

NRB Bank Limited

**Auditors' Report and Financial Statements
as at and for the year ended 31 December 2015**

Howladar Yunus & Co.

Gulshan Office

Howladar Yunus & Co.

House - 14 (4th floor)
Road - 16A, Gulshan -1
Dhaka - 1212
Bangladesh

INDEPENDENT AUDITORS' REPORT To the Shareholders of NRB Bank Limited

T +88 (0)2 9883863
F +88 (0)2 952989
www.howladaryunus.com

Report on the Financial Statements

We have audited the accompanying financial statements of NRB Bank Limited ("the Bank"), which comprise the balance sheet as at 31 December 2015 and the profit and loss account, statement of changes in equity and cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements and Internal Controls

Management of NRB Bank Limited is responsible for the preparation of financial statements that give a true and fair view in accordance with Bangladesh Financial Reporting Standards as explained in note 2.0 and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Bank Companies Act, 1991 and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Bank. The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements of the Bank.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Bank as at 31 December 2015 and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards as explained in note 2.0.

Chartered Accountants
Correspondent firm of Grant Thornton International Ltd



Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Bank Companies Act 1991 and the rules and regulations issued by Bangladesh Bank, we also report the following:

- (a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (b) to the extent noted during the course of our audit work performed on the basis stated under the Auditor's Responsibility section in forming the above opinion on the financial statements of the Bank and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the Financial Statements and Internal Control:
 - i) internal audit, internal control and risk management arrangements of the Bank [as disclosed in note 2.27 of the financial statements] appeared to be materially adequate;
 - ii) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Bank and its related entities [other than matters disclosed in these financial statements]
- (c) in our opinion, proper books of account as required by law have been kept by the Bank so far as it appeared from our examination of those books;
- (d) the balance sheet and the profit and loss account dealt with by the report are in agreement with the books of account;
- (e) the financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as with related guidance issued by Bangladesh Bank;
- (f) adequate provisions have been made for advances which are, in our opinion, doubtful of recovery;
- (g) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- (h) the information and explanation required by us have been received and found satisfactory; and
- (i) we have reviewed over 80% of the risk weighted assets of the Bank and we have spent around 1,150 person hours for the audit of the books and accounts of the Bank.



Chartered Accountants

Dated: Dhaka, 31 March 2016

NRB Bank Limited
Balance Sheet
as at 31 December 2015

	Notes	Amount in Taka 2015	Amount in Taka 2014
<u>PROPERTY AND ASSETS</u>			
Cash	3		
Cash in hand (including foreign currencies)		314,838,107	90,334,339
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)		917,320,156	441,734,884
		1,232,158,263	532,069,223
Balance with other banks and financial institutions	4		
In Bangladesh		1,852,636,347	1,592,454,132
Outside Bangladesh		74,492,560	28,324,193
		1,927,128,907	1,620,778,325
Money at call and short notice	5	-	740,000,000
Investments	6		
Government		3,852,853,284	2,858,207,312
Others		1,532,052,696	661,299,262
		5,384,905,980	3,519,506,574
Loans and advances	7		
Loans, cash credits, overdrafts etc.		11,086,048,229	6,291,889,815
Bills purchased and discounted		6,367,945	-
		11,092,416,174	6,291,889,815
Fixed assets including premises, furniture and fixtures	8	348,348,777	259,383,360
Other assets	9	549,664,156	527,876,809
Non - banking assets		-	-
TOTAL ASSETS		20,534,622,257	13,491,504,106
<u>LIABILITIES AND CAPITAL</u>			
Liabilities	10	1,960,000,000	1,392,450,000
Borrowings from other banks, financial institutions and agents			
Deposits and other accounts			
Current accounts and other accounts	11.1	791,361,409	314,766,713
Bills payable	11.2	31,368,871	61,196,277
Savings bank deposits	11.3	863,962,753	399,750,360
Fixed deposits	11.4	11,669,850,313	7,029,113,319
Bearer certificates of deposit		-	-
Other Deposits		-	-
		13,356,543,346	7,804,826,669
Other liabilities	12	739,563,087	324,926,852
TOTAL LIABILITIES		16,056,106,433	9,522,203,521
Capital/shareholders' equity			
Paid up capital	13.2	4,000,000,000	4,000,000,000
Statutory reserve	14	74,251,039	5,465,396
Revaluation reserve	15	297,531,841	24,662,766
Surplus in profit and loss account \ Retained earnings	16	106,732,944	(60,827,577)
TOTAL CAPITAL/SHAREHOLDERS' EQUITY		4,478,515,824	3,969,300,585
TOTAL LIABILITIES AND CAPITAL/SHAREHOLDERS' EQUITY		20,534,622,257	13,491,504,106



OFF-BALANCE SHEET ITEMS

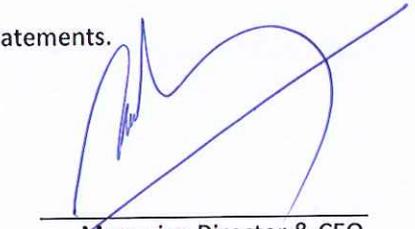
	Notes	Amount in Taka	Amount in Taka
		2015	2014
Contingent liabilities	17		
Acceptances and endorsements		268,471,645	336,766,082
Letters of guarantee		241,204,274	118,471,813
Irrevocable letters of credit		489,892,050	442,196,936
Bills for collection		25,407,470	2,705,297
Other contingent liabilities		-	-
Total contingent liabilities		<u>1,024,975,439</u>	<u>900,140,128</u>
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 items including contingent liabilities		<u>1,024,975,439</u>	<u>900,140,128</u>

The annexed notes form an integral part of these financial statements.

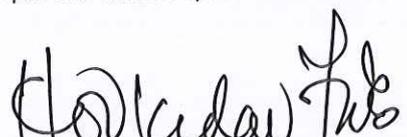

Chairman


Director


Director


Managing Director & CEO

Signed as per our annex report of same date

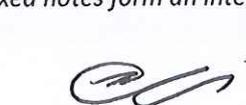

Chartered Accountants
Dhaka, 31 March 2016

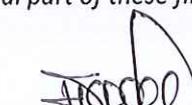
NRB Bank Limited
Profit and Loss Account
for the year ended 31 December 2015

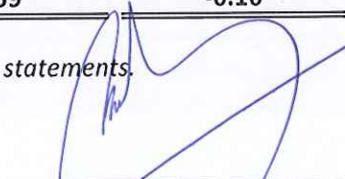
	Notes	Amount in Taka	Amount in Taka
		2015	2014
Interest income	19	1,384,095,384	805,805,874
Interest paid on deposits and borrowings etc.	20	(1,101,908,248)	(484,849,474)
Net interest income		282,187,136	320,956,400
Income from investments	21	776,173,414	122,951,591
Commission, exchange and brokerage	22	60,894,921	26,546,397
Other operating income	23	5,034,088	1,980,443
		842,102,423	151,478,430
Total operating income (A)		1,124,289,559	472,434,830
Salaries and allowances	24	263,480,674	194,536,296
Rent, taxes, insurance, electricity etc.	25	156,242,558	111,839,156
Legal expenses	26	2,656,378	4,263,668
Postage, stamp, telecommunication etc.	27	18,444,575	13,782,858
Stationery, printing, advertisements etc.	28	21,394,198	12,344,735
Managing Director's salary and fees	29	11,282,490	10,311,356
Directors' fees	30	5,872,415	1,404,318
Auditors' fees	31	264,500	230,000
Depreciation and repair of bank's assets	32	62,560,304	34,036,344
Other expenses	33	188,321,103	69,248,506
Total operating expenses (B)		730,519,196	451,997,237
Profit/(loss) before provision (C=A-B)		393,770,363	20,437,593
Provision for loans and advances			
General provision		35,353,111	61,386,050
Specific provision		3,801,995	-
		39,155,106	61,386,050
Provision for off-balance sheet items		1,248,353	8,999,276
Provision for diminution in value of investments		9,438,686	-
Other provisions		-	-
Total provision (D)	34	49,842,145	70,385,326
Total profit/(loss) before tax (C-D)		343,928,218	(49,947,733)
Provision for current tax	12.4	99,238,083	8,224,523
Deferred tax expense	12.5	8,343,971	7,654,351
		107,582,054	15,878,874
Net profit/(loss) after tax		236,346,164	(65,826,607)
Appropriations			
Statutory reserve	14	68,785,643	-
General reserve		-	-
		68,785,643	-
Retained earning carried forward	16	167,560,521	(65,826,607)
Earnings per share (EPS)	37	0.59	-0.16

The annexed notes form an integral part of these financial statements.


Chairman


Director


Director


Managing Director & CEO

Signed as per our annex report of same date


Chartered Accountants
Dhaka, 31 March 2016

NRB Bank Limited
Cash Flow Statement
for the year ended 31 December 2015

	Notes	Amount in Taka	Amount in Taka
		2015	2014
A) Cash flows from operating activities			
Interest receipts in cash		1,804,159,384	791,675,270
Interest payments		(1,052,366,574)	(334,828,629)
Dividend receipts		6,987,000	-
Fees and commission received		60,894,921	26,546,397
Cash payment to employees		(263,181,531)	(204,847,652)
Cash payment to suppliers		(7,919,938)	(3,868,602)
Income tax paid		(27,041,571)	(58,351,840)
Receipts from other operating activities	35	5,034,088	1,980,443
Payments for other operating activities	36	(309,811,021)	(211,012,376)
Cash generated from operating activities before changes in Operating assets and liabilities		216,754,757	7,293,011
Increase/(decrease) in operating assets and liabilities:			
Loans and advances to customers		(4,800,526,359)	(5,838,075,827)
Other assets		(118,713,063)	(60,508,692)
Deposits from other banks / borrowings		567,550,000	1,392,450,000
Deposits from customers		5,551,716,677	5,920,038,003
Other liabilities		355,953,132	19,154,877
		1,555,980,386	1,433,058,362
Net cash generated from operating activities		1,772,735,143	1,440,351,372
B) Cash flows from investing activities			
Payment for Purchase of trading securities		(721,776,896)	(2,740,719,369)
Gain from sale of securities		235,663,575	6,102,938
Payment for Purchase of shares and bonds		(870,753,434)	(661,299,262)
Purchase of property and equipment		(149,303,882)	(163,701,985)
Net cash used in investing activities		(1,506,170,637)	(3,559,617,678)
C) Cash flows from financing activities			
Receipts from issue of ordinary shares		-	-
Dividend paid		-	-
Net Cash flows from financing activities		-	-
D) Net increase in cash and cash equivalents (A+ B + C)		266,564,507	(2,119,266,306)
E) Effects of exchange rate changes on cash and cash equivalents		-	-
F) Cash and cash equivalents at beginning of the year		2,892,961,862	5,012,228,168
G) Cash and cash equivalents at end of the year (D+E+F)		3,159,526,370	2,892,961,862
Cash and cash equivalents at end of the year represents			
Cash in hand (including foreign currencies)		314,838,107	90,334,339
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		917,320,156	441,734,884
Balance with other banks and financial institutions		1,927,128,906	1,620,767,239
Money at call and short notice		-	740,000,000
Prize bond		239,200	125,400
		3,159,526,370	2,892,961,862

The annexed notes form an integral part of these financial statements.


Chairman


Director


Director


Managing Director & CEO

Dhaka, 31 March 2016



NRB Bank Limited
Statement of Changes in Equity
for the year ended 31 December 2015

Amount in Taka

Particulars	Paid up capital	Statutory reserve	Share premium	Reserve for amortization of treasury securities (HTM)	Reserve for revaluation of treasury securities (HFT)	Retained earnings	Total
Balance as at 1 January 2015	4,000,000,000	5,465,396	-	690,269	23,972,497	(60,827,577)	3,969,300,585
Reserve for amortization of HTM securities	-	-	-	(679,455)	-	-	(679,455)
Reserve for revaluation of HFT securities	-	-	-	-	273,548,531	-	273,548,531
Net profit after tax for the year	-	-	-	-	-	236,346,164	236,346,164
Transfer to statutory reserve	-	68,785,643	-	-	-	(68,785,643)	-
Balance as at 31 December 2015	4,000,000,000	74,251,039	-	10,814	297,521,028	106,732,944	4,478,515,824
Balance as at 31 December 2014	4,000,000,000	5,465,396	-	690,269	23,972,497	(60,827,577)	3,969,300,585

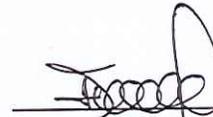
The annexed notes form an integral part of these financial statements.



