repair and Servicing of Computer and Computer Equipment	52,235	2,805.00
Repair and Maintenance for Premises	1,000	-
Repair and Servicing of Vehicles	159,111	175,482.00
	1,155,419	447,657
Depreciation of Bank's Assets-Own Assets (c) *:		
Land, Building and Construction	-	-
Furniture & Fixtures	11,105,726	8,607,737
Equipment and Machinery	24,641,672	15,673,642
Computer and Computer Equipment	-	4,617,079
Intangible Assets/Bangladesh Made Computer Software	-	6,337,125
Vehicle	1,517,500	1,600,832
Books	-	1,169
	37,264,898	36,837,584
* Depreciation has been charged from the month of purchased		
Total [a+b+c]	43,933,006	40,207,521
34a Consolidated Depreciation and Repairs		
NRBC Bank Limited	43,933,006	40,207,521
NRBC Bank Securities Limited	483,079	741,879
	44,416,085	40,949,400
Less: Inter company transaction	-	-
	44,416,085	40,949,400
35 Other Expenses		
Bank Charges (Note: 35.1)	1,416,448	601,339
Donation/Contribution and Corporate Social Responsibility (CSR)	26,039,500	6,403,500
Car Expenses including Registration, Tax token, Fitness, etc paid to BRTC (Note: 35.2)	4,984,817	1,341,946
Brokerage/Commission to Bank/FIs/Share Trading Co. (Note: 35.3)	212,364	503,742
Training & Internship Allowances (Note: 35.4)	1,258,423	1,926,953
Annual Subscription/Membership Fees-Regulatory/Govt./Institutions/Others	1,597,325	1,287,766
Entertainment and other Expenses (Note: 35.5)	4,024,681	3,741,534
Travelling Expenses (Inland & Foreign) for official purpose (Note: 35.6)	3,117,272	1,579,693
Conveyance, Labor, Carriage and Freight Expense (Note: 35.7)	2,204,014	1,456,056
Development and Publicity (Note: 35.8)	6,253,428	3,745,891
Liveries and Uniforms payment /Expense for Support Staff	82,690	-
First Aid/Medical Expenses	8,104	268,149
Newspaper, Magazine and Periodicals	214,370	166,429
Manpower/Security Service Providers Commission & Charge (Note: 35.9)	12,968,160	-
Loss on Sale of Non-Trading Share and Securities	24,987,383	156,100
Card Division Charges and Expenses (Note: 35.10)	874,530	699,150
Miscellaneous Expenses (Note: 35.11)	5,474,831	4,632,929
Agent Banking Charge and Expenses	943,927	350,655
Loss on Govt. Securities:Treasury Bills and Bonds	72,574,088	22,187,401
	169,236,356	51,049,233
35.1 Bank Charges		

	Jan'20-Mar'20 Taka	Jan'19-Mar'19 Taka
Clearing Cheque Charge (VAT Incl.)	17,967	160,117
Online/SMS Banking Charge (VAT Incl.)	830,636	74,170
Bank Charge incl. A/c Maintain./Cheq. Issue (VAT Incl.)	567,386	367,053
NPSB Transactions Commission (VAT Incl.)	-	110,521
	1,415,988	711,861
35.2 Car and Vehicles Expenses		
Car or Vehicles Fuel (Oil/Gas/LPG) Cost	2,145,962	1,284,746
Car or Vehicles Hiring Charge	2,838,855	57,200
	4,984,817	1,341,946
35.3 Brokerage/Commission and Discount paid to Bank/FIs		
Commission paid to Bank/FIs	1,200	1,425
Brokerage Commission/Fees - Share Trading (VAT Exempted)	211,164	502,317
	212,364	503,742
35.4 Training, Scholarship and Allowance		
Training and Seminar Fees & Expenses (Note 35.4.1)	409,571	311,469
Recruitment Test/Fees/Allowance	-	265,369
Honorarium/Trainer Fees/Allowance	260,000	79,000
Scholarship and Higher Study Training	229,250	19
Internship Allowances to Universities Graduate	214,602	276,096
Stipend, Reward and Recognition	145,000	995,000
	1,258,423	1,926,953
35.4.1 Training and Seminar Fees & Expenses		
Domestic Training & Seminar Fees	104,075	158,547
Other Training Arranging Fees & Expenses	305,496	152,922
	409,571	311,469
35.5 Entertainment and Refreshment Expenses		
Process Food Items Through Mushak-11 (M-6.3) or VAT Paid	1,425,130	1,285,159
Food Items from Street or open Market	2,263,504	2,166,665
Green Food Item from open Market	336,047	289,710
	4,024,681	3,741,534
35.6 Travelling Expenses (Inland & Foreign) for official purpose		
Foreign Travel -Bank Sponsored	323,729	-
Inland or Domestic Travel by Staff	2,793,543	1,579,693
	3,117,272	1,579,693
* Section 30(K) of Income tax Ordinance, 1984, Foreign Travel engaged in providing any service to the Government or Travel for Trade delegates of Govt. will not be considered for limited of expense i.e. 1.25% of yearly Turnover.		
35.7 Conveyance, Carriage, Freight and Worker Charge		
Local Conveyance by Staff	2,095,376	1,354,663
Plumber, Electrician and labor Charge	108,638	101,193
Physically Carriage and Freight Charge	-	200
	2,204,014	1,456,056
35.8 Payment for Development and Publicity Purpose		
Business Development (Gift of Prize Bond, Goods/items to valued clients of the Bank)	6,154,553	2,225,977
Promotion and Routine Expense (Promotional Items Distributed to Prospective Clients)	98,875	1,519,914
	6,253,428	3,745,891
35.9 Manpower/Security Service Providers Commission & Charge		
Security Service Providers Commission & Charge	8,630,840	-
Manpower Service Providers Commission & Charge	4,337,320	-
	12,968,160	-
35.10 Card Charges and Expenses		

	Jan'20-Mar'20 Taka	Jan'19-Mar'19 Taka
Fees and Charges for VISA Card	766,718	699,150
Card Contract Point Verification	107,813	-
	874,530	699,150
35.11 Miscellaneous Expenses		
Laundry and Cleaning Expenses (Note 35.11.1)	665,983	368,830
Binding, Photography and Photocopy	80,267	104,664
Cash Carrying/Remitting Charge to Security Service Provider	1,686,421	1,660,866
Nursery and Plantation Purchased	153,404	171,793
Other Professional Charges	-	1,150
Discomfort/Closing/Saturday Banking Allowance	323,010	176,871
Conference/Shareholders Meeting/Programs/Opening Ceremony Expense	1,668,066	2,042,694
NID Verification Charge to Bangladesh Election Commission (Incl. VAT)	402,500	54,052
Employee Welfare	5,000	-
COVID-19 (Coronavirus) Related Expenses	424,811	-
Sundry Expenses	65,270	52,009
	5,474,731	4,632,929
35.11. Laundry and Cleaning Expenses		
Manual Laundry and Cleaning Expense	643,168	368,830
Auto Laundry and Cleaning Expense	22,815	-
	665,983	368,830
35a Consolidated Other Expenses		
NRBC Bank Limited	169,236,356	51,049,233
NRBC Bank Securities Limited	208,975	505,533
	169,445,331	51,554,765
Less: Inter company transaction	525,683	917,545
	168,919,648	50,637,221
36 Provision against loans and advances/Investment		
<u>i. Provision against unclassified loans and advances</u>		
Provision for Unclassified Loans and Advances/Investment including Staff Loan	23,758,325	!(5,312,004!)
Provision for SMA Loans and Advances	90,161,912	12,956,207
	113,920,238	7,644,204
<u>ii. Provision against classified loans and advances</u>		
Provision for Sub-Standard Loans and Advances	1,730,684	177,849,557
Provision for Doubtful Loans and Advances	4,290,938	(59,547,024)
Provision for Bad & Loss of Loans and Advances	(21,637,960)	(37,269,920)
	(15,616,338)	81,032,613
	98,303,900	88,676,817
36a Consolidated provision against loans and advances		
NRBC Bank Limited	98,303,899.88	88,676,817
NRBC Bank Securities Limited	-	-
	98,303,899.88	88,676,817
37 Provision for Diminution in Value of Investments		
Quoted Company Share Value	74,161,216	8,504,475
Others	-	-
	74,161,216	8,504,475
37a Consolidated Provision for Diminution in Value of Investments		
NRBC Bank Limited	74,161,216	8,504,475
NRBC Bank Securities Limited	3,566,674	(174,302)
	77,727,889	8,330,173
38 Provision for Off-Balance Sheet Exposures		
Conventional and Islamic banking	30,408,395	31,445,204
	30,408,395	31,445,204
38a Provision for Off-Balance Sheet Exposures		
NRBC Bank Limited	30,408,395	31,445,204
NRBC Bank Securities Limited	-	-
	30,408,395	31,445,204

39 Provision for Current Tax Payable/Credit

SL	Particulars	Jan'20-Mar'20	Jan'19-Mar'19
		Taka	Taka
1	Taxable Income	528,267,267	420,080,498
2	Current Tax Payable @37.500% before considering extra ordinary items	198,100,225	157,530,187
3	Less: 10% Tax exemption/rebate on actual expenditure of CSR [SRO 229/2011]	(2,603,950)	(640,350)
4	Add: Dividend Income Tax [20% Tax as per Paripatra 2017-18]	1.27	914
5	Add: Gain on Sale of Shares and Debentures [10% Tax as per SRO no.196/2015]	-	-
6	Current Tax Payable after considering extra ordinary items	195,496,276	156,890,751
7	Deferred Tax Liability for the period	1,272,987	(34,244,554)
8	Tax Expense for the Period	196,769,264	122,646,197

39a Consolidated Current Tax Expense

NRBC Bank Limited	196,769,264	122,646,197
NRBC Bank Securities Limited	1,569,367	2,087,385
	198,338,631	124,733,582

39b Consolidated Current Tax Payable

NRBC Bank Limited	195,496,276	156,890,751
NRBC Bank Securities Limited	1,301,867	2,176,852
	196,798,143	159,067,603

40 Deferred Tax (Income)/Expense	Carrying Amt	Tax Base	Temporary Difference	
Fixed Assets	564,040,088	680,860,768	(116,820,679)	(75,377,348)
	Total deductible Temporary Difference at Asset side		(116,820,679)	(75,377,348)
Provision for Classified Loan	831,298,792	-	(831,298,792)	(804,769,289)
	Total Taxable Deductible Difference at Liability side		(831,298,792)	(804,769,289)
Net Taxable deductible Temporary Difference [i.e. Tax will be paid in future period]			(948,119,472)	(880,146,637)
Tax Rate @37.50% i.e deferred Tax Liability			(355,544,802)	(330,054,989)
Less : Deferred Tax Income as at 31.12.2019			(356,817,789)	(295,810,435)
Deferred Tax Income for the year			1,272,987	(34,244,554)

40a Consolidated Deferred Tax (Income)/ Expense

NRBC Bank Limited	1,272,987	(34,244,554)
NRBC Bank Securities Limited	267,500	(89,467)
	1,540,488	(34,334,021)

41 Earnings Per Share (EPS)

Profit after Taxation	193,433,599	158,526,178
Number of Ordinary Shares outstanding	571,095,124	571,095,124
Earnings Per Share	0.34	0.28

41a Consolidated Earnings Per Share (EPS)

Net Profit attributable to the shareholders of parent company	196,612,654	164,625,389
Number of Ordinary Shares outstanding	571,095,124	571,095,124
Earnings Per Share	0.34	0.29

Earnings Per Share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares outstanding as of 31 March 2020 in terms of Bangladesh Accounting Standard (BAS)-33.

