

Independent Auditor's Report

To the Shareholders of NRB Bank Limited

Report on the Audit of the Consolidated and Separate Financial Statements

Opinion

We have audited the consolidated financial statements of NRB Bank Limited and its subsidiary (the "Group") as well as the separate financial statements of NRB Bank Limited (the "Bank"), which comprise the consolidated and separate balance sheets as at December 31, 2023 and the consolidated and separate profit and loss accounts, consolidated and separate statements of changes in equity and consolidated and separate cash flow statements for the year then ended, and notes to the consolidated and separate financial statements, including material accounting Policy Information.

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the Bank give a true and fair view of the consolidated financial position of the Group and the separate financial position of the Bank as at December 31, 2023 and of its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) as explained in note # 2 and comply with the Banking Companies Act, 1991 (as amended up to date), the Companies Act, 1994, the Rules and Regulations issued by the Bangladesh Bank, the Rules and Regulations issued by the Bangladesh Securities & Exchange Commission (BSEC) and other applicable Laws and Regulations.

Basis for Opinion:

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated and Separate Financial Statements section of our report. We are independent of the Group and the Bank in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our Opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Description of key audit matters	Our response to key audit matters
Measurement of provision for loans and advances	
The process for estimating the provision for customer loans associated with credit risk is significant and complex.	We tested the design and operating effectiveness of key controls focusing on the following: <ul style="list-style-type: none"> Loan appraisal, disbursement and monitoring procedures, and provisioning process; Identification of loss events, including early warning and default warning indicators; Reviewed quarterly Classification of loans and advances (loans-CL) submitted to Bangladesh Bank;
For the individual analysis for large exposure, provisions calculation considers the estimates of future business performance and the market value of collateral provided for availing investment facilities.	Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following: <ul style="list-style-type: none"> Reviewed the adequacy of the general and specific provisions in line with related Bangladesh Bank guidelines and; Assessed the methodologies on which the provision amounts are based, recalculated the provisions and tested the completeness and accuracy of the underlying information; Evaluated the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.
At year end the Bank and the Group reported total gross loan of BDT 60,070,903,860 (2022: BDT 49,490,759,327) and BDT 60,071,680,082 (2022: BDT 49,490,759,327) respectively and the Bank reported provision for loans and advances of BDT 1,624,343,557 (2022: BDT 1,443,395,232).	Finally, compared the amount of provision requirement as determined by Bangladesh Bank Department of Banking Inspection (DBI) team to the actual amount of provision maintained.
See note no 7 to the financial statements	

Valuation of treasury bill and treasury bond	
The classification and measurement of T-Bill and T-Bond require judgment and complex estimates.	We assessed the processes and controls put in place by the Bank to identify and confirm the existence of treasury bills and bonds.
In the absence of a quoted price in an active market, the fair value of T-Bills and T-Bonds issued by Bangladesh Bank is determined using complex valuation techniques which may take into consideration direct or indirect unobservable market data and complex pricing models which require an elevated level of judgment.	We obtained an understanding, evaluated the design and tested the operating effectiveness of the key controls over the treasury bills and bonds valuation processes, including controls over market data inputs into valuation models, model governance, and valuation adjustments.
	We tested a sample of the valuation models and the inputs used in those models, using a variety of techniques, including comparing inputs to available market data.
	Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.
See note no 6 to the financial statements	

Consolidated Balance Sheet

as at 31 December 2023

	Notes	2023 Taka	2022 Taka
PROPERTY AND ASSETS			
Cash	4	4,785,325,438	4,069,579,561
Cash in hand (including foreign currencies)		1,449,746,931	1,427,538,450
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)		3,335,578,507	2,642,041,111
Balance with other banks and financial institutions	5	2,184,577,971	3,528,749,847
In Bangladesh		2,029,555,993	3,409,236,754
Outside Bangladesh		155,021,978	119,513,093
Money at call on short notice	5.1	1,035,200,000	592,060,000
Investments	6	14,901,001,639	13,063,656,826
Government	6.1	10,267,838,318	8,668,781,155
Others	6.2	4,633,163,321	4,394,875,671
Loans and advances	7	60,071,680,082	49,490,759,327
Loans, cash credit, overdrafts etc.		59,929,100,065	49,419,142,074
Bills purchased and discounted		142,580,017	71,617,253
Fixed assets including premises, furniture and fixtures	8	405,019,527	449,541,492
Other assets	9	1,842,291,587	1,525,958,940
Non-current assets	10	80,196,000	80,196,000
Total assets		85,305,292,244	72,800,501,992
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11	5,138,368,928	5,975,635,034
Deposits and other accounts	12	66,471,504,023	54,419,368,144
Current deposits and other accounts		17,184,212,128	12,835,513,633
Bills payable		686,519,018	713,431,060
Savings bank deposits		6,319,237,241	5,916,707,228
Fixed deposits		42,281,535,636	34,953,716,223
Bearer certificates of deposit		-	-
Other deposits		-	-
Other liabilities	13	5,554,881,307	4,642,258,229
Total liabilities		77,164,754,258	65,037,261,407
Capital/shareholders' equity			
Paid up capital	14.2	5,905,872,000	5,905,872,000
Statutory reserve	15	1,199,957,891	923,227,700
Other reserve	16	9,381,865	5,100,679
Non-controlling (Minority) interest		80	80
Retained earnings	17	1,025,326,150	929,040,126
Total shareholders' equity		8,140,537,986	7,763,240,585
Total liabilities and shareholders' equity		85,305,292,244	72,800,501,992
OFF-BALANCE SHEET ITEMS			
Contingent liabilities	18	11,518,642,417	11,879,207,266
Acceptances and endorsements	18.1	1,782,947,951	2,685,484,777
Letters of guarantee	18.2	6,528,794,731	6,805,131,215
Irrevocable letters of credit	18.3	2,229,511,063	1,424,901,046
Bills for collection	18.4	977,388,672	963,690,227
Other contingent liabilities			
Other commitments		3,041,627,432	938,721,007
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed		3,041,627,432	938,721,007
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total off-Balance Sheet Items including contingent liabilities		14,560,269,849	12,817,928,273
Net asset value per share (NAVPS)	37	13.78	13.14

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

Managing Director & CEO (CC) Director Vice Chairman Chairman

As per our report of same date.

Place: Dhaka
Dated: 28 April 2024
DVC No: 2404290970AS636330

Mohammad Showkat Akber, FCA
Partner
Enrolment No: 970
G. Kibria & Co., Chartered Accountants

Consolidated Statement of Changes in Equity

for the year ended 31 December 2023

Particulars	Paid up capital	Statutory reserve	Other Reserve	Minority Interest	Retained earnings	Total
Balance as at 1 January 2023	5,905,872,000	923,227,700	5,100,679	80	929,040,126	7,763,240,585
Cash dividend paid for 2022	-	-	-	-	(413,411,040)	(413,411,040)
Net profit after tax for the year	-	-	-	-	794,365,451	794,365,451
Transfer to statutory reserve	-	276,730,191	-	-	(276,730,191)	-
Transfer to start-up fund	-	-	-	-	(7,938,196)	(7,938,196)
Reserve made for securities portfolio	-	-	-	-	4,281,186	4,281,186
Balance as at 31 December 2023	5,905,872,000	1,199,957,891	9,381,865	80	1,025,326,150	8,140,537,986
Balance as at 31 December 2022	5,905,872,000	923,227,700	5,100,679	80	929,040,126	7,763,240,585

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

Managing Director & CEO (CC) Director Vice Chairman Chairman

Recognition of interest income	
Recognition and measurement of interest income involve a complex IT environment as well as require critical estimates and judgment. Since interest income on loans and advances is one of the key performance indicators of the Bank there is an inherent risk of fraud and error in the recognition of interest income.	We tested the design and operating effectiveness of key controls over the recognition and measurement of interest on loans and advances focusing on the following: <ul style="list-style-type: none"> Reviewing transfer of interests to the income account in line with the Bangladesh Bank's guideline;
Moreover, as per Bangladesh Bank BRPD circular no. 53 dated 30 December 2021, considering future risk banks were allowed to recognize outstanding/ arrear interest income on loans where deferral facilities were given upon receiving at least 15% of the total receivable amount. Accordingly, this has been considered a key audit matter	Additionally, for selected customers and loan files on sample basis we have also performed substantive test of details including recalculation and cut off testing to check accuracy of interest income.
See note no 19 to the financial statements	
IT systems and controls	
Our audit procedures have a focus on IT systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls.	We tested the design and operating effectiveness of the Bank's IT access controls over the information systems that are critical to financial reporting.
Our areas of audit focus included user access management, developer access to the production environment and changes to the IT environment. These are key to ensuring IT dependent and application-based controls are operating effectively	We tested IT general controls (logical access, changes management and aspects of IT operational controls). This included testing that requests for access to systems were appropriately reviewed and authorized.
	We tested the Bank's periodic review of access rights and reviewed requests of changes to systems for appropriate approval and authorization.
	We considered the control environment relating to various interfaces, configuration and other application layer controls identified as key to our audit.

Legal and regulatory matters	
We focused on this area because the Bank and its subsidiaries (the "Group") operate in a legal and regulatory environment that is exposed to significant litigation and similar risks arising from disputes and regulatory proceedings. Such matters are subject to many uncertainties and the outcome may be difficult to predict.	We obtained an understanding, evaluated the design and tested the operational effectiveness of the Bank's key controls over the legal provision and contingencies process.
These uncertainties inherently affect the amount and timing of potential outflows with respect to the provisions which have been established and other contingent liabilities.	We enquired to those charged with governance to obtain their view on the status of all significant litigation and regulatory matters.
Overall, the legal provision represents the Group's and the Bank's best estimate for existing legal matters that have a probable and estimable impact on the Group's financial position.	We enquired of the Bank's internal legal counsel for all significant litigation and regulatory matters and inspected internal notes and reports.
	We assessed the methodologies on which the provision amounts are based, recalculated the provisions, and tested the completeness and accuracy of the underlying information.
	We also assessed the Bank's provisions and contingent liabilities disclosure.

Other Matter

The financial statements of the NRB Bank Securities PLC for the year ended December 31, 2023 were audited by K. M. Hasan & Co., Chartered Accountants, who expressed an unmodified opinion on these financial statements on March 28, 2024.

Reporting on other information

Management is responsible for the other information. The other information comprises all of the information in the annual report other than the consolidated and separate financial statements and our auditors' report thereon. The annual report is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements and Internal Controls

Management is responsible for the preparation and fair presentation of the consolidated financial statements of the Group and also separate financial statements of the Bank in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) as explained in note 3, and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error. The Bank Company 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.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Bank or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Bank's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be

Consolidated Profit and Loss Account

for the year ended 31 December 2023

	Notes	2023 Taka	2022 Taka
Interest income	19	5,377,594,669	3,835,851,249
Interest paid on deposits and borrowings etc.	20	(3,895,328,541)	(2,878,211,397)
Net interest income		1,482,266,128	957,639,852
Income from investments	21	697,617,125	578,706,980
Commission, exchange and brokerage	22	1,013,448,920	755,741,768
Other operating income	23	69,772,507	33,047,565
		1,780,838,551	1,367,496,313
Total operating income (A)		3,263,104,679	2,325,136,165
Salaries and allowances	24	1,036,647,985	844,643,381
Rent, taxes, insurance, electricity etc.	25	278,919,731	260,804,746
Legal and professional expenses	26	2,692,172	1,502,017
Postage, stamp, telecommunication etc.	27	35,906,610	28,391,190
Stationery, printing, advertisements etc.	28	42,312,541	29,964,174
Managing Director's salary and allowances (Bank only)	29	13,660,604	12,396,429
Directors' fees and other expenses	30	5,753,798	4,024,820
Auditors' fees	31	517,500	515,000
Depreciation and repair of bank's assets	32	156,754,857	163,175,333
Other expenses	33	256,261,938	210,314,502
Total operating expenses (B)		1,829,427,737	1,555,731,593
Profit before provision (C=A-B)		1,433,676,942	769,404,572
Provision for loans and advances			
General provision		54,333,637	82,886,660
Specific provision		119,378,593	(205,808,713)
		173,712,230	(122,922,053)
Provision for off-balance sheet items		(2,893,775)	(4,813,092)
Provision for diminution in value of investments		(14,795,246)	198,628,383
Other provisions		(109,476,483)	17,274,746
Total provision (D)	34	46,546,727	88,167,984
Profit before tax (E=C-D)		1,387,130,215	681,236,589
Provision for current tax			
Deferred tax expense/(Income)	13.7	576,162,183	172,443,301
Total provision for tax (F=E-F)		592,764,764	128,150,749
Net profit after tax (G=E-F)		794,365,451	553,085,840
Appropriations			
Statutory reserve	15	276,730,191	136,846,002
Start-up fund		7,938,196	5,560,793
General reserve		-	-
		284,668,387	142,406,795
Retained surplus for the year		509,697,064	410,679,045
Earnings per share (EPS)	38	1.35	0.94

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

Managing Director & CEO (CC) Director Vice Chairman Chairman

As per our report of same date.

