

**Auditor's Report & Financial Statements
Of**

BASIC Bank Limited

**Sena Kalyan Bhaban (5th Floor), 195 Motijheel C/A,
Dhaka-1000.**

For the Year Ended December 31, 2023.



**Independent Auditor's Report
To the Shareholders of BASIC Bank Limited
Report on the Audit of the Financial Statements**

Opinion

We have audited the financial statements of BASIC Bank Limited (the Bank), which comprise the balance sheet as of 31 December 2023, a and profit & loss account, a statement of changes in equity, and a statement of cash flows for the year that ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Bank as of 31 December 2023 and of its financial performance and its cash flows for the year that ended as per International Financial Reporting Standards (IFRSs) as explained in note 2.

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 Financial Statements section of our report. We are independent of the Bank in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code), 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.

Emphasis of matter

We draw attention to the following matters disclosed in the financial statements. Our opinion, however, is not modified in respect of those matters.

- Note 14.3 to the financial statements which describe the risk-weighted assets and capital ratios as defined in Basel Capital Accord which shows that the Bank has failed to maintain required capital. Regulatory capital has been calculated by the Bank in accordance with Bangladesh Bank's approval vide its Letter No. DOS(CAMS) 1157/41(Dividend)/2024-1839, dated-30 April 2024 and Letter No. DOS(CAMS)1157/1(II)-C/2023-2209, dated-30 April 2023. Bangladesh Bank has allowed a deferral facility to the Bank for maintaining a provision shortfall of Taka 5,343.03 crore against loans and advances till the finalization of the Financial Statements of 2024 of the Bank.





- Notes 7, 7.7, 13.1, and 34 to the financial statements which describe the total loans and advances and provision thereon. The total required provision as per Bangladesh Bank is Taka 5,879.23 crore. The Bank has maintained an amount of Taka 536.20 crore. The difference is Taka 5,343.03 crore against loans and advances which is disclosed in Note 7.7 and 13.1 of the financial statement. The justification behind not maintaining the required provision was the insufficiency of the bank's capital/equity to maintain the required provision. During the year the Bank has written off loans & advance amounts to Taka 476.42 crore.
- The Bank provided us with a list of 60 (Sixty) loan clients/accounts files of the Bank of its Gulshan, Shantinagar, Dilkusha, Babubazar, Main Branch of Dhaka and Agrabad branch of Chittagong, loans for which were sanctioned and disbursed/renewed during the period from 2010-2014 without complying with relevant policies, procedures of the Bank, the rules and regulations of the Bangladesh Bank, etc. Investigation on all of those loan clients/accounts files is still being carried out by the Anti-Corruption Commission, Bangladesh. In the interest of said investigation, the Bank has informed us that all those files containing original documents, records, instruments, etc. were seized and taken by the Anti-Corruption Commission, Bangladesh. However, during our audit period, we have obtained recent updates on these clients and found that among these 60 parties, 42(Forty-Two) clients have a loan outstanding amounting to Taka 3,951.92 Crore which is bad/losses, and loans of the remaining 18 (Eighteen) parties have been written off as per guidelines of Bangladesh Bank.
- Note 16 to the financial statements which describes the share money deposit of Taka 2,600 Crore is yet to be converted into paid-up share capital due to pending approval of an increase in authorized capital by RJSC. However, this amount has been considered as share capital while calculating EPS following circular **bs 146/ এফআরসি/ প্রশাঃ/ প্রজ্ঞাপন/ 2020/ 01** dated 11 February 2020 from the Financial Reporting Council (FRC).
- We draw attention to Note-2.9.9 of the financial statements where the management has described the possible effects of IFRS 16 "Leases".
- The Bank has signed a Memorandum of Understanding (MOU) with Bangladesh Bank vide ref. no- 53.09.000.827.99.000.23.005, dated- 03 January 2023 under which the Bank is trying to maintain the requirements of MOU.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in the audit of the financial statements for the year ended 31 December 2023. These matters were addressed in the context of the audit of the financial statements, and in forming the Auditors' opinion thereon, and we do not provide a separate opinion on these matters. For each matter below our description of how our audit addressed the matter is provided in that context.





Description of key audit matters	Our response to key audit matters
Measurement of provision for loans and advances	
<p>The process for estimating the provision for loans & advances portfolios associated with credit risk is judgmental and complex. While estimating such provision certain judgmental factors need to be considered including:</p> <ul style="list-style-type: none"> • Future business performance of the borrower; • Key assumptions relating to the further business performance of the borrower; • Market value of the collateral; • Ability to repossess collateral; and • Recovery rates. <p>Furthermore, these provisions are processed manually using the voluminous data extracted from the IT system of the Bank and following the instructions of Bangladesh Bank (the central bank of Bangladesh) issued from time to time.</p> <p>Due to the high level of judgment involved and using some manual process in estimating the provision for loans and advances, we considered this to be a key audit matter.</p> <p>For individually assessed provisions, the measurement of the provision may be dependent on the valuation of collateral, estimates of exit values, and the timing of cash flows.</p> <p>Provision measurement is primarily dependent upon key assumptions relating to the probability of default, the ability to repossess collateral, and recovery rates.</p> <p>At the year's end, the Bank reported total loans and advances of Taka 13,152.48 crore (2022: Taka 13,459.54 crore) and provision for loans and advances of Taka 536.20 crore (2022: Taka 971.95 crore) respectively. We have focused on the following significant judgments and</p>	<p>We tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> • Credit monitoring and provisioning process; • Identification of loss events, including early warning and default warning indicators; and • Review of quarterly Classification of Loans (CL). • Follow Bangladesh Bank's circular and guidelines; • Furthermore, obtained the recent updates of the clients under investigation by the Anti-Corruption Commission, Bangladesh. Among these 60 (Sixty) loans accounts, 42 (Forty-Two) clients have loan outstanding amounting to Taka 3,951.92 Crore, classified as bad/loss, and loans of the remaining 18 (Eight-teen) parties have been written off as per guidelines of Bangladesh Bank. <p>Our substantive procedures in relation to the provision for loan and advances portfolio comprised the following:</p> <ul style="list-style-type: none"> • Reviewed the adequacy of the bank's general and specific provisions; • Assessed the methodologies on which the provision amounts are based, checked the calculations of the provisions, and tested the completeness and accuracy of the underlying information. • Assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines. • Finally, compare the amount of provision requirement as determined by the





<p>estimates that could give rise to material misstatement or management bias:</p> <ul style="list-style-type: none"> Completeness and timing of recognition of loss events following criteria set out in BRPD circular no 14, dated 23 September 2012, BRPD circular no. 03 dated 21 April 2019, BRPD circular no. 17 dated 28 September 2020, BRPD circular no. 56 dated 10 December 2020 and BRPD Circular no. 51 dated 18 December 2022, BRPD Circular no. 3 dated 31 January 2021, BRPD Circular No. 5 dated 24 March 2021, and no, 51 dated 29 December 2021, BRPD Circular Letter No. 53 dated 30 December 2021, and BRPD Circular No. 14 dated 22 June 2022. The Bank provided us with a list of 60 (Sixty) loan clients/accounts files of the Bank loans that were sanctioned and disbursed/renewed during the period from 2010-2014. Investigation on all of those loan clients/accounts files is still being carried out by the Anti-Corruption Commission, Bangladesh. 	<p>Bangladesh Bank inspection team to the actual amount of provision maintained.</p>
<p>See notes no 7, 7.7, 13.1, and 34 to the financial statements.</p>	
<p>Loans and advances</p>	
<p>Loans and advances are the main elements of the financial statements of the Bank. The income of the Bank is mainly dependent on the portfolio of loans and advances. Management performance is highly dependent on the target achievement of loans and advances. Loan disbursement requires robust documentation followed by approval from the appropriate level of authority. We have identified loans and advances as key audit matters because there is an inherent risk of fraud in the disbursement of loans and advances by management to meet specific targets or expectations. In addition, the bank reported a non-performing loan of Taka 8,332.75 crore, 7.01% higher than the previous year (2022: Taka</p>	<p>We tested the design and operating effectiveness of key controls focusing on credit appraisal, loan disbursement procedures, and monitoring process as well as the percentage of non-performing loans and advances.</p> <p>We have performed procedures to check whether the Bank has ensured appropriate documentation as per Bangladesh Bank regulations and the Bank's policy before disbursement of loans and advances. In addition, we have performed procedures to check whether the loans and advances are recorded completely and accurately and that are exist at the reporting date. Furthermore, we have assessed the</p>





7,786.65 crore), which is 63.35% of the total loans and advances.	appropriateness of disclosure against Bangladesh Bank guidelines.
See notes no 7, 7.7, 13.1, and 34 to the financial statements.	
Recognition of interest income	
<p>Recognition of interest income has a significant and wide influence on financial statements. Recognition and measurement of interest income has involvement in complex IT environments. We identify recognition of interest income from loans and advances as a key audit matter because this is one of the key performance indicators of the Bank and therefore there is an inherent risk of fraud and error in recognition of interest by management to meet specific targets or expectations.</p> <p>The bank has reported an interest income of Taka 499.99 crore which is 19.70% lower than the previous year (2022: Taka 622.63 crore). As such, EPS has decreased 2.20 times as compared to last year.</p> <p>The Bank has reported Taka 330.90 crore as investment income, commission, exchange brokerage, and other operating income which is 12.46% lower than the previous year (2022: Taka 378 crore).</p> <p>Accordingly, this has been considered a key audit matter.</p>	<p>We tested the design and operating effectiveness of key controls over the recognition and measurement of interest on loans and advances.</p> <p>We performed a test of operating effectiveness on automated control in place to measure and recognize interest income. We have also performed substantive procedures to check whether interest income is recognized completely and accurately. We assessed the appropriateness and presentation of disclosure against relevant accounting standards and Bangladesh Bank guidelines.</p> <p>Finally, we also conducted substantive analytical procedures to assess the reasonableness of interest recognized during the year with reference to the product-wise outstanding loan balances.</p>
See note no 19 to the financial statements	
Measurement of deferred tax assets (DTA)	
<p>At the year-end of 31 December 2023, the Bank reported total deferred tax assets of Taka 89.71 crore (31 December 2022: Taka 88.96 crore) and deferred tax income during the year of Taka 0.75 crore (2022: 6.83 crore) Significant judgment is required in relation to deferred tax assets as their recoverability is dependent on forecasts of future profitability over a number of years.</p>	<p>We obtained an understanding, evaluated the design, and tested the operational effectiveness of the Bank's key controls over the recognition and measurement of DTAs and the assumptions used in estimating the Bank's future taxable income. We also assessed the completeness and accuracy of the data used for the estimations of future taxable income. The Bank has sufficient taxable profit to recover the deferred tax assets in the</p>





Accordingly, this has been considered a key audit matter.	foreseeable future. We involved tax specialists to assess key assumptions, controls, recognition, and measurement of DTA's. Finally assessed the appropriateness and presentation of disclosures against IAS 12 Income Tax.
See note 9 and 36 to the financial statements.	
Increasing authorized capital and measurement of share money deposit	
The bank has an amount of Taka 2,600 crore, kept as a share money deposit in the financial statements, which was received from the Government of Bangladesh.	We assessed the status of the processes and controls put in place by the Bank for the conversion of the share money deposit.
This has a wide influence on the financial statements and requires adequate compliance.	We checked necessary compliances and procedures relating to the matter. Finally, we assessed the appropriateness and presentation of disclosures against relevant accounting standards.
Accordingly, this has been considered a key audit matter.	
See note 16 to the financial statements.	
Valuation of treasury bills and treasury bond	
The classification and measurement of Treasury Bills and Treasury Bonds 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 Treasury Bills and Treasury Bonds is determined using complex valuation techniques that may take into consideration direct or indirect unobservable market data and complex pricing models that 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.
	Finally, we assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.
See note no 6.1.1 and 6.1.2 to the financial statements	
Impairment assessment of unquoted investments	
In the absence of a quoted price in an active market, the fair value of unquoted shares and bonds, especially any impairment is calculated using valuation techniques that may take into	We have assessed the processes and controls put in place by the Company to ensure all major investment decisions are undertaken through a proper due diligence process.





<p>consideration direct or indirect unobservable market data and hence require an elevated level of judgment.</p>	<p>We tested a sample of investment valuation as of 31 December 2023 and compared our results to the recorded value.</p> <p>Finally, we assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.</p>
<p>See note no 6.2 to the financial statements</p>	
<p>IT Systems and controls</p>	
<p>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.</p> <p>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.</p>	<p>We tested the design and operating effectiveness of the Bank's IT access controls over the information systems that are critical to financial reporting.</p> <p>We tested IT general controls (logical access, change management, and aspects of IT operational controls). This included testing that requests for access to systems were appropriately reviewed and authorized.</p> <p>We tested the Bank's periodic review of access rights and reviewed requests for changes to systems for appropriate approval and authorization.</p> <p>We considered the control environment relating to various interfaces, configurations, and other application layer controls identified as key to our audit.</p>
<p>Legal and regulatory matters</p>	
<p>We focused on this area because the Bank operates 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.</p> <p>These uncertainties inherently affect the amount and timing of potential outflows concerning the</p>	<p>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.</p> <p>We enquired to those charged with governance to obtain their view on the status of all significant litigation and regulatory matters.</p>





provisions that have been established and other contingent liabilities.	We enquired about the Bank's internal legal counsel for all significant litigation and regulatory matters and inspected internal notes and reports.
Overall, the legal provision represents the Bank's best estimate for existing legal matters that have a probable and estimable impact on the Bank's financial position.	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.

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 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 financial statements does not cover other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the 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 reading 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 Financial Statements and Internal Controls

Management is responsible for the preparation and fair presentation of the financial statements of the Bank in accordance with IFRSs as explained in note 2.1, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Bank Company Act, 1991 (as amended up to date), 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 of the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

In preparing the financial statements, management is responsible for assessing 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 Bank or to cease operations or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditors' 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 expected to influence the economic decisions of users taken based on these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Bank to express an opinion on the financial statements. We are responsible for the direction, supervision, and performance of the Bank audit. We remain solely responsible for our audit opinion.





We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994 (as amended up to date), the Bank Companies Act, 1991 (as amended up to date), and the rules and regulations issued by Bangladesh Bank, we also report that:

- (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) to the extent noted during the course of our audit work performed on the basis stated under the 'Auditors' Responsibility' section in forming the above opinion on the financial statements of the Bank and considering the reports of the management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under 'Management's Responsibility' section for the financial statements and internal control:
 - (a) internal audit, internal control, and risk management arrangements of the Bank, as disclosed in the financial statements appeared to be materially adequate;
 - (b) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Bank other than the matter disclosed in the financial statements.
- (iii) in our opinion, proper books of account as required by law have been kept by the Bank so far as it appeared from our examination of those books;
- (iv) the balance sheet and profit and loss account of the Bank together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
- (v) The financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations, and International Financial Reporting Standards (IFRSs) as explained in note 2.1 as well as with related guidance issued by Bangladesh Bank.
- (vi) Provision has been maintained by the Bank in accordance with Bangladesh Bank approval vide its Letter No. DOS(CAMS) 1157/41(Dividend)/2024-1839, dated-30 April 2024 and Letter No. DBI-8/5191)/2024-252, dated-30 April 2024.





কাজী জহির খান এন্ড কোং
KAZI ZAHIR KHAN & Co.
Chartered Accountants
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- (vii) Capital to Risk-weighted Asset Ratio (CRAR) as required by Bangladesh Bank has not been maintained adequately during the year as stated in note 14.3 to the financial statements;
- (viii) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- (ix) The information and explanations required by us have been received and found satisfactory;
- (x) the expenditures incurred were for the purpose of the Bank's business for the year and;
- (xi) We have reviewed over 80% of the risk-weighted assets of the Bank and we have spent around 4,700 person-hours on the audit of the books and accounts of the Bank.

DVC No.

2405020240AS345756

Place of Issue:

DHAKA

Date of Issue:

30 APRIL 2024


Md. Nurul Hossain Khan FCA

Enrolment no: 0240

Managing Partner

Kazi Zahir Khan & Co.