	At Mar 31, 2020 Taka	At Mar 31, 2019 Taka
42 Receipts from Other Operating Activities		
Interest on Treasury Bill	4,130,714	3,124,456
Interest Income Money at Call and Short Notice	9,642,239	17,967,256
Interest on Treasury Bond	328,620,957	165,311,965
Interest on Coupon Bond	30,494,829	26,916,403
Interest on Reverse Repo	-	54,260
Gain on Sale of Approve Securities	167,479,430	5,611,142
Service Charges and Fees	8,038,419	5,386,694
Rental Income	305,000	210,000
Online Client Services	842,815	353,420
Income from Card Services	1,187,117	546,635
Charges on Trade Finance	31,984,002	27,377,388
Miscellaneous Earnings	8,693,277	6,971,944
	591,418,798	259,831,566
42a Consolidated Receipts from Other Operating Activities		
NRBC Bank Limited	591,418,798	259,831,566
NRBC Bank Securities Limited	270,519	294,864
	591,689,317	260,126,430
43 Payments for Other Operating Activities		
Rent, Taxes, Insurance, Electricity, etc	74,388,304	68,113,220
Legal, Regulatory Fees and Documentation Expense	244,021	430,320
Audit Fees	57,500	-
Postage, Stamps, Telecommunication, etc	10,879,277	10,386,429
Directors' fees & Meeting Expenses	4,396,421	1,230,727
Repair, Replacement, Renovation & Maintenance of Bank's Assets	6,668,107	3,369,937
Payment for Donation/Contribution/CSR and Subscription	26,039,500	6,403,500
Other Expenses	143,213,052	44,757,553
	265,886,182	134,691,686
43a Consolidated Payments for Other Operating Activities		
NRBC Bank Limited	265,886,182	134,691,686
NRBC Bank Securities Limited	!(167,180!)	653,226
	265,719,002	135,344,911
Cash Increase/(Decrease) through Intercompany Transaction	-	947,889
	265,719,002	134,397,022
44 Payment/(Settled) for Other Assets		
Advance Security Deposit	(91,007)	77,100
Inter Branch General Account Balance (Dr Balance)	2,895,338	-
Suspense Account	10,454,080	(13,660,066)
Advance Rent	(1,971,176)	(12,665,965)
Clearing Adjustment A/C	-	500,000
Share Sale proceed Receivable	-	-
	11,287,236	(25,748,931)
44a Consolidated Payment/(Settled) for Other Assets		
NRBC Bank Limited	11,287,236	(25,748,931)
NRBC Bank Securities Limited	(7,901,160)	11,277,683
	3,386,076	(14,471,248)
Less: Cash Increase/(Decrease) through Intercompany Transaction	-	-
	3,386,076	(14,471,248)
45 (Payment)/Received of Other Liabilities		
FC Held Against BTB Bills, EDF Loan and Others	321,707,729	72,278,619
Inter Branch General Account Balance (Cr Balance)	112,453,136	(400,651)
Received against service of Card Busines (Accrued income)	19,355,317	17,230,212
	453,516,182	89,108,180
46 (Purchase)/ Sale of Government Securities		
Treasury Bills-HFT	978,071,388	(154,347,965)
Treasury Bills-HTM	1,296,977,172	(179,318,977)
Adjustment of Revaluation (Gain)/Loss on Treasury Bills which is non cash	30,193,564	(6,384,824)
	2,305,242,125	(340,051,766)

47 Currency Conversion Rates

Assets and Liabilities as at 31 March 2020 denominated in foreign currencies have been converted to local currency Bangladesh Taka (BDT) at the following exchange rates:

Currency	Abbreviation	Unit	Equivalent BDT
US Dollar	USD	1	84.9500
ACU Dollar	ACU	1	84.9500
Japanese Yen	JPY	1	0.7637
EURO	EURO	1	91.6356
ACU EURO	ACU EURO	1	91.6356
GBP	GBP	1	99.8757

48 Highlights of overall activities of the Bank

Sl	Particulars	31-Mar-20	31-Dec-19
		Taka	Taka
1	Paid-up Capital	5,710,951,240	5,710,951,240
2	Total Capital	9,324,743,305	8,907,256,537
3	Capital Surplus	819,506,839	599,481,679
4	Shareholders' Equity/Capital	8,468,751,589	8,200,744,377
5	Total Assets	87,714,704,897	90,227,259,800
6	Total Deposits	68,602,020,509	71,879,793,228
7	Total Loans and Advances	61,773,427,153	62,059,563,385
8	Total Contingent Liabilities and Commitments	31,360,349,017	27,408,198,566
9	Credit-Deposit Ratio	85.21%	82.54%
10	Ratio of Classified Loans against Total Loans and Advances	3.26%	3.20%
11	Profit after Tax and Provisions	196,612,654	1,153,570,194
12	Loans Classified	2,012,640,213	1,985,090,849
13	Provision kept against Classified Loans	831,298,792	846,915,130
14	Provision Surplus/(deficit)	-	-
15	Cost of Fund	9.95%	10.52%
16	Interest Earning Assets	77,328,491,037	80,400,098,322
17	Non-interest Earning Assets	10,386,213,860	9,827,161,478
18	Net Interest Income (NIM)	585,504,317	2,550,005,474
19	Return on Investments (ROI)	2.50%	15.04%
20	Return on Assets (ROA)	0.25%	1.47%
21	Income from Investments	524,506,593	1,340,370,651
22	Earnings Per Share	0.3443	2.02
23	Net Income Per Share	0.3443	2.02
24	Net Assets Value	14.83	14.36
25	Price-Earnings Ratio (Times) *	N/A	N/A

* Bank is yet to be listed with any stock exchange in Bangladesh

49 Events after Reporting Period

- No other events occurred after reporting whose has impact in the Financial Statements except Corona Virus Pandemic
- The shareholders approved @11% dividend comprising 9% Cash and 2% stock in the 7th Annual General Meeting(AGM) held on June 07, 2020 for the year end December 31, 2019.



Harunur Rashid
Chief Financial Officer



Md. Mukhter Hossain
Chairman, BoD

NRB COMMERCIAL BANK LIMITED

As of 31 March 2020

A. Currency wise balance position of FC Clearing Accounts With Bangladesh Bank

SL	Name of the Account	Location	Currency Types	As at 31 March 2020			As at 31 December 2019		
				Foreign Currency	Conversion	Equivalent Amount in Taka	Foreign Currency Amount	Conversion Rate	Equivalent Amount in Taka
1	Bangladesh Bank FC Clearing	Dhaka	USD	1,278,143	84.9500	108,578,269	917,497	84.9000	77,895,511
2	Bangladesh Bank FC Clearing	Dhaka	Euro	1,236	91.6356	113,241	2,091	94.8758	198,377
Total				1,279,379		108,691,511	919,588		78,093,887

B. Reconciliation between Bangladesh Bank statement and Bank's book

B-1	Foreign Currency	As per Bangladesh Bank Statement	As Per Bank's General ledger		Reconciling Difference
		USD	USD	BDT	USD
	USD -Clearing Account	2,629,944	1,278,143	108,578,269	1,351,801
		2,629,944	1,278,143	108,578,269	1,351,801
	Bank credited but not debited by Bangladesh Bank				1,108,950
	Bank debited but not credited by Bangladesh Bank				(4,985)
	Bangladesh Bank credited but not debited by Bank				249,752
	Bangladesh Bank debited but not credited by Bank				(1,917)
					1,351,801

B-2	Foreign Currency	As per Bangladesh Bank Statement	As Per Bank's General ledger		Reconciling Difference
		EUR	EUR	BDT	EUR
	EUR -Clearing Account	1,236	1,236	113,241	-
		1,236	1,236	113,241	-
	Bank credited but not debited by Bangladesh Bank				
	Bank debited but not credited by Bangladesh Bank				
	Bangladesh Bank credited but not debited by Bank				
	Bangladesh Bank debited but not credited by Bank				
					-

NRB Commercial Bank Limited
Placement of Fund (FDR/TDR) with Banks/NBFIs
as at 31 March 2020

a. Placement of Fund (FDR/TDR) with Banks : Nil

b. Placement of Fund (FDR/TDR) with NBFIs

SL	Name of the NBFIs	Period	Issue Date	Maturity Date	Principal Amount
1	BANGLADESH INDUSTRIAL FINANCE COMPANY LIMITED	365 Days	11/03/2018	11-Mar-19	52,400,000
2	BANGLADESH INDUSTRIAL FINANCE COMPANY LIMITED	365 Days	15/04/2018	15-Apr-19	55,000,000
3	FAS FINANCE AND INVESTMENT LIMITED	182 Daily	04/07/2019	2-Jan-20	50,000,000
4	INTERNATIONAL LEASING & FINANCIAL SERVICES LTD.	182 Days	18/07/2019	16-Jan-20	70,000,000
5	INVESTMENT CORPORATION OF BANGLADESH	91 Days	29/12/2019	29-Mar-20	450,000,000
6	PRIME FINANCE & INVESTMENT LIMITED	91 Days	02/01/2020	2-Apr-20	37,500,000
7	MERIDIAN FINANCE AND INVESTMENT LIMITED	91 Days	02/01/2020	2-Apr-20	40,000,000
8	UNION CAPITAL LTD.	182 Days	06/10/2019	5-Apr-20	50,000,000
9	UNION CAPITAL LTD.	91 Days	05/01/2020	5-Apr-20	40,000,000
10	PRIME FINANCE & INVESTMENT LIMITED	180 Days	09/10/2019	6-Apr-20	35,000,000
11	MERIDIAN FINANCE AND INVESTMENT LIMITED	182 Days	09/10/2019	8-Apr-20	100,000,000
12	FIRST FINANCE LIMITED	98 Days	06/01/2020	13-Apr-20	17,500,000
13	MERIDIAN FINANCE AND INVESTMENT LIMITED	91 Days	23/01/2020	23-Apr-20	40,000,000
14	UNION CAPITAL LTD.	91 Days	28/01/2020	28-Apr-20	50,000,000
15	FAREAST FINANCE AND INVESTMENT LTD.	91 Days	28/01/2020	28-Apr-20	50,000,000
16	PHOENIX FINANCE & INVESTMENT LIMITED	91 Days	02/02/2020	3-May-20	40,000,000
17	GSP FINANCE COMPANY (BANGLADESH) LIMITED	90 Days	03/02/2020	3-May-20	150,000,000
18	PHOENIX FINANCE & INVESTMENT LIMITED	91 Days	06/02/2020	7-May-20	70,000,000
19	PHOENIX FINANCE & INVESTMENT LIMITED	182 Days	12/11/2019	12-May-20	40,000,000
20	INTERNATIONAL LEASING & FINANCIAL SERVICES LTD.	366 Days	19/05/2019	19-May-20	30,000,000
Total					1,467,400,000

NRB Commercial Bank Limited

a. Balance with other banks-Outside Bangladesh (Nostro Account) as at 31 March 2020

SL	Name of the bank	Location	Name of currency	As at 31 March 2020			As at 31 December 2019		
				Foreign Currency Amount	Conversion Rate	Equivalent to Taka	Foreign Currency Amount	Conversion Rate	Equivalent to Taka
1	Habib American Bank	New York	USD	445,301	84.9500	37,828,296	666,761	84.9000	56,607,996
2	Mashreq Bank PSC	New York	USD	3,792,863	84.9500	322,203,680	758,459	84.9000	64,393,142
3	AB Bank Limited	Mumbai	Acu Dollar	169,156	84.9500	14,369,793	20,919	84.9000	1,776,026
4	Mashreq Bank PSC	London	GBP	95	99.8757	9,531	95	111.0152	10,594
5	United Bank of India	Kolkata	Acu Dollar	14,844	84.9500	1,260,963	23,715	84.9000	2,013,396
6	United Bank of India	Kolkata	Acu Euro	13,981	91.6356	1,281,158	969	94.8758	91,898
7	Mashreq Bank PSC	London	EURO	Account Closed			Account Closed		
8	BHF-Bank	Aktiengesellschaft,	EURO	Account Closed			Account Closed		
9	Mashreq Bank PSC	Mumbai	Acu Dollar	2,522	84.9500	214,257	4,446	84.9000	377,444
10	National Bank of Pakistan	Tokyo	Jap. Yen	9,800,288	0.7637	7,484,480	3,855,944	0.7758	2,991,441
11	Kookmin Bank	Seoul	USD	30,220	84.9500	2,567,161	23,245	84.9000	1,973,517
12	Kookmin Bank	Seoul	GBP	4,918	99.8757	491,229	1,083	111.0152	120,253
13	Habib Metro Bank Limited	Karachi	Acu Dollar	88,699	84.9500	7,534,975	62,671	84.9000	5,320,789
14	Aktif Yatirim Bankasi A.S	Istanbul	EURO	Account Closed			Account Closed		
15	Banca UBAE S.P.A	Rome	EURO	84,078	91.6356	7,704,571	1,383	94.8758	131,236
16	Axis Bank Limited	Kolkata	Acu Dollar	6,677	84.9500	567,226	122,398	84.9000	10,391,581
Total				14,453,642		403,517,319	5,542,088		146,199,314

b. Statement of outstanding unreconciled entries (nostro account) as at 31 March 2020

Sl. No	Period of Unreconciliation	As per Local book				As per Correspondent's book			
		Debit Entries		Credit Entries		Debit Entries		Credit Entries	
		Number	Amount(USD)	Number	Amount(USD)	Number	Amount(USD)	Number	Amount(USD)
1	Less than one (01) Month	3	316,323	10	262,482.6	18	733,340	128	2,906,778
2	More than 1 Month but less than 3 Months	0	-	3	41,788.5			17	239,559
3	More than 3 Month but less than 6 Months	0		-					
4	More than 6 Month but less than 9 Months	0		-					
5	More than 9 Month but less than 12 Months	0		-					
6	More than 12 Months	0		-					
		3	316,323	13.00	304,271	18.00	733,340	145.00	3,146,338