Place: Dhaka
Dated: 28 April 2024
DVC No: 2404290970AS636330

Mohammad Showkat Akber, FCA
Partner
Enrolment No: 970
G. Kibria & Co., Chartered Accountants

Consolidated Liquidity Statement

(Assets and liabilities maturity analysis) as at 31 December 2023

Particulars	Up to 1 month	1-3 months	3-12 months	1-5 years	Above 5 years	Total
Assets:						
Cash in hand (including balance with Bangladesh Bank and its agent Bank)	4,785,325,438	-	-	-	-	4,785,325,438
Balance with other banks and financial institutions	1,684,577,971	500,000,000	-	-	-	2,184,577,971
Money at call and on short notice	1,035,200,000	-	-	-	-	1,035,200,000
Investments	390,745,200	1,685,497,172	2,970,752,619	4,701,290,123	5,152,716,525	14,901,001,639
Loans and advances	8,559,753,074	8,961,551,772	17,590,574,648	19,545,715,088	5,414,085,500	60,071,680,082
Fixed assets including premises, furniture and fixtures	-	-	-	-	40	

Balance Sheet

as at 31 December 2023

	Notes	2023 Taka	2022 Taka
PROPERTY AND ASSETS			
Cash	4	4,785,244,938	4,069,530,555
Cash in hand (including foreign currencies)	4.1	1,449,666,431	1,427,489,444
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)	4.2	3,335,578,507	2,642,041,111
Balance with other banks and financial institutions	5	2,118,240,175	3,522,167,925
In Bangladesh	5.1	1,963,218,197	3,402,654,833
Outside Bangladesh	5.2	155,021,978	119,513,093
Money at call on short notice	5.1	1,035,200,000	592,060,000
Investments	6	14,901,001,007	13,063,656,826
Government	6.1	10,267,838,318	8,668,781,155
Others	6.2	4,633,162,689	4,394,875,671
Loans and advances	7	60,070,903,860	49,490,759,327
Loans, cash credit, overdrafts etc.	7.1	59,928,323,843	49,419,142,074
Bills purchased and discounted	7.2	142,580,017	71,617,253
Fixed assets including premises, furniture and fixtures	8	394,633,693	439,276,521
Other assets	9	2,294,860,561	1,994,529,263
Non-banking assets	10	80,196,000	80,196,000
Total assets		85,680,280,234	73,252,176,417
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11	5,138,368,928	5,975,635,034
Deposits and other accounts	12	66,851,313,615	54,874,699,485
Current deposits and other accounts	12.1	17,184,212,128	12,835,513,633
Bills payable	12.2	686,519,018	713,431,060
Savings bank deposits	12.3	6,319,237,241	5,916,707,228
Fixed deposits	12.4	42,661,345,228	35,409,047,564
Bearer certificates of deposit		-	-
Other deposits		-	-
Other liabilities	13	5,547,513,587	4,635,509,321
Total liabilities		77,537,196,130	65,485,843,841
Capital/shareholders' equity			
Paid up capital	14.2	5,905,872,000	5,905,872,000
Statutory reserve	15	1,199,957,891	923,227,700
Other reserve	16	9,381,865	5,100,679
Retained earnings	17	1,027,872,348	932,132,198
Total shareholders' equity		8,143,084,104	7,766,332,576
Total liabilities and shareholders' equity		85,680,280,234	73,252,176,417
OFF-BALANCE SHEET ITEMS			
Contingent liabilities			
Acceptances and endorsements	18.1	1,782,947,951	2,685,484,777
Letters of guarantee	18.2	6,528,794,731	6,805,131,215
Irrevocable letters of credit	18.3	2,229,511,063	1,424,901,046
Bills for collection	18.4	977,388,672	963,690,227
Other contingent liabilities		-	-
Other commitments		3,041,627,432	938,721,007
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed		3,041,627,432	938,721,007
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total off-Balance Sheet items including contingent liabilities		14,560,269,849	12,817,928,273
Net asset value per share (NAVPS)	37	13.79	13.15

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

Managing Director & CEO (CC) Director Vice Chairman Chairman

As per our report of same date.

Place: Dhaka
Dated: 28 April 2024
DVC No: 2404290970AS636330

Mohammad Showkat Akber, FCA
Partner
Enrolment No: 970
G. Kibria & Co., Chartered Accountants

Profit and Loss Account

for the year ended 31 December 2023

	Notes	2023 Taka	2022 Taka
Interest income	19	5,376,807,237	3,835,851,241
Interest paid on deposits and borrowings etc.	20	(3,914,169,543)	(2,878,211,397)
Net interest income		1,462,637,694	957,639,844
Income from investments	21	697,617,125	578,706,980
Commission, exchange and brokerage	22	1,011,798,214	755,730,972
Other operating income	23	69,742,203	33,047,565
		1,779,157,542	1,367,485,517
Total operating income (A)		3,241,795,236	2,325,125,362
Salaries and allowances	24	1,029,932,680	843,836,929
Rent, taxes, insurance, electricity etc.	25	275,433,281	260,271,146
Legal and professional expenses	26	2,466,254	1,502,017
Postage, stamp, telecommunication etc.	27	35,413,816	28,391,190
Stationery, printing, advertisements etc.	28	42,217,856	29,773,390
Managing Director's salary and allowances	29	13,660,604	12,396,429
Directors' fees and other expenses	30	5,524,264	4,024,820
Auditors' fees	31	460,000	400,000
Depreciation and repair of bank's assets	32	154,714,871	162,779,561
Other expenses	33	251,781,694	209,351,885
Total operating expenses (B)		1,811,605,320	1,522,727,368
Profit before provision (C=A-B)		1,430,189,916	772,397,994
Provision for loans and advances			
General provision		54,325,875	82,886,660
Specific provision		119,378,593	(205,808,713)
		173,704,468	(122,922,053)
Provision for off-balance sheet items		(2,893,775)	(4,813,092)
Provision for diminution in value of investments		(14,795,249)	198,628,383
Other provisions		(109,476,483)	17,274,746
Total provision (D)	34	46,538,961	88,167,984
Total profit before tax (E=C-D)		1,383,650,955	684,230,010
Provision for tax			
Provision for current tax	13.7	570,508,435	172,443,301
Deferred tax expense/(income)	9.2.2	19,322,942	(44,292,552)
Total provision for tax (F)		589,831,378	128,150,749
Net profit after tax (G=E-F)		793,819,577	556,079,262
Appropriations			
Statutory reserve	15	276,730,191	136,846,002
Start-up fund		7,938,196	5,560,793
General reserve		-	-
		284,668,387	142,406,795
Retained surplus for the year		509,151,190	413,672,467
Earnings per share (EPS)	38	1.34	0.94

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

Managing Director & CEO (CC) Director Vice Chairman Chairman

As per our report of same date.

Place: Dhaka
Dated: 28 April 2024
DVC No: 2404290970AS636330

Mohammad Showkat Akber, FCA
Partner
Enrolment No: 970
G. Kibria & Co., Chartered Accountants

Cash Flow Statement

for the year ended 31 December 2023

	Notes	2023 Taka	2022 Taka
A) Cash flows from operating activities			
Interest receipts in cash		5,820,986,731	4,583,376,977
Interest payments		(3,707,866,909)	(2,784,693,478)
Dividend receipts		97,570,863	80,999,172
Fees and commission receipts		1,011,798,214	755,730,972
Cash payments to employees		(1,043,593,284)	(856,233,358)
Cash payment to suppliers		(20,587,294)	(15,858,834)
Recovery on loans previously written off		7,243,857	-
Income tax paid		(296,806,312)	(344,447,219)
Receipts from other operating activities	35	177,888,999	156,207,242
Payments for other operating activities	36	(653,868,949)	(575,403,146)
Cash generated from operating activities before changes in operating assets and liabilities		1,392,765,917	999,678,329
Increase/(decrease) in operating assets and liabilities:			
Loans and advances to customers		(10,580,144,533)	(9,246,960,001)
Other assets		(582,472,281)	(568,579,737)
Deposits from customers		11,976,614,130	10,119,767,114
Other liabilities		705,701,632	959,532,891
Cash generated from operating assets and liabilities		1,519,698,948	1,263,760,266
Net cash generated from operating activities		2,912,464,865	2,263,438,595
B) Cash flows from investing activities			
Net (purchase)/sale of trading securities		(1,599,057,164)	(921,879,956)
Net (purchase)/sale of shares and bonds		(238,287,017)	(1,757,163,532)
Net (Purchase) of property and equipment		(69,444,704)	(136,696,756)
Net cash used in investing activities		(1,906,788,886)	(2,815,740,244)
C) Cash flows from financing activities			
Borrowings from other banks, financial institutions and agents		(837,266,106)	1,596,995,015
Cash dividend paid		(413,411,040)	(295,293,600)
Net Cash flows/(used in) from financing activities		(1,250,677,146)	1,301,701,415
D) Net increase in cash and cash equivalents (A+ B - C)		(245,001,167)	749,399,767
E) Effects of exchange rate changes on cash and cash equivalents		-	-
F) Cash and cash equivalents at beginning of the year		8,184,379,880	7,434,980,113
G) Cash and cash equivalents at end of the year (D+E+F)		7,939,378,713	8,184,379,880
Cash and cash equivalents at end of the year represents			
Cash in hand (including foreign currencies)		1,449,666,431	1,427,489,444
Balance with Bangladesh Bank and its agent bank (s)		3,335,578,507	2,642,041,111
Balance with other banks and financial institutions		2,118,240,175	3,522,167,925
Money at call and short notice		1,035,200,000	592,060,000
Prize bond		693,600	621,400
		7,939,378,713	8,184,379,880
Net operating cash flow per share (NOCFPS)	37	4.93	3.83

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

Managing Director & CEO (CC) Director Vice Chairman Chairman

Statement of Changes in Equity

for the year ended 31 December 2023

Particulars	Paid up capital	Statutory reserve	Other Reserve	Retained earnings	Total
Balance as at 1 January 2023	5,905,872,000	923,227,700	5,100,679	932,132,198	7,766,332,576
Cash dividend paid for 2022	-	-	-	(413,411,040)	(413,411,040)
Net profit/(loss) after tax for the year	-	-	-	793,819,577	793,819,577
Transfer to statutory reserve	-	276,730,191	-	(276,730,191)	-
Transfer to start-up fund	-	-	-	(7,938,196)	(7,938,196)
Reserve made for securities portfolio	-	-	4,281,186	-	4,281,186
Balance as at 31 December 2023	5,905,872,000	1,199,957,891	9,381,865	1,027,872,348	8,143,084,104
Balance as at 31 December 2022	5,905,872,000	923,227,700	5,100,679	932,132,198	7,766,332,576

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

Managing Director & CEO (CC) Director Vice Chairman Chairman

Liquidity Statement

(Assets and liabilities maturity analysis)

as at 31 December 2023

Particulars	Up to 1 month	1-3 months	3-12 months	1-5 years	Above 5 years	Total
Assets:						
Cash in hand (including balance with Bangladesh Bank and its agent Bank)	4,785,244,938	-	-	-	-	4,785,244,938
Balance with other banks and financial institutions	1,618,240,175	500,000,000	-	-	-	2,118,240,175
Money at call and on short notice	1,035,200,000	-	-	-	-	1,035,200,000
Investments	390,745,200	1,685,497,172	2,970,751,987	4,701,290,123	5,152,716,525	14,901,001,007
Loans and advances	8,558,976,851	8,961,551,772	17,590,574,648	19,545,715,088	5,414,085,500	60,070,903,860
Fixed assets including premises, furniture and fixtures	-	-	-	-	394,633,693	394,633,693
Other assets	123,213,146	558,745,282	117,563,651	969,535,289	535,803,192	2,294,860,561
Non banking assets	-	-	-	80,196,000	-	80,196,000
Total assets (A)	16,511,620,310	11,705,794,226	20,678,890,286	25,286,736,501	11,497,238,910	85,680,280,234
Liabilities:						
Borrowings from other banks, financial institutions and agents	2,861,026,386	663,906,200	1,613,436,342	-	-	5,138,368,928
Deposits	7,775,460,758	15,460,520,252	36,949,633,829	5,330,483,336	1,335,215,439	66,851,313,615
Provision and other liabilities	269,419,109	2,499,381,704	668,718,554	4,586,682	2,105,407,538	5,547,513,587
Total liabilities (B)	10,905,906,253	17,959,901,956	39,231,788,726	5,335,070,019	3,440,622,976	77,537,196,130
Net liquidity gap (A - B)	5,605,714,058	(6,254,107,730)	(18,552,898,440)	(18,552,898,440)	8,056,615,934	8,143,084,104

be shown as cash and cash equivalents; rather shown as face item in the balance sheet. However, in the cash flow statement, money at call and short notice and prize bonds are shown as cash and cash equivalents beside cash in hand, balance with Bangladesh Bank and other banks.