Chartered Accountants

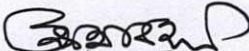


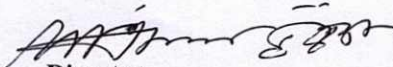
BASIC Bank Limited
Balance Sheet
As at 31 December 2023

Particulars	Note	31.12.2023 Taka	31.12.2022 Taka
<u>PROPERTY AND ASSETS</u>			
Cash:	3	9,143,834,663	8,992,566,384
Cash in hand (including foreign currencies)		1,141,660,877	1,039,895,641
Balance with Bangladesh Bank & its agent bank(s) (including foreign currencies)		8,002,173,786	7,952,670,743
Balance with other banks & financial institutions:	4	1,784,241,675	1,965,987,728
In Bangladesh		557,577,637	580,314,206
Outside Bangladesh		1,226,664,038	1,385,673,522
Money at Call & Short Notice	5	-	5,300,000,000
Investments:	6	20,278,962,943	23,434,381,803
Government		18,927,418,270	22,085,580,255
Others		1,351,544,673	1,348,801,548
Loans & Advances:	7	131,524,829,699	134,595,362,994
Loans, Cash Credit & Overdraft etc.		130,591,095,399	133,802,373,813
Bills purchased & discounted		933,734,300	792,989,181
Fixed assets including premises, furniture and fixtures	8	447,259,333	365,461,550
Other assets	9	4,978,458,181	5,898,327,802
Non-banking Assets	10	23,858,490	23,858,490
Total Assets:		168,181,444,984	180,575,946,751
<u>LIABILITIES AND CAPITAL</u>			
Borrowings from other banks, financial Institutions and agents	11	2,277,029,982	2,900,123,732
Deposits and other accounts:	12	146,933,936,813	148,961,574,016
Current Accounts and other Accounts		8,168,833,529	6,837,352,079
Bills Payable		1,000,211,752	860,246,535
Savings Bank Deposits		10,767,694,099	9,968,005,618
Fixed Deposits		126,997,197,433	131,295,969,784
Bearer Certificates of Deposit		-	-
Other Deposits		-	-
Other liabilities	13	25,112,968,245	30,821,521,468
Total Liabilities:		174,323,935,040	182,683,219,216
Capital/Shareholders' Equity			
Paid up Capital	14.2	10,846,982,500	10,846,982,500
Statutory Reserve	15	2,224,690,642	2,224,690,642
Other Reserve	16	27,028,167,425	27,079,724,454
Surplus in Profit and Loss A/C	17	(46,242,330,623)	(42,258,670,061)
Total Shareholders' Equity		(6,142,490,056)	(2,107,272,465)
Total Liabilities and Shareholders' Equity		168,181,444,984	180,575,946,751

Particulars	Note	31.12.2023 Taka	31.12.2022 Taka
OFF-BALANCE SHEET ITEMS			
CONTINGENT LIABILITIES:	18		
Acceptances and Endorsements		3,158,413,446	2,323,480,142
Letters of Guarantee		3,424,892,339	2,816,785,445
Irrevocable Letters of Credit		8,082,842,340	6,398,719,277
Bills for Collection		85,195,526	127,721,608
Other Contingent Liabilities		1,107,132,325	1,106,481,725
Total:		15,858,475,976	12,773,188,197
OTHER COMMITMENTS:			
Documentary credit and short term trade-related		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total:			
Total Off-Balance Sheet items including contingent liabilities:		15,858,475,976	12,773,188,197

These financial statements should be read in conjunction with the annexed notes.


Managing Director


Director


Director


Chairman

Signed as per our annexed report on same date.


Md. Nurul Hossain Khan FCA

Enrollment no. : 0240

Managing Partner

Kazi Zahir Khan & Co.

Chartered Accountants

DVC No. : 2405020240AS345756

Place: Dhaka, Bangladesh

Date:


30 APRIL 2024

BASIC Bank Limited
Profit & Loss Account
For the year ended 31 December 2023

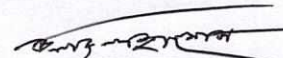
Particulars	Note	2023 Taka	2022 Taka
Interest income	19	4,999,907,589	6,226,290,184
Interest paid on deposits and borrowings etc.	20	(9,784,527,828)	(8,690,794,050)
Net interest income		(4,784,620,239)	(2,464,503,866)
Investment income	21	1,625,646,885	2,026,542,618
Commission, exchange and brokerage	22	800,397,678	1,282,009,653
Other operating income	23	882,950,050	471,477,167
		3,308,994,613	3,780,029,438
Total operating income		(1,475,625,626)	1,315,525,572
Salary and allowances	24	1,805,403,164	1,815,314,188
Rent, taxes, insurance, electricity etc.	25	308,070,462	297,273,285
Legal & professional expenses	26	23,873,234	18,884,431
Postage, stamp, telecommunication etc.	27	17,490,041	17,486,332
Stationery, Printings, Advertisements etc.	28	35,256,579	31,504,976
Managing Director's salary	29	5,225,150	5,228,600
Directors' fees	30	2,793,200	3,326,800
Auditors' fees		575,000	920,000
Charges on loan losses		-	-
Depreciation of bank's assets	31	81,759,593	77,039,036
Repair of bank's assets	32	35,053,995	34,068,414
Other expenses	33	303,006,077	290,585,709
Total operating expenses		2,618,506,495	2,591,631,771
Profit/(Loss) before provision		(4,094,132,121)	(1,276,106,199)
Provision (excess provision) for loan	34	-	-
Provision (excess provision) for Off Balance Sheet Exposures	34	43,194,912	-
Provision (excess provision) for other assets	34	(228,898,321)	(111,153,883)
Provision (excess provision) for Investment	34	(26,800,000)	83,652,661
Provision (excess provision) for Balance with other Banks and NBFIs	34	-	-
Total provision		(212,503,409)	(27,501,222)
Total Profit/(Loss) before taxes		(3,881,628,712)	(1,248,604,977)
Provision for Current Tax	35	288,799,777	121,340,113
Provision for Deferred Tax	36	(7,477,772)	(68,293,278)
Net Profit/(Loss) after Taxation		(4,162,950,717)	(1,301,651,812)
Appropriations:			
Statutory Reserve	37	-	-
General Reserve	37	-	-
Dividends etc.	37	-	-
Retained surplus		(4,162,950,717)	(1,301,651,812)
Earning Per Share (EPS)	39	(3.84)	(1.20)
Diluted Earning Per Share (Diluted EPS)	39	(1.13)	(0.35)

These financial statements should be read in conjunction with the annexed notes.


Managing Director


Director


Director


Chairman

Signed as per our annexed report on same date.


Md. Nurul Hossain Khan FCA
Enrollment no. 0240
Managing Partner
Kazi Zahir Khan & Co.

Chartered Accountants

DVC No. : **2405020240AS345756**

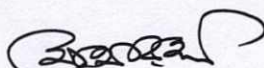
Place: Dhaka, Bangladesh

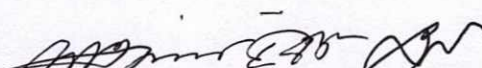
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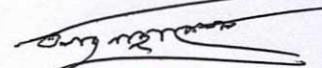
30 APRIL 2024


BASIC Bank Limited
Statement of Cash Flows
For the year ended 31 December 2023

Particulars	2023 Taka	2022 Taka
<u>Cash flows from operating activities</u>		
Interest receipts in cash	6,618,075,144	8,553,392,094
Interest payments	(9,902,488,196)	(8,896,734,065)
Dividends receipts	47,669,521	52,969,997
Fee and commission receipts in cash	800,397,678	1,282,009,653
Recoveries of loans previously written off	48,091,367	292,472,976
Cash payments to employees	(1,841,970,806)	(1,851,025,968)
Cash payments to suppliers	(35,256,579)	(31,504,976)
Income taxes paid	(151,064,913)	(172,374,835)
Receipts from other operating activities (item- wise)	816,811,032	163,781,672
Payments for other operating activities (item-wise)	(690,862,009)	(662,544,971)
Operating profit before changes in operating assets and liabilities	(4,290,597,761)	(1,269,558,423)
<u>Increase/Decrease in operating assets and liabilities</u>	(271,276,538)	5,498,063,309
Statutory deposits	-	-
Purchase/sale of trading securities	3,103,861,831	7,598,659,604
Loans & advances to other banks	-	-
Loans & advances to customers	3,070,533,295	9,856,411,015
Other assets (item-wise)	878,311,516	(578,647,009)
Deposits from other banks	(15,083,183)	2,644,172
Deposits from customers	(2,012,554,020)	(2,021,463,282)
Other liabilities (item-wise)	(5,296,345,977)	(9,359,541,191)
Net cash from operating activities	(4,561,874,299)	4,228,504,886
<u>Cash flows from investing activities</u>		
Proceeds from Sale of Securities	-	-
Payments for Purchase of Securities	-	-
Purchase of property, plant & equipment	(164,037,518)	(68,436,888)
Sales of property, plant & equipment	18,527,793	16,172,083
Net cash from investing activities	(145,509,725)	(52,264,805)
<u>Cash flows from financing activities</u>		
Increase/(Decrease) of Long Term Borrowing	(623,093,750)	(1,727,036,006)
Receipt from Government	-	-
Conversion of borrowing into reserve	-	-
Payment of Dividend	-	-
Net cash from financing activities	(623,093,750)	(1,727,036,006)
Net increase/decreasing cash	(5,330,477,774)	2,449,204,075
Effects of Exchange Rate Changes on Cash and Cash Equivalent	-	-
Cash and cash equivalents at beginning period	16,258,554,112	13,809,350,037
Cash and cash equivalents at end of period	10,928,076,338	16,258,554,112
<u>Analysis of cash and cash equivalents at end of period</u>		
Cash	9,143,834,663	8,992,566,384
Balance with other banks & financial institutions	1,784,241,675	1,965,987,728
Money at call on Short Notice	-	5,300,000,000
	10,928,076,338	16,258,554,112


Managing Director


Director


Chairman


Md. Nurul Hossain Khan FCA
Enrollment no. : 0240
Managing Partner

Kazi Zahir Khan & Co.
Chartered Accountants

DVC No. **2405020240AS345756**

Place: Dhaka, Bangladesh

Date: **30 APRIL 2024**

BASIC Bank Limited
Statement of Changes in Equity
For the year ended 31 December 2023

Particulars	Paid-up Capital	Statutory Reserve	Other Reserve				Sub-Total	Profit and Loss	Total
	Taka	Taka	Non-cumulative irredeemable preference share	General Reserve	Share Money deposit	Investment Revaluation Reserve			
Balance as at 01 January 2023	10,846,982,500	2,224,690,642	1,205,000,000	40,000,000	26,000,000,000	(165,275,546)	27,079,724,454	(42,258,670,061)	(2,107,272,465)
Add: Transferred from intt. Suspense agst. NBA and specific provision agst. NBA for booking NBA as Fixed Assets	-	-	-	-	-	-	-	179,290,155	179,290,155
Opening Balance after adjustment for non-banking assets	10,846,982,500	2,224,690,642	1,205,000,000	40,000,000	26,000,000,000	(165,275,546)	27,079,724,454	(42,079,379,906)	(1,927,982,310)
Net Profit for the Year	-	-	-	-	-	-	-	(4,162,950,717)	(4,162,950,717)
Increase/ (decrease) of Investment Revaluation Reserve	-	-	-	-	-	(51,557,029)	(51,557,029)	-	(51,557,029)
Transferred to Other Reserve	-	-	-	-	-	-	-	-	-
Cash Dividend Paid during the year	-	-	-	-	-	-	-	-	-
Dividend Distribution Tax	-	-	-	-	-	-	-	-	-
Issue of share capital	-	-	-	-	-	-	-	-	-
Share Money received during the year	-	-	-	-	-	-	-	-	-
Issuance of bonus share	-	-	-	-	-	-	-	-	-
Transferred to Statutory Reserve	-	-	-	-	-	-	-	-	-
Free Reserve	-	-	-	-	-	-	-	-	-
Balance as at 31 December 2023	10,846,982,500	2,224,690,642	1,205,000,000	40,000,000	26,000,000,000	(216,832,575)	27,028,167,425	(46,242,330,623)	(6,142,490,056)

These financial statements should be read in conjunction with the annexed notes.


Managing Director


Director


Director


Chairman



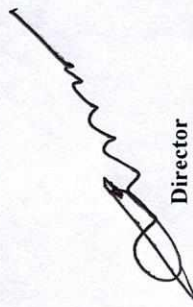
BASIC Bank Limited
Liquidity Statement
(Asset and Liability Maturity Analysis)
As at 31 December 2023

(Amount in Taka)

Particulars	Up to 01 month	1 - 3 months	3 - 12 months	1 - 5 years	More than 5 years	Total
Assets:						
Cash in hand	1,141,660,877	-	-	-	8,002,173,786	9,143,834,663
Balance with other banks and financial institutions	1,312,183,047	41,889,737	-	430,168,891	-	1,784,241,675
Money at call on short notice	-	-	-	-	-	-
Investment	3,221,100	502,083,394	1,857,989,799	5,611,089,850	12,304,578,800	20,278,962,943
Loans and Advances	11,706,902,120	4,058,804,325	26,079,008,240	64,803,410,010	24,876,705,004	131,524,829,699
Fixed assets including premises, furniture & fixtures	-	-	2,873,475	59,683,245	384,702,613	447,259,333
Other assets	-	386,257,659	26,185,505	1,210,644,524	3,355,370,493	4,978,458,181
Non-banking assets	-	-	-	-	23,858,490	23,858,490
Total Assets	14,163,967,144	4,989,035,115	27,966,057,019	72,114,996,520	48,947,389,186	168,181,444,984
Liabilities:						
Borrowing from Bangladesh Bank, other banks, financial institutions and agents	500,004	1,102,000	5,204,013	27,220,019	2,243,003,946	2,277,029,982
Deposits & Other accounts	26,036,696,963	45,346,789,975	40,051,779,975	30,067,289,974	5,431,379,926	146,933,936,813
Provision and other liabilities	195,602,150	1,073,102,525	1,241,901,108	7,756,082,000	14,846,280,462	25,112,968,245
Total Liabilities	26,232,799,117	46,420,994,500	41,298,885,096	37,850,591,993	22,520,664,334	174,323,935,040
Net Liquidity Gap	(12,068,831,973)	(41,431,959,385)	(13,332,828,077)	34,264,404,527	26,426,724,852	(6,142,490,056)


Managing Director


Director


Director


Chairman



BASIC Bank Limited
Notes to the Financial Statements
For the year ended 31 December 2023

1. The Bank and its activities

1.1 Corporate information

BASIC Bank Limited ("the Bank") was incorporated as a banking company in 1989 under the erstwhile Companies Act, 1913 and governed by the Bank Companies Act, 1991 (amended 2013). In 2001 the Bank changed its earlier name 'Bank of Small Industries and Commerce Bangladesh Limited' and registered the new name as "BASIC Bank Limited" with the Registrar of Joint Stock Companies and Firms. Initially the Bank started its operation as a joint venture organization of the then BCC foundation, a welfare trust in Bangladesh and the Government of the People's Republic of Bangladesh. On 4 June 1992 the Government of Bangladesh took over 100% shares and became the sole owner of the Bank. Thus, it is recognized as a state-owned Bank. It operates with 72 branches and 37 sub-branches in Bangladesh. The registered office of the Bank is located at 73 Motijheel C/A, Dhaka-1000.

1.2 Objectives

The Memorandum and Articles of Association of BASIC Bank Limited stipulate that at least fifty percent of its loanable fund shall be used for financing Small and Medium Scale Industries. The principal activities of the Bank is unique in blending development financing and commercial banking.

2. Basis of preparation and significant accounting policies

Basis for preparation

2.1 Statement of compliance

The financial statements of the Bank are prepared in accordance with the International Financial Reporting Standards (IFRS) and the requirements of the Bank Companies Act 1991 (amended 2013), the rules and regulations issued by Bangladesh Bank and the Companies Act 1994. In case any requirement of the Bank Companies Act 1991, and provisions and circulars issued by Bangladesh Bank differ with those of IFRS, the requirements of the Bank Companies Act 1991, and provisions and circulars issued by Bangladesh Bank shall prevail. Material departures from the requirements of IFRS are as follows:

i) Investment in shares and securities

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

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

ii) Revaluation gains/losses on government securities

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

Bangladesh Bank: Held for Trading (HFT) securities are revalued on the basis of marked to market at every week end and at year end. Any gains on revaluation of securities which have not matured as at the revaluation date are recognised in other reserves as a part of equity and any losses on revaluation of securities which have not matured as at the revaluation date are charged in the profit and loss account. Interest on HFT securities including amortisation of discount are recognised in the profit and loss account. Held to Maturity (HTM) securities which have not matured as at the balance sheet date are amortised at the year end and gains or losses on amortisation are recognised in other reserve as a part of equity.

iii) Provision on loans and advances/investments

IFRS: As per IAS 39 an entity should start the impairment assessment by considering whether objective evidence of impairment exists for financial assets that are individually significant. For financial assets that are not individually significant, the assessment can be performed on an individual or collective (portfolio) basis.