NRB Commercial Bank Limited
Disclosure regarding of the securities under Repo and Reverse Repo
as at 31 March 2020

a. (i) Disclosure regarding outstanding Repo as on 31 March 2020

SL No	Counter party name	Agreement Date	Reversal Date	Amount (1st leg cash consideration)
1	Uttara Bank Limited	25/03/2020	05/04/2020	498,875,500
2	Bangladesh Bank	24/03/2020	21/04/2020	1,483,957,433
3	Bangladesh Bank	22/03/2020	29/03/2020	1,597,569,208
4	Bangladesh Bank	25/03/2020	22/04/2020	2,408,502,376
Total				5,988,904,517

a. (ii) Disclosure regarding outstanding Reverse Repo as on 31 March 2020

SL No	Counter party name	Agreement Date	Reversal Date	Amount (1st leg cash consideration)
		Nil		
Total				-

b. Disclosure regarding overall transaction of outstanding Repo and Reverse repo

SL No	Counter party name	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year
Securities Sold Under repo:				
i.	With Bangladesh Bank	675,958,310	204,448,248	7,249,613
ii	With Other Bank & FIs	3,329,822,135	194,606,600	307,019,207
Securities purchased under reverse repo				
i.	From Bangladesh Bank			
ii	from Other Bank & FIs	304,693,041	304,693,041	834,775

NRB COMMERCIAL BANK LIMITED
Investment in Share Portfolio, Preference Share and Bonds
as at 31 March 2020

a. Quoted shares & MFs:

SL	Industry Types	Market Value (Tk.)	Cost Value (Tk.)	Appreciation/(Depreciation)
1	Banks	297,972,588	383,903,924	(85,931,335.63)
2	NBFIs	35,934,203	53,071,785	(17,137,581.85)
3	Engineering	139,895,446	208,480,032	(68,584,586.13)
4	Textiles	10,720,881	21,172,795	(10,451,914.06)
5	Fuel & Power	41,275,651	60,047,768	(18,772,116.96)
6	Pharmaceuticals & Chemicals	40,149,034	54,029,237	(13,880,203.07)
7	Mutual Fund	20,000,000	20,000,000	-
Total		585,947,802	800,705,540	(214,757,738)

c. Investment in Preference Share:

SL	Issuer Name	Financial Product	Tenure	Intt. Rate/ Divi.	Maturity Date	Amount (Taka)	Major Feature
1	Regent Power Limited	Regent Power Preference Share	6 Years	13.00%	11-May-20	30,697,674	Preference Share with having tax Rebate
Total						30,697,674	

d. Investment in Bonds:

SL	Issuer Name	Financial Product	Tenure	Intt. Rate/ Divi.	Maturity Date	Amount (Taka)	Major Feature
1	Mercantile Bank Limited	Mercantile Bank Subordinated Bond	7 Years	Floating rate	29-Jun-21	180,000,000	Subordinated Bond. Floating Rate bond Ranging from 12% to 15% based on 6 month average FDR rate plus 3% mark-up
2	The Trust Bank Limited	Trust Bank Subordinated Bond	7 Years	12.50%	7-Sep-21	60,000,000	Subordinated Bond at Fixed Rate.
3	One Bank	One Bank Subordinated Bond-iii	7 years	Floating rate	5-May-26	500,000,000	Ranging From 7% to 9% based on 6 month average FDR rate of schedule Bank Plus 2.0% markup.
4	United Commercial Bank Limited	UCBL Subordinated Bond-iv	7 years	Floating rate	5-Dec-26	500,000,000	Coupon Range 7%-10.50%.Based on 6 month average FDR rate of schedule Bank Plus 2.0% markup.
5	IPDC Finance	IPDC Finance Subordinated Bond	6 years	Floating rate	31-Jul-25	150,000,000	7.96%+3%=10.96% Ranging From 7.50% to 11% based on 6 month average FDR rate of schedule Bank Plus 3.0% markup.
6	AB Bank Limited	AB Bank Subordinated Bond	7 Years	Floating rate	26-Aug-21	40,000,000	Subordinated Bond. Floating Rate bond Ranging from 9.82% to 12.82%. based on 5 year Govt. Treasury Bond Rate plus 3%
7	United Commercial Bank Limited	UCBL Subordinated Bond	7 years	Floating rate	29-Jul-22	60,000,000	Subordinated Bond having Floating Rate of Govt bond Ranging from 10%to 13.50% based on 6 month average FDR rate of schedule Bank Plus 2.5% mark-up
8	Mutual Trust Bank Limited	MTB Subordinated Bond	7 years	Floating rate	20-Oct-22	120,000,000	Subordinated Bond having Floating Rate of Govt bond Ranging from 10.50%to 13.50% based on 6 month average FDR rate of schedule Bank Plus 2.5% mark-up
9	AB Bank Limited	2nd AB Bank Subordinated Bond	7 years	Floating rate	29-Sep-22	180,000,000	Subordinated Bond having Floating Rate of Govt bond Ranging from 10.50%to 13.50% based on 6 month average FDR rate of schedule Bank Plus 2.5% margin
Total						1,790,000,000	

NRB Commercial Bank Limited
Refinance Terms & Payment on maturity
As of 31 March 2020

A. Refinance from Bangladesh Bank under Refinance Scheme

SL	Refinance Scheme	Branch Name	No. of Refinance Facilities	Tenure	Intt. Rate	Maturity Date	Amount (Taka)
1	Women Entrepreneur	Principal Branch	1	01 Year	5.00%	22/12/2020	800,000
	Agricultural	Principal Branch	1	01 Year	5.00%	23/01/2021	30,000,000
2	Agriculture	Mawna Branch	1	05 Years	5.00%	01/01/2023	3,500,000
3	Small & Medium Enterprise	Uttara Branch	1	05 Years	5.00%	22/01/2020	312,500
4	Women Entrepreneur	Boardbazar Branch	1	01 Year	5.00%	30/01/2020	3,000,000
5	Women Entrepreneur	Mugrapara Branch	1	05 Years	5.00%	16/11/2021	210,000
6	Women Entrepreneur	Sylhet Branch	1	01 Year	5.00%	10/04/2023	350,000
7	Women Entrepreneur	Barisal Branch	1	05 Years	5.00%	23/09/2020	1,250,000
8	Effluent Treatment Plant	Chatkhil Branch	1	05 Years	5.00%	21/12/2019	454,545
9	Women Entrepreneur	Bhulta Branch	2	01 Year	5.00%	04/01/2023	300,000
Total							40,177,045

B. Refinance from Bangladesh Bank according Product wise

SL	Refinance Scheme	Branch Name	No. of Refinance Facilities	Tenure	Intt. Rate	Maturity Date	Amount (Taka)
1	Small & Medium Enterprise	Uttara Branch	1	05 Years	5%	22/01/2020	312,500
Sub-Total							312,500
1	Women Entrepreneur	Principal Branch	6	01 Year	5%	22/12/2020	800,000
2	Women Entrepreneur	Boardbazar Branch		03 Years	5%	30/01/2020	3,000,000
3	Women Entrepreneur	Mugrapara Branch		05 Years	5%	16/11/2021	210,000
4	Women Entrepreneur	Sylhet Branch		05 Year	5%	10/04/2023	350,000
5	Women Entrepreneur	Bhulta Branch		05 Year	5%	23/09/2020	300,000
6	Women Entrepreneur	Barisal Branch		05 Year	5%	04/01/2023	1,250,000
Sub-Total							5,910,000
1	Effluent Treatment Plant	Chatkhil Branch	1	05 Years	5%	21-Dec-23	454,545
Sub-Total							454,545
1	Agri	Principal Branch	1	01 Year	5%	21-Dec-23	30,000,000
Sub-Total							30,000,000
1	Agri	Mawna Branch	1	05 Years	5%	21-Dec-23	3,500,000
Sub-Total							3,500,000
Grand Total							40,177,045

NRB Commercial Bank Limited
Schedule of Property, Plant & Equipment for Accounting Purpose
As of 31 March 2020

SI NO.	Properties & Assets	Assets				Rate of Depreciation	Depreciation				Book Value
		Opening Balance	Addition during the year	Disposal during the year	Closing Balance		Opening Balance	Addition during the year	Disposal during the year	Closing Balance	
1	Land, Building and Construction	-	-	-	-	2.50%	-	-	-	-	-
2	Furniture and fixtures	407,898,478	58,893,855	-	466,792,334	10.00%	136,260,022	11,105,726	-	147,365,748	319,426,586
3	Equipment and Machinery	385,031,016	19,056,873	-	404,087,889	20.00%	249,636,506	12,745,086	-	262,381,592	141,706,296
4	Computer and Computer Equipment	190,730,101	17,137,959	-	207,868,060	20.00%	156,933,808	5,702,558	-	162,636,366	45,231,694
5	Intangible Assets/Bangladesh Made Computer Software	164,599,965	-	-	164,599,965	20.00%	114,690,437	6,194,030	-	120,884,467	43,715,498
6	Motor Vehicles	46,850,000	-	-	46,850,000	20.00%	31,372,495	1,517,500	-	32,889,995	13,960,005
7	Professionals and Reference Books	23,370	-	-	23,370	20.00%	23,365	-	-	23,365	5
8	Leased Assets: Motor Vehicle	20,330,624	-	-	20,330,624	20.00%	20,330,619	-	-	20,330,619	5
Total-March-2020		1,215,463,553	95,088,687		1,310,552,241		709,247,252	37,264,901	-	746,512,153	564,040,088

Total-December-2019	1,047,208,223	175,031,331	6,776,000	1,215,463,553		572,355,069	143,668,182	6,775,999	709,247,252	506,216,302
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Schedule of Property, Plant & Equipment for Tax Purpose
As of 31 March 2020

SI NO.	Properties & Assets	Assets				Rate of Depreciation	Depreciation				Book Value
		Opening Balance	Addition during the year	Disposal during the year	Closing Balance		Opening Balance	Addition during the year	Disposal during the year	Closing Balance	
1	Land, Building and Construction	-	-	-	-	2.50%	-	-	-	-	-
2	Furniture and fixtures	407,898,478	58,893,855	-	466,792,334	10.00%	130,624,916	8,404,185	-	139,029,102	327,763,232
3	Office Equipment and Machinery	385,031,016	19,056,873	-	404,087,889	20.00%	127,795,264	13,814,631	-	141,609,896	262,477,993
4	Computer and Computer Equipment	190,730,101	17,137,959	-	207,868,060	30.00%	151,997,823	4,190,268	-	156,188,091	51,679,969
5	Bangladesh Made Computer Software	164,599,965	-	-	164,599,965	50.00%	148,598,660	2,000,163	-	150,598,823	14,001,142
6	Motor Vehicles	46,850,000	-	-	46,850,000	20.00%	26,571,660	1,013,917	-	27,585,577	19,264,423
7	Professionals and Reference Books	23,370	-	-	23,370	30.00%	20,621	206	-	20,827	2,543
8	Leased Assets: Motor Vehicle	20,330,624	-	-	20,330,624	20.00%	14,360,661	298,498	-	14,659,159	5,671,465
Total-March-2020		1,215,463,553	95,088,687		1,310,552,241		599,969,604	29,721,869	-	629,691,473	680,860,768

Total-December-2019	1,047,208,223	175,031,331	6,776,000	1,215,463,553		507,263,918	97,384,362	4,678,676	599,969,604	610,815,276
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Detailed of Risk Weighted Assets on Solo Basis under Basel III as at 31 March 2020

Risk Weighted Assets (RWA) for	Mar-20		Dec-19	
	Exposure	Risk Weighted Asset	Exposure	Risk Weighted Asset
A. Credit Risk	88,002,159,625	62,119,578,876	88,648,109,935	59,844,492,290
On-Balance Sheet (as shown below)	77,709,372,823	53,306,514,689	80,108,133,142	51,589,835,078
Off-Balance Sheet (as shown below)	10,292,786,802	8,813,064,186	8,539,976,793	8,254,657,212
B. Market Risk	-	979,814,373	-	2,354,530,686
C. Operational Risk	-	4,942,498,478	-	4,942,498,478
Total: RWA (A+B+C)	88,002,159,625	68,041,891,726	88,648,109,935	67,141,521,454