Notes to the Financial Statements

as at and for the year ended 31 December 2023

1. The Bank and its activities

1.1 Reporting entity

The NRB Bank Limited (hereinafter called "the Bank" or "NRB 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 50 branches, 01 Islami Banking Branch, 29 sub branches & 51 ATM booths and NPSB shared ATM booths all over Bangladesh. The Bank had no overseas branches as at 31 December 2023. The Bank has a subsidiary company namely, NRB Bank Securities PLC incorporated in Bangladesh.

The registered office of the Bank is located at Uday Sanz, Plot # 2/B, Gulshan South Avenue, Gul

2.6 Use of estimates and judgments

The preparation of the financial statements of the Bank in conformity with IFRSs require management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

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

2.7 Foreign currency transactions

Transactions in foreign currencies are translated into the respective functional currency of the operation at the spot exchange rate at the date of the transactions. Monetary assets and liabilities denominated into the functional currency at the spot exchange rate at that date. Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are retranslated into the functional currency at the spot exchange rate at the date that the fair value are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction. Foreign currency differences arising on translation are recognized in the profit and loss account.

2.8 Cash flow statement

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

2.9 Reporting year

These financial statements of the bank cover from 1 January to 31 December 2023.

2.10 Liquidity statement

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

Particulars	Basis used
Cash, balance with other banks and financial institutions, money at call and short notice, etc.	Stated maturity/observed behavioral trend.
Investments	Respective Maturity Terms
Loans and Advances	Repayment/maturity schedule
Fixed Assets	Useful life
Other Assets	Realization/Amortization basis
Borrowing from Other Banks, Financial Institutions and Agents	Maturity/Repayment terms
Deposits and Other Accounts	Maturity and behavioral trend (non-maturity products).
Other Liabilities	Settlement/adjustment schedule basis.

2.11 Statement of changes in equity

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

3 Significant accounting policies

The accounting policies set out below have been applied consistently to all years presented in these financial statements, and have been applied consistently by group entities except otherwise instructed by Bangladesh Bank as the prime regulator.

3.1 Assets and basis of their valuation

3.1.1 Cash and cash equivalents

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

3.1.2 Investments

All investments (other than government treasury securities) are initially recognized at cost, including acquisition charges associated with the investment. Accounting treatment of government treasury securities (categorized as HFT or/and HTM) is given following DOS Circular no. 05 dated 26 May 2008 and subsequent clarifications on 28 January 2009. All investment securities are initially recognized at cost, being fair value of the consideration given, including acquisition charges associated with the investment. The valuation methods of investments used are:

Held to Maturity (HTM)

Investments which are intended to be held till maturity are classified as 'Held to Maturity (HTM). These are measured at amortized cost at each year end by taking into account any discount or premium on acquisition. Premiums are amortized and discounts are accreted, using the effective or historical yield. Any increase or decrease in value of such investments is booked to equity but decrease to profit and loss account.

Held for Trading (HFT)

These are investments primarily held for selling or trading. After initial recognition, investments are marked to market weekly and any decrease in the present value is recognized in the Profit and Loss Account and any increase is booked to Revaluation Reserve Account through Profit and Loss Account.

REPO and Reverse REPO

The Bank has been recording transactions of REPO and reverse REPO following DOS circular no. 6 dated 15 July 2010 of BB. In case of REPO of both coupon and non-coupon bearing (T-bills) securities, the Bank adjusts the revaluation reserve account for HFT securities and stops the weekly revaluation (if the revaluation date falls within the REPO year) of the same security. For interest bearing security, the Bank does not accrue interest during REPO year.

Investment in quoted securities

These securities are held primarily for the purpose of trading or held for dividend income which are reported at cost.

Investment in unquoted securities

Investment in unquoted securities is reported at cost under cost method.

Besides, bank complied with Bangladesh Bank DOS circular letter no. 01 dated 24 May 2023 as follows, "all investments except Government Securities like; investment in listed shares, bonds, debentures, perpetual instruments and Mutual Fund (closed-end)/listed other funds is revalued at lower of cost and market value. Investment in Mutual Fund (Open-end) is revalued at lower of cost and surrender price. As such, provision is made for any loss arising from diminution in value of investments (portfolio basis); otherwise investments are recognised at costs". Provision for unquoted securities is made for lower of book value and realizable amount.

Investments are stated as per following basis:

Investment class	Initial recognition	Measurement after initial recognition	Recording of changes
Govt. treasury securities - Held for Trading (HFT)	Cost	Fair Value	Loss to Profit and Loss Account, gain to Revaluation Reserve.
Govt. treasury securities - Held to Maturity (HTM)	Cost	Amortised cost	Increase in value of such investments is booked to equity, decrease to profit and loss account.
Debenture/Bond	Cost	Lower of cost or market value	Loss (net of gain) to profit and loss account but no unrealised gain booking.
Shares (Quoted)	Cost	Lower of cost or market value	Loss (net of gain) to profit and loss account but no unrealised gain booking.
Shares (Unquoted)	Cost	Lower of cost or Net worth	Loss to profit and loss account but no unrealised gain booking.
Mutual fund (Closed-end)	Cost	Lower of cost or market value	Loss (net) to profit and loss account but no unrealised gain booking.
Mutual Fund (Open-end) is revalued at lower of cost and surrender price	Cost	Lower of cost and surrender price	Loss (net) to profit and loss account but no unrealised gain booking.
Prize bond	Cost	Cost	None

3.1.3 Loans, advances and provisions

Loans and advances are stated in the balance sheet on gross basis.

Interest is calculated on daily product basis, but charged and accounted for quarterly on accrual basis. Interest on classified loans and advances is kept in interest suspense account as per BRPD circulars no. 14 dated September 23, 2012 on Master Circular: Loan Classification and Provisioning. Interest is not charged on bad and loss loans and advances as per guidelines of Bangladesh Bank. Records of such interest amounts are kept in separate memorandum accounts.

Commission and discounts on bills purchased and discounted are recognised at the time of realisation.

General provisions @ 0.25% to 2% under different categories on unclassified loans (standard/SMA), special general provision @ 1% to 2% on unclassified loans (standard/SMA) loans that are availing extended time to pay installment/adjustment and specific provisions @ 20%, 50% & 100% on classified (substandard/doubtful/bad) loans are made on the basis of quarter end review by the management and instructions contained in BRPD master Circular no 14, dated 23 September 2012, BRPD Circular letter no 56, dated 10 December 2020 and subsequent amendments.

As per BRPD circular no. 06 dated 25 April 2023, Banks shall maintain a general provision @ 0% to 1% under different categories of gross off-balance sheet exposures. Also, Banks shall maintain additional provision over the provision requirement mentioned above against OBS exposures remaining overdue for different time year @ 1% to 5%.

Provisions and interest suspense are separately shown under other liabilities as per First Schedule of Bank Company Act 1991 (amendment upto 2023), instead of netting off with loans.

Rates of provision on loans and advances are given below:

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.	1%
Unclassified (including SMA) loans for housing finance	1%
Unclassified (including SMA) loans for professionals and Credit Cards	2%
Unclassified (including SMA) consumer financing other than housing financing, loans for professionals and Credit Cards	2%
Short term agri credit and micro credit	1%
Off balance sheet exposures	0% to 1%
Additional provision on:	
Overdue off balance sheet exposures	1% to 5%
Special General provision (COVID-19) on:	
Unclassified (including SMA) loans that are availing extended time to pay installment/adjustment	1% to 2%
Specific provision on:	
Substandard loans and advances other than short term agri credit and micro credit and cottage, micro & small credit	20%
Doubtful loans and advances other than short term agri credit and micro credit and cottage, micro & small credit	50%
Bad/loss loans and advances	100%
Substandard loans and advances cottage, micro & small credit and short term agri credit and micro credit	5%
Doubtful short term agri credit and micro credit	5%
Doubtful loans and advances cottage, micro & small credit	20%

3.1.4 Property, plant and equipment

3.1.4.1 Recognition and measurement

All fixed assets are stated at cost less accumulated depreciation as per IAS 16 "Property, Plant and Equipment". Land is measured at cost. The cost is the amount of cash or cash equivalents paid or the fair value of the other consideration given to acquire an asset at the time of its acquisition or construction or, where applicable, the amount attributed to that asset when initially recognised in accordance with the specific requirements of the IFRS. The cost of an item of property, plant and equipment is recognised as an asset if, it is probable that future economic benefits associated with the item will flow to the entity; and the cost of the item can be measured reliably.

3.1.4.2 Subsequent costs

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

3.1.4.3 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%
Mobile Phone	50%

3.1.5 Other assets

As per BRPD circular No. 14 dated 25 June 2003, other assets/item(s) have been shown separately as 'income generating' and 'non income generating' in the relevant notes to the financial statements. Other assets include advance rent, advance for revenue and capital expenditure, stocks of stationary and stamps, security deposits to government agencies an unrealised income receivables etc.

3.1.6 Non-banking assets

Non-Banking assets have been recognised in the financial statements as non-earning assets and have been booked on the basis of third party valuation report. Value of the assets receive in addition to the loan outstanding will be kept as reserve against non-banking assets as per BRPD circular no 22, dated 20 September 2021.

3.2 Liabilities and provisions

3.2.1 Borrowings from other banks, financial institutions and agents

Borrowings from other banks, financial institutions and agents include interest-bearing borrowings redeemable at call and Bangladesh Bank refinance. These items are brought to financial statements at the gross value of the outstanding balance.

3.2.2 Deposits and other accounts

Deposits and other accounts include non interest-bearing current deposit redeemable at call, bills payable, interest bearing on demand and special notice deposits, savings deposit and fixed deposit. These items are brought to financial statements at the gross value of the outstanding balance.

3.2.3 Other liabilities

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

3.2.4 Dividend payments

Interim dividend is recognised only when the shareholders' right to receive payment is established. Final dividend is recognised when it is approved by the shareholders in AGM. Dividend payable to the Bank's shareholders is recognised as a liability and deducted from the shareholders' equity in the year in which the shareholders' right to receive payment is established.

3.2.5 Provision for loans and advances

Provision for 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, BRPD circular no. 19 dated 27 December 2012, BRPD circular no. 16 dated 18 November 2014 and related subsequent amendment circulars.

3.2.6 Provision against investment in capital market

Provision for diminution of value of listed shares, bonds, debentures, perpetual instruments and Mutual Fund (closed-end)/listed other funds, placed under other liability, has been made on portfolio basis (gain net off) following DOS circular No. 01 dated 24 May 2023. For unquoted shares, provision has been made based on available NAV of respective nos of units and for investment in Mutual Fund (Open-end) provision has been made at lower of cost and surrender price.

3.2.7 Provision for off-balance sheet exposures

In compliance with BRPD circular no. 06 dated 25 April 2023, Banks shall maintain a general provision @ 0% to 1% under different categories of gross off-balance sheet exposures except bills for collection. Also, Banks shall maintain additional provision over the provision requirement mentioned above against OBS exposures remaining overdue for different time year @ 1% to 5%.

3.2.8 Provision for other assets

Provision for other assets has been made as instructed through BRPD circular No. 04 dated 12 April 2022 i.e. @ 50% and 100% under different categories of other assets which are outstanding for six month to below one year and one year or more being classified as doubtful and bad/loss respectively.

3.2.9 Provision for nostro accounts

Provision for unsettled transactions in nostro accounts is made as per FEPD circular no. FEPD (FEMO) / 01/2005-677 dated 13 September 2005 of Foreign Exchange Policy Department (FEPD) of Bangladesh Bank. On the reporting date, the Bank has no unsettled transactions outstanding for more than 3 months and no provision has been made in this regard.