Bangladesh Bank: As per BRPD Circular No. 14 dated 23 September 2012, BRPD Circular No. 15 dated 23 September 2012, BRPD Circular No. 06 dated 29 May 2013, BRPD Circular No. 05 dated 16 May 2019, BRPD Circular No. 03 dated 21 April 2019, BRPD Circular No. 16 dated 21 July 2020, BRPD Circular No. 17 dated 28 September 2020, BRPD Circular No. 56 dated 10 December 2020 BRPD Circulars no. 3 dated 31 January, 2021, no. 5 dated 24 March, 2021 and no. 51 dated 29 December 2021 and BRPD Circular letter No. 53 dated 30 December 2021; a general provision at 0.25% to 5% under different categories of unclassified loans has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard loans, doubtful loans and bad & loss loans has to be provided at 5%, 20%, 50% and 100% respectively for loans and advances depending on the duration of overdue. Again as per BRPD circular no. 10 dated 18 September 2007 and BRPD circular no. 14 dated 23 September 2012, a general provision at 1%

is required to be provided for all off-balance sheet exposures. Such provision policies are not specifically in line with those prescribed by IAS 39.

iv) **Recognition of interest in suspense**

IFRS: Loans and advances to customers are generally classified as 'loans and receivables' as per IAS 39 and interest income is recognised through effective interest rate method over the term of the loan. Once a loan is impaired, interest income is recognised in profit and loss account on the same basis based on revised carrying amount.

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

v) **Other comprehensive income**

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

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

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

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

vii) **Repo Transactions**

IFRS: When an entity sells a financial asset and simultaneously entered into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (repo or stock lending), the arrangement is accounted for a deposit, and the underlying asset continues to be recognised in the entities financial statements. These transaction will be treated as loan and the difference between selling price and repurchase price will be treated as interest expenses.

Bangladesh Bank: As per DOS guidelines, when a bank sells a financial assets and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (repo and stock lending), the agreement is accounted for a normal sales transactions and the financial assets are derecognised in the seller's book and a recognised in the buyers book.

viii) **Financial guarantees**

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

Bangladesh Bank: As per BRPD 14, financial guarantees such as letter of credit, letter of guarantee and acceptance will be treated as off-balance sheet items. No liability is recognised for the guarantee except the cash margin.

ix) **Cash and cash equivalent**

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

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

x) **Non-banking asset**

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

Bangladesh Bank: As per BRPD 14, there must exist a face item named non-banking asset.

xi) **Cash flow statement**

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

Bangladesh Bank: As per BRPD 14, cash flow is the mixture of direct and indirect methods.

xii) Balance with Bangladesh Bank (Cash Reserve Requirement)

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

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

xiii) Presentation of intangible asset

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

Bangladesh Bank: There is no regulation for intangible assets in BRPD 14.

xiv) Off-balance sheet items

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

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

xv) Loans and advances net of provision

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

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

2.2 Use of estimates and judgments

The preparation of the financial statements of the Bank in conformity with IFRSs requires 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 on going basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

Information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized and presented in the financial statements of the Bank are included in following notes/statements:

- | | |
|---------------------------------------|---|
| a) Note 13.1, 13.2, 13.3, 13.4 & 13.5 | Provision for loans and advances, off balance sheet exposure, other assets, investments and balance with other banks & NBFIs. |
| b) Note 31 | Depreciation |
| c) Note 35 | Current tax liabilities |
| d) Note 36 | Deferred tax asset |
| e) Liquidity statement | |

2.3 Foreign currency transaction

a) Foreign currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Bank operates, i.e. the functional currency. The financial statements of the Bank are presented in Taka which is the Bank's functional and presentation currency.

b) Foreign currencies translation

Foreign currency transactions are converted into equivalent Taka using the ruling exchange rates on the dates of respective transactions as per IAS-21 "The Effects of Changes in Foreign Exchange Rates". Foreign currency balances held in US Dollar are converted into Taka at weighted average rate of inter bank market as determined by Bangladesh Bank on the closing date of every month. Balances held in foreign currencies other than US Dollar are initially translated into equivalent US Dollar at buying rates taken from Ticker Plant and then retranslated from US Dollar into equivalent Taka in the same specified above.

c) Commitments

Commitments for outstanding forward foreign exchange contracts disclosed in these financial statements are translated at contracted rates. Contingent liabilities/commitments for letters of credit, letters of guarantee, acceptance etc. denominated in foreign currencies are expressed in Taka terms at the rate of exchange ruling on the date of giving commitment or taking liability.

d) Transaction gains and losses

Foreign exchange differences (rates at which transactions were initially recorded and the rate prevailing on the reporting date/date of settlements) of the monetary items are recognized in the profit and loss account.

2.4 Statement of Cash flows

Statements of Cash flows has been prepared in accordance with International Accounting Standard (IAS) 7 "Statement of Cash Flows" and under the guideline of Bangladesh Bank BRPD Circular no.14 dated 25 June 2003. The Statement shows the structure of changes in cash and cash equivalents during the financial year.

2.5 Liquidity Statement

The Liquidity Statement of assets and liabilities as on the reporting date has been prepared on residual maturity term as per the following basis:

- i) Balance with other Banks and financial institutions, money at call on short notice, etc. are on the basis of their maturity term;
- ii) Investments are on the basis of their respective maturity;
- iii) Loans and advances are on the basis of their repayment schedule;
- iv) Fixed assets are on the basis of their useful lives;
- v) Other assets are on the basis of their realization/amortization;
- vi) Borrowing from other banks, financial institutions & agents, etc. are as per their maturity/repayment terms;
- vii) Deposits & other accounts are on the basis of their maturity term & past trend of withdrawal by the depositors; and
- viii) Provisions and other liabilities are on the basis of their payment/adjustments schedule.

2.6 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 25th June 2003.

2.7 Reporting period

These financial statements cover one calendar year from 01 January 2023 to 31 December 2023.

2.8 Offsetting

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

2.9 Assets and basis of their valuation**2.9.1 Cash and cash equivalents**

Cash and cash equivalents include notes and coins on hand, unrestricted balances held with Bangladesh Bank and highly liquid financial assets which are subject to insignificant risk of changes in their fair value, and are used by the Bank management for its short term commitments.

2.9.2 Loans, advances and provisions

Loans and advances are stated in the balance sheet on gross basis. General provisions on unclassified loans and contingent assets, specific provisions for classified loans and interest suspense account thereon are shown under other liabilities. Provision against classified loans and advances is made on the basis of quarter end review by the management and instructions contained in BRPD Circular No. 14 dated 23 September 2012, BRPD Circular No. 15 dated 23 September 2012, BRPD Circular No. 06 dated 29 May 2013, BRPD Circular No. 05 dated 16 May 2019, BRPD Circular No. 03 dated 21 April 2019, BRPD Circular No. 16 dated 21 July 2020, BRPD Circular No. 17 dated 28 September 2020, BRPD Circular No. 56 dated 10 December 2020, BRPD Circulars no. 3 dated 31 January, 2021, no. 5 dated 24 March, 2021 and no. 51 dated 29 December 2021 and BRPD Circular letter No. 53 dated 30 December 2021. The rates for provisions are stated below:

Particulars		Provision Rate
General provision on		
a.	Consumer Financing (House Financing)	1%
b.	Consumer Financing (Loans to Professional)	2%
c.	Consumer Financing (Other than house finance and loans to professional)	2%
d.	Small and Medium Enterprise Financing (SMEF)	0.25%
e.	Short Term Agriculture & Micro Credit	1%
f.	Loans to BHS/ MBs/ Sds against Shares etc	2%
g.	All other Credit	1%
h.	Special Mention Account	0.25%, 1%
Specific provision on		
a.	Substandard Loans and Advances	
	i. Short Term Agri Credit & Micro Credit	5%
	ii. Other than Short Term Agri Credit & Micro Credit	5%, 20%
b.	Doubtful Loans and Advances	
	i. Short Term Agri Credit & Micro Credit	5%
	ii. Other than Short Term Agri Credit & Micro Credit	5%, 20%, 50%
c.	Bad & Loss Loans and Advances	100%

2.9.3 Investments

Investments have been initially recognised at cost, including acquisition charges associated with the investment. Premiums have been amortised and discount accredited, using the effective or historical yield method. The investment in government securities (Treasury bills & bonds) are classified into Held to Maturity (HTM) & Held for Trading (HFT) as per Bangladesh Bank's guidelines contained in DOS Circular Letter No. 05 dated 26 May 2008 as amended vide DOS Circular Letter No. 05 dated 28 January 2009, DOS Circular No. 06 dated 15 July 2010 & DOS Circular Letter No.01 dated 19 January 2014. Same procedures are followed for investment in Bangladesh Bank Bills. Reclassification of HTM securities into HFT securities are also done in compliance with Bangladesh Bank's guidelines.

Held to Maturity (HTM)

Held-to-maturity investments are non-derivative assets with fixed or determinable payments and fixed maturity that the entity has the positive intent and ability to hold to maturity, and which are not designated at fair value through profit or loss or as available for sale. These are measured at amortized value at each year end by taking into account any premium or discount on acquisition. Any increase/decrease in value for amortization of such investments is transferred to revaluation reserve account and shown in the statement of changes of equity. The gains on such security at the time of maturity of the security are credited to income account.

Held for Trading (HFT)

The securities under this category are the securities acquired by the Bank with the intention to trade by taking advantages of short term price/interest movement. The government securities (Treasury Bills/Bangladesh Bank Bills) under "Held for Trading" category are amortized and measured at present value on the basis of marking to market method weekly. The resulting gains & losses are transferred to profit and loss account and then gains arising from marking to market are instantly transferred to other reserve account from profit and loss account. The government securities (Treasury Bond) under "Held for Trading" category are measured at present value on the basis of marking to market method weekly. The resulting gains are transferred to other reserve account & losses are transferred to profit and loss account. The gains/(losses) arising on maturity or sale of such securities are credited/(debited) to profit and loss account.

Value of investments has been enumerated as follows:

Investment class	Initial recognition	Measurement after initial recognition	Recording of changes
Bangladesh Bank Bill/ Treasury Bill /Bond (HTM)	Cost	Amortised value	Both increase and decrease in value are transferred to revaluation reserve account.
Bangladesh Bank Bill/ Treasury Bill (HFT)	Cost	Market value	Both gains & losses are transferred to profit and loss account: gains arising from marking to market are instantly transferred to other reserve account from profit and loss account.
Treasury Bond (HFT)	Cost	Market value	Increase in value to equity and decrease in value to Profit & Loss account.
Prize Bond	Face value	None	None
Subordinated Bond	Cost	None	None
Shares	Cost	Lower of cost and market value	Any loss is charged to Profit & Loss account. Realized gain is recognized in Profit & Loss accounts. Unrealized gain is not recognized in accounts.

Investment in listed (quoted) securities

These securities are bought and held primarily for the purpose of selling them in future or hold for dividend income. These are reported at cost. Unrealized gains are not recognized in the profit and loss account. But provision for diminution in value of investment has been made properly.

Investment in unlisted (unquoted) securities

Subordinated Bond is reported at cost and shares are reported at lower of cost and market value.

Other Investments

Other investments like prize bond is also eligible for SLR, which is shown at face value.

Investment and related income

- Income on investments other than shares is accounted for on accrual basis concept; and
- Dividend income on investment in shares is accounted for in the year when right has been established.

2.9.4 Fixed assets

Recognition and measurement

Items of fixed assets are measured at cost less accumulated depreciation as per BAS 16 "Property, Plant and Equipment". Cost includes expenditures that are directly attributable to the acquisition of assets. Subsequent costs are capitalized only when it is probable that the future economic benefits associated with the costs will flow to the entity. Ongoing repairs and maintenance is expensed as incurred. Purchased software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

Depreciation

Items of fixed assets are depreciated from the date that they are installed and are ready for use, or in respect of internally constructed assets, from the date that the asset is completed and ready for use. Depreciation on the fixed assets has been charged for the year at the following rates:

Category of fixed assets	Rate	Method of Depreciation
Building-Office	3%	Reducing balance method
Furniture and Fixtures	10%	Reducing balance method
Interior Decoration	10%	Reducing balance method
Machinery and Equipment	20%	Reducing balance method
Computer Hardware	20%	Straight line method
Software	20%	Straight line method
Motor Vehicles	25%	Straight line method
Leasehold Assets	1%	Straight line method over the lease hold period

For additions during the year, depreciation is charged for the remaining days of the year and for disposal depreciation is charged up to the date of disposal.

On disposal of fixed assets, the cost and accumulated depreciation are eliminated from the fixed assets schedule and gain or loss on such disposal is reflected in the profit and loss account, which is determined with reference to the net book value of the assets and net sale proceeds.

2.9.5 Intangible assets

- An intangible asset is recognised if it is probable that the future economic benefits that are attributable to the assets will flow to the entity and the cost of the asset can be measured reliably in accordance with IAS 38: "Intangible Assets".
Initial cost comprises license fees paid at the time of purchase and other directly attributable expenditure that are incurred in customizing the software for its intended use. Subsequent expenditure on intangible asset is capitalised only when it increases the future economic benefits embodied in the specific assets to which it relates. All other expenditure is expensed as incurred.
- Software represents the value of computer application software licensed for use of the Bank, other than software applied to the operation software system of computers. Intangible assets are carried at its cost, less accumulated amortization and any impairment losses.
- Software is amortized using the straight line method over the estimated useful life of 5 (five) years commencing from the date of the application software is available for use over the best estimate of its useful economic life.

2.9.6 Other assets

Other assets include all balance sheet accounts not covered specifically in other areas of the supervisory activity and such accounts may be quite insignificant in the overall financial condition of the Bank.

2.9.7 Receivables

Receivables are recognized when there is a contractual right to receive cash or another financial asset from another entity.

2.9.8 Inventories

Inventories measured at the lower of cost and net realizable value.

2.9.9 Leasing

The Bank currently has lease/rent agreements at 72 (Seventy two) of its branch and 37 (Thirty seven) Sub-branch offices and incurred Tk.22.59 crore as expense on the lease/rent payment. The leases/rents are short term leases/rent with different tenure and cancellable contract. As such, the leases/rent are not treated as Right of Use Assets (ROU). However, the effect of IFRS 16 is very immaterial compared to the volume of whole financial statements. All contracts are cancellable contract and the effect of lease is not material.

2.9.10 Non-banking assets

The bank has not acquired any non-banking assets in exchange for loan during the period of this financial statements. But the Bank acquired non-banking assets of land valuing at Tk. 82,19,490 and building valuing at Tk. 1,56,39,000, Total Tk. 2,38,58,490 in exchange for loan in 2019.

2.9.11 Reconciliation of inter-bank and inter-branch account

Accounts with regard to inter-bank (in Bangladesh and outside Bangladesh) are reconciled regularly and there are no material differences which may affect the financial statements significantly.

Un-reconciled entries/balances in the case of inter-branch transactions as on the reporting date are not material.

2.10 Share capital

Ordinary shares are classified as equity when there is no contractual obligation to transfer cash or other financial assets.

2.11 Statutory reserve

Bank Companies Act, 1991 requires the Bank to transfer 20% of its current year's profit before tax to reserve until such reserve equals to its paid up capital and share premium account.

2.12 Deposits and other accounts

Deposits by customers & banks are recognized when the Bank enters into contractual provisions of arrangements with the counterparties, which is generally on trade/contract date, & initially measured at the consideration received.

2.13 Borrowings from other banks, financial institutions and agents

Borrowed funds include call money deposits, borrowings, re-finance borrowings and other term borrowings from banks, Bangladesh Bank, Financial Institutions & other Organizations. They are stated in the balance sheet at amounts payable. Interest paid / payable on these borrowings is charged to the income statements.

2.14 Basis for valuation of liabilities and provisions

2.14.1 Provision for current taxation

Provision for current income tax has been made as per prescribed rate in the Finance Ordinance, 2023 on the gross receipts/accounting profit made by the Bank after considering some of the add backs to income and disallowances of expenditure as per income tax laws in compliance with IAS-12 "Income Taxes".

2.14.2 Provision for deferred taxation

Deferred tax is recognized in compliance with IAS 12 "Income Taxes" and BRPD Circular no. 11 dated 12 December 2011, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and amounts used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the date of balance sheet. Deferred tax assets and liabilities are offset as there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the deductible temporary difference can be utilized. Deferred tax assets are reviewed at each date of balance sheet and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

2.14.3 Benefits to the employees

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

a) Provident Fund

Provident fund benefits are given to the permanent employees of the Bank in accordance with Bank's service rules. Accordingly approved trust deed and provident fund rules were in place. The Commissioner of Income Tax, Taxes Zone - 8, Dhaka has approved the Provident Fund as a recognized provident fund within the meaning of section 2(52), read with the provisions of part - B of the First Schedule of Income Tax Ordinance 1984. The recognition took effect from 30 September 1995. The Fund is operated by a Board of Trustees consisting of seven members. Usually all confirmed employees of the Bank are contributing 10% of their basic salary as subscription to the Fund. The Bank also contributes 8.33% of basic salary of each member. Interest on the provident fund balance is credited to the members' account on yearly basis.

b) Gratuity Fund

The Bank made provision for gratuity fund at discretion of the management (with the approved of BoD) to provide an employee with financial benefit on his ceasing the Bank's service or in the event of his death to his legal heirs/nominees or successors, in respect of which provision is made annually covering all its permanent eligible employees who have completed required years of service.

c) Benevolent Fund

The benevolent fund is subscribed by monthly contribution of the employees. The Bank also contributes to the fund @ 0.5% of profit or a lump sum at the end of the year. The fund is established to sanction grant in the event of death on duty or permanent disabilities of the employees & to provide financial assistance to the employees & dependants.

d) Superannuation Fund

The Bank operates a contributory superannuation fund to give benefit to employees at the time of retirement and also cover group term life insurance. Employees are contributing to the fund monthly and the Bank also contributes a lump sum amount from the profit at the end of each year.

e) Welfare Fund

The Bank has been maintaining a welfare fund created from profit. This fund is for the utilization of various social activities as part of corporate social responsibility of the Bank.