Credit Risk - On Balance Sheet Items

SL	Exposure Type	31-Mar-20			
		Exposure	Rating	Risk Weight	Risk Weighted Asset
a	Cash and Cash Equivalents	1,627,171,843	-	0%	-
b	Claims on Bangladesh Government and Bangladesh Bank	12,335,233,187	-	0%	-
c	Claims on other Sovereigns & Central Banks*	-	-	50%	-
d	Claims on Bank for International Settlements, International Monetary Fund and European Central Bank	-	-	0%	-
e	Claims on Multilateral Development Banks (MDBs):	-	-	0%	-
	i. IBRD, IFC, ADB, AFDB, EBRD, IADB, EIB, EIF, NIB, CDB, IDB, CEDB	-	-	-	-
	ii. Others MDBs	-	1	20%	-
		-	2,3	50%	-
		-	4,5	100%	-
		-	6	150%	-
		-	Unrated	50%	-
f	Claims on Public Sector Entities (other than Government) in Bangladesh	-	1	20%	-
		-	2,3	50%	-
		-	4,5	100%	-
		-	6	150%	-
		-	Unrated	50%	-
g	Claims on Banks and Non-bank Financial Institution (NBFI):	-	-	-	-
	i) Original maturity over 3 months	723,065,325	1	20%	144,613,064.97
		313,230,586	2,3	50%	156,615,292.97
		15,698,419	4,5	100%	15,698,418.89
		-	6	150%	-
		373,852,313	Unrated	100%	373,852,312.56
	iii) Original Maturity Up to 3 months	2,200,783,272	-	20%	440,156,654.31
		2,242,658,923	1	20%	448,531,784.67
		4,872,940,172	2	50%	2,436,470,086.17
		10,402,436,452	3,4	100%	10,402,436,451.73
		-	5,6	150%	-
		10,429,202,025	Unrated	125%	13,036,502,530.73
		-	SME 1	20%	-
		95,450,682	SME 2	40%	38,180,272.86
		5,058,930,089	SME 3	60%	3,035,358,053.62
		1,320,933,743	SME 4	80%	1,056,746,994.54
		35,390,506	SME 5	120%	42,468,606.90
		25,578,745	SME 6	150%	38,368,117.34
		2,522,782,068	Unrated (Small Enterprise & <BDT 3.00m)	75%	1,892,086,550.64
		9,356,691,036	Unrated (Small enterprise having ≥ BDT 3.00m & medium enterprise)	100%	9,356,691,036.36
j	Claims under Credit Risk Mitigation	-	PSE	-	-
		94,734,774	Banks & NBFIs	-	-
		2,200,280,336	Corporate	-	1,228,025,994.14
		1,868,983,540	Retail & Small	-	1,861,734.66
		610,341,463	SME	-	359,488,666.75
		12,882,102	Consumer Finance	-	-
		4,324,616	Residential property	-	-
		3,541,352	Commercial Real State	-	3,022,762.45
k	Claim categories as retail portfolio (Excluding SME, Consumer Finance & Staff loan) Upto 1 Crore	1,708,285,990	-	75%	1,281,214,492.32
l	Consumer Loan	491,033,827	-	100%	491,033,827.34
m	Claims fully secured by residential property	977,514,445	-	50%	488,757,222.62
n	Claims fully secured by commercial real estate	1,616,389,302	-	100%	1,616,389,301.77
o	1. Past Due Claims (Risk weights are to be assigned net of specific provision):	-	-	-	-
	Where Specific provisions are less than 20 percent of the outstanding amount of the past due claim	2,152,487,128	-	150%	3,228,730,691.78
	Where Specific provisions are no less than 20 percent of the outstanding amount of the past due claim	20,051,929	-	100%	20,051,929.28
	Where Specific provisions are more than 50 percent of the outstanding amount of the past due claim	5,790,065	-	50%	2,895,032.44
	2. Claims fully secured against residential property that are past due for more than 60 days and/or impaired specific provision held there-against is less than 20 percent of outstanding amount	4,023,186	-	100%	4,023,185.88
	3. Loans & Claims fully secured against residential property that are past due for more than 60 days and/or impaired and specific provision held there-against is more than 20 percent of outstanding amount	-	-	75%	-
p	Capital Market Exposure	152,826,482	-	125%	191,033,102.45
q	Investment in Equity and Regulatory Capital Instruments issued by other banks and Merchant Bank/Brokerage Houses/Exchange Houses which are not listed in Stock Exchange (other than those deducted from capital) held in banking book	393,477,641	-	125%	491,847,051.00
r	Investments in Venture Capital	-	-	150%	-
s	Investments in premises, plant and equipment and all other fixed assets	564,040,088	-	100%	564,040,088.42
t	Claims on all fixed assets under operating lease	-	-	100%	-
u	All other Assets	-	-	-	-
	i. Claims on GoB & BB	-	-	0%	-
	ii. Staff Loan/Investment	571,264,744	-	20%	114,252,948.90
	iii. Cash Item in process of Collection	-	-	20%	-
	iv. Claim on Offshore Banking Unit (OBU)	-	-	100%	-
	v. Other Assets (Not specified above) (Net of Specific Provision, if any)	305,070,428	-	100%	305,070,428.05
	Total	77,709,372,823			53,306,514,689

Credit Risk - Off Balance Sheet items

SL	Exposure Type	2019		
		Exposure		Risk Weighted Asset
a	Claims on Bangladesh Government (Other than PSEs) and Bangladesh Bank	-	0%	-
b	Claims on other Sovereigns & Central Banks*	-	-	-
c	Claims on Bank for International Settlements, International Monetary Fund and European Central Bank	-	0%	-
d	Claims on Multilateral Development Banks (MDBs):	-	-	-
	i. IBRD, IFC, ADB, AfDB, EBRD, IADB, EIB, EIF, NIB, CDB, IDB, CEDB	-	-	-
	ii. Other MDBs	-	1	20%
		-	2, 3	50%
		-	4, 5	100%
		-	6	150%
		-	Unrated	50%
e	Claims on Public Sector Entities (other than Government) in Bangladesh	-	1	20%
		-	2, 3	50%
		-	4, 5	100%
		-	6	150%
		-	Unrated	50%
f	Claims on Banks and NBFIs:	-	-	-
	i) Maturity over 3 months	-	1	20%
		-	2, 3	50%
		-	4, 5	100%
		-	6	150%
		-	Unrated	100%
	ii) Maturity less than 3 months	-	-	20%
g	Claims on Corporate	490,388,539	1	20%
		1,891,875,694	2	50%
		1,904,044,958	3, 4	100%
		-	5, 6	150%
		2,121,300,552	Unrated	125%
h	Claims against retail portfolio (excluding SME & consumer loan)	537,166,428	-	75%
i	Claim On SME	-	SME 1	20%
		-	SME 2	40%
		539,872,268	SME 3	60%
		18,659,281	SME 4	80%
		-	SME 5	120%
		-	SME 6	150%
		1,271,306,822	Unrated (Small Enterprise & <BDT 3.00m)	75%
		1,518,172,261	Unrated (Small enterprise having ≥ BDT 3.00m & medium enterprise)	100%
j	Consumer Finance	-	-	100%
k	Claims fully secured by residential property	-	-	50%
l	Claims fully secured by commercial real estate	-	-	100%
m	Investments in venture capital	-	-	150%
n	All other assets	-	-	100%
	Total	10,292,786,802		8,813,064,186

Detailed of Risk Weighted Assets on Consolidated basis under Basel III as at 31 March 2020

Risk Weighted Assets (RWA) for	31-Mar-2020		31-Dec-2019	
	Exposure	Risk Weighted Asset	Exposure	Risk Weighted Asset
A. Credit Risk	87,963,083,016	62,004,317,984	88,655,319,185	59,779,724,443
On-Balance Sheet (as shown below)	77,670,296,214	53,191,253,798	80,115,342,392	51,525,067,231
Off-Balance Sheet (as shown below)	10,292,786,802	8,813,064,186	8,539,976,793	8,254,657,212
B. Market Risk	-	1,185,008,947	-	2,435,514,214
C. Operational Risk	-	4,950,129,903	-	4,962,939,436
Total: RWA (A+B+C)	87,963,083,016	68,139,456,834	88,655,319,185	67,198,178,093

Credit Risk - On Balance Sheet Items

SL	Exposure Type	2019			
		Exposure	Rating	Risk Weight	Risk Weighted Asset
a	Cash and Cash Equivalents	1,627,172,993	-	0%	-
b	Claims on Bangladesh Government and Bangladesh Bank	12,335,233,187	-	0%	-
c	Claims on other Sovereigns & Central Banks*	-	-	50%	-
d	Claims on Bank for International Settlements, International Monetary Fund and European Central Bank	-	-	0%	-
e	Claims on Multilateral Development Banks (MDBs):	-	-	0%	-
	i. IBRD, IFC, ADB, AfDB, EBRD, IADB, EIB, EIF, NIB, CDB, IDB, CEDB	-	-	-	-
	ii. Others MDBs	-	1	20%	-
		-	2,3	50%	-
		-	4,5	100%	-
		-	6	150%	-
		-	Unrated	50%	-
f	Claims on Public Sector Entities (other than Government) in Bangladesh	-	1	20%	-
		-	2,3	50%	-
		-	4,5	100%	-
		-	6	150%	-
		-	Unrated	50%	-
g	Claims on Banks and Non-bank Financial Institution (NBFI):	-	-	-	-
	i) Original maturity over 3 months	723,065,325	1	20%	144,613,065
		313,230,586	2,3	50%	156,615,293
		15,698,419	4,5	100%	15,698,419
		-	6	150%	-
		373,852,313	Unrated	100%	373,852,313
	iii) Original Maturity Up to 3 months	2,254,142,871	-	20%	450,828,574
h	Claims on Corporate (excluding equity exposure)	2,242,658,923	1	20%	448,531,785
		4,872,940,172	2	50%	2,436,470,086
		10,402,436,452	3,4	100%	10,402,436,452
		-	5,6	150%	-
		10,429,202,025	Unrated	125%	13,036,502,531
i	Claim on SME	-	SME 1	20%	-
		95,450,682	SME 2	40%	38,180,273
		5,058,930,089	SME 3	60%	3,035,358,054
		1,320,933,743	SME 4	80%	1,056,746,995
		35,390,506	SME 5	120%	42,468,607
		25,578,745	SME 6	150%	38,368,117
		2,522,782,068	Unrated (Small Enterprise & <BDT 3.00m)	75%	1,892,086,551
		9,356,691,036	Unrated (Small enterprise having ≥ BDT 3.00m & medium enterprise)	100%	9,356,691,036
j	Claims under Credit Risk Mitigation	-	PSE	-	-
		94,734,774	Banks & NBFIs	-	-
		2,200,280,336	Corporate	-	1,228,025,994
		1,868,983,540	Retail & Small	-	1,861,735
		610,341,463	SME	-	359,488,667
		12,882,102	Consumer Finance	-	-
		4,324,616	Residential property	-	-
		3,541,352	Commercial Real State	-	3,022,762
k	Claim categories as retail portfolio (Excluding SME, Consumer Finance & Staff loan) Upto 1 Crore	1,708,285,990	-	75%	1,281,214,492
l	Consumer Loan	491,033,827	-	100%	491,033,827
m	Claims fully secured by residential property	977,514,445	-	50%	488,757,223
n	Claims fully secured by commercial real estate	1,616,389,302	-	100%	1,616,389,302
o	1. Past Due Claims (Risk weights are to be assigned net of specific provision):	-	-	-	-
	Where Specific provisions are less than 20 percent of the outstanding amount of the past due claim	2,152,487,128	-	150%	3,228,730,692
	Where Specific provisions are no less than 20 percent of the outstanding amount of the past due claim	20,051,929	-	100%	20,051,929
	Where Specific provisions are more than 50 percent of the outstanding amount of the past due claim	5,790,065	-	50%	2,895,032
	2. Claims fully secured against residential property that are past due for more than 60 days and/or impaired specific provision held there-against is less than 20 percent of outstanding amount	4,023,186	-	100%	4,023,186
	3. Loans & Claims fully secured against residential property that are past due for more than 60 days and/or impaired and specific provision held there-against is more than 20 percent of outstanding amount	-	-	75%	-
p	Capital Market Exposure	106,823,988	-	125%	133,529,985
q	Investment in Equity and Regulatory Capital Instruments issued by other banks and Merchant Bank/Brokerage Houses/Exchange Houses which are not listed in Stock Exchange (other than those deducted from capital) held in banking book	305,498,324	-	125%	381,872,905
r	Investments in Venture Capital	-	-	150%	-
s	Investments in premises, plant and equipment and all other fixed assets	570,964,657	-	100%	570,964,657
t	Claims on all fixed assets under operating lease	-	-	100%	-
u	All other Assets	-	-	-	-
	i. Claims on GoB & BB	-	-	0%	-
	ii. Staff Loan/Investment	571,264,744	-	20%	114,252,949
	iii. Cash Item in process of Collection	-	-	20%	-
	iv. Claim on Offshore Banking Unit (OBU)	-	-	100%	-
	v. Other Assets (Not specified above) (Net of Specific Provision, If any)	339,690,312	-	100%	339,690,312
	Total	77,670,296,214	-	-	53,191,253,798

Credit Risk - Off Balance Sheet items

SL	Exposure Type	2019		
		Exposure		Risk Weighted Asset
a	Claims on Bangladesh Government (Other than PSEs) and Bangladesh Bank	-	0%	-
b	Claims on other Sovereigns & Central Banks*	-	-	-
c	Claims on Bank for International Settlements, International Monetary Fund and European Central Bank	-	0%	-
d	Claims on Multilateral Development Banks (MDBs):	-	-	-
	i. IBRD, IFC, ADB, AfDB, EBRD, IADB, EIB, EIF, NIB, CDB, IDB, CEDB	-	-	-
	ii. Other MDBs	-	1	20%
		-	2, 3	50%
		-	4, 5	100%
		-	6	150%
		-	Unrated	50%
e	Claims on Public Sector Entities (other than Government) in Bangladesh	-	1	20%
		-	2, 3	50%
		-	4, 5	100%
		-	6	150%
		-	Unrated	50%
f	Claims on Banks and NBFIs:	-	-	-
	i) Maturity over 3 months	-	1	20%
		-	2, 3	50%
		-	4, 5	100%
		-	6	150%
		-	Unrated	100%
	ii) Maturity less than 3 months	-	-	20%
g	Claims on Corporate	490,388,539	1	20%
		1,891,875,694	2	50%
		1,904,044,958	3, 4	100%
		-	5, 6	150%
		2,121,300,552	Unrated	125%
h	Claims against retail portfolio (excluding SME & consumer loan)	537,166,428	-	75%
i	Claim On SME	-	SME 1	20%
		-	SME 2	40%
		539,872,268	SME 3	60%
		18,659,281	SME 4	80%
		-	SME 5	120%
		-	SME 6	150%
		1,271,306,822	Unrated (Small Enterprise & <BDT 3.00m)	75%
		1,518,172,261	Unrated (Small enterprise having ≥ BDT 3.00m & medium enterprise)	100%
j	Consumer Finance	-	-	100%
k	Claims fully secured by residential property	-	-	50%
l	Claims fully secured by commercial real estate	-	-	100%
m	Investments in venture capital	-	-	150%
n	All other assets	-	-	100%
	Total	10,292,786,802		8,813,064,186