3.2.10 Provision for liabilities and accrued expenses

In compliance with IAS 37, provisions for other liabilities and accrued expenses are recognised 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.

3.2.11 Contingent liabilities

Any possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Bank.

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.

3.3 Share capital and reserves

Authorised capital

The authorised capital of the Bank is the maximum amount of share capital that the Bank is authorised by its Memorandum and Articles of Association to issue among shareholders. This amount can be changed by shareholders' approval upon fulfillment of relevant provisions of the Companies Act 1994.

Paid-up capital

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

Statutory reserve

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

Revaluation reserve

When the value of a government treasury security categorised as HTM increases as a result of amortization, the amount thus increased is recognised directly to equity as 'reserve for amortization'. However, any increase in the value of such securities categorised as HFT as a result of 'mark to market' is booked under equity as 'revaluation reserve' but any decrease is directly charged to profit and loss account as per DOS circular letter no. 05 dated 26 May 2008 & DOS Circular letter no 05, dated 28 January 2009.

3.4 Non-controlling (minority) interest in subsidiary

Non-controlling (minority) interest in subsidiary is an accounting concept that refers to the portion of a subsidiary corporation's stock that is not owned by the parent corporation. The magnitude of the non-controlling (minority) interest in the subsidiary company is always less than 50% of outstanding shares, else the corporation would cease to be a subsidiary of the parent. Non-controlling (minority) interest belongs to other investors and is reported on the consolidated balance sheet of the owing company to reflect the claim on assets belonging to other, non-controlling shareholders.

3.5 Revenue recognition

Interest income

Interest on unclassified loans and advances is recognised as income on accrual basis, interest on classified loans and advances is 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 and BRPD circular no 16 dated 18 November 2014.

Profit on investment (Islamic banking)

Income from general investments is accounted for on accrual basis except investments under Musharaka, Mudaraba, Bai-Salam, Bai-as-Sarf and Ijarah modes, where the investment income is accounted for on realization basis. The Islamic banking does not charge any rent during the gestation year of investment against Hire Purchase under Shirkatul Melk (HPSM) mode but it fixes the sale price of the assets at a higher level in such a way to cover its expected rate of return. Such income is recognized on realization basis.

Fees and commission income

Fees and commission income arises on services provided by the Bank and recognised as and when received basis. Commission charged to customers on letters of credit, letters of guarantee and acceptance are credited to income at the time of effecting the transactions except those which are received in advance.

Investment income

Income on investments is recognised on accrual basis. Investment income includes discount on treasury bills and zero coupon bonds, interest on treasury bonds, debentures and fixed deposits with other banks. Capital gain on investments in shares and dividend on investment in shares are also included in investment income.

Profit on investment (Islamic Banking)

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

Dividend income

Dividend income from investments is recognised at the time when it is declared, ascertained and right to receive the payment is established as per IFRS 9.

Foreign exchange gain/ loss

Exchange income includes all gains and losses from foreign currency day to day transactions, conversions and revaluation of non monetary items.

Interest paid on borrowings and deposits

Interest paid on borrowings and deposits are calculated on 360 days basis (except for some treasury instruments which are calculated on 364 days basis) in a year and recognised on accrual basis.

Profit paid on deposits (Islamic Banking)

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

Other operating expenses

All other operating expenses are provided for in the books of the account on accrual basis according to the IAS 1 "Presentation of Financial Statements".

3.6 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 Act, 2023. 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 Act 2023. The recognition took effect from August 09, 2015.

Supernnuation fund

The Banks' introduced "NRB Bank Limited Employees' Supernnuation Fund" commencing from August 12, 2019 is subscribed by the contribution of the bank. The fund has been established to provide medical support like; hospitalization, maternity etc. and coverage in the event of accidental death or permanent disabilities of the employees.

3.7 Taxation

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

Current tax

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

Provision for current income tax of the Bank has been made on taxable income @ 37.5% considering major disallowances of expenses and concessional rates on certain income (15% on gain on trading of govt. securities, 10% on capital gain of shares & MFs and 20% on dividend income) as per Income Tax Act 2023.

Deferred tax

Deferred tax assets or liabilities are recognised by the Bank on deductible or taxable temporary differences between the carrying amount of assets and liabilities used for financial reporting and the amount used for taxation purpose as required by IAS 12 'Income Taxes' and BRPD circular no.11 dated 12 December 2011. Deferred tax assets is recognised for the carry forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which they can be used. Deferred tax assets and liabilities are reviewed at each reporting year and are measured at the applicable tax rate as per tax laws that are expected to be applied when the assets is realised and liability is settled.

3.8 Offsetting

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

3.9 Comparative information

Comparative information including narrative and descriptive one is disclosed in respect of the preceding year where it is relevant to enhance the understanding of the current year's financial statements. Certain comparative amounts in the financial statements are reclassified and rearranged where relevant, to conform to the current year presentation.

3.10 Earnings Per Share

As per IAS 33 'Earnings per Share' the Bank has been reporting 'Basic EPS' as there has been no dilution possibilities during the year. Basic EPS is computed by dividing the profit or loss attributable to ordinary shareholders of the Bank by the number of ordinary shares outstanding during the year. Bonus shares issued in current year are considered for number of ordinary shares outstanding for preceding year to present comparative EPS with retrospective adjustment (restated).

3.11 Reconciliation of books and account

Books of account 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.

3.12 Risk management and other related matters

Financial institutions are in the business of taking calculative risk and it is important how a bank decides on its risk appetite. The bank firmly believes that robust risk management is the core function that makes its business sustainable. The risk management systems in place at the Bank are discussed below:

Credit Risk

Credit risk is the risk of loss that may occur from the default of any counterparty to repay in accordance with agreed terms and conditions and/or deterioration of creditworthiness. Board of Directors is the apex body for credit approval of the Bank. However, they delegate authority to the Managing Director & CEO or other officers of the Credit Risk Management (CRM) Division. The Board also sets credit policies to the management for setting procedures, which together has structured the CRM framework in the bank. The Credit Policy Manual (CPM) contains the core principles for identifying, measuring, approving, and managing credit risk in the bank. The policy covers Corporate, Retail, Small and Medium Enterprise (SME) exposures. Policies and procedures through have structured and standardized CRM process both in obligor and portfolio level. There is a comprehensive credit appraisal procedure that covers Industry/Business risk, management risk, financial risk, facility structure risk, security risk, environmental risk, reputational risk,

	2023 Taka	2022 Taka
4 Cash-Consolidated		
Cash in hand (including foreign currencies)		
NRB Bank Limited	1,449,666,431	1,427,489,444
NRB Bank Securities-PLC	80,500	49,006
	1,449,746,931	1,427,538,450
Balance with Bangladesh Bank and its agent Bank(s) (including foreign currencies)		
NRB Bank Limited	3,335,578,507	2,642,041,111
NRB Bank Securities-PLC	-	-
	3,335,578,507	2,642,041,111
	4,785,325,438	4,069,579,561
Cash-the Bank		
Conventional and Islamic banking		
Cash in hand (including foreign currencies) (Note-4.1)	1,449,666,431	1,427,489,444
Balance with Bangladesh Bank and its agent Bank(s) (including foreign currencies) (Note-4.2)	3,335,578,507	2,642,041,111
	4,785,244,938	4,069,530,555
4.1 Cash in hand (including foreign currencies)		
Conventional and Islamic banking		
Local currency	1,436,701,700	1,419,865,711
Foreign currencies	12,964,731	7,623,733
	1,449,666,431	1,427,489,444
4.2 Balance with Bangladesh Bank and its agent Bank(s) (including foreign currencies)		
Conventional and Islamic banking		
Local currency	3,029,818,497	2,538,093,568
Foreign currencies	305,760,010	103,947,543
	3,335,578,507	2,642,041,111
4.a Cash Reserve Ratio (CRR)		
As per section 33 of Bank Company Act, 1991 (amended upto 2023) & MPD circular no. 03 dated 09 April 2020, issued by Bangladesh bank with effect from 15 April 2020, the Bank has maintained CRR of minimum 3.50% on daily basis and 4.0% on bi-weekly basis on weekly average total demand and time liabilities (ATDTL) of the base month which is two months back of reporting month (i.e. CRR of December 2023 is based on weekly average balance of October 2023). Reserve maintained by the bank as at 31 December are as follows:		
Conventional Banking		
Average total demand and time liabilities of October 2023	59,408,682,851	50,687,941,472
Daily basis		
Required reserve (3.5% of ATDTL)	2,079,303,900	1,774,077,952
Actual reserve held (4.75% of ATDTL)	2,821,468,787	2,190,468,685
Surplus / (deficit)	742,164,888	416,390,733
Bi-weekly basis:		
The bank maintained excess cash reserve of Tk.3,442,364,887 in the last fortnight of 2023 (Tk. 2,246,921,455 in the same period of 2022) calculated by summing up excess cash reserve maintained over required CRR on daily basis.		
Islamic Banking		
Average total demand and time liabilities of October 2023	2,386,985,971	1,186,609,311
Daily basis		
Required reserve (3.5% of ATDTL)	83,544,509	41,531,326
Actual reserve held 5.12% of ATDTL	122,322,014	85,916,745
Surplus / (deficit)	38,777,505	44,385,420
Bi-weekly basis:		
The bank maintained excess cash reserve of Tk.456,323,780 in the last fortnight of 2023 (Tk. 662,537,563 in the same period of 2022) calculated by summing up excess cash reserve maintained over required CRR on daily basis.		
4.b Statutory Liquidity Ratio (SLR)		
Conventional Banking		
As per section 33 of the Bank Company Act, 1991 (amended upto 2023) & MPD circular no. 02 dated 10 December 2013 issued by Bangladesh bank with effect from 01 February 2014, the bank has maintained SLR of minimum 13% based on weekly average total demand and time liabilities (ATDTL) of the base month which is two months back of the reporting month (i.e. SLR of December 2023 is based on weekly average balance of October 2023). Reserve maintained by the bank as at 31 December, 2023 are as follows:		
Required reserve (13% of ATDTL)	7,723,128,771	6,589,432,391
Actual reserve held (18.34% of ATDTL)	10,898,442,062	10,109,035,073
Surplus	3,175,313,292	3,519,602,682
4.c Actual reserve held		
Cash in hand	1,421,787,458	1,413,034,463
Excess reserve on CRR	445,121,473	162,951,026
Balance with Sonali Bank (local Currency)	127,974,064	90,178,431
Unencumbered approved securities (HFT)	12,988,273	957,345,582
Unencumbered approved securities (HTM)	8,884,567,194	7,329,594,173
Unencumbered approved securities (other eligible)	6,003,600	155,931,400
	10,898,442,062	10,109,035,073
Islamic Banking		
As per section 33 of the Bank Company Act, 1991 (amended upto 2023) & MPD circular no. 02 dated 10 December 2013 issued by Bangladesh bank with effect from 01 February 2014, the bank has maintained SLR of minimum 5.50% based on weekly average total demand and time liabilities (ATDTL) of the base month which is two months back of the reporting month (i.e. SLR of December 2023 is based on weekly average balance of October 2023). Reserve maintained by the bank as at 31 December, 2023 are as follows:		
Required reserve (5.50% of ATDTL)	131,284,228	65,263,512
Actual reserve held (11.76% of ATDTL)	280,631,548	278,817,354
Surplus	149,347,320	213,553,842
4.c.i Actual reserve held		
Cash in hand	27,878,973	14,454,981
Excess reserve on CRR	26,842,575	38,452,373
Balance with Sonali Bank (local Currency)	-	-
Unencumbered approved securities (HFT)	-	-
Unencumbered approved securities (HTM)	225,910,000	225,910,000
Unencumbered approved securities (other eligible)	280,631,548	278,817,354
	280,631,548	278,817,354
4.d Maturity grouping of Cash		
On demand	4,785,244,938	4,069,530,555
In more than one month but not more than three months	-	-
In more than three months but not more than one year	-	-
In more than one year but not more than five years	-	-
More than 5 years	-	-
	4,785,244,938	4,069,530,555
5 Balance with other banks and financial institutions-Consolidated		
In Bangladesh		
NRB Bank Limited	1,963,218,197	3,402,654,833
NRB Bank Securities-PLC	446,147,388	461,913,263
	2,409,365,585	3,864,568,096
Less: Inter-company Transaction	(579,809,591)	(455,331,341)
	2,029,555,993	3,409,236,754
Outside Bangladesh		
NRB Bank Limited	155,021,978	119,513,093
NRB Bank Securities-PLC	-	-
	155,021,978	119,513,093
Total	2,184,577,970	3,528,749,847
Balance with other banks and financial institutions- the Bank		
Conventional and Islamic banking		
In Bangladesh (Note-5.1)	1,963,218,197	3,402,654,833
Outside Bangladesh (Note-5.2)	155,021,978	119,513,093
	2,118,240,174	3,522,167,925
5.1 In Bangladesh		
Conventional and Islamic banking		
In Current Accounts with		
Banks	222,407,685	156,363,066
Non-bank financial institutions (NBFIs)	-	-
	222,407,685	156,363,066
In Special Notice Deposits Accounts with		
Banks	28,991,180	10,489,842
Non-bank financial institutions (NBFIs)	-	-
	28,991,180	10,489,842
In Fixed Deposit Accounts		
Banks	650,000,000	500,000,000
Non-bank financial institutions (NBFIs)	1,054,100,000	2,732,100,000
	1,704,100,000	3,232,100,000
In Mobile Banking Accounts with		
bkash Limited	7,719,332	3,701,925
	7,719,332	3,701,925
	1,963,218,198	3,402,654,833
5.2 Outside Bangladesh (NOSTRO Accounts)		
Conventional and Islamic banking		
Current accounts		
Habib American Bank, New York	7,982,290	1,040,064
Punjab National Bank, India	25,565,781	33,086,044
Mizuho Bank Ltd, Japan	4,925,588	66,172
Mashreq Bank PSC, New York	57,337,694	15,319,174
Akdi Bank, Turkey	7,937,549	1,549,946
Bank of Huzhou Co. Ltd	152,954	73,632
AB Bank Limited, Mumbai	30,170,874	55,919,258
AXIS Bank Limited, India	18,113,555	10,703,029
BANCA UAE, SPA	1,183,915	1,451,260
National Commercial Bank	160,142	276,679
Mashreq Bank, Dubai	50,837	27,835
Sonali Bank (UK) Ltd	1,440,809	-
	155,021,978	119,513,093
(Details are given in Annexure- B)		
5.a Maturity grouping of balance with other banks and financial institutions		
On demand	1,618,240,175	3,022,167,925
In more than one month but not more than three months	500,000,000	500,000,000
In more than three months but not more than one year	-	-
In more than one year but not more than five years	-	-
More than 5 years	-	-
	2,118,240,175	3,522,167,925
5.i Money at call on short notice		
With banks	-	406,660,000
With non-bank financial institutions (NBFIs)	1,035,200,000	185,400,000
	1,035,200,000	592,060,000
6 Investments-Consolidated		
NRB Bank Limited	14,901,001,007	13,063,656,826
NRB Bank Securities-PLC	632	-
	14,901,001,639	13,063,656,826