2.14.4 Provision for liabilities

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

2.14.5 Provision for Off-balance sheet exposures

Off-balance sheet items have been disclosed under contingent liabilities and other commitments as per Bangladesh Bank guidelines. In accordance with BRPD circular no. 14 dated 23 September 2012, general provision @ 1% has been made on the outstanding balances of Off-Balance Sheet exposure of the Bank as at 31 December 2023. Provision is made on the total exposure and amount of cash margin where value of eligible collateral is not deducted while computing Off-Balance sheet exposure.

2.14.6 Provision for nostro accounts

As per instructions contained in the circular letter no. FEPD (FEMO)/01/2005-677 dated 13 Sep 2005 issued by Foreign Exchange Policy Department of Bangladesh Bank, Banks are required to make provision regarding the un-reconciled debit balance of nostro account for more than 3 months as on the reporting date in these financials. Since there is no unreconciled entries which are outstanding more than 3 months then Bank's are not required to make provision.

2.15 Revenue recognition

2.15.1 Interest income

In terms of the provisions of the IAS-18 "Revenue", the interest income is recognized on accrual basis. Interest on loans and advances ceases to be taken into income when such advances are classified. It is then kept in interest suspense. After the loans is classified as bad and loss, interest ceases to apply in the respective loan account and recorded in the system as unapplied interest. Interest on classified advances is accounted for on a cash receipt basis as per Bangladesh Bank guidelines.

2.15.2 Investment income

Interest income on investments is recognized on accrual basis. Capital gain is recognized when it is realized.

2.15.3 Fees and commission income

Fees, Commission and Exchange Income on services provided by the Bank are recognized as and when the related services are performed. Commission charged to customers on letter of credit, letter of guarantee etc. are credited to Income at the time of effecting the transactions.

2.15.4 Dividend income on shares

Dividend income from investment in shares is recognized when the Bank's right to receive dividend is established as per IAS 18 "Revenue".

2.15.5 Interest paid and other expenses

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

2.16 Risk management

The risk of BASIC Bank Limited is defined as the possibility of losses, financial or otherwise. The risk management of the Bank covers core risk areas of banking viz. credit risk, liquidity risk, market risk that includes foreign exchange risk, interest rate risk, equity risk, ICT risk, operational risk & reputation risk arising from money laundering incidences. The prime objective of the risk management is that the Bank evaluates & takes well calculative business risks & thereby safeguards the Bank's capital, its financial resources & profitability from various business risks through its own measures & through implementing Bangladesh Bank's guidelines & following some best practices as under:

a) Credit risk

It arises mainly from lending, trade finance, leasing and treasury businesses. It can be described as the potential loss arising from the failure of a counter party to perform as per contractual agreement with the Bank. The failure may result from unwillingness of the counterparty or deterioration in their financial condition.

The Bank has 04 (four) Circle Offices (Circle Office-1, 2, 3 & 4) and several credit divisions focused on different areas/sectors of the economy and entrusted with the duties of Credit Appraisal to assess the merit of loan proposals. The Bank ensures strict management of credit quality by analyzing/assessing borrower risk on historical repayment performance of the borrower, historical and projected financial statements, industry outlook, collateral coverage of the proposed credit facility, market reputation of the borrower and any other relevant aspects. To manage its credit risk at a tolerable level, the Bank prepares an Annual Credit Budget where the amount of loan to each sector is allocated on yearly basis. Budgeted allocation to each sector is monitored or adjusted periodically on the basis of national economic trends, business or sector viability, the Bank's credit position and profitability, the central bank's regulations and guidelines, availability of investable fund and so on. Moreover, total aggregate loans and advances of branches are allocated and controlled on the basis of the credit budget. The Bank also has a Credit Pre-Audit Cell (CPAC) that oversees and ensures proper documentation before approval pertaining to the credit facilities above a threshold amount.

The Bank takes its lending decision based on the credit risk assessment report by the appraisal team. In determining Single borrower/ Large loan limit, the instructions of Bangladesh Bank are strictly followed. Internal audit is conducted at periodical intervals to ensure compliance of Bank's & Regulatory policies. Loans are classified as per Bangladesh Bank guidelines. Concentration of single borrower/large loan limit is shown in the notes to the financial statements.

b) Liquidity risk

The object of liquidity risk management is to ensure that all foreseeable funding commitments and deposit withdrawals can be met when due. To this end, the Bank is maintaining a diversified and stable funding base comprising of core retail and corporate deposits and institutional balance. Management of liquidity and funding is carried out by Treasury and Capital Market Services Division under approved policy. Treasury Front Office is supported by a very structured Back Office. A Mid Office Division has also been created as per requirement of Bangladesh Bank. The Liquidity management is monitored by Asset Liability Management Committee (ALCO) on a regular basis. A written contingency plan is in place to manage extreme situation.

c) Market risk

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

Foreign exchange risk

Foreign exchange risk is defined as the potential change in earnings due to change in market prices. The foreign exchange risk of the Bank is minimal as all the transactions are carried out on behalf of the customers against underlying L/C commitments and other remittance requirements. No foreign exchange dealing on Bank's account was conducted during the year.

Treasury Division independently conducts the transactions, Back Office of Treasury is responsible for verification of the deals & passing of their entries in the books of account and Mid Office of Treasury monitors dealer's adherence to various internal, regulatory and counter party limits. All foreign exchange transactions are revalued at Mark-to-Market rate as determined by the bank as mid rate on daily basis & the mid rate is being published by the Treasury Division of the Bank as per approved policy. All Nostro accounts are reconciled on a monthly basis & outstanding entry beyond 30 days is reviewed by the management for its settlement. The position maintained by the Bank at the end of day was within the stipulated limit prescribed by Bangladesh Bank.

Interest rate risk

Interest rate risk may arise either from trading portfolio or non-trading portfolio. The short-term movement in interest rate is negligible or nil. Interest rate risk of non-trading business arises from mismatches between future yield of an asset & its funding cost. Asset Liability Management Committee monitors interest rate movement on a regular basis.

Equity risk

Equity risk arises from fall in market price of shares which are regularly monitored by the management. The management keep required provision as per Bangladesh Bank guidelines when the cost price exist under the market price.

d) Reputation risk arising from money laundering incidences

Money Laundering has significant economic and social consequences, especially for developing countries and emerging markets. The adverse consequences of money laundering are reputational, operational, legal and concentration risks and include loss of profitable business, liquidity problems through withdrawals of funds, termination of correspondent banking facilities, loan losses etc.

An Anti Money Laundering/Combating the Financing of Terrorism (AML/CFT) program is an essential component of a bank's compliance regime. The primary goal of an AML/CFT program is to protect the bank against money laundering, terrorist financing and other financial crimes and to ensure that the bank is in full compliance with relevant laws and regulations. The management of BASIC Bank Limited has taken prevention of money laundering and terrorist financing as part of the Bank's risk management strategies. 'Anti Money Laundering (AML) and Combating the Financing of Terrorism (CFT) Policy' of the Bank has been revised and subsequently approved by the Board of Directors of the Bank in its 494th meeting held on 05 March 2020.

The Bank established a separate division namely Anti-Money Laundering Division (AML/D) for mitigating Money Laundering and Terrorist Financing related risks. One of the General Managers is acting as the Chief Anti-Money Laundering Compliance Officer (CAMLCO) of the Bank. In addition, Central Compliance Committee (CCC) is working to develop and review institutional strategy and program for preventing money laundering and terrorist financing. AML/D is performing as the secretariat of Central Compliance Committee. AML/D is continuously monitoring and reviewing overall Bank's compliance to mitigate ML/TF risks. Besides, a senior level executive from each Branch is working as a Branch Anti-Money Laundering Compliance Officer (BAMLCO). Audit and Inspection Division conducts audit for an effective Anti Money Laundering System Check throughout the year. Moreover, members of CCC and employees of AML/D pay visit to Branches to supervise the AML procedures and functions at branch level as and when required.

Sound Know Your Customer (KYC) and Transaction Profile (TP) are in place to recognize the risk associated with accounts. Cross-border transactions (both incoming and outgoing messages) are screened against UN, OFAC, EU and other Sanction lists through SWIFT Screening Software. Moreover, the Bank has its own AML Screening System for screening customer against UN Sanction List, Domestic Sanction List and Private List before opening an account and making payment of foreign remittance (through Bank or Exchange Houses).

The Bank is providing CTR data through goAML web portal of Bangladesh Financial Intelligence Unit (BFIU) on regular basis. It is the requirement of BFIU to report cash transaction of BDT 10 Lac and above in a single day in a single account and submit STR/SAR to BFIU as and when detected without delay. Bank has taken initiative to aware the officials about the negative effect of Hundi, Howla, Crypto Currency, gaming, betting etc. BASIC Bank Training Institute arranges training programs on AML & CFT throughout the year to develop awareness and skill for mitigating money laundering and terrorist financing risks.

e) Operational risk

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

f) Asset Liability Management Risk

Asset Liability Management (ALM) is a risk management technique designed to earn an adequate return while maintaining a comfortable surplus of assets beyond liabilities. The scope of ALM function can be described as liquidity risk management, management of market risks, trading risk management, funding and capital planning, profit planning, growth projection, etc.

The ALM committee usually makes decisions on financial direction of the Bank. The ALCO's goal is to manage the sources and uses of funds, identify balance sheet management issues like balance sheet gap, interest rate gap etc. ALCO also reviews liquidity contingency plan and implements asset and liability pricing strategy for the Bank. The bank revised its asset liability management policy in line with Bangladesh Bank guideline. The Board of Directors of the Bank approved the revised policy in September 2017, which is followed meticulously.

g) ICT Risk Management

ICT risk refers to the potential of ensuing harmful effects that an organization may suffer from intentional or unintentional threats to information and information technology systems. Managing ICT risk is part of running regular operation of the Bank now a days. Failure to manage ICT risk may lead to serious security breaches, financial losses & even business discontinuity. Hence, it is imperative that there should be a mechanism to identify, assess and mitigate ICT risk. BASIC Bank Limited, with the approval of the Board, has adopted an ICT policy in compliance with ICT security guidelines of Bangladesh Bank covering various aspects of ICT risk management. Based on the policy the Bank has taken necessary measures for mitigating ICT risk and impending hazards through implementing proper strategies and processes of identifying, appreciating, analyzing and assessing the same. The Bank has also taken necessary initiatives which would make a positive impact on improving ICT segment of core risks management. All observations by Bangladesh Bank, related to ICT segment of core risks management are being complied in time. Necessary measures are also being taken to minimize manual intervention, as much as possible, by implementing automatic handling of network level and server level failure. Moreover, necessary initiatives are also being taken to comply with the ICT related issues mentioned in the circular of Bangladesh Bank regarding Self-Assessment of Anti Fraud Internal Controls. Internal ICT audit by Audit and Inspection Division of Head Office in different branches of the Bank are being carried out regularly. The Bank has been carrying out the job of Vulnerability Assessment (VA), Penetration Test (PT) by the external experts having sufficient expertise on ICT securities. The Bank has taken necessary steps to enhance the securities of the network, database and e-mail systems of the Bank. An independent ICT Security Unit comprising some ICT security experts has already been established within the Bank for monitoring, identifying and overseeing all kinds of potential ICT risks and threats. Moreover, the Bank has taken necessary initiatives to protect its ICT System from unauthorized Network Access, Denial of Service Attack, Zero-Day Virus Attack, Advanced Persistent Threat (APT) Attack, Malware Attack, Spyware Attack etc. The Bank is also carrying out training programs on importance an awareness of ICT security for its employees to prevent from different malicious activities.

h) Internal Control and Compliance

The primary objectives of Internal Control and Compliance are to help the Bank perform better through the effective use of its resources, identify its weaknesses, take appropriate measures to overcome the same and ensure compliance with regulatory framework including applicable laws and regulations. Internal Control and Compliance of the Bank includes three fold functions viz. Internal Audit & Inspection of Branches and Divisions of Head Office, Monitoring of operational activity of the Bank to assess the risk of individual Branches/Divisions and Compliance of Internal Audit & Inspection Reports of Branches & Divisions and Bangladesh Bank Audit



Reports including Bangladesh Bank Special Audit Reports on Core Risks & Cash Incentive and Government Commercial Audit Reports. These functions are being carried out by 03 (three) divisions namely Audit & Inspection Division, Audit Findings Monitoring Division and Compliance Division. The Audit Committee of the Board subsequently reviews the major lapses identified by Audit and Inspection Division as well as compliance of these lapses. The Audit Committee also reviews periodic financial statements of the Bank, Bangladesh Bank Inspection Reports, Commercial Audit Reports and other issues indicated in the Bangladesh Bank Guidelines. Necessary steps/measures are taken on the basis of observation & suggestion of the Committee.

i) Fraud & Forgeries

The term 'Fraud' commonly includes activities such as theft, corruption, conspiracy, embezzlement, money laundering, bribery & extortion. Fraud risk is one of the components of Operational risk. Operational risk focuses on the risks associated with errors or events in transaction processing or other operations. Bank is absolutely committed to maintain an honest, open & well intentioned atmosphere within the organization. Bank is also committed to prevent fraud and detection of fraud. Fraud & Forgery has emerged as one of the major threats in banking sector with regular development of avenues by the fraudsters.

In the year 2017, the bank has started to further develop the Risk & Fraud awareness culture among the employees & reduce the likelihood of fraud occurring in the Bank. In 2023, Audit & Inspection Division (AID) of the Bank has conducted 72 Branches including 16 Authorized Dealer (AD) Branches of Foreign Exchange & 11 Special inspections at different Branches and 17 regular Inspections at different Divisions of Head Office, where all out efforts were taken by the officials of AID to detect fraud & forgeries and to find out potential risk factors.

In connection with dealing the situation and ensuring safety checking measures against fraud & forgery related issues, Monitoring Division of the Bank quarterly prepare Self Assessment of Anti-Fraud Internal Controls report and submit the same to Bangladesh Bank with joint signature of the Managing Director & the Chairman of Audit Committee of the Board of Directors of the Bank.

2.17 Earnings per share (EPS)

The Bank presents basic and diluted (when dilution is applicable) earnings per share (EPS) for its ordinary shares in accordance with BAS 33 "Earnings per Share". Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Bank with the weighted average number of ordinary shares outstanding during the period, adjusted for the effect of change in number of shares for bonus issue, share split and reverse split. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, for the effects of all dilutive potential ordinary shares. Hence Diluted EPS has been calculated.

2.18 Events after the reporting period

All material events after the reporting period that provide additional information about the Bank's position at the balance sheet date are reflected in the financial statements as per IAS 10 "Events after the Reporting Period". Events after the reporting period that are not adjusting events are disclosed in the notes when material.

2.19 Directors' responsibility on statement

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

Memorandum items

Memorandum items are maintained to have control over all items of importance and for such transactions where the Bank has only a business responsibility and no legal commitment. Stock of travelers cheques, savings certificates, wage earners bonds and other fall under the memorandum items.

Capital Expenditure Commitment

There was no capital expenditure contracted but incurred or provided for at 31 December 2023. Besides, there was no material capital expenditure authorized by the Board but not contracted for at 31 December 2023.

2.20 Related party disclosures

As per IAS 24 "Related Party Disclosures", a related party is a person or entity that is related to the entity (i.e. BASIC Bank Limited) that is preparing its financial statements. Related party transaction is a transfer of resources, services, or obligations between a reporting entity and a related party, regardless of whether a price is charged as per IAS 24.

Related Parties include the Bank's Directors, key management personnel, associates, companies under common directorship etc. as per IAS 24 "Related Party Disclosures". All transactions involving related parties arising in the normal course of business are conducted at arm's length at normal commercial rates on the same terms and conditions as third party transactions using valuation modes as admissible.

2.21 Board of Directors as on 31 December 2023:

Name	Status	Other Position
Professor Dr. Abul Hashem	Chairman	Vice Chancellor, Anwer Khan Modern University, Ex-Chairman, Dhaka Stock Exchange Limited, Ex-Member, University Grants Commission of Bangladesh, Ex-Treasurer, University of Dhaka, Ex-Dean, Faculty of Business Studies, University of Dhaka, Ex-Chairman, Department of Accounting, University of Dhaka, Ex-Director, Bangladesh Shilpa Bank, and Ex-Director, Dhaka Stock Exchange Limited.
Dr. Nahid Hossain	Director	Joint Secretary, Government of the People's Republic of Bangladesh.
Dr. Md. Abdul Khaleque Khan (Freedom Fighter)	Director	Managing Director & CEO (Retired), Bangladesh Commerce Bank Limited
Mr. Shamim Ahammed	Director	Joint Secretary, Government of the People's Republic of Bangladesh
Mr. Md. M. Latif Bhuiyan	Director	General Manager (Retired), Bangladesh Development Bank Limited
Mr. Md. Rafiqul Islam	Director	Joint Secretary (Retired), Government of the People's Republic of Bangladesh
Mr. Md. Anisur Rahman	Director	Managing Director & CEO, BASIC Bank Limited

The Board of Directors conducted 34 (Thirtyfour) meetings during the year.