Related Party Disclosure

The parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or significant influence. Related party information are given below:

i. Directors' interest in different entities

SI	Name of Director	Status with Bank	Experience	Name of the firms/companies in which interested as Proprietor, Partner, Director, Managing Agent, Guarantor, Employee, etc.	Status as in Column E	Percentage of Holding/Interest in the concern
A	B	C	D	E	F	G
1	Mr. S.M.Parvez Tamal	Chairman	22 Years	a. OY STN Electronics Ltd., Nokkalanniemi 1C, 02230 Espoo, Finland. b. System Invest Trekhprudnaya, 11/13, Off 25, Moscow, Russia. c. R & M , Kurtskaya, Moscow, Russia d. Telexia Oy, Finland e. Makia Fashion Clothing, Finland f. Bangla Grow Agro Ltd. Damarpara, Jamgram, Kahaloo, Bogura, Banladesh g. Turuntie 40 Oy, Finland	a. CEO and President b. Director c. Owner d. Board Member e. Share holder f. Shareholder g. Share holder	a. 100% b. 95% c. 63% d. 33% e. 05% f. 20% g. 15%
2	Mr. Mohammed Adnan Imam, FCCA	Director	17 Years	a. IPE Group (Holdings) Limited 73, New Bond Street, Mayfair, London, W1S 1RS, UK. b. IPE Ventures Limited 73, New Bond Street, Mayfair, London, W1S 1RS, UK. c. Genex Infosys Ltd. House # 9, Road-25/A, Block-A, Banani, Dhaka-1213, Bangladesh. d. Green & Red Technologies Limited House # 9, Road-25/A, Block-A, Banani, Dhaka-1213, Bangladesh. e. Brainstation-23 Limited Plot 2 (8th Floor), Bir Uttam AK Khandaker Road, Mohakhali C/A, Dhaka-1212 f. Denim Asia Limited 117/A, Tejgaon Industrial Area, Dhaka-1208 g. AWR Developments (BD) Limited, House # 9, Road-25/A, Block-A, Banani, Dhaka-1213, Bangladesh. h. AWR Real Estate Limited, House # 9, Road-25/A, Block-A, Banani, Dhaka-1213, Bangladesh. i. IPE Capital Limited House # 9, Road-25/A, Block-A, Banani, Dhaka-1213, Bangladesh j. Oracle Services Ltd. House # 9, Road-25/A, Block-A, Banani, Dhaka-1213, Bangladesh. k. Cogent Bangladesh Limited House # 9, Road-25/A, Block-A, Banani, Dhaka-1213, Bangladesh. l. Adverto Footwear Limited House # 9, Road-25/A, Block-A, Banani, Dhaka-1213, Bangladesh. m. Socian Limited House – 28, Road – 20, Block-K, Banani, Dhaka.	a. Managing Director b. Shareholder c. Managing Director d. . Chairman & Representative Director of Genex Infosys Limited e. Representative Director of Oracle Services Limited f. Director g. Managing Director h. Managing Director i. Chairman j. Managing Director k. Managing Director l. Representative Director of Oracle Services Limited m. Representative Director of Oracle Services Limited	a. 100% b. 100% b. 10% d.1% e. 10% f. 21% g. 98% h. 50% i. 45% j. 50% k. 5% l. 15% m. 5.43%
3	Mr. Rafikul Islam Mia Arzoo	Director	26 Years	a. Bonanza, 2nd Magietralnaya 14 G, Moscow, Russia. b. Mela, 2nd Magietralnaya 14 G, Moscow, Russia.	a. President b. MD	a. 80% b. 89.5%

				c. Lisichka, St. Bibirovskaya 2/1, Moscow, Russia.	c. Director	c. 67%
				d. JSC Bibirevo, St. Bibirovskaya 2/1 Moscow, Russia	d. Director	d. 94%
4	Mr. A M Saidur Rahman	Director	15 Years	a. Saidur Rahman Foundation	a. Chairman	
				b. Pandemic Fisheries Ltd.	b. Chairman	B.25%
				c. Royal Denim	c. Chairman	
5	Mr. Mohammed Oliur Rahman	Director	26 Years	a. Al Haramain Trading LLC, PO Box: 13754, Dubai, UAE.	a. Director	a. 24%
				b. Al Haramain Perfumes MFG & Oudh Processing Industry LLC, PO Box: 1885, Ajman, UAE.	b. Shareholder	b.20%
				c. Al Haramain Perfumes LLC, Dubai, UAE.	c. Shareholder	c.30%
				d. Best in Fragrance, Hilton tower, Gate#3, Shops#6-7, PO Box: 18083, Holy Makkah, Kingdom of Saudi Arabia	d. Shareholder	d.30%
				e. Noor Al Haramain LLC, PO Box: 13754, Dubai, UAE.	e. Shareholder	e. 24%
				f. Al Haramain Hospital Pvt. Ltd., Kazi Tower, Samata-10, Bishwa Road, Chali Bandar, Subhani Ghat, Sylhet-3100, Bangladesh.	f. Vice Chairman	
6	Mr. Abu Bakr Chowdhury	Director	16 Years	a. Baizid Steel Industries Ltd., Rahima Center, 4th Floor, 1618/1839 CDA Avenue, Nasirabad, Chittagong.	a. MD	a) 59.50%
				b. CSS Corporation (BD) Ltd., Rahima Center, 4th Floor, 1618/1839 CDA Avenue, Nasirabad, Chittagong.	b. MD	b. 40%
				c. CSS Power Ltd., Rahima Center, 4th Floor, 1618/1839 CDA Avenue, Nasirabad, Chittagong.	c. MD	c. 80%
				d. ABC Marks Holdings Ltd., Rahima Center, 4th Floor, 1618/1839 CDA Avenue, Nasirabad, Chittagong.	d. MD	d. 50%
				e. ATN News Ltd., Hassan Plaza, 53 Kawran Bazar, Dhaka-1215.	e. Shareholder	e. 10%
				f. ABC Associates Ltd., Rahima Center, 4th Floor, 1618/1839 CDA Avenue, Nasirabad, Chittagong.	f. MD	g. 2.50%
7	Mr. Loquit Ullah	Director	35 Years	Store Alamin SNC, Via Principe Amedia, 134-136, Rome, Italy.	Managing Director	100%
8	Mr. Mohammed Nazim	Director	18 Years	a. Al Majal Car Wash and Maint, Al Maliha Street, Industrial Area,-10, Near Gico, PO: 20027, Sharjah, UAE.	a. MD	a. 50%
				b. Al Badar Car Washing Station, New I/A, PO Box-1267, Ajman, UAE.	b. MD	b. 100%
				c. Dar Al Madina Washing Station, Jouraf I/A-1, Near China Mall, Ajman, UAE.	c. MD	c. 100%
				d. Dar Al Salam Car Washing Station, Ajman, UAE.	d. MD	d. 100%
				e. Al Ardh Al Thahabiah Trucks & Heavy Machines Maint. Center, Sharjah, UAE.	e. MD	e. 50%
				f. Lucent Developments Limited Madina Tower, (6th Floor), 805/A, CDA Avenue, CFC Circle, Khulshi, Chittagong.	f. Director	f. 20%
9	Dr. Nuran Nabi	Director	31 Years	Plainsboro Township, New Jersey, USA	Councilman	None.
10	Mr. Mohammed Manzurul Islam	Director	18 Years	a. ATN News Ltd., Hasan Plaza, 53, Kawran Bazar, Dhaka.	a. Director	a. 20%
				b. iPay Systems Limited, 52 Gulshan Avenue, Dhaka-1212	b. Director	a. 5%
				c. Dhaka Bangla Channel (DBC) News, Ahsan Tower, 76 Bir Uttam A.K Khandakar Sarak, Dhaka, Bangladesh	c. Director & CEO	c. 10%
				c. NRBC Bank Securities Limited, 114 Motijheel C/A, Dhaka	c. Sponsor-Shareholder	c. 0.05%
11	Mr. AKM Mostafizur Rahman	Director	16 Years	a. Pandemic Trade International	a. Managing Director	a. 100%
				b. Pandemic Agro Fisheries	b. Managing Director	a. 100%
				c. Richway Ltd.	c. Chairman	c. 25%
				d. Imperial Maisara International FZC	d. Director	d. 50%

			e.	NAVA IT Management & Consultancy	e. Managing Director	e. 50%
			f.	Royal Denim Ltd.	f. Vice Chairman	
			g.	Meghna Bank Ltd.	g. Sponsor-Shareholder	
			h.	EZY Fintech Ltd.	h. Chairman	

ii. **Significant contracts were executed where the Bank is a party and wherein Directors have interest:** Nil

iii. **Shares to the Directors and Executives without consideration or exercisable at discount:** Nil

iv. **Related Party relationship and transaction:** No Related transaction occurred during the period

v. **Lending policies for granting loan to the Related Party :** Related parties are allowed Loans and Advances as per General Loan Policy of the Bank.

vi. **Business other than Banking business with any related concern of the Directors as per section -18 (2) of the Banking Companies Act, 1991:** Nil

vii. **Investments in the Security of Directors and their related concerns:** Nil

NRB Commercial Bank Limited
Islamic Banking Operations
as at and for the period ended 31 March 2020

The operation of our Islamic Banking is totally different from the Bank's conventional operation as the former operates their business on the basis of Islamic Shariah. Accounting system is vital for ensuring Shariah compliance in such banking operation. Our Islamic Banking operation is committed to follow the accounting principles that refrain from interest. In a nutshell, we follow under noted principles for accounting under its Islamic Banking umbrella, run through a separate Islamic Banking software namely Ultimus

1 Deposit Collection and income Sharing Ratio (ISR) based Profit Distribution

For procuring funds from depositors, our Islamic Banking follows Al-Wadiah and Mudaraba principles. In case of Al-Wadiah Account, no profit is allowed at present. But for Mudaraba depositors, NRBC is follow Income Sharing technique in our Islamic Banking operator.

Income sharing module of NRBC has been appreciated by different quarters/institutions/ organizations, particularly by the Central Shariah Board for Islamic Banks of Bangladesh and Islamic Banks Consultative Forum. Our module offers pre-defined Income Sharing Ratio (ISR) for each type of depositor and the Bank. The ISR determines the portion of income for each type of depositor and the Bank. For example, the ISR of 75 : 25 would mean that 75% of distributable income is to be shared by the concerned depositors and the rest 25% to be shared by the Bank. The ISR between each type of Mudaraba depositors and the Bank (Mudarib) are duly disclosed at the time of Account opening and/or beginning of the concerned period. Profit rate is emerged at actual, as derived from the income fetched from deployment of the concerned fund. As such our rate of profit on deposit under Islamic Banking is nothing but a post facto expression of the respective agreed sharing ratios. Our profit rate is an output based on the

Types of Mudaraba Deposit	Distributable Investment Income Sharing Ratio	
	Client	Bank
Al-Wadeah Current Deposit A/c (AWCDA)	0%	100%
Mudaraba Savings Account (MSA)	45%	55%
Mudaraba Shohoj Shanchay	50%	50%
Mudaraba Special Notice Deposit Account (MSND)	35%	65%
Mudaraba Term Deposit A/c (MTDR 1 Month)	60%	40%
Mudaraba Term Deposit A/c (MTDR 2 Months)	60%	40%
Mudaraba Term Deposit A/c (MTDR 3 Months)	70%	30%
Mudaraba Term Deposit A/c (MTDR 6 Months)	72%	28%
Mudaraba Term Deposit A/c (MTDR 1 Year)	72%	28%
Mudaraba Term Deposit A/c (MTDR 2 Year)	72%	28%
Mudaraba Term Deposit A/c (MTDR 3 Year)	72%	28%
Mudaraba Term Deposit A/c (MTDR 4 Year)	72%	28%
Mudaraba Term Deposit A/c (MTDR 5 Year)	72%	28%
Mudaraba Monthly Installment Scheme	75%	25%
Mudaraba Monthly Profit Scheme	75%	25%

Despite of above mentioned sharing principle, Bank distributed the profit by making expenditure as per direction of Board in its 93rd meeting held on January 18, 2020

2 Investment Operation and Return Thereon

Investments of our Islamic Banking are broadly categorized in the following two types in respect of charging (rate of) return:

- Fixed return based investment
- Variable return based investment

Fixed return base investment system is applicable for our Bai-Murabaha Muajjal Investment mode. Under this mode, Bank sells the goods to a client at a fixed profit /mark-up on deferred payment including post import basis. Hire Purchase Shirkatul Melk (HPSM) is also a fixed return based investment mode. In this case rate of rent is fixed but amount of rent becomes variable on the basis of diminishing balance method.