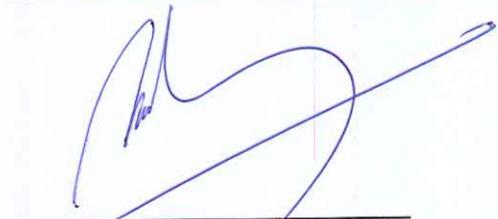
 Chairman



 Director



 Director



 Managing Director & CEO

Dhaka, 31 March 2016



NRB Bank Limited
Liquidity Statement
(Analysis of maturity of assets and liabilities)
as at 31 December 2015

Particulars	Amount in Taka					Total
	Up to 1 month	1-3 months	3-12 months	1-5 years	Above 5 years	
Assets:						
Cash in hand (including balance with Bangladesh Bank and its agent Bank)	1,232,158,263	-	-	-	-	1,232,158,263
Balance with other banks and financial institutions	1,077,128,907	400,000,000	450,000,000	-	-	1,927,128,907
Money at call and on short notice	-	-	-	-	-	-
Investments	369,266,623	200,000,000	430,590,652	541,924,959	3,843,123,746	5,384,905,980
Loans and advances	1,592,103,078	1,173,626,769	4,573,230,872	3,106,794,878	646,660,578	11,092,416,174
Fixed assets including premises, furniture and fixtures	-	-	-	-	348,348,777	348,348,777
Other assets	476,512	70,594,199	2,530,659	476,062,787	-	549,664,156
Non banking assets	-	-	-	-	-	-
Total assets (A)	4,271,133,383	1,844,220,967	5,456,352,183	4,124,782,624	4,838,133,100	20,534,622,257
Liabilities:						
Borrowings from other banks, financial institutions and agents	1,160,000,000	800,000,000	-	-	-	1,960,000,000
Deposits	1,874,107,770	5,404,747,778	5,541,458,513	297,212,369	239,016,915	13,356,543,346
Provision and other liabilities	252,403,417	223,673,281	142,686,985	7,707,490	113,091,914	739,563,087
Total liabilities (B)	3,286,511,188	6,428,421,059	5,684,145,498	304,919,859	352,108,829	16,056,106,433
Net liquidity gap (A - B)	984,622,195	(4,584,200,092)	(227,793,315)	3,819,862,765	4,486,024,271	4,478,515,824



NRB Bank Limited
Notes to the Financial Statements
as at and for the year ended 31 December 2015

1. The Bank and its activities

1.1 Reporting entity

The NRB Bank Limited ("the Bank") is a private commercial bank (PCB), incorporated as a public limited company in Bangladesh on 19 March 2013 under the Companies Act, 1994. It started its banking businesses from 04 August 2013 under the license issued by Bangladesh Bank. The Bank has currently 17 branches, 20 ATM booths and 1588 shared ATM booths all over Bangladesh. The Bank had no overseas branches as at 31 December 2015.

The registered office of the Bank is located at Richmond Concord (7th Floor), 68 Gulshan Avenue, Gulshan Circle-01, Dhaka-1212.

1.2 Principal activities

The principal activities of the Bank are to provide all kinds of commercial banking services to its customers.

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

2.1 Statement of compliance

The financial statements of the Bank as at and for the year ended 31 December 2015 have been prepared in accordance with Bangladesh Financial Reporting Standards (BFRS) and the requirements of the Bank Company (amendment) Act 2013, the rules and regulations issued by Bangladesh Bank, the Companies Act 1994 and the Securities and Exchange Rules 1987. In case any requirement of the Bank Companies Act 1991, and provisions and circulars issued by Bangladesh Bank differ with those of BFRS, the requirements of the Bank Company (amendment) Act 2013, and provisions and circulars issued by Bangladesh Bank shall prevail.

i) Investment in shares and securities

BFRS: As per requirements of BAS 39 investment in shares and securities generally falls either under "at fair value through profit and loss account" or under "available for sale" where any change in the fair value (as measured in accordance with BFRS 13) at the year-end is taken to profit and loss account or revaluation reserve respectively.

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 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 recognized at cost.

ii) Revaluation gains/losses on Government securities

BFRS: As per requirement of BAS 39 where securities will fall under the category of Held for Trading (HFT), any change in the fair value of held for trading assets is recognized through profit and loss account. Securities designated as Held to Maturity (HTM) are measured at amortized cost method and interest income is recognized through the profit and loss account.

Bangladesh Bank: HFT securities are revalued on the basis of mark to market and at year end any gains on revaluation of securities which have not matured as at the balance sheet date are recognized in other reserves as a part of equity and any losses on revaluation of securities which have not matured as at the balance sheet date are charged in the profit and loss account. Interest on HFT securities including amortization of discount are recognized in the profit and loss account. HTM securities which have not matured as at the balance sheet date are amortized at the year end and gains or losses on amortization are recognized in other reserve as a part of equity.



iii) **Provision on loans and advances**

BFRS: As per BAS 39 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 (23 September 2012), BRPD circular No. 19 (27 December 2012) and BRPD circular No. 05 (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. Such provision policies are not specifically in line with those prescribed by BAS 39.

iv) **Recognition of interest in suspense**

BFRS: Loans and advances to customers are generally classified as 'loans and receivables' as per BAS 39 and interest income is recognized through effective interest rate method over the term of the loan. Once a loan is impaired, interest income is recognized in profit and loss account on the same basis

Bangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012, once a loan is classified, interest on such loans are not allowed to be recognized as income, rather the corresponding amount needs to be credited to an interest in suspense account, which is presented as liability in the balance sheet.

v) **Other comprehensive income**

BFRS: As per BAS 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 will strictly 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.

vi) **Financial instruments – presentation and disclosure**

In several cases Bangladesh Bank guidelines categories, recognize, measure and present financial instruments differently from those prescribed in BAS 39. As such full disclosure and presentation requirements of BFRS 7 and BAS 32 cannot be made in the financial statements.

vii) **Repo transactions**

BFRS: When an entity sells a financial asset and simultaneously enters into an agreement to repurchase the same (or a similar asset) at a fixed price on a future date (REPO or stock lending), the arrangement is accounted for as a collateralized borrowing and the underlying asset continues to be recognized in the entity's financial statements. This transaction will be treated as borrowing and the difference between selling price and repurchase price will be treated as interest expense.

Bangladesh Bank: As per BRPD guidelines, 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.



viii) Financial guarantees

BFRS: As per BAS 39, financial guarantees are contracts that 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 recognized initially at their fair value, and the initial fair value is amortized over the life of the financial guarantee. The financial guarantee liability is subsequently carried at the higher of this amortized 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 14, financial guarantees such as letter of credit, letter of guarantee will be treated as off-balance sheet items. No liability is recognized for the guarantee except the cash margin.

ix) Cash and cash equivalent

BFRS: Cash and cash equivalent items should be reported as cash item as per BAS 7.

Bangladesh Bank: Some cash and cash equivalent items such as 'money at call and on short notice', treasury bills, Bangladesh Bank bills and prize bond are not shown as cash and cash equivalents. Money at call and on short notice presented on the face of the balance sheet, and treasury bills, prize bonds are shown in investments.

x) Cash flow statement

BFRS: 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 14, cash flow is the mixture of direct and indirect methods.

xi) Balance with Bangladesh Bank: (Cash Reserve Requirement)

BFRS: Balance with Bangladesh Bank should be treated as other asset as it is not available for use in day to day operations as per BAS 7.

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

xii) Off-balance sheet items

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

Bangladesh Bank: As per BRPD 14, off balance sheet items (e.g. Letter of credit, Letter of guarantee etc.) must be disclosed separately on the face of the balance sheet.

xiii) Loans and advances net of provision

BFRS: Loans and advances should be presented net of provision.

Bangladesh Bank: As per BRPD 14, provision on loans and advances/investments are presented separately as liability and can not be netted off against loans and advances.

2.2 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.



2.3 Functional and presentation currency

These financial statements are presented in Bangladesh Taka (BDT), which is the Bank's functional and presentation currency. All financial information presented in Taka has been rounded off to the nearest Taka except when otherwise indicated.

2.4 Use of estimates and judgments

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

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

2.5 Cash flow statement

Cash flow statement has been prepared in accordance with the Bangladesh Financial Reporting Standard-7 "Cash Flow Statement" under direct method as recommended in the BRPD Circular No. 14, dated 25 June 2003 issued by the Banking Regulation & Policy Department of Bangladesh Bank.

2.6 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 basis:

- i) Balance with other banks and financial institutions, money at call and short notice etc. on the basis of their maturity term.
- ii) Investments on the basis of their residual maturity term.
- iii) Loans and advances on the basis of their repayment/maturity schedule.
- iv) Fixed assets on the basis of their useful lives.
- v) Other assets on the basis of their adjustment.
- vi) Borrowings from other banks and financial institutions, as per their maturity/repayment term.
- vii) Deposits and other accounts on the basis of their maturity and behavioral trend.
- viii) Other long term liability on the basis of their maturity term.
- ix) Provisions and other liabilities are on the basis of their payment / adjustments schedule.

2.7 Reporting period

These financial statements cover one calendar year from 1 January to 31 December 2015.

2.8 Foreign currency transactions

Transactions in foreign currencies are translated into respective functional currencies at the standard mid rate of exchange ruling at the date of transactions as per BAS 21 "The Effects of changes in Foreign Exchange Rates". Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated into the functional currencies at the standard mid rate of exchange prevailing on that date. Foreign exchange differences (rates at which transactions were initially recorded and the rate prevailing on the reporting date/date of settlements) of the Bank's monetary items are recorded in the Profit and Loss Account.

2.9 Cash and cash equivalents

Cash and cash equivalents includes cash in hand and ATM, unrestricted balances with Bangladesh Bank and its agent bank, balances with other banks and financial institutions, money at call and on short notice and prize bond .

2.10 Investments

All investment securities are initially recognized at cost, being fair value of the consideration given, including acquisition charges associated with the investment. The valuation method of investments used are:



Held to Maturity (HTM)

Investments which are intended to be held to 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 in acquisition. Any increase or decrease in value of such investments is booked to equity.

Held for Trading (HFT)

Investment primarily held for selling or trading is classified in this category. 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 .

Investments are stated as per following bases:

Investment class	Initial recognition	Measurement after initial recognition	Recording of changes
Govt. T-bills (HFT)	Cost	Fair Value	Loss to P & L, gain to Revaluation Reserve through P & L.
Govt. T-bills (HTM)	Cost	Amortized cost	Increase or decrease in value to equity.
Shares(Quoted)	Cost	Lower of cost or market value	Loss (gain net off) to P & L but no unrealized gain booking.
Prize bond	Cost	Cost	None

2.11 Loans and advances

Loans and advances are stated at gross amount. General provisions on unclassified loans and contingent assets, specific provisions for classified loans and interest suspense account thereon are shown under other liabilities. Provision against classified loans and advances is made on the basis of quarter end review by the management and instructions contained in BRPD Circular no. 14, dated 23 September 2012 and BRPD Circular no. 19 dated 27 December 2012 and BRPD Circular no. 16 dated 18 November 2014.

Heads	Rates
General provision on:	
Unclassified (including SMA) general loans and advances	1%
Unclassified (including SMA) small and medium enterprise	0.25%
Unclassified (including SMA) Loans to BHs/MBs/SDs against Shares etc.	2%
Unclassified (including SMA) loans for housing finance and on loans for professionals	2%
Unclassified (including SMA) consumer financing other than housing financing and Short term agri credit and micro credit	2.5%
Contingent assets	1%
Specific provision on:	
Substandard loans and advances other than short term agri credit and micro credit	20%
Doubtful loans and advances other than short term agri credit and micro credit	50%
Bad/loss loans and advances	100%
Substandard short term agri credit and micro credit	5%
Doubtful short term agri credit and micro credit	5%

2.12 Property, plant and equipment

2.12.1 Recognition and measurement

All fixed assets are stated at cost less accumulated depreciation 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 asset to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes.



2.12.2 Subsequent costs

The Bank recognizes in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when that cost is incurred if it is probable that the future economic benefits embodied with the item will flow to the company and the cost of the item can be measured reliably. Expenditure incurred after the assets have been put into operation, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred.