2.22 Audit Committee as on 31 December 2023:

Members of the Audit Committee of the Board of Directors:

Name	Status with the Committee	Educational Qualification
Dr. Nahid Hossain	Chairman	B.Com (Hons.), M.Com (Finance & Banking), Master of Economics (Japan), Doctor of Engineering (Environment & Life Engineering, Japan)
Dr. Md. Abdul Khaleque Khan (Freedom Fighter)	Member	Ph.D; MSS (Economics), Dhaka University.
Mr. Md. M. Latif Bhuiyan	Member	MBA (Finance & MIS), University of New Orleans, USA, M.Com (Accounting), University of

Audit Committee conducted 08 (eight) meetings during the year.

2.23 Risk Management Committee as on 31 December 2023:

Name	Status	Educational Qualification
Dr. Md. Abdul Khaleque Khan (Freedom Fighter)	Chairman	Ph.D; MSS (Economics), Dhaka University.
Dr. Nahid Hossain	Member	B.Com (Hons.), M.Com (Finance & Banking), Master of Economics (Japan), Doctor of Engineering (Environment & Life Engineering, Japan)
Mr. Shamim Ahammed	Member	Master of Business Administration, University of West London, UK; Bachelor of Urban and Rural Planning, Khulna University, Bangladesh.
Mr. Md. M. Latif Bhuiyan	Member	MBA (Finance & MIS), University of New Orleans, USA, M.Com (Accounting), University of Dhaka.
Mr. Md. Rafiqul Islam	Member	M. Com (Management), University of Chittagong

Risk Management Committee conducted 15 (fifteen) meetings during the year.

2.24 Executive Committee as on 31 December 2023:

Name	Status	Educational Qualification
Professor Dr. Abul Hashem	Chairman	B.Com (Hons.), M.Com (Accounting), Ph.D (Russia), Post-doctoral Fellowship (USA)
Mr. Shamim Ahammed	Member	Master of Business Administration, University of West London, UK; Bachelor of Urban and Rural Planning, Khulna University, Bangladesh.
Mr. Md. Rafiqul Islam	Member	M. Com (Management), University of Chittagong

Executive Committee conducted 01 (one) meetings during the year.

2.25 Head Office Management Committee (MANCOM) as on 31 December 2023:

Sl #	Name	Designation	Status with the Committee
1	Mr. Abu Md. Mofazzal	Deputy Managing Director	Chairman
2	Mr. Md. Ismail	General Manager	Member
3	Mr. Md. Momenul Hoque	General Manager	Member
4	Mr. Sumit Ranjan Nath	General Manager	Member
5	Mr. Md. Shafiul Alam	General Manager	Member
6	Mr. Md. Hasan Imam	General Manager	Member
7	Mr. Dulon Kanti Chakraborty	General Manager	Member
8	Mr. Md. Ghulam Sayeed Khan	General Manager	Member
9	Mr. Saidur Rahman Sohel	Deputy General Manager, Human Resources Division	Member Secretary

The Head Office Management Committee conducted 07 (Seven) meetings during the year.

2.26 Compliance report on International Accounting Standards (IAS) & International Financial Reporting Standards (IFRS)

The Institute of Chartered Accountants of Bangladesh (ICAB) is the sole authority for adoption of International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS). While preparing the financial statements, BASIC Bank applied all the applicable IAS and IFRS as adopted by ICAB. Details are given below:

Name of the IAS	IAS no.	Status
Presentation of Financial Statements	1	Applied*
Inventories	2	N/A
Statement of Cash Flows	7	Applied*
Accounting Policies, Changes in Accounting Estimates & Errors	8	Applied
Events after the Reporting Period	10	Applied
Construction Contracts	11	N/A
Income Taxes	12	Applied
Property, Plant and Equipment	16	Applied
Leases	17	Applied
Revenue	18	Applied
Employee Benefits	19	Applied
Accounting for Govt. Grants & Disclosure of Govt. Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	Applied
Borrowing Costs	23	Applied
Related Party Disclosures	24	Applied
Accounting and Reporting by Retirement Benefit Plans	26	Applied
Consolidated and Separate Financial Statements	27	N/A
Investments in Associates	28	N/A
Interests in Joint Ventures	31	N/A
Financial Instruments: Presentation	32	Applied*
Earnings Per Share	33	Applied
Interim Financial Reporting	34	Applied
Impairment of Assets	36	Applied

Name of the IAS	IAS no.	Status
Provisions, Contingent Liabilities and Contingent Assets	37	Applied*
Intangible Assets	38	Applied
Financial Instruments: Recognition and Measurement	39	Applied*
Investment Property	40	N/A
Agriculture	41	N/A

Name of the BFRS	IFRS no.	Status
Name of the IFRS	IFRS no.	Status
First Time Adoption of Bangladesh Financial Reporting Standard	1	N/A
Share Based Payment	2	N/A
Business Combinations	3	N/A
Insurance Contracts	4	N/A
Non-current Assets Held for Sale and Discontinued Operations	5	N/A
Exploration for and Evaluation of Mineral Resources	6	N/A
Name of the IFRS	IFRS no.	Status
Financial Instruments: Disclosure	7	Applied*
Operating Segments	8	Applied
Consolidated Financial Statements	10	N/A
Joint Arrangements	11	N/A
Disclosure of interests in other Entities	12	N/A
Fair Value Measurement	13	N/A

* Subject to departure described in note 2.1

2.27 Corporate Social Responsibilities (CSR)

Bank authority is very much concerned about responsibility to the society people. With industrialization, the impacts of business on society and the environment assumed an entirely new dimension. For this, Corporate Social Responsibility has become a criterion of socially lawful, business endeavour and the acceptance of it is growing day by day. Countries of developed economy have taken the idea of "Social Responsibility". BASIC Bank Limited has also realized its responsibilities to the society and very much willing to contribute to the improvement of the society within the framework of Bangladesh Bank guidelines.

2.28 Regulatory and legal compliance

The Bank complied with the requirement of the following regulatory and legal acts and rules:

- The Bank Company Act, 1991 (amended 2018)
- The Companies Act 1994
- Rules, regulations and circulars issued by the Bangladesh Bank from time to time
- The Income Tax Ordinance 1984 and Rules
- The Value Added Tax and Supplementary Duty Act, 2012
- The Value Added Tax and Supplementary Duty Act, 2016
- The Stamp Act-1899
- The Customs Act-1969
- The Money Laundering Prevention Act, 2012
- The Anti Terrorism (Amendment) Act, 2012
- Labor Act, 2006 (amended in 2013) and Labor Rule, 2015

2.29 Approval of financial statements

The financial statements were approved by the Board of Directors on 30 April 2024.

2.30 General

- These financial statements are presented in Taka, which is the Bank's functional currency. Figures appearing in these financial statements have been rounded off to the nearest Taka.
- The expenses, irrespective of capital or revenue nature, accrued/due but not paid have been provided for in the books of the Bank.
- Figures of previous year have been rearranged whenever necessary to conform to current years presentation.

BASIC Bank Limited
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2023

Particulars		31.12.2023 Taka	31.12.2022 Taka
3. Cash			
Cash in hand (including foreign currencies)	Note 3.1	1,141,660,877	1,039,895,641
Balance with Bangladesh Bank & its agent bank(s)	Note 3.2	8,002,173,786	7,952,670,743
Total		9,143,834,663	8,992,566,384
3.1 Cash in Hand (including foreign currencies)			
In Local Currency (3.1.1)		1,140,010,333	1,039,323,333
In Foreign Currencies		1,650,544	572,308
Total		1,141,660,877	1,039,895,641
3.1.1 In Local Currency			
In Hand		1,067,900,733	988,444,033
In ATM		72,109,600	50,879,300
		1,140,010,333	1,039,323,333
3.2 Balance with Bangladesh Bank & its agent bank(s)			
In Local Currency	Note 3.2.1	6,923,816,136	7,043,569,738
In Foreign Currencies	Note 3.2.2	1,078,357,650	909,101,005
		8,002,173,786	7,952,670,743
3.2.1 In Local Currency			
Bangladesh Bank		6,818,281,888	6,953,244,610
Sonali Bank (acting as agent of Bangladesh Bank)		105,534,248	90,325,128
		6,923,816,136	7,043,569,738
3.2.2 In Foreign Currencies			
Bangladesh Bank - EURO		7,765,127	6,684,490
Bangladesh Bank - GBP		5,770,519	4,892,124
Bangladesh Bank - YEN		306,039	297,792
Bangladesh Bank - US\$		1,064,515,965	897,226,599
		1,078,357,650	909,101,005
3.2.2.1 Balance with Bangladesh Bank as per DB -5		6,889,902,634	7,091,371,783
Reason of Difference between balance with Bangladesh Bank and DB-5:			
The reason of difference between balance with Bangladesh Bank and DB-5 is that the balance of foreign currency clearing account is not shown in DB-5 statement and Tk. 57.00 Lac deducted from actual Bangladesh Bank (BDT) A/C balance which is lien amount against TT discounting facilities. Moreover, there were some entries passed by Bangladesh Bank on year ending date but we passed corresponding entries on later date after receiving advice from Bangladesh Bank.			
3.3 Statutory Deposits			
Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained as per Section 33 of the Bank Companies Act 1991 and BRPD Circular No. 11 and 12 both dated August 25, 2005, MPD Circular No. 2 dated December 10, 2013 and MPD Circular No. 03 dated April 09, 2020.			
The Cash Reserve Requirement (CRR) on the Bank's time and demand liabilities at the rate of 4.00% has been calculated and maintained with Bangladesh Bank in current account and 13.00% Statutory Liquidity Ratio (SLR) has been calculated and maintained with excess CRR balance, all kinds of approved govt. securities, cash in hand including FC balance with Bangladesh Bank and Sonali Bank (as agent of Bangladesh Bank). Both the reserves maintained by the Bank are in excess of the statutory requirements, as shown below:			
3.3.1 Cash Reserve Ratio (CRR)			
Required Reserve (4.00% of Average Demand & Time Liabilities)		6,152,289,667	6,410,111,654
Actual reserve maintained		6,675,876,612	8,863,318,077
Surplus/(Deficit)		523,586,945	2,453,206,423
Required (%)		4.00%	4.00%
Maintained (%)		4.34%	5.53%

Particulars		31.12.2023 Taka	31.12.2022 Taka
3.3.2 Statutory Liquidity Reserve (SLR)			
Required Reserve (13.00% of Average Demand & Time Liabilities)		19,994,941,416	20,832,862,875
Actual reserve maintained		20,912,053,965	23,897,060,808
Surplus/(Deficit)		917,112,549	3,064,197,933
Required (%)		13.00%	13.00%
Maintained (%)		13.60%	14.91%
4. Balance with other banks & financial institutions			
In Bangladesh- local currency	Note 4.1	557,577,637	580,314,206
Outside Bangladesh- NOSTRO & FC Term Placement	Note 4.2	1,226,664,038	1,385,673,522
		1,784,241,675	1,965,987,728
4.1 In Bangladesh			
4.1.1 Current Accounts			
Sonali Bank Ltd.		7,020,629	7,851,956
Agrani Bank Ltd.		28,445,612	16,537,032
Janata Bank Ltd.		31,660,919	25,655,738
Rupali Bank Ltd.		9,063,339	9,926,602
Bangladesh Krishi Bank		50,770	54,713
Agrani Bank Ltd. (Agrani Exchange, Singapore)		3,044	3,872
NCC Bank Ltd.		9,274,695	12,540,509
		85,519,008	72,570,422
4.1.2 Short Notice Deposit Accounts			
Sonali Bank Ltd.		49,335	16,448
Agrani Bank Ltd.		5,000	6,373,588
Janata Bank		19,922,124	24,697,084
Rupali Bank Ltd.		11,762,882	42,962,737
Trust Bank Ltd.		10,146,475	3,454,631
The Premier Bank Ltd.		3,921	5,004
		41,889,737	77,509,492
4.1.3 Other Deposit			
Receivable from ICB Islami Bank		130,168,892	130,234,292
4.1.4 Fixed Deposit Accounts			
i) FDR/Placement with Banks		-	-
ii) FDR/Placement with Non-Bank Financial Institutions (NBFIs):			
Bangladesh Industrial Finance Company (BIFC) Limited		300,000,000	300,000,000
		300,000,000	300,000,000
Total		557,577,637	580,314,206
4.2 Outside Bangladesh (Nostro & FC Term Placement)			
Interest bearing accounts	Note 4.2.1	569,364,038	173,673,522
Term Placements	Note 4.2.2	657,300,000	1,212,000,000
		1,226,664,038	1,385,673,522
4.2.1 Interest-bearing Accounts			
Sonali Bank Kolkata-EURO		572,699	512,928
Sonali Bank London (UKP)-GBP		723,363	241,234
Bank of Tokyo Mitsubishi Japan-JPY		490,195	874,864
Arif Habib Bank, Karachi-USD		120,861	111,428
Mashreq Bank India-USD		70,893	65,360
Mashreq Bank New York-USD		-	465,105
Sonali Bank Kolkata-USD		15,291,748	34,926,154
Bank of Ceylon-USD		1,144,099	1,054,806
CITI Bank NA, New York (Export)-USD		400,224,488	21,514,234
Sonali Bank London-USD		543,547	7,252,840
AB Bank Ltd, Mumbai (USD)		27,325,569	19,360,976
Habib Metropolitan Bank Ltd.-USD		-	560,631
HDFC Bank Ltd.-USD		21,061,159	28,008,572
Sonali Bank London-USD		607,458	536,667

Particulars	31.12.2023 Taka	31.12.2022 Taka
United Bank of India-USD	26,009,626	13,031,333
AKTIF YATIRIM BANKASI A.S.,ISTANBUL-EUR	14,254,185	4,122,314
Habib American Bank New York-USD	31,700,199	29,395,016
Kookmin Bank, Seoul-USD	29,223,949	11,639,060
Total	569,364,038	173,673,522
(Annexure - A may kindly be seen for details)		
4.2.2 Term Placement		
AB Bank Limited (USD)	328,650,000	101,000,000
Mercantile Bank Limited-USD	-	606,000,000
Meghna Bank Limited-USD	219,100,000	303,000,000
Southeast Bank Limited	109,550,000	-
Midland Bank Limited (USD)	-	202,000,000
Total	657,300,000	1,212,000,000
Grand total (Nostro and Term Placement)	1,226,664,038	1,385,673,522
4.3 Maturity grouping of balances with other banks & financial institutions:		
On demand	687,500,000	211,509,239
Upto 1 month	624,683,047	1,246,734,705
Over 1 month but not more than 3 months	41,889,737	77,509,492
Over 3 months but not more than 1 year	-	-
Over 1 year but not more than 5 years	430,168,892	430,234,292
Over 5 years	-	-
Total	1,784,241,676	1,965,987,728
5 Money at Call & Short Notice		
Commercial Banks	Note 5.1	-
Financial Institutions (Public & Private)		5,300,000,000
		5,300,000,000
5.1 Commercial Banks		
AB Bank Ltd		1,200,000,000
Agrani Bank Ltd.		2,000,000,000
Community Bank Ltd		500,000,000
Modhumoti Bank Ltd		-
Midland Bank Ltd		-
NRB Bank Ltd.		600,000,000
ONE Bank Limited		1,000,000,000
		5,300,000,000
6. Investments		
Government Securities	Note 6.1	18,927,418,270
Other Investments	Note 6.2	22,085,580,255
		1,351,544,673
		1,348,801,548
		20,278,962,943
		23,434,381,803
6.1 Government Securities		
Treasury Bills and Reserve Repo	Note 6.1.1	-
Treasury Bonds	Note 6.1.2	18,924,256,670
Prize Bond		3,161,600
		22,082,755,555
		2,824,700
		18,927,418,270
		22,085,580,255
6.1.1 Treasury Bills (at revalued Amount) (A)		
364 Days Government Treasury Bills		-
364 Days Reverse Repo		-
182 Days Government Treasury Bills		-
91 Day Government Treasury Bills		-
28 Days Government Treasury Bills		-
01 Day Reverse Repo-Bangladesh Bank		-
		-

Particulars	31.12.2023 Taka	31.12.2022 Taka
Reverse Repo (B)		
Reverse Repo-Banks and NBFIs	-	-
Reverse Repo-Bangladesh Bank	-	-
Total	-	-
Grand Total (A+B)	-	-
6.1.2 Treasury Bonds (at revalued Amount)		
02 Years Government Treasury Bond	-	796,157,416
05 Years Government Treasury Bond (Sukuk)	3,146,760,635	4,140,338,068
10 Years Government Treasury Bond	11,205,789,825	13,125,300,622
15 Years Government Treasury Bond	2,479,932,181	2,077,599,687
20 Years Government Treasury Bond	2,091,774,029	1,943,359,762
	18,924,256,670	22,082,755,555
6.2 Other Investments		
Shares	Note 6.2.1	
Others (Memorial Coin)		
	1,351,485,173	1,348,742,048
	59,500	59,500
	1,351,544,673	1,348,801,548
6.2.1 Shares		
a. Quoted companies		
Shares in listed companies	1,288,050,333	1,285,307,208
b. Unquoted companies		
Share of Karmasangsthan Bank	15,000,000	15,000,000
ICB AMCL 2nd NRB Mutual Fund	33,644,190	33,644,190
Preference Share of BDCL	7,450,000	7,450,000
Equity Of Grameen I. T. Park	4,201,760	4,201,760
Share of CDB Ltd.	3,138,890	3,138,890
Sub-total	63,434,840	63,434,840
Grand Total (a+b)	1,351,485,173	1,348,742,048
(Details of Investment in shares may kindly be seen in Annexure - B)		
6.3 Investment in Securities are classified as per Bangladesh Bank Circular		
Held To Maturity (HTM)	Note 6.3.2	
Held For Trading (HFT)	Note 6.3.1	
Other Bond (Sukuk Bond)		
	17,881,259,663	17,421,638,812
	805,417,007	4,423,536,743
	237,580,000	237,580,000
	18,924,256,670	22,082,755,555
6.3.1 Held For Trading (HFT):		
Treasury Bond	805,417,007	4,423,536,743
Treasury Bill and reverse repo	-	-
	805,417,007	4,423,536,743
6.3.2 Held For Maturity (HTM):		
Treasury Bond	17,881,259,663	17,421,638,812
Treasury Bill and reverse repo	-	-
	17,881,259,663	17,421,638,812
6.4 Assets pledged as security		
Assets in the amounts shown below were pledged as security for the following liabilities		
Liabilities to bank	-	-
Liabilities to customers	-	-
	-	-

There is no assets pledged, mortgaged or hypothecated against bank's borrowings.