Variable return based income is applied for our Musaharaka mode of investment. In these cases, only ratio of Income Sharing is stated in the agreement. Bank bags income on the basis of the concerned venture according to the agreed ratio (comparable to our Mudaraba deposit products). Genuine loss, if any, is borne according to capital ratio of the client & the Bank.

3 Income/ Revenue Recognition Principle

The bank earns income from various sources such as charges, fees, commission and investment income. To recognize all sorts of income, Bank follows Shariah principle strictly. Usually charges, fees & commission etc. are recognized on actual basis. Recognition of income from investment follows principles as under:

For Bai-Murabaha Muajjal Investment

While creating each deal, in case of Bai-Murabaha Muajjal mode of investment, markup/profit is added to the bank's purchase cost with a credit to unearned income A/c. Thereafter time apportionment of profit is recognized out of the unearned income amount at the end of each month on accrual basis. Allowance (rebate) for early repayment, if any, may however be applied at Bank's discretion.

For Hire Purchase Shirkatul Melk (HPSM) Investment

In case of HPSM mode of investment rent is charged and taken into income account at the end of each month on accrual basis.

If the account has a provision of gestation period, generally no income is earned during the period. In this case income starts just after the end of gestation period. However rent is chargeable in spite of gestation, if the delivery of asset is completed in usable condition such as a machine or a set of machinery or building etc.

All accrual income is subject to prevailing classification and provisioning rules of Bangladesh Bank.

For Musharaka Investment

In recognizing the revenue from Musharaka Investment we follow the actual (cash/ realization) basis instead of accrual i.e. no income is recognized until the result of the venture is arrived at.

4 Cost Recognition Principle

Cost in respect of profit paid on deposit is recognized on accrual basis. Monthly accruals in this respect are calculated on the basis of Income Sharing Ratio. Other costs are also recognized on the accrual basis following the matching concept of Accounting.

To ensure/ supervise Shariah compliance in banking operation, NBRC has a knowledgeable Shariah Supervisory Committee comprising renowned Fuqaha, Islamic bankers and academicians conversant in Islamic Economics & Finance.

NRB Commercial Bank Limited
Islamic Banking Unit
Balance Sheet
As at 31 March 2020

Particulars	At Mar 31, 2020	At Dec 31, 2019
	Taka	Taka
PROPERTY AND ASSETS		
Cash:	55,436,092	-
In Hand (Including Foreign Currencies)	15,436,092	-
Balance with Bangladesh Bank and its agent bank (s) (including FC)	40,000,000	-
Balance with other banks and financial institutions	64,999,540	-
In Bangladesh	64,999,540	-
Outside Bangladesh	-	-
Placement with other banks and financial institutions	-	-
Investments	10,000,000	-
Government	10,000,000	-
Others	-	-
investments	7,450,786	-
General investments	2,079,675	-
Bills purchased and discounted	5,371,111	-
Fixed assets including premises, furniture and fixtures	-	-
Other assets	60,540	-
Total assets	137,946,959	-
LIABILITIES AND CAPITAL		
Liabilities		
Placement from other banks, financial institutions and agents	0	0
Deposits and other accounts	98,903,209	0
Al-wadeeah current accounts and other accounts	16,268,893	
Bills payable	32,090	
Mudaraba savings bank deposits	21,450,750	
Mudaraba notice deposits	8,248,772	
Mudaraba fixed deposits	51,358,004	
Mudaraba Scheme Deposits	1,544,700	
Other liabilities	39,043,749	
Total liabilities	137,946,959	-
OFF - BALANCE SHEET EXPOSURES		
Acceptances and endorsements	-	
Letters of guarantee	-	
Irrevocable letters of credit	38,043,000	
Bills for collection	6,062,166	
Other contingent liabilities	-	
Other commitments	0	
Total Off-Balance Sheet exposures including contingent liabilities	44,105,166	-

NRB Commercial Bank Limited
Islamic Banking Unit
Profit and Loss Account
For the Period ended 31 March 2020

Particulars	Jan'20-Mar'20 Taka	Jan'19-Mar'19 Taka
OPERATING INCOME		
Investment income	69,684	-
Profit paid on deposits and borrowings, etc	661,883	-
Net investment income	(592,198)	-
Profit on Investment with bank and financial institutions	-	-
Commission, exchange and brokerage	185,005	-
Other operating income	75,505	-
Total operating income (A)	(331,688)	-
OPERATING EXPENSES		
Salary and allowances	-	-
Rent, taxes, insurance, electricity, etc.	-	-
Legal expenses	-	-
Postage, stamps, telecommunication, etc.	-	-
Stationery, printing, advertisement, etc.	35,200	-
Chief Executive's salary and fees	-	-
Directors' fees & meeting expenses	-	-
Auditors' fees	-	-
Charges on loan losses	-	-
Depreciation and repairs of Bank's assets	-	-
Other expenses	460	-
Total operating expenses (B)	35,660	-
Profit before provision (C = A-B)	(367,348)	-
Provision for investments		
General provision	74,508	-
Specific provision	-	-
	74,508	-
Provision for of balance sheet items	380,430	-
Total provision (D)	454,938	-
Profit before taxation (C-D)	(822,286)	-

NRB Commercial Bank Limited
Segment Reporting

The Bank reports its operations under the following business segments as per Bangladesh Financial Reporting Standards (BFRS) 8 “Operating segment”

Particulars	NRBC Bank Limited			NRBC Bank Limited's Subsidiary	Inter Company Transaction	Consolidated
	Convntional Banking	Islamic Banking	Total	NRBC Bank Securities Limited		
Cash	5,929,870,180	55,436,092	5,985,306,273	1,150	-	5,985,307,423
Balance with other banks and financial institutions	2,058,383,732	64,999,540	2,123,383,272	76,782,488	(23,422,888)	2,176,742,871
Money at call and short notice	322,400,000	10,000,000	332,400,000	-	0	332,400,000
Investments	13,064,587,677	-	13,064,587,677	408,769,215	0	13,473,356,892
Loans and advances/investments	61,796,295,311	7,450,786	61,803,746,097	122,907,538	(153,226,482)	61,773,427,153
Fixed assets including premises, furniture and fixtures	564,040,088	-	564,040,088	6,924,569	(0)	570,964,657
Other assets	3,727,825,478	60,540	3,727,886,018	34,619,884	(360,000,000)	3,402,505,901
Total Assets	87,463,402,466	137,946,959	87,601,349,424	650,004,843	(536,649,370)	87,714,704,897
Borrowings from other banks, financial institutions and agents	442,552,047	-	442,552,047	-	0	442,552,047
Deposits and other accounts	68,487,105,416	98,903,209	68,586,008,625	39,434,772	(23,422,888)	68,602,020,509
Other liabilities	10,120,182,401	39,043,749	10,159,226,150	42,154,602	0	10,201,380,752
Total liabilities :	79,049,839,864	137,946,959	79,187,786,822	81,589,374	(23,422,888)	79,245,953,308
Total Shareholders' Equity	8,413,562,602	-	8,413,562,602	415,188,987	(360,000,000)	8,468,751,589
Total Liabilities and Shareholders' Equity	87,463,402,466	137,946,959	87,601,349,424	496,778,361	(383,422,888)	87,714,704,897

NRB Commercial Bank Limited
Segment Reporting

The Bank reports its operations under the following business segments as per Bangladesh Financial Reporting Standards (BFRS) 8 "Operating segment"

Particulars	NRBC Bank Limited			NRBC Bank Limited's Subsidiary	Inter Company Transaction	Consolidated
	Convntional Banking	Islamic Banking	Total	NRBC Bank Securities Limited		
Interest income	1,901,590,177	69,684	1,901,659,861	5,180,779	(2,060,920)	1,904,779,720
Interest paid/Profit Shared on deposits and borrowings, etc.	1,318,613,520	661,883	1,319,275,403	2,060,920	(2,060,920)	1,319,275,403
Net interest income	582,976,656	(592,198)	582,384,458	3,119,859	-	585,504,317
Investment income	517,950,174	-	517,950,174	6,556,419		524,506,593
Commission, exchange and brokerage	153,189,551	185,005	153,374,556	5,841,735	(525,683)	158,690,608
Other operating income	50,975,124	75,505	51,050,629	270,519		51,321,149
Total operating income (A)	1,305,091,505	(331,688)	1,304,759,817	15,788,532	(525,683)	1,320,022,666
OPERATING EXPENSES						
Salary and allowances	362,134,314		362,134,314	5,356,293		367,490,607
Rent, taxes, insurance, electricity, etc.	70,056,618		70,056,618	985,190		71,041,808
Legal expenses	244,021		244,021	50,600		294,621
Postage, stamps, telecommunication, etc.	10,370,056		10,370,056	199,624		10,569,680
Stationery, printing, advertisement, etc.	48,899,599	35,200	48,934,799	83,434		49,018,233
Chief Executive's salary and fees	2,262,854		2,262,854			2,262,854
Directors' fees & meeting expenses	4,396,421		4,396,421	106,241		4,502,662
Auditors' fees	115,000		115,000	-		115,000
Charges on loan losses	-		0			0
Depreciation and repairs of Bank's assets	43,933,006		43,933,006	483,079		44,416,085
Other expenses	169,235,896	460	169,236,356	208,975	(525,683)	168,919,648
Total operating expenses (B)	711,647,784	35,660	711,683,444	7,473,436	(525,683)	718,631,197
Profit before provision (C = A-B)	593,443,721	(367,348)	593,076,373	8,315,096	0	601,391,469
Provision against loans and advances	98,229,392	74,508	98,303,900	-		98,303,900
Provision for diminution in value of investments	74,161,216		74,161,216	3,566,674	0	77,727,889
Provision for Off-Balance Sheet Exposures	30,027,965	380,430	30,408,395	-		30,408,395
Total provision (D)	202,418,573	454,938	202,873,511	3,566,674	-	206,440,184
Profit before taxation (C-D)	391,025,148	(822,286)	390,202,863	4,748,422	0	394,951,285
Provision for taxation	196,769,264	-	196,769,264	1,569,367	-	198,338,631
Current Tax Expenses	195,496,276		195,496,276	1,301,867		196,798,143
Deferred Tax Expenses/(Income)	1,272,987		1,272,987	267,500		1,540,488
Net profit after taxation	194,255,885	(822,286)	193,433,599	3,179,055	(0)	196,612,654

NRBC Bank Securities Limited
Statement of Financial Position
As at March 31, 2020

Properties & Assets	Notes	At Mar 31, 2020 Taka	At Dec 31, 2019 Taka
Non Current Assets:			
Property, Plant & Equipment	4	6,924,569	7,078,765
Investments :			
Investment in Share & Stock	5	408,769,215	327,496,997
Loan and Advances :			
Margin Loan	6	122,907,538	138,414,177
Current Assets:			
Advances, Deposits, Prepayments, Receivables	7	34,619,884	40,675,850
Cash and Cash Equivalents	8	76,783,638	149,887,320
		111,403,521	190,563,170
Total Assets		650,004,843	663,553,109
Shareholders' Equity:			
Share Capital	9	415,188,987	412,009,932
Retained Earnings	10	400,000,000	400,000,000
		15,188,987	12,009,932
Current Liabilities			
Other Liabilities	11	234,815,856	251,543,177
Overdraft NRBC Bank Ltd	12	81,589,374	157,670,531
		153,226,482	93,872,646
Total Equity and Liabilities		650,004,843	663,553,109

The annexed notes form an integral part of the Financial Statements.

-SD-
SEO & Head of Finance

-SD-
Chief Executive Officer

Place: Dhaka
Date: March 31, 2020

NRBC Bank Securities Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended March 31, 2020

Particulars	Notes	Mar-20	Mar-19
		Taka	Taka
Operating Income			
Interest Income	13	5,180,779	2,552,428
Interest Expenses	14	2,060,920	42,128
Net Interest Income		3,119,859	2,510,300
Brokerage Commission	15	5,841,735	7,583,674
Investment Income	16	6,556,419	4,113,220
Other Operating Income/Loss	17	270,519	294,864
Total operating income		15,788,532	14,502,059
Operating Expenses			
Salary & Allowances	18	5,356,293	3,462,496
Rent, Taxes, Insurance, Electricity, etc.	19	985,190	1,331,567
Legal/Professional/Preliminary Expenses	20	50,600	-
Stamp, Postage & Telecommunication etc.	21	199,624	216,876
Stationery, Printing, Advertisement, etc.	22	83,434	231,415
Board of Directors' Meeting Expense	23	106,241	-
Audit Fee		-	-
Other Financial Expenses	24	8,004	4,786
Depreciation & Repair of Property, Plant & Equipment	25	483,079	741,879
Other Expenses	26	200,971	500,747
Total Operating Expenses		7,473,436	6,489,765
Profit/(Loss) before provision		8,315,096	8,012,294
Provision against Diminuation of Share	27	3,566,674	(174,302)
Total Provision		3,566,674	(174,302)
Profit/(Loss) before Taxation		4,748,422	8,186,596
Provision for Taxation		1,569,367	2,087,385
Current Tax	28	1,301,867	2,176,852
Deferred Tax	29	267,500	(89,467)
Profit/Loss after taxation		3,179,055	6,099,210
Other Comprehensive Income		-	-
Total Comprehensive Income/(loss)		3,179,055	6,099,210
Earnings Per Share (EPS)	30	0.08	0.15

The annexed notes form an integral part of the Financial Statements.