2.12.3 Depreciation

Depreciation is charged at the following rates on all fixed assets on the basis of estimated useful lives as determined by fixed asset policy of the Bank. In all cases depreciation is calculated on the straight line method. Depreciation of the assets is charged from the date of acquisition and intended to use and no depreciation is charged from the date when the assets are disposed.

Category of fixed assets	Rate of depreciation
Furniture and fixture	10%
Machinery and Equipment	20%
Computer and Network Equipment	20%
Vehicle	20%
Software	12.5%

2.13 Other assets

Other assets include all other financial assets and include fees and other unrealized income receivable, advance for operating and capital expenditure and stocks of stationery and stamps.

2.14 Borrowings from other banks, financial institutions and agents

Borrowings from other banks, financial institutions and agents include interest-bearing borrowings .

2.15 Deposits and other accounts

Deposits and other accounts include non interest-bearing current deposit redeemable at call, interest bearing on demand and short-term deposits, savings deposit and fixed deposit.

2.16 Other liabilities

Other liabilities comprise item such as provision for loans and advances, provision for taxes, interest payable on deposit and borrowing and accrued expenses.

2.17 Contingent liabilities

Any possible obligation that arises form 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.

Any present obligation that arises from past events but is not recognized because:

- * it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
- * the amount of the obligation cannot be measured with sufficient reliability.

Contingent liabilities are not recognized but disclosed in the financial statements unless the possibility of an outflow of resources embodying economic benefits is reliably estimated.

Contingent assets are not recognized in the financial statements as this may result in the recognition of income which may never be realized.

2.18 Offsetting

Financial assets and financial liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.



2.19 Revenue recognition

Interest income

Interest on unclassified loans and advances have been accounted for as income on effective interest basis, interest on classified loans and advances have been credited to interest suspense account with actual receipt of interest there from credited to income as and when received as per instruction contained in BRPD Circular No. 14 dated 23 September 2012 & BRPD Circular No. 19 dated 27 December 2012 of Bangladesh Bank.

Investment income

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

Fees and commission income

Fees and commission income arises on services provided by the Bank are recognized on a cash receipt basis. Commission charged to customers on letters of credit and letters of guarantee is credited to income at the time of effecting the transactions.

Interest paid on borrowings and deposits

Interest paid on Borrowings and Deposits are calculated on 360 days in a year and recognized on accrual basis.

2.20 Provision and accrued expenses

In compliance with BAS 37, provisions and accrued expenses are recognized in the financial statements when the Bank has a legal or constructive obligation as a result of past event, it is probable that an outflow of economic benefit will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

2.21 Provision for nostro accounts

The Bank maintains provision for nostro accounts in accordance with the guideline of Foreign Exchange Policy Department of Bangladesh Bank, FEPD Circular No. FEPD (FEMO) / 01/2005-677 dated 13 September 2005.

2.22 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 its related earlier circulars, the bank has been maintaining provision @ 1% against certain off-balance sheet exposures.

2.23 Taxation

Income tax expenses comprises current and deferred tax. Current and Deferred tax expenses are recognized in profit or loss account.

Current tax

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Provision for current income tax has been made @ 40% as prescribed in the Finance Act, 2015 on the accounting profit made by the Bank after considering some of the add backs to income and disallowances of expenditure as per Income Tax Ordinance 1984.

Deferred tax

Deferred tax is calculated on taxable/deductible temporary differences between tax base amount and carrying amount of assets and liabilities as required by BAS 12 "Income taxes" and BRPD Circular no.11 dated 12 December 2012.



2.24 Employee benefits

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% 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 Bank Employees' Provident Fund" and any investment decision out of this fund is made separately from that of the Bank's funds. The Commissioner of taxes, LTU, Dhaka has approved the provident fund as a recognized provident fund within the meaning of section 2 (52), read with the provisions of part – B of the first Schedule of Income Tax Ordinance. 1984. The recognition took effect from 30 April 2015.

Gratuity fund

The Bank operates a Gratuity Fund scheme on "Continuing Fund Basis", in respect of which provision is made annually which is covering all its permanent eligible employees in accordance with Bank Service Rules. The Gratuity Fund is managed separately by 'NRB Employees Gratuity Fund Trust' and any investment decision out of this fund is also made by this Trust. The Second Secretary (Tax Exemption), National Board of Revenue, Dhaka has approved the NRB Bank Limited Employees' Gratuity Fund as a recognized Gratuity Fund within the meaning of Para 2,3 & 4, read with the provisions of Part - C of the First Schedule of Income Tax Ordinance 1984. The recognition took effect from August 09, 2015.

2.25 Earnings Per Share

Basic earnings per share has been calculated in accordance with BAS 33 "Earnings per Share" which has been shown on the face of the profit and loss account. This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the year.

2.26 Reconciliation of books and account

Books of accounts in regard to inter-bank (in Bangladesh and outside Bangladesh) as well as inter-branches are reconciled at regular intervals to keep the unreconciled balances within non material level.

2.27 Risk management

The risk is defined as the possibility of losses, financial or otherwise. The risk management of the Bank covers core risk areas of banking viz. credit risk, foreign exchange risk, asset liability risk, money laundering risk, information and communication technology security risk, Internal control & compliance risk. The prime objective of the risk management is that the Bank evaluates and takes well calculative business risks and thereby safeguards 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:

2.27.1 Credit risk Management

It arises mainly from lending, trade finance, leasing 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. Separate Corporate / SME / Retail divisions have been formed at Head Office which are entrusted with the duties of maintaining effective relationship with customers, marketing of credit products, exploring new business opportunities etc. Moreover, credit approval, administration, monitoring and recovery functions have been segregated. For this purpose, three separate units have been formed within the Credit Risk Management (CRM) Division. These are (a) Credit Risk Management Unit (b) Credit Administration Unit and (c) Credit Monitoring and Recovery Unit. Credit Risk Management Unit is entrusted with the duties of maintaining asset quality, assessing risk in lending, sanctioning credit, formulating policy / strategy for lending operation, etc.



A thorough assessment is done before sanction of any credit facility at Credit Risk Management Unit. 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 at Head Office starts at Corporate Division by the Relationship Manager / Officer and ends at Credit Risk Management Unit 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 the Executive Committee and / or the Management of the Bank.

In determining 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 polices. Loans are classified as per Bangladesh Bank's guidelines.

2.27.2 Foreign exchange risk management

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.

Treasury Department independently conducts the transactions and the back office of treasury is responsible for verification of the deals and passing of their entries in the books of account. All foreign exchange transactions are revalued at Mark-to-Market rate as determined by Bangladesh Bank at the month-end. All Nostro accounts are reconciled on a monthly basis and outstanding entry beyond 30 days is reviewed by the management for its settlement.

2.27.3 Asset liability Management

The Asset Liability Committee (ALCO) of the Bank monitors market risk and liquidity risk of the Bank. The market risk is defined as potential change in earnings due to change in rate of interest, foreign exchange rates which are not of trading nature. Asset Liability Committee (ALCO) reviews liquidity requirement of the Bank, the maturity of assets and liabilities, deposit and lending, pricing strategy and the liquidity contingency plan. The Primary objective of the ALCO is to monitor and avert significant volatility in Net Interest Income, return on assets, investment value and exchange earnings. The ALCO also monitors the Capital Adequacy Ratio on monthly/quarterly basis.

2.27.4 Money laundering risk management

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 category of Officers and Executives for developing awareness and skill for identifying suspicious activities.

2.27.5 Information and communication technology security risk management

Transformation of business process in response to technology driven customers' needs and services has brought in tremendous change in information technology platform in the Bank. The Bank has adopted measures to protect the information and communication platform from unauthorized access, modification, virus, disclosure and destruction in order to ensure business continuity, data safety and security thereby protecting customers' interest at large.

2.27.6 Internal control & compliance management

Internal Control is the process, effected by a company's Board of Directors, management and other personnel, designed to provide reasonable assurance regarding the achievement of objectives in the effectiveness and efficiency of operations, the reliability of financial reporting and compliance with applicable laws, regulations and internal policies. Internal Controls are the policies and procedures established and implemented alone, or in concert with other policies or procedures, to manage and control a particular risk or business activity or combination of risks and business activities to which the company is exposed or in which it is engaged.



NRB Bank Limited has established an effective internal control environment through the Board of Directors, Management, organizational and procedural controls and an independent mechanism in order to ensure that the Bank is managed and controlled in sound and prudent manner right after its launching of business operations on August 4, 2013. The bank has taken all possible measures to identify its weakness through internal control system and to overcome the weaknesses.

The board of Directors of the Bank has established an Audit Committee to monitor the effectiveness of internal control system of the Bank. The Audit Committee meets the senior management periodically to discuss the effectiveness of internal control system of the bank and ensure that the management has taken appropriate actions as per the recommendations of the auditors and the Internal Control and Compliance Department (ICCD).

The MANCOM of the Bank reviews on a yearly basis the overall effectiveness of the control system of the organization and provide feedback on a yearly basis to the Board of directors on the effectiveness of internal control policy, practice and procedure. Internal Control team conducts comprehensive internal audit of the internal control system of the Bank. The significant deficiencies identified by the Internal Control team are reported to the Audit Committee of the Board.

2.28 Compliance of Bangladesh Accounting standard (BAS) and Bangladesh Financial Reporting Standard

Name of the standards	Ref.	Status
Presentation of Financial Statements	BAS-1	Applied
Inventories	BAS-2	Not Applicable
Statements of cash flows	BAS-7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	BAS-8	Applied
Events after the reporting period	BAS-10	Applied
Construction Contracts	BAS-11	Not Applicable
Income Taxes	BAS-12	Applied
Property, Plant and Equipment	BAS-16	Applied
Leases	BAS-17	Applied
Revenue	BAS-18	Applied
Employee Benefits	BAS-19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	BAS-20	Not Applicable
The Effects of Changes in Foreign Exchange Rates	BAS-21	Applied
Borrowing Costs	BAS-23	Applied
Related Party Disclosures	BAS-24	Applied
Accounting and reporting by retirement benefit plans	BAS-26	Applied
Consolidated and Separate Financial Statements	BAS-27	Not Applicable
Investments in Associates	BAS-28	Not Applicable
Interests in Joint Ventures	BAS-31	Not Applicable
Financial Instruments: Presentation	BAS-32	Applied
Earnings Per Share	BAS-33	Applied
Interim Financial Reporting	BAS-34	Applied
Impairments of Assets	BAS-36	Applied
Provisions, Contingent Liabilities and Contingent Assets	BAS-37	Applied
Intangible Assets	BAS-38	Applied
Financial Instruments: Recognition and Measurement	BAS-39	Applied
Investment property	BAS-40	Not Applicable
Agriculture	BAS-41	Not Applicable
First-time adoption of Bangladesh Financial Reporting Standards	BFRS-1	Not applicable
Share based Payment	BFRS-2	Not applicable
Business Combination	BFRS-3	Not applicable
Insurance Contracts	BFRS-4	Not applicable
Non-current Assets Held for Sale and Discontinued Operations	BFRS-5	Not applicable
Exploration for and Evaluation of Mineral Resources	BFRS-6	Not applicable
Financial Instruments: Disclosures	BFRS-7	Applied
Operating Segments	BFRS-8	Not applicable

2.29 Approval of financial statements

The financial statements were reviewed by the Audit Committee of the Board of NRB Bank Limited in its 12th meeting held on 30 March 2016 and subsequently approved by the Board in its 36th meeting held on 31 March 2016.