	2023 Taka	2022 Taka	
	14,901,001,639	13,063,656,826	
Less: Inter-company Transaction	-	-	
	14,901,001,639	13,063,656,826	
Investments-the Bank			
Government (Note-6.1)	10,267,838,318	8,668,781,155	
Others (Note-6.2)	4,633,162,689	4,394,875,671	
	14,901,001,639	13,063,656,826	
6.a Investments classified as per Bangladesh Bank Circular:			
Held for trading (HFT) (Note-6.b)	1,151,357,524	957,345,582	
Held to maturity (HTM) (Note-6.b)	8,884,567,194	7,329,594,173	
Bangladesh Government Investment SUKUK (Ijarah Sukuk)	231,220,000	381,220,000	
Other securities	4,633,856,289	4,395,497,071	
	14,901,001,639	13,063,656,826	
6.1 Government (Investment in govt. securities)-Consolidated			
NRB Bank Limited	10,267,838,318	8,668,781,155	
NRB Bank Securities-PLC	-	-	
	10,267,838,318	8,668,781,155	
Government (Investment in govt. securities)-the Bank			
conventional and Islamic Banking			
Treasury bills (Note-6.1.1)	1,138,369,251	914,077,430	
Treasury bonds (Note-6.1.2)	8,897,555,467	7,372,862,325	
Bangladesh Government Investment SUKUK (Ijarah Sukuk)	231,220,000	381,220,000	
Prize Bonds	693,600	621,400	
	10,267,838,318	8,668,781,155	
6.1.1 Treasury bills			
Unencumbered	-	890,151,603	
91 days treasury bills	-	23,925,827	
182 days treasury bills	1,138,369,251	-	
364 days treasury bills	-	-	
	1,138,369,251	914,077,430	
6.1.2 Treasury bonds			
Unencumbered	496,522,977	90,921,888	
2 years treasury bond	1,987,779,636	1,777,595,432	
5 years treasury bond	2,476,597,434	1,459,218,710	
10 years treasury bond	1,947,822,715	2,009,757,770	
15 years treasury bond	1,989,032,706	2,035,368,525	
20 years treasury bond	8,897,555,467	7,372,862,325	
	8,897,555,467	7,372,862,325	
6.1.3 (i) Disclosure regarding outstanding repo as on 31 December 2023			
	Agreement Date	Reversal Date	Amount in Taka
Bangladesh Bank	28-12-2023	04-01-2024	572,829,200
Bangladesh Bank	27-12-2023	03-01-2024	614,960,001
Bangladesh Bank(ALS)	28-12-2023	01-01-2024	994,500,000
			2,181,289,201
(ii) Disclosure regarding outstanding reverse repo as on 31 December 2023			
	Agreement Date	Reversal Date	Amount in Taka
	NIL	-	-
			-
(iii) Disclosure regarding overall transaction of Repo and Reverse repo			
	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year
Securities sold under repo:			
With Bangladesh Bank	17,000,000	2,491,969,003	628,620,139
With other Banks & Financial Institutions	99,894,400	1,614,343,527	362,467,543
Securities purchased under reverse repo:			
With Bangladesh Bank	-	-	-
With other Banks & Financial Institutions	62,774,560	722,902,313	65,998,891
6.b Investments classified as per Bangladesh Bank Circular:			
Held for Trading (HFT)			
HFT T-Bills 91 Days	-	890,151,603	-
HFT T-Bills 182 Days	-	23,925,827	-
HFT T-Bills 364 Days	1,138,369,251	-	-
5 Years BGTB			

	2023 Taka	2022 Taka
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.	243,592,811	242,795,935
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) Information in respect of classified loans and advances	-	-
a) Classified loans for which interest/profit not credited to income	-	-
i. (Decrease)/increase of provision (specific)	77,594,674	(244,060,277)
ii. Amount of loan written off	106,524,249	66,279,997
iii. Amount recovered from loans written off	10,332,425	3,088,568
b) Amount of provision kept against loans classified as bad/loss	936,523,509	858,928,836
c) Amount of interest creditable to the interest suspense account	1,426,831,589	985,047,207
xi) Cumulative amount of written off loans	-	-
Opening Balance	66,279,997	66,279,997
Amount written off during the year	40,244,251	-
Closing Balance	106,524,249	66,279,997
The amount of written off loans/investments for which law suit has been filed	99,971,962	61,650,100

	2023 Taka	2022 Taka
8 Fixed assets including premises, furniture and fixtures-Consolidated		
NRB Bank Limited	394,633,693	439,276,521
NRB Bank Securities-PLC	10,385,834	10,264,971
	405,019,527	449,541,492

Fixed assets including premises, furniture and fixtures- the Bank

Conventional and Islamic banking

Cost:	2023 Taka	2022 Taka
Furniture and fixtures	508,209,254	493,200,350
Machinery and Equipment	259,402,262	245,026,422
Computer and Network Equipment	297,483,272	267,443,266
Mobile Phone	4,859,712	4,402,320
Vehicle	63,630,395	63,630,395
Software	199,753,664	190,191,102
	1,333,338,559	1,263,893,855
Less: Accumulated depreciation	938,704,867	824,617,334
Written down value at the end of the year	394,633,693	439,276,521

Details are given in 'Annexure-A'.

	2023 Taka	2022 Taka
9 Other Assets-Consolidated		
Income generating		
NRB Bank Limited	734,485,499	721,694,378
NRB Bank Securities-PLC	-	-
	734,485,499	721,694,378
Non-income generating		
NRB Bank Limited	1,560,375,061	1,272,834,885
NRB Bank Securities-PLC	47,430,946	48,744,394
	1,607,806,007	1,321,579,278
	2,342,291,507	2,043,273,657
Less: Inter-company Transaction	499,999,920	517,314,717
Total	1,842,291,587	1,525,959,940

Other assets -the Bank

Conventional and Islamic banking

Equity Investment	2023 Taka	2022 Taka
NRB Bank Securities PLC (note- 1.4)	499,999,920	499,999,920
Other Income generating		
Income receivable (Note-9.1)	234,485,579	221,694,458
Non-income generating		
Stationery, stamps, printing materials, etc.	3,124,923	3,796,975
Prepaid expenses	37,851,463	27,264,861
Advance rent	144,701,938	121,397,190
Security deposits with other entities	665,212	665,212
Deferred Tax Assets (net of liabilities) (Note-9.2)	862,985,736	882,308,681
Advances to vendors	21,650,950	20,368,509
Advances to staff for expenses	8,785,952	6,976,795
Dividend Receivable	43,646,106	29,517,256
ATM and other fund receivable	52,638,771	14,096,163
Receivable (net off) against Sancharipatra & Bond Encashment	49,699,718	88,872,400
Receivable from NRB Bank Securities-PLC	-	16,116,127
Cash Incentive Receivable on Remittance	310,154,755	24,065,120
Sundry receivables	24,469,537	37,417,595
	1,560,375,061	1,272,834,885
	2,294,860,561	1,994,529,263

	2023 Taka	2022 Taka
9.1 Income receivable		
Interest receivables on Placements	58,981,451	24,977,558
Interest receivables on Government Securities	162,617,514	121,443,970
Interest receivables on Non-government Securities	12,790,181	68,497,722
Interest receivables on Loans & Advances	-	6,564,292
Interest Receivables on Other Bank Balance	96,434	210,917
	234,485,579	221,694,458
9.2 Deferred tax asset (net of liability)-Consolidated		
NRB Bank Limited	862,985,736	882,308,681
NRB Bank Securities-PLC	2,720,361	-
	865,706,097	882,308,681

Deferred tax asset -the Bank

	2023 Taka	2022 Taka
Deferred tax asset (Note-9.2.1)	862,985,736	882,308,681
Deferred tax liability	-	-
	862,985,736	882,308,681

	2023 Taka	2022 Taka
9.2.1 Deferred tax asset		
(A) Temporary timing difference between charging specific provision and writing off Bad/Loss loans	1,053,279,262	926,656,812
Cumulative provision made against classified loans	1,053,279,262	926,656,812
Defeasible temporary difference		
Tax rate	37.5%	40.0%
Deferred tax asset	394,979,723	370,662,725
Opening deferred tax asset	370,662,725	452,986,210
Deferred tax (income)/expense (A)	(24,316,998)	82,323,485
(B) Temporary timing difference between charging general provision loans and off balance sheet and others provisions.		
Cumulative provision made against general provision loans and off balance sheet	677,325,690	625,893,590
Cumulative provision made against diminution in value of investments	444,281,678	464,236,013
Cumulative provision made against other assets	39,138,116	148,614,599
Deductible temporary difference		
Tax rate	37.5%	40%
Deferred tax asset	435,279,557	495,497,681
Opening deferred tax asset	495,497,681	377,907,002
Deferred tax expense/(income)	60,218,124	(117,590,679)
(C) Temporary timing difference in written down value of fixed assets		
Carrying amount of fixed assets	394,633,693	439,276,521
Tax base	481,904,242	479,647,210
Taxable temporary difference	87,270,549	40,370,689
Tax rate	37.5%	40%
Deferred tax assets	32,726,455.86	16,148,276
Opening deferred tax assets	16,148,276	7,122,917
Deferred tax expense/(income)	(16,578,180)	(9,025,358)
9.2.2 Deferred tax expense/(income) (D=A+B+C)	19,322,942	(44,292,552)

	2023 Taka	2022 Taka
10 Non-banking assets		
The Bank was awarded absolute ownership on few mortgaged properties through the verdict of honorable court under section 33(7) of the Arthun Adalat Act 2003. These were recorded as non banking assets as per valuation report submitted by enlisted surveyor "Inspection Engineering & Survey Ltd.". Following are the details		
Non earning asset		
Name of Parties	Asset details	Entitlement on
Al-Fahad Air Ticketing and Medical Tourism Ltd.	133.66 decimals Land	December 12, 2021
		80,196,000
		80,196,000