-SD-
SEO & Head of Finance

-SD-
Chief Executive Officer

Place: Dhaka
Date: March 31, 2020

NRBC Bank Securities Limited
Statement of Cash Flows
For the year ended March 31, 2020

Particulars	At Mar 31, 2019 Taka	At Mar 31, 2018 Taka
A. Cash flows from operating activities		
Cash received from :		
Interest income	5,180,779	2,552,428
Investment Income	6,556,419	4,113,220
Brokerage Commission Receipts	5,841,735	7,583,674
Receipts from Other operating activities	270,519	294,864
	17,849,452	14,544,186
Cash payment to :		
Interest expenses	2,060,920	42,128
Paid to the Employee	5,356,293	3,462,496
Legal/Preliminary Expense	50,600	-
Audit Fees	57,500	-
Payments to suppliers/Service providers	1,193,687	4,868,972
Paid for Other Operating Activities	(217,780)	653,226
	8,501,220	9,026,822
Operating profit before changes in operating assets & liabilities	9,348,232	5,517,364
Increased/decreased in operating assets and liabilities		
Increased/(Decreased) of Deposit from client against Share purchased	(81,779,420)	(4,912,534)
Increased/(Decreased) of Deposit from client against IPO Fund	-	34,622
(Receivable)/payable to Parents Company	-	549,500
(Increased) / Decreased in Operating Assets	(81,779,420)	(4,328,412)
Net cash from/(used in) operating activities (A)	(72,431,188)	1,188,952
Cash used in Investing Activities		
Purchase of Property, Plant and Equipment	(316,717)	(300,400)
Investment in Shares/Securities	(81,272,218)	22,546,373
Advances, deposits, prepayments, Receivables	6,055,966	(13,459,880)
Loan and Advances	15,506,639	(7,083,414)
Net cash used in Investing Activities (B)	(60,026,329)	1,702,679
Cash flows from Financing Activities		
Share Capital	-	-
Loan From Parent Company (NRBC Bank Ltd)/OD facility	59,353,836	(12,121,757)
Dividend Paid	-	-
Net cash flows from financing activities (C)	59,353,836	(12,121,757)
Net Surplus/(Deficit) in Cash and Bank Balances for the year (A+B+C)	(73,103,682)	(9,230,127)
Cash and Bank Balance at beginning of the year	149,887,320	82,969,128
Cash & Bank Balance at the end of the year (*)	76,783,638	73,739,001
(*) Cash & Bank Balance:		
Cash in Hand	1,150	34,368
Cash at Bank	76,782,488	73,704,633
	76,783,638	73,739,001

The annexed notes form an integral part of the Financial Statements.

-SD-
SEO & Head of Finance

-SD-
Chief Executive Officer

Place: Dhaka
Date: March 31, 2020

NRBC Bank Securities Limited
Statement of Changes in Equity
As at March 31, 2020

Particulars	Paid up capital	Retained earnings	Total
Opening Balance at January 01, 2020	400,000,000	12,009,932	412,009,932
Net Profit after Tax for the year	-	3,179,055	3,179,055
Balance at March 31, 2020	400,000,000	15,188,987	415,188,987
Balance at Decmber 31, 2019	400,000,000	12,009,932	412,009,932

-SD-
SEO & Head of Finance

-SD-
Chief Executive Officer

Place: Dhaka
Date: March 31, 2020

NRBC Bank Securities Limited
Selective Notes to the Preparation of Financial Statements
For the period from January 01,2020 to March 31, 2020

1 Accounting Policies:

Accounting policies have been followed in preparing this financial statements is same as a financial statements of the company of preceding financial year as of March 31, 2020.

2 Provision and Others:

a. Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, as per BAS 16: Property, Plant and Equipment. The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes. Depreciation range from 10%-30%

b. Investment:

Provisions for diminution in value of investment is made for loss arising on diminution value of investment in quoted shares and is given effect in the accounts on quarterly basis.

c. Revenue & Expense Recognition

Revenue & Expense is recognized on accrual basis.

d. Taxation:

Provision for income tax has been made on taxable income after necessary add back in accordance with the provisions of Finance Act 2020, the Income Tax Ordinance 1984 and other relevant legislation as applicable.

3 Others:

i. Figures relating to previous year/period included in this report have been rearranged, wherever considered necessary.

ii. The figures appearing in these financial statements are expressed in Taka currency and rounded off to the nearest Taka unless otherwise stated.

4.00 <u>Property, Plant and Equipment</u>	At Mar 31, 2020	At Dec 31, 2019
	Taka	Taka
At Cost		
Opening Balance	14,024,924	12,016,468
Add: Addition During the Year(Net)	316,717	2,008,456
	14,341,641	14,024,924
Less: Accumulated Depreciation	7,417,072	6,946,159
Written Down Value	6,924,569	7,078,765

A Schedule of Property, Plant and Equipment is given in Annexure-1 for accounting & Tax Purpose

5.00 <u>Investment in Share & Stock</u>		
Quoted Share (Publicly Traded listed with DSE)	136,748,532	70,376,314
Cost of Acquisition of DSE TREC & Share	247,120,683	247,120,683
Initial Public Offer	14,900,000	-
Unquoted Shares (Demat Share & approved by SEC)	10,000,000	10,000,000
	408,769,215	327,496,997

A Schedule of Investments in Shares is given in Annexure -2

6.00 <u>Loan and Advances</u>		
Margin Loan	122,907,538	138,414,177
	122,907,538	138,414,177

This represent amount of loan to the customer against shares purchased under prescribed guideline of BSEC

7.00 <u>Advances, deposits, prepayments, Receivables</u>		
Security Deposit (Note: 7.01)	200,000	200,000
Advance Income Tax (Note: 7.02)	25,478,674	23,633,481
Advance Others (Note: 7.03)	2,622,698	2,613,107
Accounts Receivable (Note: 7.04)	6,318,511	14,229,262
	34,619,884	40,675,850

7.01 <u>Security deposits</u>		
Security Deposit with Central Depository Bangladesh Ltd. (CDBL)	200,000	200,000
	200,000	200,000

7.02 <u>Advance Income Tax</u>		
On Turnover	15,224,135	13,922,269
On Bank Interest	1,464,765	1,464,765
On Dividend Income	6,849,333	6,306,006
Advance Tax- Others	46,500	46,500
Advance Tax- Strategic Investment*	1,893,941	1,893,941
	25,478,674	23,633,481

Gain Tax on Sale of Share (25% i.e. 1,803,777X21 less cost) no. Share sale to Shenzhen Stocks & Shanghai Stock Exchange @Tk.21.00 Through DSE in 2018 which to be utilized after expiry of 3 (Three) Years as S.R.O No 319 - Ayin/Aykor/2018 Dated Nov-11-2018.

7.03 <u>Advance Others</u>		
Advance Office Rent	1,664,300	1,796,100
Others	958,398	817,007
	2,622,698	2,613,107

7.04 <u>Accounts Receivable</u>		
Dhaka Stock Exchange Ltd. (Settlement A/c)	6,318,511	14,229,262
	6,318,511	14,229,262

8.00 <u>Cash and Cash Equivalents</u>		
Cash in Hand (*)	1,150	44,807,964
Cash at Bank (Note: 08.01)	76,782,488	105,079,356
	76,783,638	149,887,320

8.01 <u>Cash at Bank</u>		
NRB Commercial Bank Limited, Principal Branch (a)	4,848,463	61,753,597
NRB Commercial Bank Limited Cus A/C 0101-360-099	4,441,125	60,074,997
NRB Commercial Bank Limited IPO A/C 0101-360-098	326,525	326,525
NRB Commercial Bank Limited Operation A/C 0101-364-002	80,813	1,352,075
Al-Arafah Islami Bank Limited, Motijheel Branch (b)	71,934,025	43,325,759
Al-Arafah Islami Bank Limited Cus A/C 0021220006396	35,591,560	7,212,050
Al-Arafah Islami Bank Limited Dealer A/C 0021220006385	357,148	128,392
Al-Arafah Islami Bank Limited Strategic A/C 0021220007836	35,985,316	35,985,316
Total (a+b)	76,782,488	105,079,356

According to Demutualization Act 2013, DSE was agreed to sale 25% share to Strategic partner to Shenzhen Stock Exchange & Shanghai Stock Exchange. At the same National Board of Revenue (NBR) issued **এস.আর.ও নং ৩১৯-আইন/আয়কর/১০১৮**- Income Tax Ordinance 1984 dated October 30, 2018 stated that all proceed of selling to Strategic partner will be operated in BO Account 1205950066923412. Therefore, company could not recognized as capital gain due to all amount being block to the aforesaid BO Account 1205950066923412 untill completion of three year i.e. December 2021.

9.00 Share Capital

Authorized Capital

100,000,000 Ordinary Shares of Taka 10.00 each	<u>1,000,000,000</u>	<u>1,000,000,000</u>
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Issued, Subscribed and Paid-up Capital

40,000,000 Ordinary Shares of Taka 10.00 each fully paid	<u>400,000,000</u>	<u>400,000,000</u>
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Shareholding position at December 31, 2019 is as follows:

<u>Name of Shareholders</u>	<u>No. of shares</u>
NRB Commercial Bank Limited	36,000,000
Dr. Toufique Rahman Chowdhury	200,000
Mr. Md. Shahidul Ahsan	200,000
Mr. Mohammed Mahtabur Rahman	200,000
Ms. Anika Rahman	200,000
Mr. Marzanur Rahman	200,000
Mr. A M Saidur Rahman	200,000
Mr. A.K.M Mostafizur Rahman	228,570
Mr. Abu Bakr Chowdhury	200,000
Mr. Mohammad Shahid Islam	228,580
Mr. Loquit Ullah	200,000
Mr. Tamal S.M Parvez	228,570
Mr. Rafikul Islam Mia Arzoo	228,570
Mr. Md. Mohiuddin	228,570
Ms. Shamimatun Nasim	200,000
Mr. Mohammed Adnan Imam	228,570
Mr. Mohammed Oliur Rahman	28,570
Mr. Dr. Rafiqul Islam Khan	200,000
Mr. Mohammad Zakaria Khan	200,000
Mr. Aziz U Ahmad	200,000
Mr. Mohammed Manzurul Islam	200,000
	<u>40,000,000</u>

10.00 Retained Earnings

Opening Balance	12,009,932	6,704,090
Add: Total Comprehensive Income/(Loss) during the year	3,179,055	5,305,842
	15,188,987	12,009,932
Less: Dividend Paid During the Year	-	-
	<u>15,188,987</u>	<u>12,009,932</u>

11.00 Other Liabilities

Payable to Stock Exchanges (Note: 11.01)	3,634	104,142
Payable to Clients (Note: 11.02)	39,434,772	121,113,684
Current Income Tax Payable (Note: 11.03)	16,905,008	15,603,141
Deferred Tax Liability (Note: 11.04)	390,307	122,807
Gratuity Fund	-	-
Provident Fund	88,800	-
CDBL Charge	111,203	-
Statutory Audit Fee payable	-	57,500
TDS at Source	87,984	71,545
VDS at Source	66,034	119,067
Incentive and Performance Bonus	465,350	465,350
Provision for Diminution of Shares/Investment (Note: 11.05)	23,451,224	19,884,550
Payable with Marchant Bank	561,352	30,820
Other payable	23,707	1,072
	81,589,374	157,573,677

11.01 Payable to Stock Exchanges

Dhaka Stock Exchange Ltd.	3,634	104,142
	<u>3,634</u>	<u>104,142</u>

11.02 Payable to Clients	39,434,772	121,113,684
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This represents amount payable to customers against sale of shares and/or receipts for purchasing of shares.