	Amount in Taka 2015	Amount in Taka 2014
3 Cash		
3.1 Cash in hand (including foreign currencies)		
Local currency	298,472,492	86,281,872
Foreign currencies	16,365,615	4,052,467
	<u>314,838,107</u>	<u>90,334,339</u>
3.2 Balance with Bangladesh Bank and its agent Bank(s) (including foreign currencies)		
Local currency	863,906,699	407,320,898
Foreign currencies	53,413,457	34,413,985
	<u>917,320,156</u>	<u>441,734,884</u>
3.3 Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR)		
Cash Reserve Requirement and Statutory Liquidity Ratio have been calculated and maintained in accordance with section 33 of Bank Companies Act, 1991, BRPD circular no.11 and 12, dated August 25, 2005, MPD circular no. 4 dated 01 December 2010 and MPD Circular no. 1 dated 23 June 2014.		
All scheduled banks have to maintain a CRR of minimum 6.0% on daily basis and 6.5% on bi-weekly basis on weekly average demand and time liabilities and SLR of minimum 19% based on weekly average demand and time liabilities of the base month which is two months back of the reporting month. Both the reserves maintained by the Bank are in excess of the statutory requirements, as shown below:		
3.3.1 Cash Reserve Requirement (CRR)		
Required reserve	776,718,560	364,048,170
Actual reserve maintained*	864,150,525	407,375,353
Surplus / (deficit)	<u>87,431,965</u>	<u>43,327,183</u>
* As per Bangladesh Bank Statements		
3.3.2 Statutory Liquidity Ratio (SLR)		
Required reserve (including CRR)	2,270,408,108	1,092,144,500
Actual reserve maintained (including CRR)	5,031,841,916	2,874,323,140
Surplus / (deficit)	<u>2,761,433,808</u>	<u>1,782,178,640</u>
3.3.3 Actual reserve held		
Cash in hand	314,838,107	90,334,339
Balance with Bangladesh Bank (local Currency)	864,150,525	407,375,353
Unencumbered approved securities (HFT)	2,393,518,055	1,857,583,406
Unencumbered approved securities (HTM)	1,459,096,029	518,904,642
Unencumbered approved securities (other eligible)	239,200	125,400
	<u>5,031,841,916</u>	<u>2,874,323,140</u>
4 Balance with other banks and financial institutions		
In Bangladesh	1,852,636,347	1,592,454,132
Outside Bangladesh	74,492,560	28,324,193
	<u>1,927,128,907</u>	<u>1,620,778,325</u>



Amount in Taka	Amount in Taka
2015	2014

4.1 In Bangladesh

In Current Accounts with

Trust Bank Limited	5,905,904	2,118,113
Brac Bank Limited	2,876,148	2,131,777
Eastern Bank Limited	5,148,118	1,601,337
	<u>13,930,170</u>	<u>5,851,227</u>

In Short Term Deposit Accounts with

Eastern Bank Limited	123,888,124	66,596,013
Eastern Bank Limited	12,408,899	19,319,199
The City Bank Limited	2,001,626	303,847
Standard Bank Limited	407,528	383,846
	<u>138,706,177</u>	<u>86,602,905</u>

In Fixed Deposit Accounts with banks and NBFIs

With banks

National Bank of Pakistan	250,000,000	-
Modhumoti Bank Ltd	100,000,000	-
Pubali Bank Limited	-	250,000,000
	<u>350,000,000</u>	<u>250,000,000</u>

With financial institutions

People's Leasing & Financial Services Ltd.	400,000,000	100,000,000
Prime Finance & Investment Ltd.	-	-
IIDFC Limited	-	100,000,000
National Finance Limited	50,000,000	100,000,000
MIDAS Financing Ltd.	-	50,000,000
Bangladesh Industrial Finance Co Limited	100,000,000	100,000,000
Reliance Finance Limited	200,000,000	100,000,000
Lanka Bangla Finance Ltd	-	50,000,000
Hajj Finance Ltd	-	100,000,000
Bangladesh Finance & Investment Co Limited	-	50,000,000
Premier Leasing & Finance Limited	100,000,000	100,000,000
First Finance & investment Limited	250,000,000	100,000,000
Fareast Finance & Investment Limited	50,000,000	50,000,000
Union Capital Limited	100,000,000	250,000,000
International Leasing and Finance Ltd	100,000,000	-
	<u>1,350,000,000</u>	<u>1,250,000,000</u>
	<u>1,852,636,347</u>	<u>1,592,454,132</u>

4.2 Outside Bangladesh

Current account

Habib American Bank, New York	USD	46,028,193	46,417,502
United Bank of India	EURO	171,633	189,574
United Bank of India	USD	1,783,432	(24,258,910)
Mizhuo Bank Ltd, Japan	JPY	233,839	288,682
Mashreq Bank PSC, New York	USD	24,580,153	1,696,059
Mashreq Bank PSC, UK	GBP	1,120,286	3,708,504
Mashreq Bank PSC, UK	EUR	182,522	282,782
AB Bank Limited, Mumbai	USD	392,502	-
		<u>74,492,560</u>	<u>28,324,193</u>

Details are shown in Annexure-B



	Amount in Taka 2015	Amount in Taka 2014
4.3 Maturity grouping of balance with other banks and financial institutions		
On demand	1,077,128,907	620,778,325
In more than one month but not more than three months	400,000,000	680,000,000
In more than three months but not more than one year	450,000,000	320,000,000
In more than one year but not more than five years	-	-
More than 5 years	-	-
	1,927,128,907	1,620,778,325
5 Money at call and short notice		
Banking company	-	-
Non-banking financial institutions	-	740,000,000
	-	740,000,000
Banking company	-	-
Non-banking financial institutions		
Delta Brac Housing Finance Corporation Ltd.	-	200,000,000
Lanka Bangla Finance Ltd	-	40,000,000
Industrial and Infrastructure Development Finance Company	-	150,000,000
International Leasing And Financial Services Limited	-	90,000,000
Bangladesh Industrial Finance Company Limited	-	50,000,000
Prime Finance & Investment Ltd	-	160,000,000
Fareast Finance & Investment Ltd	-	50,000,000
	-	740,000,000
	-	740,000,000
6 Investments		
Government	6.1 3,852,853,284	2,858,207,312
Others	6.2 1,532,052,696	661,299,262
	5,384,905,980	3,519,506,574
6.a Investments classified as per Bangladesh Bank Circular:		
Held for trading (HFT)	2,393,518,055	1,857,687,956
Held to maturity (HTM)	1,459,096,029	517,978,220
Other securities	1,532,291,896	1,143,840,398
	5,384,905,980	3,519,506,574
6.1 Government (Investment in govt. securities)		
Treasury bill	-	136,297,769
Treasury bonds	3,852,614,084	2,239,368,407
Assured liquidity support	-	482,415,736
Prize Bonds	239,200	125,400
	3,852,853,284	2,858,207,312
6.1.1 Treasury bills		
91 days treasury bills	-	-
182 days treasury bills	-	58,982,706
364 days treasury bills	-	77,315,063
	-	136,297,769
6.1.2 Treasury bonds		
2 years treasury bond	51,730,940	-
5 years treasury bond	157,403,441	329,110,024
10 years treasury bond	869,955,552	1,182,266,612
15 years treasury bond	850,883,085	557,909,270
20 years treasury bond	1,922,641,066	170,082,501
	3,852,614,084	2,239,368,407



		Amount in Taka 2015	Amount in Taka 2014
6.2 Others			
Corporate bonds	6.2.1	513,000,000	513,000,000
Ordinary Shares and Mutual Funds	6.2.2	369,052,696	148,299,262
Preference Share	6.2.3	50,000,000	-
Commercial Paper	6.2.4	600,000,000	-
		1,532,052,696	661,299,262
6.2.1 Corporate bonds			
Mercantile Bank Limited		200,000,000	200,000,000
City Bank Limited		313,000,000	313,000,000
		513,000,000	513,000,000
6.2.2 Ordinary Shares and Mutual Funds			
Quoted Shares			
ACI Limited		5,805,487	-
Active Fine Chemicals Limited		119,808,800	90,000,000
Apex Footwear Limited		2,044,859	-
Baraka Power Limited		3,609,100	-
Far East Knitting & Dyeing Industries Limited		9,387,300	-
Grameenphone Limited		40,598,017	-
Heidelberg Cement Bd. Limited		12,793,097	-
IDLC Finance Limited		6,243,000	-
Jamuna Oil Company Limited		10,401,000	-
Khulna Power Company Limited		15,237,133	-
Lafarge Surma Cement Limited		1,160,900	-
MJL Bangladesh Limited		4,472,775	-
Saif Powertec Limited		3,557,000	-
Singer Bangladesh Limited		23,569,000	15,200,995
Square Pharmaceuticals Ltd.		42,529,917	5,837,800
Summit Power Limited		6,064,600	-
The City Bank Limited		15,784,000	-
Uttara Finance And Investments Limited		9,631,500	-
Titas Gas Transmission & Distribution Co. Limited		-	26,320,000
Benal Windsor Trermoplastics Limited		-	5,716,729
		332,697,486	143,075,524
Mutual Funds			
AIMS Ist Mutual Fund		22,440,000	4,396,098
LR Global Bangladesh Mutual Fund One		13,835,573	-
		36,275,573	4,396,098
Free fund available		79,637	827,640
		369,052,696	148,299,262
Details are shown in Annexure-C			
6.2.3 Preference Share			
Union Capital Limited		50,000,000	-
		50,000,000	-
6.2.4 Commercial Paper			
Bangla Track		200,000,000	-
Max Infrastructure		200,000,000	-
GPH Isphat Ltd.		200,000,000	-
		600,000,000	-



Amount in Taka	Amount in Taka
2015	2014

6.3 (i) Disclosure regarding outstanding Repo as on 31 December 2015

Counter party name	Agreement Date	Reversal Date	Amount (1st leg cash consideration)
Agrani Bank Limited	28-12-2015	4-1-2016	597,103,068
Janata bank Limited	29-12-2015	3-1-2016	356,039,447
Basic bank Limited	31-12-2015	3-1-2016	566,452,973
Total			1,519,595,487

(ii) Disclosure regarding outstanding Reverse Repo as on 31 December 2015

There is no outstanding Reverse Repo as at 31 December 2015 with the Bank.

(iii) Disclosure regarding overall transaction of Repo and Reverse repo

Counter party name	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year
Securities sold under repo:			
With Bangladesh Bank	196,673,504	401,072,659	1,637,660
With other Banks & Financial Institutions	207,941,907	2,540,556,758	352,943,700
Securities purchased under reverse repo:			
With Bangladesh Bank	-	-	-
With other Banks & Financial Institutions	31,627,848	302,776,511	3,870,129

6.4 Maturity-wise grouping of investments

On demand	369,266,623	481,589,824
In more than one month but not more than three months	200,000,000	137,492,275
In more than three months but not more than one year	430,590,652	56,952,270
In more than one year but not more than five years	541,924,959	217,937,509
In more than five years	3,843,123,746	2,625,534,695
	5,384,905,980	3,519,506,573

7 Loans and advances

Loans, cash credits, overdrafts etc.	7.1	11,086,048,229	6,291,889,815
Bills purchased and discounted		6,367,945	-
		11,092,416,174	6,291,889,815

7.1 Loans, cash credits, overdrafts etc.

Inside Bangladesh

Loans (General)	9,329,005,488	5,864,370,872
Cash credit	-	-
Overdraft	1,659,555,436	318,502,246
Staff Loan	97,487,305	109,016,697
	11,086,048,229	6,291,889,815

Outside Bangladesh

	11,086,048,229	6,291,889,815
--	-----------------------	----------------------

7.2 Maturity-wise grouping of loans and advances

On demand	1,592,103,077	807,211,154
In more than one month but not more than three months	1,173,626,769	235,630,106
In more than three months but not more than one year	4,573,230,872	3,241,512,358
In more than one year but not more than five years	3,106,794,878	1,613,333,709
In more than five years	646,660,578	394,202,487
	11,092,416,174	6,291,889,815



Amount in Taka	Amount in Taka
2015	2014

7.3 Loans and advances on the basis of significant concentration

7.3.1 Loans and advances to Directors, executives and others

Advance to Directors and their allied concerns	32,130	-
Advances to CEO & Managing Director	8,671,873	9,329,180
Advances to Other executives and staffs	88,888,150	99,687,517
Advances to Customers	3,788,903,370	1,789,949,400
Industrial Advances	7,205,920,652	4,392,923,718
	11,092,416,174	6,291,889,815

7.3.2 Detail of large loan

Number of clients with amount of outstanding and classified loans and advances exceeding 10% of total capital of the Bank. Total capital of the Bank was Taka 4,000 million as at 31 December 2015.