Particulars		31.12.2023 Taka	31.12.2022 Taka
6.5 Maturity Grouping of Investments			
On demand		3,221,100	2,824,700
Upto 1 month		-	352,869,122
Over 1 month but not more than 3 months		502,083,394	926,892,311
Over 3 months but not more than 1 year		1,857,989,800	2,889,641,912
Over 1 year but not more than 5 years		5,611,089,849	6,441,984,322
Over 5 years		12,304,578,800	12,820,169,436
		20,278,962,943	23,434,381,803
7. Loans & Advances			
Loans, Cash Credit & Overdraft etc.	Note 7.2	130,591,095,399	133,802,373,813
Bills purchased & discounted	Note 7.10	933,734,300	792,989,181
		131,524,829,699	134,595,362,994
7.1 Residual maturity grouping of loans including bills purchased and discounted			
Payable on demand		1,560,900,000	983,100,000
Not more than 3 months		14,204,806,445	17,407,324,630
Above 3 months but not more than 1 year		26,079,008,240	23,357,812,178
Above 1 year but not more than 5 years		64,803,410,010	59,337,013,162
Above 5 years		24,876,705,004	33,510,113,024
		131,524,829,699	134,595,362,994
7.2 Loans, Cash Credit & Overdraft etc.			
In Bangladesh			
Loans	Note 7.2.1	70,344,680,777	72,115,043,937
Cash credits		19,875,271,122	21,803,579,931
Overdrafts	Note 7.2.2	11,311,194,597	11,432,750,163
Others	Note 7.2.3	29,059,948,903	28,450,999,782
		130,591,095,399	133,802,373,813
Outside Bangladesh		-	-
		130,591,095,399	133,802,373,813
7.2.1 Loans			
Loan General		2,435,309,624	2,547,955,366
Term Loan		67,909,371,153	69,567,088,571
		70,344,680,777	72,115,043,937
7.2.2 Overdrafts			
SOD agst Bank's Own FDR		360,441,547	329,678,991
SOD agst Other Bank's FDR		284,296,725	302,262,819
SOD agst govt. bonds and securities		45,016,935	-
SOD agst Bank's Own Deposit Scheme		564,882,717	553,726,430
SOD for issuance of CDR/SDR/PO		17,061,058	17,061,058
Temporary Overdraft		220,356,269	220,356,269
Overdraft Secured Mortgage		6,902,068,503	6,755,662,219
Overdraft Secured (Other Securities)		1,672,650,057	1,498,552,986
Overdraft (Clean)		400,297,791	326,132,893
Overdraft Industrial Special CMSME COVID-19		463,209,648	745,494,386
Overdraft Service Special CMSME COVID-19		78,917,437	124,299,959
Overdraft Commercial Special CMSME COVID-19		197,972,312	559,522,153
Overdraft Industrial SMESPD-04/22		56,163,303	-
Overdraft Service SMESPD-04/22		20,847,990	-
Overdraft Commercial SMESPD-04/22		27,012,305	-
		11,311,194,597	11,432,750,163

Particulars	31.12.2023 Taka	31.12.2022 Taka
7.2.3 Others		
Export Credit/Packing Credit	414,287,053	413,632,733
Payment Against Documents	395,141,333	244,481,648
Loan Against Trust Receipt	2,255,288,049	1,985,936,106
Real Estate Loan	7,964,188,906	7,999,805,752
Other short term advance	112,801,649	120,490,962
Tender Bidding & Work order financing	463,944,925	235,230,341
Loan against Govt. Fund and other scheme	367,510,414	239,787,402
Credit to NBFI	1,951,015,544	2,468,855,575
Transport Loan	4,493,843,213	4,449,813,734
Consumer Credit	1,623,604,467	1,383,481,838
Micro Credit Financing	1,065,378,490	900,370,279
Agricultural Credit	56,358,256	87,973,969
Sundry/Misc. Loan	5,051,794,395	5,464,351,254
Staff Loan	2,844,792,209	2,456,788,189
	29,059,948,903	28,450,999,782
7.3 Loans on the basis of significant concentration including bills purchased & discounted		
a. Advances to Directors	-	-
b. Advances to MD and other Senior Executives	2,844,792,209	2,456,788,189
c. Advances to Customers group	36,031,321,302	41,245,396,159
d. Advances to Industrial sector	92,648,716,188	90,893,178,646
	131,524,829,699	134,595,362,994
7.3.1 Advances to Industrial sector		
Food and Allied Ind.	15,673,021,881	15,626,609,948
ERGM	9,245,262,777	9,116,611,495
Textile	5,093,541,865	8,462,579,851
Accessories	1,972,742,920	1,917,360,463
Jute Prod.and Allied Ind.	4,857,674,454	4,529,040,441
Forest Prod.and Allied Ind.	119,535,074	121,652,378
Paper, Board, Printing, Pub. and Packaging	4,429,860,864	3,824,289,777
Tannery Leather and Rubber Prod.	4,422,768,351	5,720,878,838
Chem.Pharm.and Allied Ind.	2,107,483,318	2,236,495,072
Plastic Ind.	1,347,392,022	421,839,940
Glass, Crmc. and Other non Metal. Pr.	1,075,984,599	811,559,073
Engineering	6,837,120,906	4,017,594,014
Electrical and Electronics Ind.	596,004,572	630,642,295
Real Estate & Housing	14,447,682,535	14,991,005,691
Transport and Communication	6,204,140,078	6,033,978,552
Ship,Shipbulding and Breaking	9,281,827	11,467,221
Power,Gas and Water	101,895,419	184,789,898
Hotel and Restaurant	677,273,494	792,806,620
Hospital and Clinic	781,173,081	880,734,973
Brick Kiln	3,167,044,124	3,559,916,753
Telecommunication & IT	391,142,441	415,647,652
Other Service Ind.	6,063,451,221	3,859,556,286
Ind.Not Elsewhere Classified	3,027,238,365	2,726,121,415
Total	92,648,716,188	90,893,178,646

7.4 Loans & advances allowed to each customer exceeding 10% of Bank's paid up capital

Number of Customers	28	25
Amount of outstanding advances	50,389,140,000	43,907,000,000
Amount of classified advances thereon	44,868,600,000	39,042,400,000
Amount of recovery	181,938,511	1,234,554,747
Measures taken for recovery	Persuasion and negotiation for recovery is going on	Persuasion and negotiation for recovery is going on

*In 2022 and 2023, capital of the Bank was negative. As such, loans and advances allowed to customers' group exceeding 10% of the Banks' paid-up capital are reported here as per Bangladesh Bank approval.

(Details are given in Annexure - C)



Particulars		31.12.2023 Taka	31.12.2022 Taka
7.5 Geographical Location - wise Loans and Advances			
Inside Bangladesh			
Dhaka Division		77,897,095,775	79,276,007,673
Chattogram Division		22,278,862,010	21,980,418,110
Rajshahi Division		5,929,952,647	7,629,274,519
Khulna Division		6,420,088,515	6,578,305,982
Barishal Division		847,083,736	750,217,387
Sylhet Division		1,261,234,537	1,328,290,433
Rangpur Division		8,471,774,614	8,524,680,680
Mymensingh Division		8,418,737,865	8,528,168,210
Total Inside Bangladesh		131,524,829,699	134,595,362,994
Outside Bangladesh			
		-	-
Total		131,524,829,699	134,595,362,994
7.6 Distribution of Loans and advances according to BRPD Circular by Bangladesh Bank			
A. Unclassified loan:			
Standard		44,931,195,847	44,515,811,173
SMA		3,266,154,479	12,213,005,637
Sub-Total		48,197,350,326	56,728,816,810
B. Classified loan:			
Sub-standard		1,054,797,347	246,532,668
Doubtful		141,819,088	305,757,619
Bad and loss		82,130,862,938	77,314,255,897
Sub-Total		83,327,479,373	77,866,546,184
Total loans and advances (A+B)		131,524,829,699	134,595,362,994
7.7 Provision required for loans and advances			
Status			
Unclassified-General provision			
STAC & Micro Credit		2,765,535	287,445
SMA		14,589,665	146,205,582
Others (excluding staff loan)		330,780,462	17,446,464
Staff loan		2,659,881	837,765
Sub-Total		350,795,543	164,777,256
Classified-specific provision			
Sub-standard		35,933,565	1,174,242
Doubtful		992,689	1,283,851
Bad/Loss		4,974,273,692	9,552,259,744
Sub-Total		5,011,199,946	9,554,717,837
Total		5,361,995,489	9,719,495,093
Total provision maintained		5,361,995,489	9,719,495,093
Excess/(short) provision		-	-
Note: Provision has been maintained by the Bank in accordance with Bangladesh Bank's approval vide its Letter Nos. DOS(CAMS) 1157/41(Dividend)/2024-1839 dated 30 April 2024 and DOS(CAMS)1157/1(II)-C/2023-2209 dated 30 April 2023. Bangladesh Bank has allowed deferral facility to the Bank for maintaining provision shortfall of Tk. 5,343.03 crore against loans and advances till the finalization of Financial Statements of 2024 of the Bank. As such, there is no un-approved provision shortfall of the Bank as on 31 December 2023 and as on 31 December 2022.			
Details of provision may kindly be seen in Note 13.1 and 13.2			
7.8 Listing of Assets Pledged as Security/Collaterals			
Nature of the secured assets			
Fixed Assets		117,781,198,023	116,166,275,217
Cash and quasi-cash		3,521,878,891	3,770,420,284
Others		5,542,504,783	4,726,916,608
		126,845,581,697	124,663,612,109

Particulars	31.12.2023 Taka	31.12.2022 Taka
7.9 Particulars of Loans and Advances:		
(i) Loans considered good in respect of which the banking company is fully secured;	38,158,237,900	46,226,282,948
(ii) Loans considered good for which the banking company holds no other security other than debtor's personal guarantee;	3,143,090,709	2,555,834,224
(iii) Loans considered good secured by personal undertaking of one or more parties in addition to the personal guarantee of the debtor;	5,338,121,538	7,315,636,366
(iv) Loans adversely classified ; provision not maintained there against	-	-
	46,639,450,147	56,097,753,538
(v) Loans due by directors or officers of the banking company or any of these either separately or jointly with any other persons	2,844,792,209	2,456,788,189
(vi) Loans due from companies or firms in which the directors of the banking company have interests as directors, partners or managing agents or in case of private companies as members;	-	-
(vii) Maximum total amount of advance including temporary advance made at any time during the year to directors or managers or officers of the banking companies or any of them either separately or jointly with any other person;	2,871,955,640	2,493,541,779
(viii) Maximum total amount of advances, including temporary advances granted during the year to the companies or firms in which the directors of the banking company have interests as directors, partners or managing agents or in the case of private companies as members;	-	-
(ix) Due from banking companies.	-	-
(x) Amount of classified loans on which interest has not been charged	82,130,862,938	77,314,255,897
(a) (Decrease)/ Increase in provision	(4,543,517,891)	(6,686,149,564)
Amount of loan written off	4,764,236,887	9,009,989,490
Amount realized against loan previously written off	48,091,367	292,472,976
(b) Amount of provision kept against loan classified as	4,974,273,692	9,552,259,744
(c) Interest credited to the interest suspense account	4,972,783,968	11,007,623,947
xi) Amount of the written off loan:		
(a) Cumulative amount of Written off loan	25,224,020,663	20,460,505,643
(b) Amount written off during the current year	4,764,236,887	9,009,989,490
(c) Amount of written off loan for which law suit has been filed	24,575,539,850	20,087,576,234
7.10 Bills Purchased and Discounted		
Payable in Bangladesh	880,006,163	733,837,188
Payable outside Bangladesh	53,728,137	59,151,993
	933,734,300	792,989,181
7.11 Maturity grouping of bills purchased & discounted		
Not more than 01 months	540,161,993	556,792,404
Above 01 months but not more than 03 months	338,476,184	204,697,207
Above 03 months but not more than 06 months	55,096,123	31,499,570
Above 06 months	-	-
	933,734,300	792,989,181
8. Fixed assets including premises, furniture & fixtures		
Own Assets		
Building	125,095,000	-
Furniture and Fixtures	135,395,055	132,674,394
Interior Decoration	388,561,113	383,955,000
Machinery and Equipment	391,491,450	379,568,068
Computer Hardware	485,193,602	471,993,507
Software	150,638,583	150,288,583
Motor Vehicles	239,340,197	292,848,450
	1,915,715,000	1,811,328,002
Less: Accumulated depreciation	1,471,329,142	1,448,779,927
Sub-total (A)	444,385,858	362,548,075

Particulars		31.12.2023 Taka	31.12.2022 Taka
Leased Assets			
Leasehold Assets		4,000,000	4,000,000
Less: Accumulated depreciation		1,126,525	1,086,525
Sub-total (B)		2,873,475	2,913,475
Total (A+B)		447,259,333	365,461,550
A Schedule of Fixed Assets is given in Annexure-D.			
9. Other Assets			
i) Income generating		-	-
ii) Non-Income generating			
a) Stationery, stamps, printing materials etc.		26,185,505	23,284,260
b) Security deposits	Note 9.2	13,795,636	12,905,636
c) Advance rent		47,351,425	61,976,351
d) Advance for space of BASIC Zaman Tower		759,999,993	759,999,993
e) Advance for space of Banani		161,315,950	161,315,950
f) Other prepayments	Note 9.1	30,177,905	15,508,987
g) Advance income tax		195,289,216	204,134,902
h) Income receivable	Note 9.3	1,921,255,254	1,961,445,445
i) Deferred Tax Assets	Note 36	897,123,027	889,645,255
j) Suspense account	Note 9.4	128,724,061	119,391,201
k) Advances/expenditures incurred against proposed branches		2,714,400	2,714,400
l) Balance with Fakrul Islam securities		20	20
m) ICB Securities Trading Co. Ltd.		3,803	3,802
n) Rupali Bank Securities Ltd.		12,415,628	158,753
o) Dhaka Bank Securities Ltd.		-	(900)
p) Branch adjustment account		318,298,166	666,031,493
n) Sundry debtors	Note 9.5	206,274,594	289,905,133
r) Position Clearing (Net)		257,533,598	729,907,121
s) Position General Ledger (Net)		-	-
		4,978,458,181	5,898,327,802
9.1 Other prepayments:			
Total Other Prepayments		1,276,567,509	1,206,457,127
Less Advance against proposed branch		(2,714,400)	(2,714,400)
Less: Provision for Loss on Investment in Share		-	(65,055,254)
Less: Advance loan loss provision		(17,875,937)	
Less Loss on amortization of HTM		(304,483,324)	(201,862,543)
Less Advance prepayment HO and Banani Br.		(921,315,943)	(921,315,943)
		30,177,905	15,508,987
9.2 Security deposits			
Security deposits, rent and other prepayments made to statutory authorities, other institutions and individuals are considered good.			
9.3 Income receivable			
Income receivable consists of interest income receivable from various investments and Loans have been verified and considered good.			
9.4 Suspense account			
Suspense account consists of Excise Duty and petty cash etc.			
9.5 Sundry Debtors			
1) Protested Bill:			
a) BCCI:			
i) Protested bill, Main branch		6,535,880	6,535,880
ii) Protested bill, Khatungonj branch		244,800	244,800
iii) Protested bill, Khulna branch		416,367	416,367
iv) BCCI-Bombay		1,399,580	1,399,580
v) BCCI-London		785	691
Sub total		8,597,412	8,597,318
b) Protested bill for SWIFT		20,244,921	20,244,921
c) Protested Bill -Lawyers' Fee		1,340,000	1,340,000
d) Protested Bill -Bangshal Branch- Shahadat Hossain		11,198,036	11,198,036
Total Protested Bill (A)		41,380,369	41,380,275

Particulars	31.12.2023 Taka	31.12.2022 Taka
2) Other Sundry Debtors	2,694,346	627,415
3) Advance Cash Incentives-Remittance	9,566	291,895
4) Encashment of Sanchaya Patra	161,857,813	247,585,548
5) Encashment of Bond	312,500	-
6) Cash Shortage	20,000	20,000
Total (B)	164,894,225	248,524,858
Grand Total (A+B)	206,274,594	289,905,133

Note: Full provision has been made in the account for the protested bill.