11.03 Current Income Tax Payable

Opening Balance	15,603,141	11,517,433
Add: Addition During the Year	1,301,867	4,085,708
	16,905,008	15,603,141
Less: Adjustment during the period	-	-
	16,905,008	15,603,141

11.04 Deferred Tax Liability

Opening Balance	122,807	354,495
Add: Addition During the Year	-	-
	122,807	354,495
Less: Adjustment During the Year	(267,500)	231,688
	390,307	122,807

11.05 Provision for Diminution of Shares/Investment

Opening Balance	19,884,550	13,130,650
Add: Addition During the Year	3,566,674	6,753,900
	23,451,224	19,884,550
Less: Adjustment During the Year	-	-
	23,451,224	19,884,550

12.00 Overdraft Facility From NRBC Bank Ltd

	153,226,482	93,872,646
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NRBC Bank Securitiz Ltd. availed Overdraft facility from our Parent Company NRBC Bank limited having Limit of Tk.30,00,00,000 @9% Per annum

	Mar-20	Mar-19
	Taka	Taka
13.00 Interest Income		
Interest on Bank Deposit	-	-
Interest Income from Margin Loan	5,180,779	2,552,428
	5,180,779	2,552,428
14.00 Interest Expense	2,060,920	42,128
NRBC Bank Securitiz Ltd. availed Overdraft facility @9% Per annum		
15.00 Brokerage Commission		
Brokerage Commission	6,491,855	8,342,450
Less: Direct Charges (Note 15.01)	650,120	758,776
	5,841,735	7,583,674
15.01 Direct Charges for getting Brokerage Commission		
Laga Charge	650,120	758,776
	650,120	758,776
16.00 Investment Income (Listed Company)		
Dividend Income	2,716,720	3,113,870
Gain on Sale of Shares and Debentures (Net)	3,839,700	999,350
	6,556,419	4,113,220
17.00 Other Operating Income		
Transaction / Transmission Fee	6,698	15,099
Account Opening/Closing Fee	39,167	58,000
BO Account Fees/Other	29,335	32,265
Other CDBL Income (net)	195,319	182,845
IPO Commission/fee	-	6,655
	270,519	294,864
18.00 Salary and Allowance		
Basic Salary	1,741,000	1,241,222
Allowances	2,824,453	1,871,129
Incentive/Performance Bonus	456,400	-
Salaries & Allowances -Security & Cleaning Staff	181,100	218,004
Over Time to casual staff	3,000	400
Festival Bonus	-	-
Discomfort Allowance	15,900	10,000
Ex-Gratia-Security & Cleaning Staff	-	-
Reward & Recognition (Staff Benefit)	-	-
Payment to Recognized Gratuity Fund	-	-
Company Contribution to Recognized Providend Fund	134,440	121,741
	5,356,293	3,462,496
19.00 Rent, Taxes, Insurance, Electricity, etc.		
Office Rent	484,610	646,100
Rate & Taxes (Note : 19.01)	-	6,889
DES/BSEC/RJSC Fees & Charge (Note : 19.02)	96,073	241,907
CDBL Charges (Note : 19.03)	175,929	333,319
Insurance Premium Expenses [incl. VAT]	-	9,800
Power and Electricity Expense [incl. VAT]	147,378	37,900
WASA, Gas and Sewerage Expense [incl. VAT]	-	-
Common Utility Bill (Electricity, Gas, Wasa, Security Guard Salary, etc.)	81,200	55,653
	985,190	1,331,567
19.01 Rate & Taxes		
Patent /Trade License/Holding Tax/Sign Board Tax	-	6,889
19.02 DSE/BSEC/RJSC Fees & Charge		
DSE/Trade/Broker Association Membership Fee	25,073	187,928
TREC Renewal Fees to DSE	70,000	50,000
Authorized Representative Fee to DSE	1,000	500
Investor Protection Fund Fees to DSE	-	3,479
TWS establishment Fees to DSE	-	-
	96,073	241,907
19.03 CDBL Charges		

CDBL Charges - Share Trading (Net)-VAT exempted	175,929	333,319
	175,929	333,319
20.00 Legal/Professional/Preliminary Expenses		
Notary Public and Other Charge	-	-
Legal & Consultancy Fees	50,600	-
	50,600	-
21.00 Stamp, Postage & Telecommunication etc.		
Postage & Courier Charges	1,830	5,385
Mobile and Telephone Charges	63,369	43,605
Networking/Bandwith Charge	134,425	167,886
	199,624	216,876
22.00 Stationery, Printing, Advertisement, etc.		
Stationery Expenses	60,462	66,111
Printing Expenses	22,972	139,351
Publicity, Advertisement, etc	-	-
Binding, Photography and Photocopy	-	-
Computer Accessories (Toner/Rebon/Ink/etc.)	-	25,953
	83,434	231,415
23.00 Board of Directors' Meeting Expenses		
BOARD Meeting Expenses *	106,241	-
	106,241	-
* Expense included Fees and Tips, stationery etc.		
24.00 Bank/Financial Expenses		
Excise Duty	-	-
Bank Charge & Commission (VAT Incl.)	8,004	4,786
	8,004	4,786
25.00 Depreciation and Repair of the Property, Plant & Equipment		
A. Depreciation of the Freehold Properties		
Furniture & Fixtures	55,604	37,944
Office Equipment	64,213	36,433
Computer Accessories	261,096	243,809
Bangladesh Made Software	90,000	90,000
Motor Vehicles	-	186,000
	470,913	594,186
B. Parts (Replacement), Repair & Maintenance of the Company's Assets:		
Parts (Replacement) of Office Premises items	9,856	117,528
Parts (Replacement) of Furnitures and Fixtures	-	-
Servicing and Spare parts replacement of Vehicle	-	30,165
Annual Software Maintenance and IT enable Cost	-	-
Parts (Replacement) of Office Appliance & Equipment	-	-
Parts (Replacement) of Computer and Computer Equipment	2,310	-
	12,166	147,693
Total [A+B]	483,079	741,879
26.00 Other Expenses		
Office Maintenance	30,094	3,100
Local Conveyance	10,250	10,277
Travelling Expenses	-	20,000
AGM Expenses	-	298,258
Uniform & Lerveries-SCS Staff	31,804	34,539
IPO Application Fee to DSE	10,000	6,000
Entertainment	115,873	118,853
Program Expenses	-	4,450
Newspaper and Periodical	2,950	5,270
	200,971	500,747
27.00 Provision for diminution of Share/Securities		

Provision for unrealized loss of share/securities	3,566,674	(174,302)
	3,566,674	(174,302)

Provisions for diminution in value of investments have been maintained in accordance with IAS-37 and BSEC Circular # BSEC/SIR/MB/Policy-5/2020/132 Dated January 30, 2020.

28.00 Current Tax Expense

Operating Profit	8,315,096	8,012,294
Taxable Income/(Loss) for standard tax rate applicable	994,392	4,154,696
Taxable Income other than standard tax rate	6,556,419	4,113,220
Total Taxable Income per Income tax Act, 1984	7,550,811	8,267,916
Current Tax Expenses for Standard Tax rate @35% and other applicable rate	1,301,867	2,176,852

29.00 Deferred Tax Expense

	Carrying Amt	ax Base		
Fixed Assets	6,924,569	###	1,115,164	757,222
Net Taxable Temporary Difference [i.e. Tax will be paid in future Period]			1,115,164	757,222
Corporate Tax @ 35% i.e. Deffered Tax Liability as of 31.03.2020			390,307	265,028
Less : Deffered tax Liabilities in 2019			122,807	354,495
Deffered Tax expense for the year end on 31.03.2020			267,500	(89,467)

30.00 Earnings Per Share (EPS)

Profit after Taxation	3,179,055	6,099,210
Number of Ordinary Shares Outstanding	40,000,000	40,000,000
	0.08	0.15

Earnings per shares (EPS) have been computed by dividing the basic earnings by the number of ordinary shares outstanding as on March 31, 2020 in accordance with IAS-33.

31.00 Nature and type of related party transaction of the company

A. NRBC Bank Limited : Parents Subsidiary Relationship

Nature of Transaction	Types	Note	Mar 20	Dec 19
Advance Income Tax- AIT on Interest	Assets - Inter Company	7	-	1,284,278
Bank Deposit:	Assets - Inter company	8	4,848,463	61,753,597
NRB Commercial Bank Limited A/C 0101-360-099			4,441,125	60,074,997
NRB Commercial Bank Limited A/C 0101-360-098			326,525	326,525
NRB Commercial Bank Limited A/C 0101-364-002			80,813	1,352,075
Payable to NRBC Bank Ltd : Client Depoist	Liability-Inter Company	11	15,951,424	36,147,128
Overdraft Facility From NRBC Bank Ltd	Liability-Inter Company	12	153,226,482	93,872,646
Interest on Bank Deposit	Income-Inter company	13	-	814,767
Interest on OD Facility	Expense-Inter company	14	2,060,920	1,144,755
Brokerage Commission	Income-Inter company	15	525,683	1,601,369
Bank/Financial Expense	Expense-Inter Company	24	-	3,450

B. Other Related Parties with Directors :

- No other transaction been occurred with stake holding of Directors of NRBC Bank Securities Limited
- Above transactions has been occurred under normal course of business

NRBC Bank Securities Limited
Investments in Shares
As at March 31, 2020

Annexure - 2

A. Portfolio Invest Shares listed with DSE (quoted):

Particulars	Number of Shares	Market Price per share	Market Price	Cost per share	Cost price
ACMELAB*	41119	59.70	2,454,804.30	60.79	2,499,826
ATCSLGF*	340930	6.90	2,352,417.00	8.69	2,962,922
BBS*	247192	16.20	4,004,510.40	30.57	7,556,126
BPML*	4085	39.90	162,991.50	80.00	326,800
CAPMIBBLMF*	62000	6.90	427,800.00	9.41	583,339
ESQUIRENIT*	186303	21.90	4,080,035.70	24.99	4,654,793
ISLAMICFIN*	100000	12.20	1,220,000.00	15.73	1,572,874
KDSALTD*	73642	38.60	2,842,581.20	44.09	3,247,210
LANKABAFIN*	706115	12.90	9,108,883.50	24.80	17,511,812
MERCANBANK	1013281	12.70	12,868,668.70	16.82	17,043,756
NHFIL*	129597	24.60	3,188,086.20	36.27	4,700,076
PRAGATILIFE*	6711	88.30	592,581.30	118.70	796,577
QUASEMIND*	369001	34.90	12,878,134.90	43.23	15,950,506
QUEENSOUTH*	177394	24.00	4,257,456.00	31.21	5,536,526
RAKCERAMIC*	321475	26.00	8,358,350.00	29.61	9,517,414
RINGSHINE*	100530	6.40	643,392.00	7.92	796,693
RUNNERAUTO*	12366	46.10	570,072.60	65.73	812,772
SILVAPHL*	67427	18.60	1,254,142.20	18.36	1,237,631
SINGERBD*	98205	147.00	14,436,135.00	170.21	16,715,853
SONARBAINS*	70300	30.10	2,116,030.00	38.22	2,687,183
SQURPHARMA*	21000	172.50	3,622,500.00	162.56	3,413,793
APEXTANRY	63025	106.90	6,737,372.50	133.88	8,437,558
COPPERTECH	2371	20.70	49,079.70	9.52	22,581
SAPORTAL	221374	16.60	3,674,808.40	27.34	6,053,143
SEAPEARL	1865	79.10	147,521.50	16.72	31,182
UNIONCAP	114361	4.80	548,932.80	18.18	2,079,587
Total			102,597,287		136,748,532

B. Invest in Shares (unquoted):

Particulars	No. of Share	Cost per Share	At Cost
UFS-Pragati Life Unit Fund	1000000	10	10,000,000
Total	1000000		10,000,000

C. Initial Public Offer:

Particulars	No. of Share	Cost per Share	At Cost
Walton Ltd.	16500	600	9,900,000
Delta Hospital Ltd.	312500	16	5,000,000
Total	329,000.00		14,900,000

D. Cost of Acquisition of DSE TREC & Share :

247,120,683

This represents our original investment cost for DSE memberships in exchange of which shares at a face value of Tk. 10 each have been allotted in favor of the Company through vendor agreement on October 12, 2015 and subsequently it endorsed by Dhaka Stock Exchange in its 812th meeting held on November 12, 2015. As per the provision of the Exchange Demutualization Act-2013 and in accordance with the Bangladesh Security Exchange Commission (BSEC) approved Demutualization Scheme, Dhaka Stock Exchange Ltd. (DSE) allotted total 72,15,106 ordinary Shares at face value of Tk.10.00 each and, out of which, the 60% shares (shares 43,29,064) were kept in blocked accounts as per the provisions of the Exchange Demutualization Act, 2013, and as such the value of these shares have been classified as investment (Blocked Share) and considered under non-current assets in the books of accounts.

At the same time, Out of the above DSE has transferred 2,886,042 shares directly credited to the Beneficiary Owner's account of the Company which is 40% of the total holding of the shares and also shown as investment. Meanwhile, as per the section 12 of the Exchange Demutualization Act-2013 scheme, The DSE sold 25% company shares to the strategic partners to Shenzhen Stock Exchange & Shanghai Stock Exchange.

Moreover remaining 75% shares have not been shown in the monthly report on Net Capital Balance as prescribed in rule 3(4) of the Securities and Exchange Rules 1987 to the stock exchange.

As there is no active market for shares DSE , we have shown the value at original cost of our investment in accordance with paragraph B 5.2.3 of IFRS 9, " cost can be considered as an estimate of fair value if insufficient more recent information is available to measure fair value".