Number of the clients	18	8
Amount of outstanding loans and advances	5,166,812,544	3,294,109,397
Amount of classified loans and advances	-	-
	5,166,812,544	3,294,109,397

7.3.3 Industry-wise concentration of loans and advances

Commercial and Trading	1,303,626,557	930,166,930
Importer of Commodity	880,650,995	65,985,650
Construction	430,216,667	-
Edible Oil Refinery Industry	-	-
Electronics Goods	131,649,542	39,749,144
Individuals	749,127,696	374,491,613
Pharmaceuticals Industries	148,208,427	138,785,364
Readymade Garments Industry	108,059,308	2,734,951
Ship Breaking Industry	-	-
Industries for Steel products	44,210,527	99,766,446
Telecommunication Sector	-	-
Textile Mills	746,856,700	554,340,802
Power Sector	-	-
Others	6,549,809,756	4,085,868,915
	11,092,416,174	6,291,889,815

7.3.4 Sector-wise concentration of loans and advances

Government	-	-
Other public sector	51,728,784	99,766,446
Private sector	11,040,687,390	6,192,123,369
	11,092,416,174	6,291,889,815

7.3.5 Business segment-wise concentration of loans and advances

Corporate	5,645,804,826	4,933,826,514
SME	4,697,483,652	983,571,688
Consumer	651,567,672	265,474,916
Executives and staff	97,560,023	109,016,697
	11,092,416,174	6,291,889,815

7.3.6 Geographical location-wise concentration of loans and advances

Dhaka Division	9,281,528,419	4,556,852,387
Chittagong Division	1,728,913,306	1,685,574,351
Sylhet Division	76,395,944	48,688,969
Rajshahi Division	5,578,504	774,109
Khulna Division	-	-
	11,092,416,174	6,291,889,815



Amount in Taka	Amount in Taka
2015	2014

7.3.7 Security/Collateral-wise concentration of loans and advances

Collateral of movable/immovable assets	5,174,183,268	2,073,337,187
Local Banks and financial institutions guarantee	-	-
Government guarantee	-	-
Foreign bank guarantee	-	-
Export documents	-	-
Fixed deposit receipts	1,351,659,134	674,571,696
FDR of other banks	-	-
Government bonds	-	-
Personal guarantee	1,758,446,799	1,364,469,939
Other securities	2,808,126,973	2,179,510,993
	11,092,416,174	6,291,889,815

7.3.8 Classified, unclassified, doubtful and bad loans & advances

Unclassified		
Standard (Including Staff Loan)	10,995,635,897	6,291,733,858
Special Mention Accounts (SMA)	74,639,981	155,957
	11,070,275,878	6,291,889,815
Classified		
Sub-standard	12,063,038	-
Doubtful	8,937,660	-
Bad/Loss	1,139,598	-
	22,140,296	-
	11,092,416,174	6,291,889,815

7.3.9 Particulars of required provision for loans and advances

Status	Outstanding	Base for provision	Rate (%)	Required provision December 2015	Required provision December 2014
All unclassified loans (Other than Small & Medium enterprise Financing, Consumer Financing, BHs/MBs/SDs, Housing & loans for professional)	5,127,784,406	5,127,784,406	1%	51,277,844	54,313,686
Small & Medium enterprise financing	4,661,414,975	4,661,414,975	0.25%	11,653,537	2,458,929
Housing & loan for professional	454,977,184	454,977,184	2%	9,099,544	-
Consumer finance	373,390,913	373,390,913	5%	18,669,546	7,992,106
Short Term Agricultural credit and Microcredit	280,508,396	280,508,396	2.50%	7,012,710	-
Special Mentioned Account (SMA)	74,639,981	74,639,981	0.25%-5%	2,412,450	7,798
Staff Loan	97,560,023	97,560,023	-	-	-
Total	11,070,275,879			100,125,631	64,772,519

Provision required for off-balance sheet items (General Provision)

Name of Exposure	Outstanding	Rate (%)	Required provision December 2015	Required provision December 2014
Acceptances and endorsements	268,471,645	1%	2,684,716	3,367,661
Letters of guarantee	241,204,274	1%	2,412,043	1,184,718
Irrevocable letters of credit	489,892,050	1%	4,898,920	4,421,969
Bills for collection	25,407,470	1%	254,075	27,053
Total	1,024,975,439		10,249,754	9,001,401



	Amount in Taka 2015	Amount in Taka 2014
Total required provision for unclassified assets (including off-balance sheet items)	110,375,385	
Provision maintained for unclassified assets (including off-balance sheet items)	110,375,385	
Excess/(Short) provision at 31 December 2015	-	

Provision required for classified loans & advances (Specific provision)

Status	Outstanding	Base for provision	Rate (%)	Required provision December 2015	Required provision December 2014
Sub-standard	12,063,039	11,382,553	20%	2,276,511	-
Doubtful	8,937,660	2,709,089	50%	1,354,545	-
Bad/Loss	1,139,598	170,940	100%	170,940	-
Total	22,140,296	14,262,582		3,801,995	-

Total provision maintained for classified assets:

Sub Standard	2,276,511	-
Doubtful	1,354,545	-
Bad/loss	170,940	-
	<u>3,801,995</u>	<u>-</u>
Excess/(Short) of provision	-	-

7.3.10 Particulars of loans and advances

i) Loans considered good in respect of which the bank is fully secured	6,525,842,402	2,747,908,883
ii) Loans considered good against which the bank holds no security other than the debtors' personal guarantee	1,758,446,799	1,364,469,939
iii) Loans considered good secured by the personal undertakings of one or more parties in addition to the personal guarantee of the debtor	2,808,126,973	2,179,510,993
iv) Loans adversely classified; provision not maintained there against	-	-
	<u>11,092,416,174</u>	<u>6,291,889,815</u>
v) Loans due by directors or officers of the bank or any of them either separately or jointly with any other persons	<u>97,560,023</u>	<u>109,016,697</u>
vi) Loans due from companies or firms in which the directors or officers of the bank have interest as directors, partners or managing agents or in case of private companies, as members	-	-
vii) Maximum total amount of advances, including temporary advances made at any time during the year to directors or managers or officers of the bank or any of them either separately or jointly with any other person.	<u>97,560,023</u>	<u>109,016,697</u>
viii) Maximum total amount of advances including temporary advances granted during the year to the companies or firms in which the directors of the bank are interested as directors, partners or managing agents or in the case of private companies, as members.	-	-
ix) Due from banking companies	-	-
x) Classified loans for which interest has not been charged:		
a) (Decrease)/increase of provision (specific) Amount of loan written off		
Amount realized against the loans previously written off	-	-
b) Provision kept against loans classified as bad debts	3,801,995	-
c) Interest credited to interest suspense account	2,010,942	-
xi) Cumulative amount of written off loans		
Opening Balance	-	-
Amount written off during the year	-	-
Closing Balance	-	-
The amount of written off loans for which law suit has been filed	-	-



	Amount in Taka 2015	Amount in Taka 2014
7.4 Bills purchased and discounted		
Payable in Bangladesh	6,367,945	-
Payable outside Bangladesh	-	-
	6,367,945	-
7.4.1 Maturity-wise grouping of bills purchased and discounted		
Payable within 1 month	1,514,809	-
More than 1 month but less than 3 months	2,251,477	-
More than 3 months but less than 6 months	2,601,659	-
More than 6 months	-	-
	6,367,945	-
8 Fixed assets including premises, furniture and fixtures		
Cost:		
Computer and Network Equipment	85,256,264	73,958,730
Furniture and fixtures	113,459,545	86,740,023
Vehicle	36,588,970	21,949,670
Machinery and Equipment	77,066,179	49,796,608
Software	134,549,400	65,171,446
Patents	110,000	110,000
	447,030,358	297,726,477
Less: Accumulated depreciation	98,681,581	38,343,117
Written down value at the end of the year	348,348,777	259,383,360
Details are shown in Annexure-A		
9 Other assets		
Income generating other assets		
Income receivable	9.1 249,149,553	142,373,214
Non-income generating other assets		
Stationery, stamps, printing materials, etc.	691,836	901,240
Prepaid expenses	9,076,806	6,214,349
Deferred pre-operating expenses	-	77,686,608
Advance rent	125,121,167	133,209,678
Security deposits with other entities	6,175,572	6,175,572
Advance income tax	106,862,162	79,820,592
Advances to vendors	39,741,126	79,276,798
Advances to staff for expenses	353,852	444,802
Dividend Receivable on preference share	7,442,500	-
Cash & ATM receivable	629,721	502,679
Receivable against Sanchaypatra	4,147,989	-
Others	271,871	1,271,277
	549,664,156	527,876,809
9.1 Income receivable: Amount represents interest receivable on loans and advances, interest on term placement & balance with other banks .		
10 Borrowings from other banks, financial institutions and agents		
In Bangladesh	1,960,000,000	1,392,450,000
Outside Bangladesh	-	-
	1,960,000,000	1,392,450,000
In Bangladesh		
Rupali Bank Ltd	200,000,000	330,000,000
Janata Bank Ltd	-	50,000,000
Dutch Bangla Bank Ltd	290,000,000	377,950,000
Basic Bank Ltd	-	150,000,000
SBAC Ltd	-	50,000,000
Bangladesh Bank against Assured Liquidity Support	-	434,500,000
Bank Asia Ltd	380,000,000	-
Brac Bank Ltd	300,000,000	-
Modhumoti Bank Ltd	300,000,000	-
Marcentile Bank Ltd	200,000,000	-
One Bank Ltd	250,000,000	-
Southeast Bank Ltd	40,000,000	-
	1,960,000,000	1,392,450,000
Outside Bangladesh	-	-
	1,960,000,000	1,392,450,000



	Amount in Taka 2015	Amount in Taka 2014
11 Deposits and other accounts		
Current deposits and other accounts, etc.	11.1 791,361,409	314,766,713
Bills payable	11.2 31,368,871	61,196,277
Savings bank deposits	11.3 863,962,753	399,750,360
Fixed deposits	11.4 11,669,850,313	7,029,113,319
	13,356,543,346	7,804,826,669
11.1 Current deposits and other accounts, etc.		
Current accounts	735,655,397	242,932,088
Foreign currency deposits	24,837,699	9,297,284
Deposit margin on facilities	30,868,313	62,537,341
	791,361,409	314,766,713
11.2 Bills payable		
Local currency	31,368,871	61,196,277
Foreign currencies	-	-
	31,368,871	61,196,277
11.3 Savings bank deposits		
NRB savers	170,548,196	80,604,679
NRB power savers	483,303,693	272,475,903
NRB staff	11,403,711	11,460,202
NRB my savings	62,311,982	18,568,880
NRB my study	2,983,549	1,521,728
NRB my salary	16,133,862	1,029,115
NRB my early	37,458,366	14,089,853
NRB pearl	79,766,880	-
NRB amar shopno	52,514	-
	863,962,753	399,750,360
11.4 Fixed deposits		
Fixed deposits	10,772,854,857	6,789,658,163
Short term deposits	896,995,456	239,455,156
	11,669,850,313	7,029,113,319
11.5 Sector-wise break-up of deposits and other accounts		
Government	6,349,869	212,382,005
Other public sector	970,545,561	317,997,445
Private sector	12,379,647,916	7,274,447,219
	13,356,543,346	7,804,826,669
11.6 Maturity-wise grouping of deposits and other accounts		
On demand	1,874,107,770	743,941,656
In more than one month but not more than three months	5,404,747,778	3,286,407,627
In more than three months but not more than one year	5,541,458,513	3,358,243,516
In more than one year but not more than five years	297,212,369	331,226,000
In more than five years	239,016,915	85,007,870
	13,356,543,346	7,804,826,669
12 Other liabilities		
Privileged creditors	12.1 20,920,853	11,691,466
Interest payable	219,883,987	170,342,313
Interest suspense on loans and advances	12.2 2,010,942	-
Provision for loans and advances	12.3 103,927,626	64,772,520
Provision on off-balance sheet exposures	12.6 10,249,754	9,001,401
Provision against Revaluation of Quoted Shares	9,438,686	-
Provision for expenses	31,767,774	19,037,213
Provision for current tax	12.4 117,487,336	18,249,253
Deferred tax liability	12.5 22,836,148	14,492,177
Cash & ATM Payable	3,853,605	1,658,138
Security Deposits Held	7,707,490	5,586,852
Sanchayapatra/Bond Purchased	51,600,000	4,000,000
EDF Payable	131,356,653	-
Others Payable	6,522,232	6,095,518
	739,563,087	324,926,852



Amount in Taka	Amount in Taka
2015	2014

12.1 Privileged creditors

Three major categories of government dues are reported. Tax deduction at source, VAT and Excise duty payable to govt. exchequer.