10. Non-banking Assets

Income generating non-banking assets

Non-income generating non-banking assets (Note 10.01)

-	-
23,858,490	23,858,490
23,858,490	23,858,490

10.01 Non-income generating non-banking assets

Land

Building

8,219,490	8,219,490
15,639,000	15,639,000
23,858,490	23,858,490

The Bank has got the possession and ownership of the mortgage properties according to the judgement of the Honorable Court in accordance with the section 33(7) of "Artha Rin Adalat-2003". The Bank has been holding the non-banking assets since July 23, 2019.

11 Borrowings from other banks, financial institutions and agents

In Bangladesh

Note 11.1

Outside Bangladesh

Note 11.2

1,566,993,607	1,997,223,268
710,036,375	902,900,464
2,277,029,982	2,900,123,732

11.1 In Bangladesh(a+b+c)

a) Money at call and on short notice

Rupali Bank Ltd

Sonali Bank Ltd

Sub total (a)

-	-
-	-
-	-

b) Term borrowing:

Rupali Bank Ltd.

Agrani Bank Ltd.

Sonali Bank

Sub-total (b)

-	-
-	1,000,000,000
-	-
-	1,000,000,000

c) Term Borrowing

Bangladesh Bank Refinance Loan for House building

Bangladesh Bank Refinance Loan for Solar,Bio-gas,ETP,BANECO

Refinance scheme of Bangladesh Bank for Jute Sector

Financing Brick Kiln Efficiency Improvement Project

Fund Export Industry-Salary Payment under COVID-19 BB Refinance

Refinance under BRPD # 10/2020

Special Stimulus Refinance Scheme for agriculture sector (ACD Circular # 01, Date - 13/04/2020 for Covid-19)

Refinance Scheme for "CMSME Working Capital Loan/ Investment under Covid-19"

Refinance scheme for agriculture sector (Covid-19) 2nd phase

10/50/100 Taka Account Holders under refinance scheme Tk.5.00 Crore (FID Circular No.01/21)

COVID RS-3000 FID-02/2021 (FID Circular No.02)

Term Loan Industrial/Service/Commercial SMESPD-

"STL-Agriculture R.S. 5000" under ACD-07/2022

Ghorey Fera refinance scheme Tk.500 Crore (ACD Circular No.01/2022)

Refinance Scheme of Joyeeta Foundation

Refinance Scheme of SME Foundation

Sub-total

Total (a+b+c)

37,928,812	46,813,695
882,724	1,388,180
-	30,000,000
70,097,228	85,557,544
-	39,236,148
39,876,493	89,988,951
-	37,900,000
50,200,000	544,102,500
24,540,000	33,540,000
8,326,250	7,496,250
3,500,000	14,000,000
1,300,660,000	-
6,120,000	-
3,300,000	3,300,000
12,500,000	50,000,000
9,062,100	13,900,000
1,566,993,607	997,223,268
1,566,993,607	1,997,223,268

Particulars		31.12.2023	31.12.2022
		Taka	Taka
11.2	Outside Bangladesh		
	a) Demand Borrowing		
	Demand Borrowing- Foreign Currency	-	-
	Sub-Total (a)	-	-
	b)Term Borrowing		
	Loan for Micro Credit and Small Scale Industries (KfW, Germany)	153,379,147	153,379,147
	Second Crop Diversification Project	458,716,050	560,652,950
	Agro Business Development Project of ADB	97,941,178	188,868,367
	Sub-Total (b)	710,036,375	902,900,464
	Total (a+b)	710,036,375	902,900,464
11.3	Overall transaction of Reverse Repo:		
		2023	2022
	Securities bought under repo:	Minimum outstanding during the year	Maximum outstanding during the year
		Maximum outstanding during the year	Minimum outstanding during the year
		Maximum outstanding during the year	Maximum outstanding during the year
i)	with Bangladesh Bank	Nil	Nil
ii)	with other banks & NBFIs	Nil	Nil
11.4	Overall transaction of Repo:		
		2023	2022
	Securities sold under repo:	Minimum outstanding during the year	Maximum outstanding during the year
		Maximum outstanding during the year	Minimum outstanding during the year
		Maximum outstanding during the year	Maximum outstanding during the year
i)	with Bangladesh Bank	Nil	13,946,553,170
ii)	with other banks & NBFIs	Nil	2,601,319,368
12.	Deposits & Other Accounts		
	Non-Interest bearing Deposits	Note 12.1	9,008,835,006
	Interest bearing Deposits	Note 12.2	137,925,101,807
			146,933,936,813
12.1	Non-Interest bearing Depositss		
	Current, Savings and Other Deposits	Note 12.1.1	8,008,623,254
	Bills Payable	Note 12.1.2	1,000,211,752
			9,008,835,006
12.1.1	Current, Savings and Other Deposits		
	Current Deposit		4,054,608,302
	Savings Deposit		189,393,764
	Margin Deposit		3,071,069,127
	Sundry/Other Deposit		693,552,061
			8,008,623,254
12.1.2	Bills Payable		
	Payment Order		996,973,532
	Demand Draft		3,238,220
			1,000,211,752
12.2	Interest bearing Deposits		
	Savings Bank Deposits	Note 12.2.1	10,767,694,099
	Fixed Deposits,SND,Other Deposit Scheme	Note 12.2.2	126,997,197,433
	Current Deposit		160,210,275
			137,925,101,807
12.2.1	Savings Bank Deposits		
	Savings Account		10,767,694,099
			10,767,694,099

Particulars		31.12.2023 Taka	31.12.2022 Taka
12.2.2 Fixed Deposits			
Short Notice Deposits		16,112,654,503	19,464,136,106
Term Deposits		104,827,211,275	105,626,383,018
Other Deposit Scheme		6,057,331,655	6,205,450,660
		126,997,197,433	131,295,969,784
12.3 Maturity Grouping of other deposits & inter-bank deposits			
<u>Deposit from Bank</u>			
Repayable on demand		911,678	7,425,839
Repayable within 1 month		3,499,955	15,507,767
Above 01 Month but not more than 6 Months		232,998,021	229,559,231
Above 6 Months but not more than 1 Years		-	-
Above 01 Year but not more than 05 Years		-	-
Above 05 Years but not more than 10 Years		-	-
Above 10 Years		-	-
		237,409,654	252,492,837
<u>Other Deposits</u>			
Payable on Demand		1,949,688,322	5,332,574,161
Less than 01 Month		24,082,597,007	21,795,486,973
Above 01 Months but not more than 6 Months		66,363,301,980	57,970,440,769
Above 06 Months but not more than 01 Year		18,802,269,950	37,028,689,542
Above 01 year but not more than 05 Years		30,067,289,974	24,174,394,790
Above 05 years not more than 10 years		5,431,379,926	2,407,494,944
Above 10 years		-	-
		146,696,527,159	148,709,081,179
		146,933,936,813	148,961,574,016
13. Other liabilities			
Provision for Loans and Advances	Note 13.1	5,361,995,489	9,719,495,093
Provision for Off Balance Sheet Exposures	Note 13.2	158,584,760	115,389,848
Provision for other assets	Note 13.3	1,345,540,427	1,574,438,748
Provision for Investment	Note 13.4	166,396,695	193,196,695
Provision for Balance with other Banks and NBFIs	Note 13.5	300,000,000	300,000,000
Interest Suspense Account	Note 13.6	13,801,014,920	14,582,321,069
Provision for Ex-gratia/Incentive Bonus	Note 13.7	7,688,066	7,688,066
Provision for Gratuity	Note 13.8	9,779,322	63,081,301
Provision for Welfare Fund		14,253,367	14,253,367
Provision for Benevolent Fund		10,000,000	5,000,000
Provision for Superannuation Fund		10,000,000	10,000,000
Prov. for Int. paid on Staff Provident Fund		16,959,487	-
Provision for Taxes	Note 35	654,907,981	526,018,803
Provision for Card Related Contingency		2,784,579	2,784,579
Provision for Expenses Payable	Note 13.9	33,936,960	46,641,916
Provision for stationary		25,459	152,758
Interest Accrued and Payable on Deposits		2,119,104,902	2,233,479,697
Interest Payable on Borrowing		135,408,266	138,993,839
Privileged Creditors		611,876,138	490,447,208
Deposit Insurance Premium Payable		13,580,355	12,343,416
Branch Adjustment Account		-	-
Position Clearing (Net)*		-	-
Position General Ledger (Net)*		257,421,634	730,721,816
Sundry Creditors		39,635,598	36,078,941
Miscellaneous Creditors	Note 13.10	42,073,840	18,994,308
		25,112,968,245	30,821,521,468

Particulars		31.12.2023	31.12.2022	
		Taka	Taka	
<p>*Under multi currency concept an organization maintains different statement of affairs for each currency it deals including base (BDT) currency and one consolidated statement of affairs of all currencies converted into base currency. In the consolidated affairs all the assets and liabilities in foreign currencies are converted in base currency and presented with other assets and liabilities in base currency. This consolidated affairs reflects the overall position of the bank expressed in base currency. Two GLs are maintained in the bank to account any foreign currency transaction. These GLs are Position GL for foreign currency position and Position Clearing GL. Position GL, accounts for original currency units other than base currency and Position Clearing GL accounts for corresponding value of foreign currency converted into base currency. Position, from the treasury point of view, means the available funds in different currencies with which the bank can trade. As value of any currency undergo change, Position in that currency need to be evaluated from time to time and necessary adjustments are made through these GLs.</p>				
13.1	Provision for Loans and Advances			
	Classified Loan	Note 13.1.1	5,011,199,946	9,554,717,837
	Unclassified Loan	Note 13.1.2	157,470,122	159,010,052
	Special General Provision-COVID-19	Note 13.1.3	193,325,421	5,767,204
	Provision held at the end of the year		5,361,995,489	9,719,495,093
13.1.1	Provision for Classified Loan			
	Provision held at beginning of the year		9,554,717,837	16,240,867,401
	Fully Provided Debt Written off		(4,303,304,449)	(8,242,783,097)
	Transferred to specific provision agst. NBA for booking Non-banking Assets		(54,195,155)	-
	Transferred to provision for unclassified loans		-	-
	Transferred from provision for unclassified loans		-	379,666,114
	Transferred from provision for Off Balance Sheet Items		-	41,773,830
	Transferred to provision for Special General Provision COVID-19		(186,018,287)	1,135,193,589
	Provision made during the year		-	-
	Provision held at the end of the year		5,011,199,946	9,554,717,837
<p>Note: Provision has been maintained by the Bank in accordance with Bangladesh Bank's approval vide its Letter No. DOS(CAMS) 1157/41(Dividend)/2024-1839 dated 30 April 2024 and DOS(CAMS)1157/1(II)-C/2023-2209 dated 30 April 2023. Bangladesh Bank has allowed deferral facility to the Bank to maintain provision shortfall of Tk. 5,343.03 crore against loans and advances till the finalization of Financial Statements of 2024 of the Bank.</p>				
13.1.2	Provision for Unclassified Loan			
	Provision held at beginning of the year		159,010,052	538,676,166
	Provisions no longer required/adjusted		-	-
	Transferred to provision for classified loans		-	(379,666,114)
	Transferred to special general provision-COVID-19		(1,539,930)	-
	Transferred from provision for classified loans		-	-
	Provision made during the year		-	-
	Provision held at the end of the year		157,470,122	159,010,052
13.1.3	Special General Provision-COVID-19			
	Provision held at beginning of the year		5,767,204	1,140,960,793
	Transferred from provision for unclassified loans		1,539,930	-
	Transferred from provision for classified loans		186,018,287	(1,135,193,589)
	Provision made during the year		-	-
	Provision held at the end of the year		193,325,421	5,767,204
13.2	Provision for off Balance Sheet Items			
	Provision held at beginning of the year		115,389,848	157,163,678
	Transferred to provision for classified loans		-	(41,773,830)
	Transferred from provision for unclassified loans		-	-
	Provision made during the year		43,194,912	-
	Provision held at the end of the year		158,584,760	115,389,848

A provision of Taka 158,584,760 has been made @1.00% on total off-balance sheet exposures of the Bank which will be treated as supplementary capital of the Bank.

Particulars	31.12.2023 Taka	31.12.2022 Taka
13.3 Provision for other assets:		
Advance against space for Head Office- BASIC Zaman Tower	759,999,993	759,999,993
Advance against space for Banani Branch	161,315,950	161,315,950
Unadjusted Suspense Account-Head Office- Tech One Global (Pvt.) Ltd.	5,100,965	5,100,965
Unadjusted Suspense account-Gulshan Branch	2,504,242	2,504,242
Unadjusted Suspense account-BSP	474,954	2,411,971
Unadjusted Suspense account-Excise Duty-Different Branches	1,281,585	2,006,422
Unadjusted Suspense Account (Head Office)-Medical Bill	1,149,263	1,149,263
Provision for Unadjusted Branch Adjustment Accounts Shantinagar Br.	16,535,000	8,267,500
Provision agst. Interest Receivable on Loans and Advance*	353,432,311	590,299,637
Provision against Advance Legal Expenses	2,363,359	-
Other Miscellaneous Income Receivable	2,577	2,577
Provision for protested bill-Legal Fee	1,340,000	1,340,000
Provision for protested bill-SWIFT	20,244,921	20,244,921
Provision for protested bill-BCCI	8,597,272	8,597,272
Provision for protested bill-Shahadat Hossain Bangshal	11,198,035	11,198,035
Total required provision	1,345,540,427	1,574,438,748
Provision held at the beginning of the year	1,574,438,748	1,688,725,747
Add: Unadjusted Suspense account-BSP is required/(not required) during the year	(1,937,017)	2,205,059
Add: Provision against Advance Legal Expenses	2,363,359	-
Add: Provision made during the year against Unadjusted Branch Adjustment Accounts Shantinagar Br.	8,267,500	8,267,500
Other Miscellaneous Income Receivable	-	2,577
Less: Adjustment of Provision for Income Receivable for Loan Written-off	-	(533,116)
Less: Adjustment of Provision for protested bill-Legal Fee	-	(2,600,000)
Less: Unadjusted Suspense Account-Head Office-A2Z International	-	(550,000)
Less: Excess provision for Interest Receivable on Loans & Advance not required	(236,867,326)	(118,299,930)
Less: Excess amount of Unadjusted suspense account-Excise Duty not required	(724,837)	(2,779,089)
Provision held at the end of the year	1,345,540,427	1,574,438,748
Total Provision excess/(shortfall)	-	-
*Note: The head as Income Receivable has been changed as Provision agst. Interest Receivable on Loans and Advance from the year-2023.		
13.4 Provision for Investment		
Provision Required:		
Provision for Investment in Shares of Listed Companies	162,194,935	188,994,935
Provision for Investment in Equity of Grameen IT Park Limited	4,201,760	4,201,760
Total Provision Required	166,396,695	193,196,695
Provision Maintained:		
Opening Balance	193,196,695	109,544,034
Add: Provision made during the year	(26,800,000)	83,652,661
Closing Balance	166,396,695	193,196,695
Excess Provision/Provision Shortfall	-	-
13.5 Provision for Balance with other Banks and NBFIs		
Provision for FDR with BIFC Limited	300,000,000	300,000,000
Total Required Provision	300,000,000	300,000,000
Opening Balance of Maintained Provision	300,000,000	300,000,000
Provision made during this year	-	-
Closing Balance of Maintained Provision	300,000,000	300,000,000
Excess Provision/Provision Shortfall	-	-