	2023 Taka	2022 Taka
11 Borrowings from other banks, financial institutions and agents-Consolidated		
NRB Bank Limited	5,138,368,928	5,975,635,034
NRB Bank Securities-PLC	-	-
	5,138,368,928	5,975,635,034

Borrowings from other banks, financial institutions and agents-the Bank

Conventional and Islamic banking

	2023 Taka	2022 Taka
Inside Bangladesh (Note-11.a)	5,138,368,928	5,975,635,034
Outside Bangladesh	-	-
	5,138,368,928	5,975,635,034

	2023 Taka	2022 Taka
11.a In Bangladesh		
Demand Borrowing		
Banks	539,750,000	502,220,000
Non-bank financial institutions (NBFIs)	-	-
	539,750,000	502,220,000
Term Borrowing		
Banks	878,000,000	2,606,660,000
Non-bank financial institutions (NBFIs)	50,000,000	1,400,000,000
	928,000,000	4,006,660,000

From Bangladesh Bank

	2023 Taka	2022 Taka
Borrowings under schemes		
For SME entrepreneurs	39,830,774	25,676,726
For Green Banking	29,591,839	41,428,573
Export development fund (EDF)	1,226,348,905	1,004,751,662
Under SME/DP-2	45,561,578	90,478,156
As salary incentives for export organization	-	22,472,998
For Agricultural Sector	50,000,000	76,038,575
For Large industry & Service Sector	101,113,344	101,113,344
Under SME Stimulus Package	20,000,000	104,795,000

	2023 Taka	2022 Taka
Under 25000 Crore CMSME Re/Pre-financing	1,264,785,833	-
	2,676,118,928	1,466,755,034
Borrowing under ALS		
	994,500,000	-
	3,670,618,928	1,466,755,034
	5,138,368,928	5,975,635,034

	2023 Taka	2022 Taka
11.b Residual maturity grouping of borrowings from other banks, financial institutions and agents		
On demand	2,861,026,396	4,686,778,869
In more than one month but not more than three months	663,906,200	477,675,612
In more than three months but not more than one year	1,613,436,342	811,180,553
In more than one year but not more than five years	-	-
	5,138,368,928	5,975,635,034

	2023 Taka	2022 Taka
12 Deposits and other accounts - Consolidated		
Current deposits /AI-wadeeah current and other accounts		
NRB Bank Limited	17,184,212,128	12,835,513,633
NRB Bank Securities-PLC	-	-
	17,184,212,128	12,835,513,633
Bills payable		
NRB Bank Limited	686,519,018	713,431,060
NRB Bank Securities-PLC	-	-
	686,519,018	713,431,060
Savings bank deposits/Mudarabah savings bank deposits		
NRB Bank Limited	6,319,237,241	5,916,707,228
NRB Bank Securities-PLC	-	-
	6,319,237,241	5,916,707,228
Fixed deposits/Mudarabah fixed deposits		
NRB Bank Limited	42,661,345,228	35,409,047,564
NRB Bank Securities-PLC	-	-
	42,661,345,228	35,409,047,564
	379,809,591	455,331,341
	42,281,535,636	34,953,716,223
Less: Inter-company transactions	-	-
	66,471,504,023	54,419,368,144

	2023 Taka	2022 Taka
Deposits and other accounts-the Bank		
Conventional and Islamic banking		
Current deposits /AI-wadeeah current and other accounts (Note-12.1)	17,184,212,128	12,835,513,633
Bills payable (Note-12.2)	686,519,018	713,431,060
Savings bank deposits/Mudarabah savings bank deposits (Note-12.3)	6,319,237,241	5,916,707,228
Fixed deposits/Mudarabah fixed deposits (Note-12.4)	42,661,345,228	35,409,047,564
Bearer certificates of deposit	-	-
Other deposits	-	-
	66,851,313,615	54,874,699,485

	2023 Taka	2022 Taka
12.1 Current deposits /AI-wadeeah current and other accounts		
Current accounts	14,572,579,109	11,091,954,830
Foreign currency deposits	864,702,175	344,273,061
Deposit margin on facilities	1,746,930,844	1,399,285,743
	17,184,212,128	12,835,513,633

	2023 Taka	2022 Taka
12.2 Bills payable		
Local currency	686,519,018	713,431,060
Foreign currencies	-	-
	686,519,018	713,431,060

	2023 Taka	2022 Taka
12.3 Savings bank deposits/Mudarabah savings bank deposits		
NRB savers	2,924,075,090	2,541,492,948
NRB power savers	1,405,295,016	1,367,806,707
NRB staff	38,109,240	32,129,355
NRB my savings	662,884,676	685,231,204
NRB my study	4,776,973	5,272,316
NRB my salary	219,683,227	208,969,410
NRB my early	40,556,945	46,058,914
NRB pearl	646,174,682	692,559,442
NRB amar shopno	1,101,641	1,117,138
NRB savings	134	8
Mudarabah Savings Account	134,777,473	109,025,816
Mudarabah Salary Account	525,082	282,693
Mudaraba NRBBL Staff Account	862,097	-
Mudaraba Women Account	10,029	-
Bondhu Shasry Account	165,261,502	154,462,422
Bondhu Sonchita Account	70,438,166	69,862,918
Bondhu Student Account	3,716,282	2,425,936
Bondhu my salary	50,777	-
Bondhu amar shopno	937,148	-
Bondhu savings deposit	1,063	-
	6,319,237,241	5,916,707,228

	2023 Taka	2022 Taka
12.4 Fixed deposits		
Fixed deposits	35,79	

	2023 Taka	2022 Taka
Operational Risk	4,776,693,385	4,097,703,177
	53,817,619,051	48,116,774,170
G) Required capital	5,381,761,905	4,811,677,417
H) Capital surplus	3,006,298,172	3,175,356,395
Capital to Risk-Weighted Assets Ratio/Capital adequacy ratio:		
Common Equity Tier- 1 / core capital to RWA against minimum requirement 4.5%	14.33%	15.30%
Tier- 1 / core capital to RWA minimum requirement 6%	14.33%	15.30%
Capital to Risk Weighted Assets against minimum requirement 10%	15.59%	16.60%
Capital to risk weighted assets ratio (CRAR)-the Bank		
The calculation of CRAR under Basel III has been made as per "Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for banks in line with Basel III)" issued by Bangladesh Bank vide its BRPD Circular no. 18 dated 21 December 2014.		
Tier-1 Capital:		
A) Total Common Equity Tier 1 Capital		
Paid up capital	5,905,872,000	5,905,872,000
Statutory reserve	1,199,957,891	923,227,700
Retained earnings	1,027,872,348	932,132,198
	8,133,702,239	7,761,231,898
Less: Regulatory adjustments	419,870,484	396,999,684
A) Total Common Equity Tier 1 Capital	7,713,831,754	7,364,232,214
B) Additional Tier 1 Capital:		
Add: Additional Tier 1 Capital	-	-
Less: Regulatory adjustments	-	-
C) Total Tier-1 Capital	7,713,831,754	7,364,232,214
Tier 2 Capital (Gone - Concern Capital)		
General provision maintained against unclassified loan	571,064,295	516,738,420
General provision on off-balance sheet items	106,261,395	109,155,170
	677,325,690	625,893,590
Less: Regulatory adjustments	-	-
D) Total Tier 2 Capital	677,325,690	625,893,590
E) Total eligible capital(C+D)	8,391,157,445	7,990,125,804
F) Total risk weighted assets (RWA)		
Credit risk		
Balance Sheet Business	43,067,470,207	38,508,789,084
Off- Balance Sheet Business	2,885,567,756	3,325,594,994
	45,953,037,963	41,834,384,078
Market Risk	3,644,103,800	2,760,134,848
Operational Risk	4,766,033,262	4,097,697,775
	54,363,175,031	48,692,216,701
G) Required capital	5,436,317,503	4,869,221,670
H) Capital surplus	2,954,839,942	3,120,904,134
Capital to Risk-Weighted Assets Ratio/Capital adequacy ratio:		
Common Equity Tier- 1 / core capital to RWA against minimum requirement 4.5%	14.19%	15.12%
Tier- 1 / core capital to RWA minimum requirement 6%	14.19%	15.12%
Capital to Risk Weighted Assets against minimum requirement 10%	15.44%	16.41%
15 Statutory reserve		
As per Section 24(1) of the Bank Companies Act, 1991, an amount equivalent to 20% of profit before taxes for the year has been transferred to the statutory reserve fund.		
Opening balance	923,227,700	786,381,698
Add: Addition during the year (20% of PBT)	276,730,191	136,846,002
	1,199,957,891	923,227,700
16 Other reserve		
General Reserve	-	-
Revaluation reserve (Note-16.1)	9,381,865	5,100,679
	9,381,865	5,100,679
16.1 Revaluation reserve		
Held to maturity (HTM) (Note-16.1.1)	8,465,327	3,544,334
Held for trading (HFT) (Note-16.1.2)	916,538	1,556,345
	9,381,865	5,100,679
16.1.1 Reserve for amortization of treasury securities (HTM)		
Opening balance	3,544,334	926,466
Add: Addition during the year	4,920,993	3,243,442
	8,465,327	4,169,908
Less: Adjustment made during the year	-	625,574
	8,465,327	3,544,334
16.1.2 Reserve for revaluation of treasury securities (HFT)		
Opening balance	1,556,345	590,444
Add: Addition during the year	41,176,713	23,549,856
	42,733,057	24,140,299
Less: Adjustment made during the year	41,816,519	22,583,955
	916,538	1,556,345
17 Retained earnings-Consolidated		
Opening balance	929,040,126	813,654,681
Add: Net profit/(loss) for the year	794,365,451	553,085,840
	1,723,405,577	1,366,740,521
Less: Transfer to statutory reserve	276,730,191	136,846,002
Cash Dividend paid	413,411,040	295,293,600
Transfer to start-up fund	7,938,196	5,560,793
	1,025,326,150	929,040,126
Retained earnings-the Bank		
Opening balance	932,132,198	813,753,331
Add: Net profit/(loss) for the year	793,819,577	556,079,262
	1,725,951,775	1,369,832,593
Less: Transfer to statutory reserve	276,730,191	136,846,002
Cash Dividend paid	413,411,040	295,293,600
Transfer to start-up fund	7,938,196	5,560,793
	1,027,872,348	932,132,198
18 Contingent liabilities		
Conventional and Islamic banking		
Acceptances and Endorsements (Note-18.1)	1,782,947,951	2,685,484,777
Letters of Guarantee (Note-18.2)	6,528,794,731	6,805,131,215
Irrevocable letters of credit (Note-18.3)	2,229,511,063	1,424,901,046
Bills for Collection (Note-18.4)	977,388,672	963,690,227
	11,518,642,417	11,879,207,266
18.1 Acceptances and Endorsements		
Acceptances (J/L/C Cash)	343,284,974	1,299,586,877
Acceptances BTB Usance Local Import Bills (Sight Contract)	1,022,116,397	1,203,411,981
Shipping Guarantee	1,360,351	182,485,919
	1,782,947,951	2,685,484,777
18.2 Letters of Guarantee		
Directors	-	-
Government	-	-
Banks and Other Financial Institution	-	-
Others (Customers etc.)	6,528,794,731	6,805,131,215
	6,528,794,731	6,805,131,215
18.3 Irrevocable letters of credit		
Letter of Credit Cash Sight	1,272,450,634	639,659,875
Letter of Credit Cash Usance	156,052,847	177,107,675
Letter of Credit Back to Bank Sight	82,446,821	111,215,795
Letter of Credit Back to Bank Usance	718,560,761	496,917,701
	2,229,511,063	1,424,901,046
18.4 Bills for Collection		
Foreign Documentary Bills Collection	921,696,448	380,266,811
Local Documentary Bills Collection	4,118,325	553,430,930
Local Sight Bills Collection	51,573,899	29,992,487
	977,388,672	963,690,227
19 Interest income - Consolidated		
NRB Bank Limited	5,376,807,237	3,835,851,241
NRB Bank Securities-PLC	19,628,433	8
	5,396,435,670	3,835,851,249
Less: Inter-company transactions	18,841,001	-
	5,377,594,669	3,835,851,249
Interest income-the Bank		
Conventional and Islamic banking		
Interest on advances	5,177,842,452	3,659,287,129
Interest on money at call and short notice	57,551,822	21,162,620
Interest on balance with other banks	16,247,639	8,840,451
Interest on placement with other banks and Financial Institutions	125,165,324	146,561,042
	5,376,807,237	3,835,851,241
20 Interest paid on deposits and borrowings etc. - Consolidated		
NRB Bank Limited	3,914,169,543	2,878,211,397
NRB Bank Securities-PLC	-	-
	3,914,169,543	2,878,211,397
Less: Inter-company transactions	18,841,001	-
	3,895,328,542	2,878,211,397
Interest paid on deposits and borrowings etc.-the Bank		
Conventional and Islamic banking		
Interest on deposits	3,614,800,114	2,612,526,924
Interest on borrowings	299,369,428	265,684,473
	3,914,169,543	2,878,211,397
21 Investment income		
Conventional and Islamic banking		