Tax deduction at source	8,708,386	7,183,657
VAT deduction at source	2,735,187	1,946,099
Excise duty	9,477,280	2,561,710
	<u>20,920,853</u>	<u>11,691,466</u>

12.2 Interest suspense on loans and advances

Balance as at 1 January	-	-
Amount transferred during the year	2,010,942	-
Balance as at 31 December	<u>2,010,942</u>	<u>-</u>

12.3 Provision for loans and advances

A. General		
Balance at the beginning of the year	64,772,520	3,386,469
Add: Provision made during the year		
On general loans and advances	33,175,305	61,151,407
On Special Mention Account (SMA)	2,177,806	234,644
	35,353,111	61,386,050
Balance at the end of the year	<u>100,125,631</u>	<u>64,772,520</u>
B. Specific		
Balance at the beginning of the year	-	-
Add: Provision made during the year	3,801,995	-
Less: Interest waiver during the year		
Write off during the year	-	-
	-	-
A Recoveries of amounts previously written off	-	-
Specific provision made during the year for other accounts	-	-
	-	-
Balance at the end of the year	<u>3,801,995</u>	<u>-</u>
C. Total provision on loans and advances (A+B)	<u>103,927,626</u>	<u>64,772,520</u>

12.4 Provision for current tax

Balance as at 1 January	18,249,253	10,024,730
Add: Provision made during the year	99,238,083	8,224,523
Balance as at 31 December	<u>117,487,336</u>	<u>18,249,253</u>

12.5 Deferred tax liability

Deferred tax liability recognized in accordance with the provision of BAS-12 "Income Taxes", is arrived as follows:

Balance as at 1 January	14,492,177	6,837,826
Provision made during the year for deferred tax expense	8,343,971	7,654,351
Balance as at 31 December	<u>22,836,148</u>	<u>14,492,177</u>



	Carrying amount on balance sheet date	Tax base	Amount in Taka	Amount in Taka
			2015	2014
Fixed assets including premises, furniture and fixtures			Taxable/ (deductible) temporary difference	
At cost less accumulated depreciation	348,348,777	291,258,408	57,090,370	
Net temporary difference			57,090,370	
Applicable tax rate			40%	
Deferred tax liability/(asset)			22,836,148	

12.6 Provision on off-balance sheet exposures

Balance as at 1 January	9,001,401	2,125
Add Provision made during the year	1,248,353	8,999,276
Balance as at 31 December	10,249,754	9,001,401

12.a Nostro Reconciliation

	As per our book		As per their book	
	Debit (USD)	Credit (USD)	Debit (USD)	Credit (USD)
Up to three months	250,759	549,132	97,320	456,429
More than three months but less than six months	-	-	-	-
More than six months but less than nine months	-	-	-	-
More than nine months but less than twelve months	-	-	-	-
More than twelve months	-	-	-	-
	250,759	549,132	97,320	456,429

The Bank is not required to make provision regarding the unreconciled debit balance as at balance sheet date since there was no debit entry aging more than three months.

13 Share capital

13.1 Authorized capital

1,000,000,000 ordinary shares of Taka 10 each	10,000,000,000	10,000,000,000
---	-----------------------	-----------------------

13.2 Issued, subscribed and fully paid up capital

400,000,000 ordinary shares of Taka 10 each issued for cash	4,000,000,000	4,000,000,000
---	----------------------	----------------------

13.3 Percentage of shareholdings as at 31 December 2015

Shareholders' group	No. of shares	(%) of share holding	Taka
Directors	316,201,200	79.05%	3,162,012,000
Sponsor Shareholders	83,798,800	20.95%	837,988,000
Total	400,000,000	100.00%	4,000,000,000



Amount in Taka	Amount in Taka
2015	2014

13.4 Name of the Directors and their shareholdings as at 31 December 2015

SL No.	Name of the directors	Status	Shareholding Percentages	Number of Shares
1	Mr. Iqbal Ahmed OBE	Chairman	5.00	20,000,000
2	Mr. Mohammed Mahtabur Rahman	Vice Chairman	10.00	40,000,000
3	Dato' Engr. Md. Ekramul Haque	Director	4.50	18,000,000
4	Mr. Mohammed Idrish	Director	2.50	10,000,000
5	Dr. Mahiul Muhammed Khan Muqit	Director	7.80	31,201,200
6	Mr. Imtiaz Ahmed	Director	0.50	2,000,000
7	Mr. Kamal Ahmed	Director	2.50	10,000,000
8	Mr. Fazlur Rashid Khan	Director	5.00	20,000,000
9	Mr. Nafih Rashid Khan	Director	5.00	20,000,000
10	Mr. Naveed Rashid Khan	Director	5.00	20,000,000
11	Mr. Mohammed Jamil Iqbal	Director	5.00	20,000,000
12	Mr. Tateyama Kabir	Director	2.50	10,000,000
13	Dr. Nesar Ahmed Choudhury	Director	0.63	2,500,000
14	Engr. Abu Taher Mohammed Amanullah	Director	6.00	24,000,000
15	Mr. M Badiuzzaman	Director	5.00	20,000,000
16	Mr. Khalilur Rahman Choudhury	Director	3.00	12,000,000
17	Mr. Rabin Paul	Director	1.88	7,500,000
18	Mr. Mohammed Rafique Miah	Director	0.75	3,000,000
19	Mr. Abdul Karim	Director	5.00	20,000,000
20	Mr. Khandakar R Amin	Director	1.50	6,000,000

13.5 Capital to Risk weighted Asset Ratio (CRAR) of the Bank

The calculation of CRAR has been done as per BRPD Circular no. 10 dated 10 March 2010, BRPD Circular no. 07 dated 31 March 2014 and the Basel-II & Basel-III guideline December 2010 & 2014 vide BRPD Circular no. 35 dated 29 December 2010, BRPD Circular no. 18 dated 21 December 2014 respectively.

	As per Basel-III	As per Basel-II
Tier-1 Capital:		
A) Total Common Equity Tier 1 Capital		
Paid up capital	4,000,000,000	4,000,000,000
Share premium	-	-
Statutory reserve (Note 14)	74,251,039	5,465,396
General reserve	-	-
Retained earnings (Note 16)	106,732,944	(60,827,577)
	4,180,983,983	3,944,637,819
Less: Regulatory adjustments	112,967,985	-
A) Total Common Equity Tier 1 Capital	4,068,015,998	3,944,637,819
B) Additional Tier 1 Capital:		
Add: Additional Tier 1 Capital	-	-
Less: Regulatory adjustments	-	-
C) Total Tier-1 Capital	4,068,015,998	3,944,637,819
Tier 2 Capital (Gone -Concern Capital)		
Subordinated Bond	-	-
General provision maintained against unclassified loan/investments	100,125,631	64,772,520
General provision on off-balance sheet items	10,249,754	9,001,401
Asset revaluation reserve	-	-
Revaluation reserve of Government securities	-	12,331,383
	110,375,385	86,105,304
Less: Regulatory adjustments	2,466,277	-
D) Total Tier 2 Capital	107,909,109	86,105,304
E) Total capital(C+D)	4,175,925,107	4,030,743,123



	Amount in Taka 2015	Amount in Taka 2014
F) Risk weighted assets (RWA)		
Credit Risk:		
On-Balance Sheet	12,487,811,997	7,398,515,776
Off-Balance Sheet	876,977,815	888,656,673
	13,364,789,812	8,287,172,449
Market Risk	1,794,237,680	891,079,370
Operational Risk	883,630,472	481,910,859
Total RWA	16,042,657,964	9,660,162,678
G) Required Common Equity Tier 1 Capital (4.5% of RWA in 2015)	721,919,608	-
H) Required Tier 1 Capital (5.5% of RWA) (2014: 5%)	882,346,188	483,008,134
I) Required total capital (10% of RWA) or Minimum 4,000,000,000 whichever is higher	4,000,000,000	4,000,000,000
J) Surplus Common Equity Tier 1 Capital(A-G)	3,346,096,390	-
K) Surplus Tier 1 Capital(C-H)	3,185,669,810	-
G) Surplus total Capital (E-I)	175,925,107	30,743,123
Capital to Risk-Weighted Assets Ratio:		
On Common Equity Tier 1 Capital against standard of minimum 4.5%	25.36%	-
On Tier 1 Capital - against standard of minimum 5.5%, (2014: 5%)	25.36%	40.83%
On total capital - against standard of minimum 10%	26.03%	41.73%
13.6 Leverage Ratio of the Bank		
A) Tier 1 Capital considering all regulatory adjustment	4,068,015,998	-
B) On-Balance Sheet Exposure	20,435,455,899	-
C) Off-Balance Sheet Exposure	853,119,996	-
D) Deduction from on and off Balance sheet exposure/Regulatory adjustment	112,967,985	-
E) Total Exposure (B+C-D)	21,401,543,880	-
Leverage Ratio (A/E)	19.01%	-
Liquidity Coverage Ratio	147.24%	-
Net Stable Funding Ratio	101.04%	-
14 Statutory reserve		
Balance as at 1 January	5,465,396	5,465,396
Add: Addition during the year (20% of pre-tax profit)	68,785,643	-
Balance as at 31 December	74,251,039	5,465,396
15 Revaluation reserve		
HTM securities	15.1 10,814	690,269
HFT securities	15.2 297,521,028	23,972,497
	297,531,841	24,662,766
15.1 Reserve for amortization of treasury securities (HTM)		
Balance as at 1 January	690,269	315,406
Addition during the year	-	374,863
Adjustment made during the year	(679,455)	-
Balance as at 31 December	10,814	690,269



	Amount in Taka 2015	Amount in Taka 2014
15.2 Reserve for revaluation of treasury securities (HFT)		
Balance as at 1 January	23,972,497	40,862
Addition during the year	273,548,531	23,931,635
Adjustment made during the year	-	-
Balance as at 31 December	<u>297,521,028</u>	<u>23,972,497</u>
16 Surplus in profit and loss account \ Retained earnings		
Balance as at 1 January	(60,827,577)	4,999,030
Net profit/(loss) for the year	236,346,164	(65,826,607)
Transfer to statutory reserve	(68,785,643)	-
Balance as at 31 December	<u>106,732,944</u>	<u>(60,827,577)</u>
17 Contingent liabilities		
Letters of Guarantee	241,204,274	118,471,813
Acceptances and Endorsements	268,471,645	336,766,082
Irrevocable letters of credit	489,892,050	442,196,936
Bills for Collection	25,407,470	2,705,297
	<u>1,024,975,439</u>	<u>900,140,128</u>
18 Income statement		
Income:		
Interest, discount and similar income	18.1 1,910,935,723	921,894,527
Dividend income	13,669,500	760,000
Fees, commission and brokerage	18.2 42,144,851	18,123,723
Gains less losses arising from dealing in securities	206,492,857	4,519,651
Gains less losses arising from investment securities	29,170,718	1,583,287
Gains less losses arising from dealing in foreign currencies	18,750,070	8,422,673
Income from non-banking assets	-	-
Other operating income	23 5,034,088	1,980,443
Profit less losses on interest rate changes	-	-
	<u>2,226,197,807</u>	<u>957,284,304</u>
Expenses:		
Interest paid on deposits and borrowings, etc.	20 1,101,908,248	484,849,474
Losses on loans and advances	-	-
Administrative expenses	18.3 481,859,628	350,480,125
Other expenses	33 188,321,103	69,248,506
Depreciation on banks assets	32 60,338,464	32,268,606
	<u>1,832,427,444</u>	<u>936,846,711</u>
	<u>393,770,363</u>	<u>20,437,593</u>
18.1 Interest, discount and similar income		
Interest income	19 1,384,095,384	805,805,874
Interest on treasury bills & bonds	526,840,339	116,088,653
	<u>1,910,935,723</u>	<u>921,894,527</u>
18.2 Fees, commission and brokerage		
Commission	42,144,851	18,123,723
Brokerage	-	-
	<u>42,144,851</u>	<u>18,123,723</u>
18.3 Administrative expenses		
Salaries and allowances	24 263,480,674	194,536,296
Rent, taxes, insurance, electricity, etc.	25 156,242,558	111,839,156
Legal expenses	26 2,656,378	4,263,668
Postage, stamp, telecommunication, etc.	27 18,444,575	13,782,858
Stationery, printing, advertisement, etc.	28 21,394,198	12,344,735
Managing Director's salary and fees	29 11,282,490	10,311,356
Directors' fees & others	30 5,872,415	1,404,318
Auditors' fees	31 264,500	230,000
Repair of Bank's assets	32 2,221,840	1,767,738
	<u>481,859,628</u>	<u>350,480,125</u>



	Amount in Taka 2015	Amount in Taka 2014
19 Interest income		
Interest on advances	1,145,872,955	392,375,706
Interest on money at call and short notice	27,282,593	15,446,285
Interest on balance with other banks	9,879,975	151,125,539
Interest on placement with other banks and Financial Institutions	201,059,861	246,858,343
	1,384,095,384	805,805,874
20 Interest paid on deposits and borrowings etc.		
Interest on deposits	940,708,475	447,014,722
Interest on borrowings	161,199,774	37,834,752
	1,101,908,248	484,849,474
21 Investment income		
Interest on Treasury Bill	13,544,085	2,564,752
Interest on Treasury Bond	428,096,205	83,215,048
Interest on Reverse REPO	-	7,233,511
Interest on bonds-Corporate	63,125,000	23,075,342
Interest on Commercial Paper	31,035,050	-
Gain from trading in Govt. Securities	206,492,857	4,519,651
Revaluation loss from HTM & HFT Securities	(8,960,001)	-
Gain on shares traded in secondary market	29,170,718	1,583,287
Dividend on shares	13,669,500	760,000
	776,173,414	122,951,591
22 Commission, exchange and brokerage		
Fees and commission	42,144,851	18,123,723
Exchange gain net off exchange losses	18,750,070	8,422,673
Brokerage	-	-
	60,894,921	26,546,397
23 Other operating income		
Locker Rent	148,500	53,500
Rebate received from foreign banks	2,295,657	785,141
SWIFT Charge Recoveries	295,776	159,000
Postage/telex charge recoveries	703,365	548,637
Miscellaneous	1,590,790	434,165
	5,034,088	1,980,443
24 Salaries and allowances		
Basic salary	103,248,983	86,693,334
Allowances	108,870,379	93,805,917
Incentive Bonus	11,581,633	-
Festival bonus	15,667,677	10,940,470
Bank's Contribution to Provident Fund	9,712,002	3,096,575
Gratuity	14,400,000	-
	263,480,674	194,536,296
25 Rent, taxes, insurance, electricity etc.		
Rent, rate and taxes	135,279,392	100,872,139
Insurance	8,374,415	3,209,849
Utility	12,588,751	7,757,168
	156,242,558	111,839,156
26 Legal expenses		
Legal expenses	-	-
Other professional expenses	2,656,378	4,263,668
	2,656,378	4,263,668



	Amount in Taka 2015	Amount in Taka 2014
27 Postage, stamps, telecommunication etc.		
Postage & Courier	578,537	412,127
Telephone	1,611,136	1,200,441
Lan, Wan, Swift and telex	16,254,902	12,170,290
	18,444,575	13,782,858
28 Stationery, printing, advertisements etc.		
Printing and stationery	7,919,938	3,868,602
Publicity and advertisement	13,474,260	8,476,133
	21,394,198	12,344,735
29 Managing Director's salary and allowances		
Basic salary	5,045,806	4,587,097
Allowances	5,365,484	4,932,259
Festival bonus	871,200	792,000
	11,282,490	10,311,356
30 Directors' fees		
Fees	1,162,000	1,000,000
Directors' Travel expenses	4,067,869	-
Directors' Entertainment and Refreshment expenses	642,546	404,318
	5,872,415	1,404,318
31 Audit fee		
Audit fee	264,500	230,000
	264,500	230,000
32 Depreciation and repair of bank's assets		
Depreciation: (Annexure 'A')		
Furniture and fixture	10,409,220	6,347,179
Machinery & Equipment	13,255,236	6,018,766
Computer & Network Equipment	16,773,915	9,191,075
Motor vehicles	6,610,473	3,342,545
Software	13,289,621	7,369,041
	60,338,464	32,268,606
Repairs and Maintenance		
Rented premises	992,025	1,054,802
Machinery & Equipment	1,226,315	703,826
Computer and accessories	3,500	9,110
	2,221,840	1,767,738
	62,560,304	34,036,344
33 Other expenses		
Car maintenance expenses	21,554,113	26,067,520
Contractual service expenses	29,208,371	18,530,549
ATM card expenses	756,000	461,030
Books, periodicals and publications	1,557,318	772,620
Donation and subscription	7,802,352	1,995,242
Staff recruitment and training expenses	1,309,724	1,291,444
Software maintenance expenses	8,373,082	4,655,403
Travelling expenses	3,973,795	2,715,459
Entertainment	3,023,943	4,509,299
Business development expenses	1,195,789	
Bank and other regulatory charges	772,095	64,005
Amortization of pre-operating expenses	77,686,608	-
Cash carrying expense	2,571,277	645,951
VISA expenses	3,012,723	1,672,609
AGM expenses	270,122	453,592
Loss on sale of shares Traded in Secondary Market	18,566,033	-
Contract point verification expenses	228,548	-
Miscellaneous expenses	6,459,212	5,413,783
	188,321,103	69,248,506



Amount in Taka	Amount in Taka
2015	2014

34 Provision for loans, investments & off balance sheet items

Provision for bad and doubtful loans and advances	3,801,995	-
Provision for unclassified loans and advances	35,353,111	61,386,050
Provision for off-balance sheet items	1,248,353	8,999,276
Provision for diminution in value of investments	9,438,686	-
	49,842,145	70,385,327

35 Receipts from other operating activities

Locker Rent	148,500	53,500
Rebate received from foreign banks	2,295,657	785,141
SWIFT Charge Recoveries	295,776	159,000
Postage/telex charge recoveries	703,365	548,637
Miscellaneous	1,590,790	434,165
	5,034,088	1,980,443

36 Payments for other operating activities

Rent, rates and taxes	156,242,558	111,839,156
Legal expenses and professional expenses	2,656,378	4,263,668
Postage and communication charges, etc.	18,444,575	13,782,858
Stationery, printing, advertisements etc.	13,474,260	8,476,133
Directors' fees & other expenses	5,872,415	1,404,318
Miscellaneous expenses	190,807,443	71,246,244
	387,497,629	211,012,376

37 Earnings per share (EPS)

Net profit(loss) after tax	236,346,164	(65,826,607)
Number of ordinary shares outstanding	400,000,000	400,000,000
Earnings per share (EPS)	0.59	(0.16)

Earnings per share has been calculated in accordance with BAS 33: "Earnings Per Share (EPS)".

38 Audit committee

A. Particulars of audit committee

In pursuance of the directives of the Bangladesh Bank vide BRPD Circular no.11 dated 27 October 2013, the Board of Directors in its 23rd meeting held on 29 March 2015 re-constituted the Audit Committee. Presently, the Audit Committee members are:

Sl. No.	Name	Status with the Board	Status with the Audit Committee	Educational Qualification qualification
1	Mr. Mohammed Mahtabur Rahman	Vice Chairman	Chairman	Bachelor of Arts
2	Mr. Kamal Ahmed	Director	Member	Graduate of Business Management
3	Mr. Imtiaz Ahmed	Director	Member	Post Graduate
4	Dr. Nesar Ahmed Choudhury	Director	Member	MBBS
5	Mr. Rabin Paul	Director	Member	Higher Secondary Certificate

B. Meetings held by audit committee with senior management to consider and review the Bank's Financial Statements:

During the year under review the committee held several meetings to oversee / review various functions including reviewing the Annual Financial Statements in compliance with the Bangladesh Bank circular.

Meetings held by the committee during the year by date:

- 7th Committee Meeting held on 26.01.2015
- 8th Committee Meeting held on 28.03.2015
- 9th Committee Meeting held on 13.06.2015
- 10th Committee Meeting held on 30.11.2015

C. Steps taken for implementation of an effective internal control procedure of the Bank :

The Audit committee through circular placed its report regularly to the Board of Directors of the Bank mentioning its review results and recommendations on internal control system, compliance of rules and regulations and establishment of good governance within stipulated time.



39 Related party disclosures

Parties are considered to be related if one party has the ability to control the other party or to exercise significant influence over the other party in making financial and operating decisions that fall within the definition of 'Related Party' as contained in Bangladesh Accounting Standards (BAS) - 24 (related party disclosures) and as defined in the BRPD Circular i) Directors' interest in different entities

Name of Directors	Status with the Bank	Name of the firms/companies in which interested as proprietor, partner, director, managing agent, guarantor, employee etc.	Status	Transaction amount (Taka)
Mr. Iqbal Ahmed OBE	Chairman	Seamark PLC, United Kingdom	Chairman & Chief Executive	-
		IBCO Limited, United Kingdom	Chairman & Chief Executive	-
		IBCO Enterprise, United Kingdom	Senior Partner	-
		Seamark (BD) Limited, Bangladesh	Chairman & Chief Executive	-
		IBCO Food Industries Limited, Bangladesh	Chairman & Chief Executive	-
		Seamark (Holdings) Limited, Bangladesh	Chairman & Chief Executive	-
		Seamark (USA) Inc., USA	Managing Director	-
		ManRu Shopping City, Bangladesh	Senior Partner	-
Mr. Mohammed Mahtabur Rahman	Vice Chairman	Al Haramain Perfumes Manufacturing & Oudh Processing Industry L.L.C, Ajman, UAE	Managing Director	-
		Al Halal Perfumes Industry L.L.C, Ajman, UAE	Managing Director	-
		Al Haramain Perfumes L.L.C. Dubai, UAE	Managing Director	-
		Al Halal Perfumes L.L.C., Dubai, UAE	Managing Director	-
		Al Haramain Trading L.L.C. Dubai, UAE	Managing Director	-
		Noor Al Haramain L.L.C. , Dubai, UAE	Managing Director	-
		Oudh Al Haramain L.L.C., Dubai, UAE	Managing Director	-
		Best in Fragrance, Holy Makkah, KSA	Manager	-
		Al Haramain Perfumes Int'l W.L.L, Kuwait	Manager	-
		Noor Al Haramain Perfumes Co., Kuwait	Managing Director	-
		Oudh Al Haramain W.L.L., Kuwait	Managing Director	-
		Al Haramain Perfumes L.L.C. , Muscat, Oman	Managing Director	-
		Al Haramain Perfumes, W.L.L., Doha, Qatar	Managing Director	-
		Al Haramain Perfumes S.P.C, Bahrain	Managing Director	-
		Al Halal Perfumes S.P.C., Bahrain	Managing Director	-
		Al Haramain Perfumes Private Ltd. Singapore	Managing Director	-
		Al Haramain Perfumes SDN BHD, Malaysia	Managing Director	-
		Al Haramain Perfumes, Dhaka, Bangladesh	Managing Director	-
		AL Arafah Islami Bank Limited	Sponsor Shareholder	-
		AIBL Capital Market Service Limited	Sponsor Shareholder	-
		United Airways (BD) Limited	Sponsor Director	-
		Hamidia Tea Company Ltd. Sylhet, Bangladesh	Chairman	-
The University of Asia Pacific, Dhaka, Bangladesh	Trustee	-		
Cancer Hospital, Biyani Bazar, Sylhet	Trustee	-		
Bangladesh Business Council Dubai, UAE	Founder President	-		
Shaikh Khalifa Bin Zayad Bangladesh Islamia Private School, Abu Dhabi.	Sponsor	-		
Dato' Eng. Md. Ekramul Haque	Director	BEL Construction SDN BHD KL, Malaysia	Managing Director	-
		Taufika Energy Co. Ltd., Dhaka, Bangladesh	Managing Director	32,130
		Cynzar Energy Services Ltd., Dhaka, Bangladesh	Managing Director	-
Mr. Mohammed Idrish	Director	National Exchange Company S.R.L. Italy	Chairman	-
		Popular Travels & Tours, Rome, Italy	Director	-
		Al Safa S.A.S, Rome, Italy	Chairman	-
		National Trust Express (pvt) Ltd. Dhaka, Bangladesh	Director	-
		Euru International Company S.N.C., Italy	Chairman	-
Mr. Kamal Ahmed	Director	Seamark PLC, United Kingdom	Deputy Managing Director	-
		IBCO Limited, United Kingdom	Deputy Managing Director	-
		IBCO Enterprise, United Kingdom	Deputy Managing Director	-
		Seamark (BD) Limited, Bangladesh	Deputy Managing Director	-
		IBCO Food Industries Limited, Bangladesh	Deputy Managing Director	-
		Seamark (Holdings) Limited, Bangladesh	Deputy Managing Director	-
		Seamark (USA) Inc, USA	Deputy Managing Director	-
		ManRu Shopping City, Bangladesh	Deputy Managing Director	-
Mr. Tateyama Kabir	Director	Kabir Auto Export Co. Ltd. Japan	President	-
		OCEAN Auto, Dhaka, Bangladesh	Proprietor	-