	2023 Taka	2022 Taka
Income on Govt. Securities	371,400,549	279,742,821
Interest on bonds-Corporate	85,570,067	83,957,722
Capital Gain from trading in Govt. Securities	126,980,500	105,095,898
Capital Gain from sale of quoted Securities	1,966,296	18,063,779
Dividend on shares	111,699,713	91,846,760
	697,617,125	578,706,980
22 Commission, exchange and brokerage-Consolidated		
NRB Bank Limited	1,011,798,214	755,730,972
NRB Bank Securities-PLC	1,804,788	10,796
	1,013,603,002	755,741,768
Less: Inter-company transactions	154,083	-
	1,013,448,920	755,741,768
Commission, exchange and brokerage-the Bank		
Conventional and Islamic banking		
Fees, commission and charges (Note-22.1)	593,524,017	481,246,906
Exchange gain (net off exchange loss)	418,274,197	274,484,067
Brokerage	-	-
	1,011,798,214	755,730,972
22.1 Fees, commission and charges		
Conventional and Islamic banking		
Loan processing fees	9,258,819	20,586,564
Service charges	259,548,159	119,998,941
Early settlement fees	1,065,406	1,158,529
Cards fees and charges (net of cards credit expenses)	151,539,776	152,630,785
Commission on general banking (PO, FDD, Remittance etc.)	22,528,543	11,494,948
Commission on trade business (L/C, L/G, Acceptance)	149,583,314	175,377,138
	593,524,017	481,246,906
23 Other operating income-Consolidated		
NRB Bank Limited	69,742,203	33,047,565
NRB Bank Securities-PLC	30,304	-
	69,772,507	33,047,565
Less: Inter-company transactions	-	-
	69,772,507	33,047,565
Other operating income-the Bank		
Conventional and Islamic banking		
Rebate on nostro account	10,722,452	8,902,299
Swift charge recovered	7,761,230	6,355,952
Postage/telex charge recovered	2,016,725	2,077,217
Gain from sale of fixed assets	15,000	-
Other Income - PF Forfeiture	20,800,000	-
Non operating income	28,426,796	15,712,097
	69,742,203	33,047,565
24 Salaries and allowances-Consolidated		
NRB Bank Limited	1,029,932,680	843,836,929
NRB Bank Securities-PLC	6,715,305	806,452
	1,036,647,985	844,643,381
Less: Inter-company transactions	-	-
	1,036,647,985	844,643,381
Salaries and allowances-the Bank		
Conventional and Islamic banking		
Basic salary	423,834,484	351,770,224
Allowances	454,735,163	392,108,913
Performance bonus	28,831,386	-
Festival bonus	69,108,492	55,161,123
Bank's Contribution to provident fund	32,168,528	27,640,684
Contribution to gratuity fund	21,254,627	17,155,985
	1,029,932,680	843,836,929
*The number of regular employees engaged for the whole year or part thereof who received a minimum total remuneration of BDT 36,000 p.a. was 817 at the end of December 2023 and 728 at the end of December 2022.		
25 Rent, taxes, insurance, electricity etc.-Consolidated		
NRB Bank Limited	275,433,281	260,271,146
NRB Bank Securities-PLC	3,486,450	533,600
	278,919,731	260,804,746
Less: Inter-company transactions	-	-
	278,919,731	260,804,746
Rent, taxes, insurance, electricity etc.-the Bank		
Conventional and Islamic banking		
Rent, rate and taxes	206,440,450	199,975,694
Insurance premium	33,978,652	32,971,577
Utilities	35,014,179	27,323,885
	275,433,281	260,271,146
26 Legal and professional expenses-Consolidated		
NRB Bank Limited	2,466,254	1,502,017
NRB Bank Securities-PLC	225,918	-
	2,692,172	1,502,017
Legal and professional expenses-the Bank		
Conventional and Islamic banking		
Legal expenses	110,910	419,048
Other professional expenses	2,355,344	1,082,969
	2,466,254	1,502,017
27 Postage, stamps, telecommunication etc.-Consolidated		
NRB Bank Limited	35,413,816	28,391,190
NRB Bank Securities-PLC	492,794	-
	35,906,610	28,391,190
Less: Inter-company transactions	-	-
	35,906,610	28,391,190
Postage, stamps, telecommunication etc.-the Bank		
Conventional and Islamic banking		
Postage & Courier charges	3,998,617	3,454,087
Telephone	2,842,673	2,644,575
Swift and Bloomberg charges	11,692,742	5,490,023
Network link, internet, DC and DR	16,879,784	16,802,505
	35,413,816	28,391,190
28 Stationery, printing, advertisements etc.-Consolidated		
NRB Bank Limited	42,217,856	29,773,390
NRB Bank Securities-PLC	94,685	190,784
	42,312,541	29,964,174
Less: Inter-company transactions	-	-
	42,312,541	29,964,174
Stationery, printing, advertisements etc.-the Bank		
Conventional and Islamic banking		
Printing and stationery	20,587,294	15,858,834
Publicity and advertisement	8,429,281	5,253,385
Promotional Expense	13,201,281	8,661,171
	42,217,856	29,773,390
29 Managing Director's salary and allowances (Bank only)		
Basic salary	6,363,624	6,331,158
Allowances	5,036,376	5,015,271
Performance bonus	1,000,000	-
Festival bonus	1,260,604	1,000,000
Bank's Contribution to provident fund	-	50,000
	13,660,604	12,396,429
30 Directors' fees and other expenses-Consolidated		
NRB Bank Limited	5,524,264	4,024,820
NRB Bank Securities-PLC	229,534	-
	5,753,798	4,024,820
Directors' fees and other expenses-the Bank		
Meeting attendance fees	4,419,122	3,344,000
Other expenses	1,105,142	680,820
	5,524,264	

41 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 (IAS) - 24 (related party disclosures) and as defined in the BRPD Circular no. 14 dated 25 June 2003. Related party information are given below:
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	Percentage of holding/ interest in the concern								
Mr. Mohammed Mahtabur Rahman	Chairman	Al Haramain Perfumes LLC, UAE	Managing Director	100%								
		Al Haramain Perfumes Holding LLC, UAE	Owner	100%								
		Al Haramain Perfumes MFG & Oudh Processing Industry LLC, UAE	Managing Director	49%								
		Al Halal Perfumes Industry LLC, UAE	Managing Director	25%								
		Al Halal Perfumes LLC, UAE	Managing Director	49%								
		Al Haramain Trading L.L.C, UAE	Managing Director	51%								
		Oud Al Haramain LLC, UAE	Managing Director	100%								
		Al Haramain Perfumes Int'l W.L.L., Kuwait	Managing Director	49%								
		Noor Al Haramain Perfumes Company W.L.L., Kuwait	Managing Director	49%								
		Al Haramain Perfumes LLC, Oman	Managing Director	70%								
		Al Haramain Perfumes, W.L.L., Qatar	Managing Director	49%								
		Al Haramain Perfumes S.P.C, Bahrain	Managing Director	50%								
		Al Haramain Perfumes Pvt. Ltd., Bangladesh	Chairman	0.50%								
		Al Haramain Hospitals Pvt. Ltd., Bangladesh	Chairman	0.10%								
		Al Haramain Tea Co. Ltd., Bangladesh	Chairman	-								
		Al Arafah Islami Bank Limited, Bangladesh	Sponsor	0.93%								
		Al Haramain Perfumes, London	Director	-								
		Al Haramain Perfumes Inc, New York, USA	Managing Director	-								
		Mr. Golam Kabir	Vice Chairman	Kahir Auto Export Co. Ltd., Japan	President	100%						
				Ocean Auto Limited, Dhaka, Bangladesh	Proprietor	100%						
K M Global Limited, Dhaka, Bangladesh	Managing Director			50%								
K M International	Proprietor			100%								
International institute for asian peace	Proprietor			100%								
Soft Bangla Ltd.	Chairman			50%								
Al Anood Perfumes Co., Dubai, UAE	Partner			24%								
M/S. Md. Jamil Iqbal, Bangladesh	Proprietor			100%								
M/S. JI Stone Supplier, Bangladesh	Proprietor			100%								
M/S. New Matri Stone Crushing, Bangladesh	Proprietor			100%								
Mr. Al Ahmed	Director	Jamil Iqbal Ltd.	Chairman	50%								
		Mirravale Holding Ltd.	Director	55%								
		BJ Browning Business Ltd.	Director	55%								
		AAB Estates Ltd.	Director	100%								
		AA Express Food Dist. Ltd.	Director	75%								
		Father Realty Corporation (Commercial Building), USA	Proprietor	100%								
		Amin Realty Corporation (Commercial Building), USA	Proprietor	100%								
		Hirapur Realty Corporation (Commercial Building), USA	Proprietor	100%								
		Surma Realty Corporation (Commercial Building), USA	Proprietor	100%								
		Indian Spice (Indian Restaurant), USA	Proprietor	100%								
Mr. Khandakar R. Amin	Director	India Place (Indian Restaurant), USA	Proprietor	100%								
		Chile's Chocolate (Mexican Restaurant), USA	Proprietor	100%								
		Gallitos Express (Mexican Restaurant), USA	Proprietor	100%								
		Gallitos Mexicans (Restaurant), USA	Proprietor	100%								
		Hotel New York (Residential), Dhaka	Proprietor	100%								
		KH Carbon Factory, Faridpur	Proprietor	100%								
		Khandakr Aquaculture Ltd, Noakhali	Proprietor	100%								
		Amin CNG Filling Station, Noakhali	Proprietor	100%								
		Amin Gas Station, Noakhali	Proprietor	100%								
		Cafe New York, Noakhali	Proprietor	100%								
Mr. Mohammed Jahed Iqbal	Director	Dhaka New York Agro Fishers Ltd., Noakhali	Proprietor	100%								
		M/S. Md. Jahed Iqbal	Proprietor	100%								
		Jahed Iqbal Ltd. UK	Director	100%								
		Desert Star Trading LLC	Partner	24%								
		Jamil Iqbal Ltd., Bangladesh	Managing Director	50%								
		Anurag Property Development Ltd.	Chairman	50%								
		Iqbal Logistics Ltd.	Managing Director	50%								
		J.I. Trading & Co.	Proprietor	100%								
		Iqbal Tours & Travels	Proprietor	100%								
		Jahed Construction UK Ltd.	Director	100%								
Mr. Imtiaz Ahmed*	Director	Easy Let Early Sale, UK	Director	100%								
		Mr. Imtiaz Ahmed & Mrs. Akhtar Nasim Ahmed (LPP), UK	Private Partnership	50%								
		Mr. Abdul Karim	Director	Hassan Shahin Ahmed Perfumes L.L.C. Dubai, UAE	Proprietor	100%						
				Khan and Son Services Inc	Owner	100%						
				Khan and Son Property LLC, USA	Owner	100%						
				Estate of Fatur Khan, USA	Owner & CEO	50%						
				Dr. Mohammed Ehsanur Rahman	Director	Al Haramain Trading L.L.C, UAE	Director/Partner	-				
						Al Haramain Hospital Pvt Ltd., BD	Managing Director	20%				
						Al Haramain Perfumes Pvt Ltd., UAE	Director	20%				
						Hamidia Tea State Ltd., BD	Director	33%				
Al Haramain Trading Company LLC, UAE	Director					10%						
Al Haramain Perfumes Pvt. Limited, BD	Director					20%						
Al Haramain Hospital Pvt. Ltd., BD	Director	20%										
Hamidia Tea Company Ltd., BD	Director	33%										
NRBC Bank Limited, BD	Shareholder	1.70%										
Al Haramain Perfumes Group LLC, UAE	Director	Nominated										
Ms. Bayzun N Chowdhury	Director	Sonali Securities Ltd	Director	20%								
		Al Haramain Perfumes Pvt. Ltd., BD	Director	Nominated								
		Al Haramain Hospital Pvt. Ltd., BD	Advisor	Nominated								
		Dr. Rifa Jaigirdar	Director	Al Haramain Hospital Pvt Ltd., BD	Deputy Managing Director	Nominated						
				Kisapad Ltd., London, UK	Director & Chairman	20%						
				Auditream Ltd. UK	Director & Chairman	25%						
				Mr. Md. Abdul Jali Chowdhury	Independent Director	Nil	Nil	Nil				
						Mr. Md. Mottor Rahman	Independent Director	Nil	Nil	Nil		
								Dr. Md. Kamrul Ahsan	Independent Director	Nil	Nil	Nil
										Mr. Mamoon Mahmood Shah**	Managing Director & CEO	Nil

Resigned from the Board of Directors on 18 January 2024.*
Tenure expired on 02 February 2024.**
i) Significant contracts where Bank is a party & wherein Directors have interest : Nil
ii) Shares issued to Directors and Executives without consideration or exercisable at discount : Nil
iii) Lending Policies to Related Parties : Related parties are allowed Loans and Advances as per General Loan Policy of the Bank
iv) Business other than Banking business with any related concern of the Directors as per Section-18(2) of the Bank Company Act 1991 : Nil
v) Investments in the Securities of Directors and their related concern : Nil

Related party transactions
Related party transaction is a transfer of resources, services, or obligations between related parties, regardless of whether a price is charged as per IAS 24 'Related Party Disclosures'. The Bank in normal course of business had transactions with other entities that fall within the definition of 'Related Party' as contained in IAS 24 and as defined in BRPD circular no. 04 dated 23 February 2014.