Name of Directors	Status with the Bank	Name of the firms/companies in which interested as proprietor, partner, director, managing agent, guarantor, employee etc.	Status	Transaction amount (Taka)
Mr. M Badiuzzaman	Director	Tania International PTE. Ltd. Singapore	Managing Director	-
		Rajib Enterprise PTE. Ltd., Singapore	Managing Director	-
		Aangan Restaurant, Singapore	Proprietor	-
		Tania Development PTE. Ltd. Singapore	Managing Director	-
		Asia Pacific Realty Investment Services, Singapore	Proprietor	-
Dr. Nesar Ahmed Choudhury	Director	N.A. Choudhury Limited, U.K.	Director	-
		Lower Broughton Health Centre, U.K.	Partner	-
		Brookdale Surgery, U.K.	Partner	-
Mr. Khalilur Rahman Choudhury	Director	KRC Composite Textile Ind. Limited, BD	Managing Director	-
		Khalil Garments Limited, Bangladesh	Managing Director	-
		Khalil & Khalil Investment Limited, BD	Managing Director	-
		ATAIA Trading Corp. Limited, Bangladesh	Managing Director	-
		KRC CNG & Filling Station, Bangladesh	Proprietor	-
		AI-Hera Filling Station, Bangladesh	Proprietor	-
		KRC Industrial Park, Bangladesh	Proprietor	-
KRC Rubber Plantation, Bangladesh	Proprietor	-		
Mr. Nafih Rashid Khan	Director	Commodity First DMCC, Dubai, UAE	Managing Director	-
		Loch Shipping Intermediary FZE, UAE	Chairman & MD	-
		Jabbar Jute Mills Ltd. Bangladesh	Director	-
		Bangladesh Medical Science and Technology Limited, B	Director	-
Mr. Naveed Rashid Khan	Director	Commodity First DMCC, Dubai, UAE	Managing Director	-
		Gentrade FZE, UAE	Chairman & MD	-
		Jabbar Jute Mills Ltd. Bangladesh	Director	-
		Bangladesh Medical Science and Technology Ltd	Director	-
Mr. Mohammed Jamil Iqbal	Director	Al Anood Perfumes Co., Dubai, UAE	Partner	-
		M/S. Md. Jamil Iqbal Construction, BD	Proprietor	-
		Ji Stone Supplier, Bangladesh	Proprietor	-
		New Maitri Stone Crushing, Bangladesh	Proprietor	-
		Divine Properties Limited, Bangladesh	Chairman	-
Engr. Abu Taher Mohammed Amanullah	Director	Amanco PTE. Ltd., Singapore	Chairman & CEO	-
		East west Placement Center, Philippines	Chairman & CEO	-
		EWPCI Testing Center, Philippines	Director	-
		East West Human Resources Center, BD	Chairman	-
		East West Training & Contractors Company Limited, Ba	Chairman	-
East west Engineering Ltd. Bangladesh	Chairman	-		
Mr. Fazlur Rashid Khan	Director	Fazlur Rashid Khan Investment, USA	Proprietor	-
Mr. Mohammed Rafique Miah	Director	Bangla Trade UK Ltd. U.K.	Managing Director	-
Mr. Abdul Karim	Director	Hassan Shahin Ahmed Perfumes L.L.C. Dubai, UAE	Proprietor	-
Mr. Rabin Paul	Director	Claims Center Limited, U.K.	Director	-
Mr. Khandakar R. Amin	Director	Amin Realty Corporation, N.Y. USA	Proprietor	-
		Hirapur Realty Corporation, N.Y. USA	President	-
Mr. Muklesur Rahman	MD & CEO	Nil	Nil	-

ii) Significant contracts where Bank is a party & wherein Directors have interest : Nil

iii) Shares issued to Directors and Executives without consideration or exercisable at discount : Nil

iv) Lending Policies to Related Parties : Related parties are allowed Loans and Advances as per General Loan Policy of the Bank

v) Business other than Banking business with any related concern of the Directors as per Section-18(2) of the Bank

vi) Investments in the Securities of Directors and their related concern : Nil

40 Auditors work hour

The external auditor of the Bank, M/s Howladar Yunus & Co., Chartered Accountants worked about 1150 man hour. They have reviewed more than 80% of the Bank's risk weighted assets as at the Balance Sheet date.

41 General

Highlights on the overall activities of the bank have been furnished in Annexure - E.

42 Events after the balance sheet date

There are no significant events subsequent to the balance sheet date to report which had an influence on the balance sheet or the income statement as at and for the year ended 31 December 2015.



NRB Bank Limited
Schedule of fixed assets
as at 31 December 2015

Particulars	Cost				Rate of Depreciation	Depreciation				Written
	Balance as at 1 January 2015	Additions during the year	Disposal/ adjustment during the year	Balance as at 31 December 2015		Balance as at 1 January 2015	Charged during the year	Disposal/ adjustment during the year	Balance as at 31 December 2015	down value as at 31 December 2015
	Taka	Taka	Taka	Taka		Taka	Taka	Taka	Taka	Taka
Furniture and fixture	86,740,023	26,719,523	-	113,459,545	10%	9,128,336	10,409,220	-	19,537,555	93,921,990
Machinery and Equipment	49,796,608	27,269,571	-	77,066,179	20%	6,635,697	13,255,236	-	19,890,933	57,175,246
Computer and Network Equipment	73,958,730	11,297,534	-	85,256,264	20%	9,606,724	16,773,915	-	26,380,639	58,875,626
Vehicle	21,949,670	14,639,300	-	36,588,970	20%	4,570,565	6,610,473	-	11,181,038	25,407,932
Software	65,171,446	69,377,954	-	134,549,400	12.50%	8,401,794	13,289,621	-	21,691,415	112,857,985
Patents	110,000	-	-	110,000		-	-	-	-	110,000
As at 31 December 2015	297,726,477	149,303,882	-	447,030,358		38,343,116	60,338,464	-	98,681,580	348,348,777



Annexure-B

NRB Bank Limited
Balance with other banks-Outside Bangladesh (Nostro Account)
as at 31 December 2015

Name of the Bank	Account type	2015			
		Currency type	FC amount	Exchange rate	Equivalent Taka
Habib American Bank, New York	CD	USD	586,344.17	78.50	46,028,193
United Bank of India	CD	EURO	2,000.00	85.82	171,633
United Bank of India	CD	USD	22,718.78	78.50	1,783,432
Mizhuo Bank Ltd, Japan	CD	JPY	359,035.00	0.65	233,839
Mashreq Bank PSC, New York	CD	USD	313,121.77	78.50	24,580,153
Mashreq Bank PSC, UK	CD	GBP	9,630.93	116.32	1,120,286
Mashreq Bank PSC, UK	CD	EUR	2,126.89	85.82	182,522
AB Bank Limited, Mumbai	CD	USD	5,000.00	78.50	392,502
					74,492,561



NRB Bank Limited
Investment in Quoted Shares and Mutual Funds
as at 31 December 2015

Annexure- C

SL	Name of the Company	Face value per share	No. of shares	Cost of holding	Average Cost	Quoted rate per share as on 31.12.2015	Total market value of share as at 31.12.2015	Unrealised gain/(loss)
Quoted Shares								
1	ACI Limited	10	10,500	5,805,487	552.90	561.60	5,896,800	91,313
2	Active Fine Chemicals Limited	10	2,290,000	119,808,800	52.32	56.20	128,698,000	8,889,200
3	Apex Footwear Limited	10	5,000	2,044,859	408.97	347.20	1,736,000	(308,859)
4	Baraka Power Limited	10	110,000	3,609,100	32.81	30.70	3,377,000	(232,100)
5	Far East Knitting & Dyeing Industries Limited	10	435,000	9,387,300	21.58	16.50	7,177,500	(2,209,800)
6	Grameenphone Limited	10	120,000	40,598,017	338.32	253.00	30,360,000	(10,238,017)
7	Heidelberg Cement Bd. Limited	10	20,000	12,793,097	639.65	562.10	11,242,000	(1,551,097)
8	IDLC Finance Limited	10	100,000	6,243,000	62.43	63.60	6,360,000	117,000
9	Jamuna Oil Company Limited	10	50,000	10,401,000	208.02	157.10	7,855,000	(2,546,000)
10	Khulna Power Company Limited	10	200,000	15,237,133	76.19	74.90	14,980,000	(257,133)
11	Lafarge Surma Cement Limited	10	10,000	1,160,900	116.09	74.60	746,000	(414,900)
12	MJL Bangladesh Limited	10	40,000	4,472,775	111.82	94.30	3,772,000	(700,775)
13	Saif Powertec Limited	10	50,000	3,557,000	71.14	66.80	3,340,000	(217,000)
14	Singer Bangladesh Limited	10	130,000	23,569,000	181.30	180.20	23,426,000	(143,000)
15	Square Pharmaceuticals Ltd.	10	170,000	42,529,917	250.18	253.70	43,129,000	599,083
16	Summit Power Limited	10	150,000	6,064,600	40.43	39.70	5,955,000	(109,600)
17	The City Bank Limited	10	800,000	15,784,000	19.73	20.40	16,320,000	536,000
18	Uttara Finance And Investments Limited	10	150,000	9,631,500	64.21	60.90	9,135,000	(496,500)
Total (A)			4,840,500	332,697,486			323,505,300	(9,192,186)

	Name of the Company	Face value per share	No. of shares	Cost of holding	Average Cost	Quoted rate per share as on 31.12.2015	Total market value of share as at 31.12.2015	Unrealised gain/(loss)	NAV @Market Price	85% of NAV of Market Price	Required Provision
Mutual Funds											
1	AIMS 1st Mutual Fund	10	1,000,000	22,440,000	22.44	19.70	19,700,000	(2,740,000)	26.11	22.19	(246,500)
2	LR Global Bangladesh Mutual Fund One	10	2,025,000	13,835,573	6.83	5.50	11,137,500	(2,698,073)	10.24	8.70	-
Total (B)				36,275,573			30,837,500	(5,438,073)			(246,500)

Free fund available (C)	79,637
--------------------------------	--------

Grand Total (A+B+C)

369,052,696

(9,438,686)



Annexure-D

NRB Bank Limited
Statement of Tax Status
As at 31 December 2015

(Figures in Taka)

Accounting Year	Assessment Year	Tax provision as per Account	Tax liability as per tax return	Tax demand as per assessment order	Excess/(Short) provision	Status
2013	2014-2015	10,024,730	10,121,576	-	(96,846)	Submission of Tax Return u/s 82BB
2014	2015-2016	8,224,523	10,678,013	-	(2,453,490)	Submission of Tax Return u/s 82BB



NRB Bank Limited
Highlights on the overall activities
as at 31 December 2015

Sl No.	Particulars		2015	2014
1	Paid-up capital	Taka	4,000,000,000	4,000,000,000
2	Total capital (Tier-1 & Tier-2)	Taka	4,175,925,107	4,030,743,124
3	Surplus\ (Shortage) Capital	Taka	175,925,107	30,743,124
4	Total assets	Taka	20,534,622,257	13,491,504,106
5	Total deposits	Taka	13,356,543,346	7,804,826,669
6	Total loans and advances	Taka	11,092,416,174	6,291,889,815
7	Total contingent liabilities and commitments	Taka	1,024,975,439	900,140,128
8	Loans to deposits ratio (total loans/total deposits)	%	82.51%	77.31%
9	Percentage of classified loans against total loans and advances	%	0.20%	0%
10	Profit/(loss) after tax and provision	Taka	236,346,164	(65,826,607)
11	Classified loans during current year	Taka	22,140,296	-
12	Provisions kept against classified loans	Taka	3,801,995	-
13	Provision surplus/(deficit) against classified loans	Taka	-	-
14	Cost of fund (Interest expenses/Average deposits and borrowings)	%	8.38%	9.83%
15	Interest earning assets	Taka	19,885,758,877	12,846,617,151
16	Non-interest earning assets	Taka	648,863,380	644,886,955
17	Return on investment (ROI)	%	8.72%	3.40%
18	Return on assets (ROA) [PAT/ Average assets]	%	2.02%	-0.25%
19	Income from investment	Taka	776,173,414	122,951,591
20	Earnings per share	Taka	0.59	(0.16)
21	Net income per share	Taka	0.59	(0.16)