The significant related party transactions during the year were as follows:
A) Funded & Non-funded facilities: Nil
B) Transactions relating to procurement, service & rent:

Name of the Company/ Person	Nature of Transactions	Amount of Transaction made in 2023
Md Abdur Rahim	Rental payment for NRBBL Barlekha Br., Sylhet.	163,080

i) Significant contracts where Bank is a party & wherein Directors have interest : Nil
ii) Shares issued to Directors and Executives without consideration or exercisable at discount : Nil
iii) Lending Policies to Related Parties : Related parties are allowed Loans and Advances as per General Loan Policy of the Bank
iv) Business other than Banking business with any related concern of the Directors as per Section-18(2) of the Bank Company Act 1991 : Nil
v) Investments in the Securities of Directors and their related concern : Nil
C) Inter-company balances between NRBBL and subsidiary:

Name of Subsidiary	Nature of Transaction	Balance as at 31-12-2023
NRB Bank Securities PLC	Deposits	379,809,591

Schedule of fixed assets

as at 31 December 2023

Particulars	Cost				Rate of Depreciation	Accumulated Depreciation			Written down value as at 31 December 2023
	Balance as at 1 January 2023	Additions during the year	Disposal/adjustment during the year	Balance as at 31 December 2023		Balance as at 1 January 2023	Charged during the year	Disposal/adjustment during the year	
Tangible assets:									
Furniture and fixture	493,200,349	15,008,904	-	508,209,254	10%	247,008,043	46,486,183	-	293,494,225
Machinery and equipment	245,026,422	14,431,394	(55,554)	299,402,262	20%	181,893,622	21,681,808	(55,554)	203,519,876
Computer and network equipment	267,443,267	30,040,006	-	297,483,273	20%	180,686,684	28,831,594	-	209,518,278
Mobile Phone	4,402,320	457,392	-	4,859,712	50%	3,435,312	802,648	-	4,237,960
Vehicle	63,630,395	-	-	63,630,395	20%	47,759,530	5,332,094	-	53,091,624
Intangible assets:									
Software	190,191,102	9,562,562	-	199,753,664	12.5%	163,854,143	11,008,760	-	174,862,903
As at 31 December 2023	1,263,893,855	69,500,258	(55,554)	1,333,338,560		824,617,334	114,143,087	(55,554)	938,704,866
As at 31 December 2022	1,127,197,100	136,696,756	-	1,263,893,855		703,526,470	121,090,864	-	824,617,334

Balance with other banks-Outside Bangladesh (Nostro Account)

as at 31 December 2023

Name of the Bank	Account type	Currency type	2023			2022		
			FC amount	Exchange rate	Equivalent Taka	FC amount	Exchange rate	Equivalent Taka
Habit American Bank, New York	CD	USD	72,731.57	109.75	7,982,289.81	10,174.76	102.22	1,040,063.97
Punjab National Bank India	CD	ACU USD	146,951.12	109.75	16,127,885.42	256,259.31	102.22	26,194,826.67
Punjab National Bank India	CD	ACU EUR	77,451.60	121.86	9,437,895.70	63,551.60	108.44	6,891,217.75
Mizhuo Bank Ltd, Japan	CD	JPY	6,365,453.00	0.77	4,925,587.53	87,045.00	0.76	66,171.61
Mashreq Bank PSC, New York	CD	USD	522,439.03	109.75	57,337,683.51	149,864.74	102.22	15,319,173.69
Akif Bank, Turkey	CD	GBP	13,110.76	140.41	1,840,936.88	3,958.04	122.80	486,035.04
Akif Bank, Turkey	CD	EUR	50,031.53	121.86	6,096,612.10	9,811.51	108.44	1,063,911.09
Bank of Huzhou Co. Ltd., Bangladesh	CD	RMB	9,951.42	15.37	152,954.32	5,025.99	14.65	73,631.76
AB Bank Limited, Mumbai	CD	ACU USD	274,905.46	109.75	30,170,874.24	547,048.11	102.22	55,919,257.80
AXIS Bank Limited, India	CD	ACU USD	165,043.78	109.75	18,113,554.86	104,705.82	102.22	10,703,028.92
BANCA UBAE, SPA	CD	EUR	9,715.74	121.86	1,183,915.38	13,383.69	108.44	1,451,260.43
National Commercial Bank	CD	SAR	5,471.81	29.27	160,141.82	10,171.81	27.20	276,679.34
Mashreq Dubai	CD	AED	1,701.00	29.89	50,837.28	1,000.00	27.83	27,834.70
Sonali Bank (UK) Ltd	CD	USD	2,000.00	109.75	219,500.00	-	-	-
Sonali Bank (UK) Ltd	CD	GBP	8,697.90	140.41	1,221,308.67	-	-	-
					155,021.978			119,513,093

Highlights on the overall activities

as at 31 December 2023

Sl. No.	Particulars	2023	2022
1	Paid-up capital	Taka 5,905,872,000	5,905,872,000
2	Total capital (Tier-1 & Tier-2)	Taka 8,391,157,445	7,990,125,904
3	Surplus (Shortage) Capital	Taka 2,954,839,942	3,120,904,134
4	Total assets	Taka 85,680,280,234	73,252,176,417
5	Total deposits	Taka 66,851,313,615	54,874,699,485
6	Total loans and advances	Taka 60,070,903,860	49,490,759,327
7	Total contingent liabilities and commitments	Taka 11,518,642,417	11,879,207,266
8	Loans to liabilities ratio (AD Ratio)	% 85.34%	84.42%
9	Percentage of classified loans against total loans and advances	% 4.98%	3.22%
10	Profit after tax and provision	Taka 793,819,577	556,079,262
11	Classified loans during current year	Taka 2,992,633,895	1,592,182,991
12	Provisions kept against classified loans	Taka 1,053,279,262	926,656,812
13	Provision surplus/(deficit) against classified loans	Taka -	-
14	Cost of fund (Interest expenses/Average deposits and borrowings)	% 5.89%	5.39%
15	Interest earning assets	Taka 78,431,105,051	66,772,591,620
16	Non-interest earning assets	Taka 7,249,175,183	6,479,584,796
17	Return on assets (ROA) [PAT/ Average assets]	% 1.00%	0.82%
18	Income from investment	Taka 697,617,125	578,706,980
19	Return on investment (ROI)	% 4.99%	4.94%
20	Earnings per share	Taka 1.34	0.94
21	Net income per share	Taka 1.34	0.94
22	Price Earning Ratio	% Not Applicable	Not Applicable

Islamic Banking Operations

as at for the year ended 31 December 2023

The bank runs Islamic Banking Operation as per Islamic Shariah and Bangladesh Bank Islamic Banking Guideline. Islamic Banking operation is committed to follow the accounting principles that refrain from interest.

1 Deposit Collection and Income Sharing Ratio (ISR) based Profit Distribution
For procuring funds from depositors, our Islamic Banking follows Al-Wadiah and Mudarabah principles. In case of Al-Wadiah Account, profit and loss are not shared with the customer. But for Mudarabah accounts, NRB Bank is following Income Sharing technique to distribute profit among the depositors.
The Income Sharing Ratio (ISR) is a unique module for income distribution among the Mudarabah Depositors, where the rate of profit is directly linked to the investment income of Islamic Banking operations. Our module offers pre-defined Income Sharing Ratio (ISR) for each type of depositor and the Bank. The ISR determines the portion of income for each type of depositor and the Bank. For example, the ISR of 75 : 25 would mean that 75% of distributable income is to be shared by the concerned depositors and the rest 25% to be shared by the Bank. The ISR between each type of Mudarabah depositors and the Bank are duly disclosed at the time of Account opening and/or beginning of the concerned year. Profit rate is emerged at actual, as derived from the income fetched from deployment of the concerned fund. As such our rate of profit on deposit under Islamic Banking is nothing but a post facta expression of the respective agreed sharing ratios. Our profit rate is an output based on the Bank's earning on investment.

2 Investment Operation and Return Thereon
Investments of our Islamic Banking are broadly categorized in the following two types in respect of charging (rate of) return:
*Fixed return based investment
Fixed return based investment system is applicable for our Bai-Murabaha Investment mode. Under this mode, Bank sells the goods to a client at a fixed profit/mark-up on deferred payment. Hire Purchase Shirkatul Melk (HPSM) is also a fixed return based investment mode. In this case rate of rent is fixed but amount of rent becomes variable on the basis of diminishing balance method.

3 Income/Revenue Recognition Principle
The bank earns income from various sources such as charges, fees, commission and investment income. To recognize all sorts of income, Bank follows Shariah principle strictly. Usually charges, fees & commission etc. are recognized on actual basis. Recognition of income from investment follows principles as under:
For Bai-Murabaha Investment
While creating each deal, in case of Bai-Murabaha mode of investment, markup/profit is added to the bank's purchase cost with a credit to unearned income A/c. Thereafter time apportionment of profit is recognized out of the unearned income amount at the end of each month on accrual basis. Allowance (rebate) for early repayment, if any, may however be applied at Bank's discretion.
For Hire Purchase Shirkatul Melk (HPSM) Investment
In case of HPSM mode of investment rent is charged and taken into income account at the end of each month on accrual basis. If the account has a provision of gestation year, generally no income is earned during the year. In this case income starts just after the end of gestation year. However rent is chargeable in spite of gestation, if the delivery of asset is completed in usable condition such as a machine or a set of machinery or building etc.
All accrual income is subject to prevailing classification and provisioning rules of Bangladesh Bank.

4 Cost Recognition Principle
Cost in respect of profit paid on deposit is recognized on accrual basis. Monthly accruals in this respect are calculated on the basis of Income Sharing Ratio. Other costs are also recognized on the accrual basis following the matching concept of Accounting.
To ensure/ supervise Shariah compliance in Islamic banking operation, NRB Bank has a knowledgeable Shariah Supervisory Committee comprising renowned Fuqaha, Islamic bankers and academicians conversant in Islamic Economics & Finance.

Balance Sheet

as at 31 December 2023

	Notes	2023 Taka	2022 Taka
PROPERTY AND ASSETS			
Cash	5	152,982,024	103,152,764
Bills purchased and discounted		27,878,973	14,454,981
Balance with other banks and financial institutions	6	159,049	205,858
Investments in Shares and Securities	7	225,910,000	225,910,000
Government		225,910,000	225,910,000
Others		-	-
Investments	8	2,160,048,822	1,162,893,754
General investments		2,160,048,822	1,162,893,754
Bills purchased and discounted		-	-
Fixed assets including premises, furniture and fixtures	9	4,703,478	5,368,640
Other assets	10	289,114,875	2,019,852
Total assets		2,832,918,048	1,499,550,866
LIABILITIES AND CAPITAL			
Liabilities			
Placement from other banks, financial institutions and agents		-	-
Deposits and other accounts	11	2,693,056,079	1,309,780,178
Al-Wadeeah Current Account and other accounts		251,792,579	56,471,231
Bills payable		136,438,563	31,645,093
Mudarabah Savings deposits		136,174,680	109,308,510
Mudarabah Term Deposit Account		2,168,650,256	1,112,355,343
Other liabilities	12	139,861,969	189,770,688
Total liabilities			