Particulars	31.12.2023 Taka	31.12.2022 Taka
13.6 Interest Suspense Account		
Balance at the beginning of the year before adjustment	14,472,403,069	16,111,394,886
Less: Adjustment of wrongly assessed as interest suspense in 2022	-	55,615,338
Add: Transferred from Int. Inc. as per BB Inspec.Team's auditor's advice	109,918,000	-
Opening Balance after adjustment of interest suspense	14,582,321,069	16,055,779,548
Amount transferred to Interest Suspense account during the Year after adjustment	4,943,983,968	10,897,705,947
Amount recovered from Interest Suspense account during the Year	(5,293,157,679)	(11,714,609,148)
Suspense Written off/Waived During the Year	(460,932,438)	(766,473,278)
Total	13,772,214,920	14,472,403,069
Add: Transferred from Int. Inc. as per BB Inspec.Teams' report	28,800,000	109,918,000
Balance at the end of the year	13,801,014,920	14,582,321,069
13.7 Provision for Ex-gratia/Incentive Bonus		
Opening Balance	7,688,066	7,688,066
Closing Balance	7,688,066	7,688,066
13.8 Provision for Gratuity		
Opening Balance	63,081,301	93,564,481
Less: Transferred to Gratuity Fund Savings Account	(63,081,301)	(93,564,481)
	-	-
Add: Provision made for the current year	9,779,322	63,081,301
Closing Balance	9,779,322	63,081,301
Required Balance of the fund as on 31 December 2023	2,816,398,227	2,527,288,796
Balance as on 31 December 2023	2,806,618,905	2,464,207,495
Incremental requirement for the year	9,779,322	63,081,301
Excess/(Short) Provision for Gratuity	-	-
13.9 Provision for Expenses Payable:		
Provision for telephone-office and residence	483,548	520,117
Provision for electricity expenses	996,218	820,159
Provision for water, gas and sewerage	113,550	76,209
Provision for postage expenses	4,500	11,400
Provision for rent	26,342,967	17,908,343
Provision for repairs, improvement and maintenance	239,358	170,183
Provision for on-line Banking expenses	95,748	95,748
Provision for various audit fees	700,125	1,104,250
Provision for vehicle expenses	53,360	66,900
Provision Loan installment payable	428,936	420,107
Provision for entertainment expenses	-	-
Provision for other expenses	4,478,650	25,448,500
	33,936,960	46,641,916
13.10 Miscellaneous creditors:		
Misc. Creditors as per affairs (GL#59930000)	5,738,314,067	10,036,260,796
Less: Special Reserve-BCCI	(7,782,258)	(7,782,258)
Less: Provision for investment	-	-
Less: Audited Loan Loss Provision	(5,477,385,337)	(9,834,884,942)
Less: Unaudited Loan Loss Provision	(17,875,937)	-
Less: Provision for investment	(193,196,695)	(109,544,034)
Less: Misc. creditors-Provision for loss on investment-Unaudited	-	(65,055,254)
	42,073,840	18,994,308

Particulars	31.12.2023 Taka	31.12.2022 Taka
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- 13.11 Branch adjustments account represents outstanding inter branch and head office transaction (Net) originated. The un - responded entries as of 31 December 2023 are given below:

Particulars	No. of Un-responded entries		Amount of Un-responded entries	
	Dr.	Cr.	Dr.	Cr.
Up to 03 Months	658	180	359,841,437	107,446,313
Over 03 Month but within 06 Months	-	-	-	-
Over 06 Month but within 01 Year	-	-	-	-
Over 01 Year but within 05 Years	1	-	16,535,000	-

14. Capital

14.1 Authorized

5,500,000,000 ordinary shares of Tk 10.00 each

55,000,000,000 55,000,000,000

14.2 Issued, Subscribed and Paid up Capital

The Issued, Subscribed and Paid up Capital of the Bank as follows:

1,084,698,250 Ordinary Shares of Tk. 10.00 each

10,846,982,500 10,846,982,500

The Government of People's Republic of Bangladesh is the Sole Owner-Shareholder of the Bank and all the Ordinary Shares are Vested with the Ministry of Finance.

14.3 Risk-weighted Assets and Capital Ratios as Defined by the Basel Capital Accord

In terms of section 13(1) of Bank Company Act 1991 (amendment 2013) and Bangladesh Bank BRPD Circular No. 18 dated 21 December 2014 required capital, available Tier-I and Tier-II capital of the Bank for the period ended as on 31 December 2023 is shown below:

Tier-1 capital:

Common Equity Tier-1

Paid up Capital
Statutory Reserve
General Reserve
Retained Earnings
Share Money Deposit

10,846,982,500	10,846,982,500
2,224,690,642	2,224,690,642
40,000,000	40,000,000
(46,242,330,623)	(42,258,670,061)
26,000,000,000	26,000,000,000
(7,130,657,481)	(3,146,996,919)

Less : Regulatory adjustments:

Provision Shortfall against classified loans and advance

Deferred tax assets

Total adjustments

(897,123,027)	(889,645,255)
(897,123,027)	(889,645,255)
(8,027,780,508)	(4,036,642,174)

Additional Tier- 1 Capital

Non-cumulative irredeemable preference share

Total Tier-1 capital

1,205,000,000	1,205,000,000
(6,822,780,508)	(2,831,642,174)

Tier-2 capital

General Provision Maintained against Unclassified Loan
Provision for Off -Balance Sheet Items
Exchange Equalization
Revaluation Reserve of HTM and HFT Securities

350,795,543	164,777,256
158,584,760	115,389,848
-	-
-	-
509,380,303	280,167,104

Total regulatory capital (Tier-1 + Tier-2)

(6,313,400,205)	(2,551,475,070)
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A. Total regulatory Capital (Tier-1 + Tier-2)*

Total Capital (Tier-1)

Total Capital (Tier-2)

Total Eligible Capital (Tier-1 + Tier-2)

(6,822,780,508)	(2,831,642,174)
509,380,303	280,167,104
(6,313,400,205)	(2,551,475,070)

Particulars	31.12.2023 Taka	31.12.2022 Taka
B. Risk Weighted Assets		
Balance Sheet Business	183,136,622,529	183,650,345,473
Off- Balance Sheet Business	5,224,062,922	3,998,952,737
Total Risk-weighted Assets (RWA)	188,360,685,451	187,649,298,210
C. Minimum Capital Requirement on Risk Weighted Assets (MCR) (10% on Total Risk Weighted Assets)	18,836,068,545	18,764,929,821
D. Capital Surplus /(Shortfall) under MCR [A-C]	(25,149,468,750)	(21,316,404,891)
E. Capital Conservation Buffer (CCB) Requirement (2.50% of RWA)	4,709,017,136	4,691,232,455
F. Capital Surplus /(Shortfall) under MCR including CCB [D-E]	(29,858,485,886)	(26,007,637,346)
Capital to Risk Weighted Asset Ratio (CRAR)	-3.35%	-1.36%
*Regulatory capital has been calculated by the Bank in accordance with Bangladesh Bank's approval vide its Letter No. DOS(CAMS) 1157/41(Dividend)/2024-1839 dated 30 April 2024 and Letter No. DOS(CAMS)1157/1(II)-C/2023-2209 dated 30 April 2023. Bangladesh Bank has allowed deferral facility to the Bank for maintaining provision shortfall of Tk. 5,343.03 crore against loans and advances till the finalization of Financial Statements of 2024 of the Bank.		
15. Statutory Reserve		
Opening Balance at the Beginning of the Year	2,224,690,642	2,224,690,642
Add: Addition During the Year (20% of pre-tax Profit)	-	-
Closing Balance at the End of the Year	2,224,690,642	2,224,690,642
As per section 24 of Bank Companies Act 1991, no amount was transferred to statutory reserve in 2023 and 2022 as there was no pre-tax profit.		
16. Other Reserve		
General Reserve (Note: 16.1)	40,000,000	40,000,000
Investment Revaluation Reserve (Note: 16.2)	(216,832,575)	(165,275,546)
Share Money deposit	26,000,000,000	26,000,000,000
5% Non-cumulative preference share/Other Free Reserve	1,205,000,000	1,205,000,000
	27,028,167,425	27,079,724,454
16.1 General Reserve		
Opening Balance at the Beginning of the Year	40,000,000	40,000,000
Add: Addition During the Year	-	-
Closing Balance at the End of the Year	40,000,000	40,000,000
The Bank has been maintaining this reserve as venture capital fund since 1999 for equity support to innovative but risky project.		
16.2 Investment Revaluation Reserve		
Opening Balance at the Beginning of the Year	(165,275,546)	121,050,948
Increase/(decrease) during the Year	(51,557,029)	(286,326,494)
Closing Balance at the End of the Year	(216,832,575)	(165,275,546)
17. Surplus in Profit and Loss Account		
Opening Balance	(42,258,670,061)	(41,012,633,587)
Add: Adjustment of wrongly assessed as interest suspense in 2021	-	55,615,338
Add: Transferred from intt. Suspense agst. NBA and specific provision agst. NBA for booking Non-banking Assets (NBA) as Fixed Assets	179,290,155	-
Profit during the Year	(4,162,950,717)	(1,301,651,812)
Cash Dividend Paid During the Year	-	-
Issuance of Bonus Share	-	-
Surplus in Profit and Loss Account during the year	(46,242,330,623)	(42,258,670,061)
17.1 Item-Wise Profit and Loss Account		
Income:		
Interest, Discount and Similar Income	6,577,884,953	8,199,862,805
Dividend Income	47,669,521	52,969,997
Fees, Commission and Brokerage	800,397,678	1,282,009,653
Other Operating Income	882,950,050	471,477,167
Total Income	8,308,902,202	10,006,319,622

Particulars		31.12.2023 Taka	31.12.2022 Taka
Expenses:			
Interest, Fee and Commission		9,784,527,828	8,690,794,050
Administrative Expenses		1,810,628,314	1,820,542,788
Other Operating Expenses		726,118,588	694,049,947
Depreciation on Banking Assets		81,759,593	77,039,036
Total Expenses		12,403,034,323	11,282,425,821
Profit Before Tax and Provision		(4,094,132,121)	(1,276,106,199)
18. Contingent Liabilities			
Local Bills for Collection		134,222	134,222
Foreign Bills for Collection		85,061,304	127,587,386
Letters of Guarantee	Note 18.1	3,424,892,339	2,816,785,445
Irrevocable Letters of Credit		5,902,155,164	4,340,626,304
Back to Back L/C		2,180,687,176	2,058,092,973
Acceptances and Endorsements		3,158,413,446	2,323,480,142
Travellers Cheques Stock		-	-
Value of Wage Earners Bond in Hand and others		74,033,000	68,390,000
Miscellaneous		1,033,099,325	1,038,091,725
		15,858,475,976	12,773,188,197
18.1 Letters of guarantee			
A. Claim against the Bank which is not recognized as Loan		-	-
B. Money for which the Bank is contingently liable in respect of guarantees favouring:			
Directors		-	-
Government		2,310,752,607	2,135,697,607
Bank and Other Financial Institutions		1,076,500	1,076,500
Others		1,113,063,233	680,011,339
		3,424,892,340	2,816,785,446
19. Interest income			
Interest on Loans and advances		4,870,019,213	6,075,179,933
Less: Intt. Inc.reversed as per BB Inspection teams' report		(28,800,000)	(109,918,000)
Interest on money at call and short notice		38,946,486	179,857,653
Interest on placement with Banks		105,064,977	78,535,978
Interest on foreign currency balance		14,456,578	2,631,920
Other interest Income (On Advance Rent of our Savar Br.)		220,335	2,700
		4,999,907,589	6,226,290,184
20. Interest paid on deposits and borrowings etc.			
On Savings Bank Deposit (note 20.1)		298,851,914	283,965,320
On Short Notice Deposit		676,876,427	829,376,945
On Fixed Deposit (note 20.2)		7,378,404,944	6,617,621,895
On Current Deposit		1,395,774	1,941,581
Interest paid on Staff Provident Fund		112,959,487	75,000,000
Other Deposits and deposit schemes (note 20.3)		545,600,014	588,391,691
On Borrowing from Bangladesh Bank and other financial institutions (note 20.4)		770,439,268	294,496,618
		9,784,527,828	8,690,794,050
20.1 On Savings bank deposit:			
On Savings Deposit (Conventional)		283,543,660	272,978,715
On School Banking Scheme		8,086,745	7,922,160
On Krishok Savings Account		973,504	1,072,068
On RMG Worker Account		333,075	305,490
On Leather Industry Worker		1,122	1,083
On Pothopushpo Savings Account		2,501	662
On Muktijoddhashpo Savings Account		293,472	256,207
On BASIC Chalanika		161,691	128,551
On Trinomul Savings Account		1,925,122	1,300,384
Interest paid on BASIC SUPER Savings account-BSSA		3,531,022	-
		298,851,914	283,965,320

Particulars	31.12.2023 Taka	31.12.2022 Taka
20.2 On Fixed deposit:		
Interest paid on Fixed Deposit (Conventional)	6,881,021,488	5,963,906,827
Interest paid on Century Deposit scheme	246,372,976	370,853,239
Interest paid on double benefit scheme	(6,048)	39,195,486
Interest paid on Super double benefit scheme	-	-
Interest paid on Monthly Benefit Scheme	53,300	53,300
Interest paid on Rapid Grow Deposit Scheme	-	-
Interest paid on BASIC twofold winner scheme	94,701,556	90,865,041
Interest paid on monthly gainer scheme	52,476,447	82,932,416
Interest paid on monthly income scheme	86,118,152	65,301,302
Interest paid on double deposit scheme	6,474,112	4,514,284
Interest paid on BASIC Diamond Term Deposit-BDTD	11,192,961	-
Total	7,378,404,944	6,617,621,895
20.3 Other Deposits and deposit schemes		
Interest paid on BASIC Fortune	(1,369)	(71,906)
Interest paid on BASIC Fortune Plus	265,972,444	344,519,041
Interest paid on BASIC Swapono puron	105,511	326,157
Interest paid on BASIC DPS Plus	172,773,946	194,546,121
Interest paid on Sata Barsha Sanchoy Prokalpo	41,315,428	27,106,034
Interest paid on BASIC Monthly Saving Scheme	31,596,909	11,569,744
Interest paid on BASIC Nari Monthly Saving Scheme	29,878,626	10,491,333
Interest paid on BASIC Probin Monthly Saving Scheme	2,159,090	452,364
Interest paid on BASIC Millionaire Deposit Scheme-BMDS	2,315,301	-
Interest paid on BASIC Five Lakhpoti Deposit Scheme	21,531	-
Penal Interest recovered on Deposit Scheme	(537,403)	(547,197)
	545,600,014	588,391,691
20.4 Interest on Borrowings		
Interest on Refinance under BRPD Circular No. 10/2020	2,387,099	13,991,154
Interest on Refinance under SMESPD Circular No. 02/2020	14,821,097	12,240,584
Interest on Refinance under FID Circular No. 01/2020	-	72,362
Interest on Refinance under ACD Circular No. 01/2020	180,363	1,072,708
Interest on Refinance Under ACD Circular No. 02/2021	308,157	140,390
Interest on 'Ghorey Fery' REF. SCHEME FID-01/21	16,681	4,282
Int. on Term Loan-SMESPD-04/22	18,800,120	-
Int. on COVID RS-3000-REF. SCHEME FID-02/2021	97,973	18,819
Interest on Bangladesh Bank refinance-Brick Kiln	3,821,431	4,753,200
Interest on Bangladesh Bank refinance-Jute sector	1,512,501	1,504,167
Interest on 10/50/100 TK. A/C HOLDERS-REF. SCHEME FID-01/202	459,911	26,922
Interest on Bangladesh Bank refinance-Milk Production	-	43,750
Interest on Bangladesh Bank refinance- HBL	2,092,049	2,432,800
Interest on borrowing on B. B. refinance for funding Solar, Bio-Gas and ETP Scheme	47,916	50,310
Interest on borrowing on B.B refinance for Tk. 10 account holders	-	57,065
Interest on Repo-Bangladesh Bank	658,489,306	112,439,836
Interest on Term Borrowing	14,333,333	98,333,334
Interest on Short Term Borrowing	-	-
Interest From Borrowing-Banks	-	-
Interest on Borrowing-Call Money	27,202,847	14,999,028
Interest on Term Loan KFW	5,368,260	5,368,260
Interest on Borrowing-ADB Loan	5,088,730	8,766,775
Interest on Second Crop Diversified Project-ADB	15,403,333	18,180,872
Int. on STL-Agri-R.S. 1000 ACD-05/2022	8,161	-
	770,439,268	294,496,618

Particulars	31.12.2023 Taka	31.12.2022 Taka
21. Investment income		
On GT Bill, Bangladesh Bank Bill and GT Bond, Reverse (Note 21.1)	2,760,977,026	2,758,182,186
Dividend on Shares	47,669,521	52,969,997
On Other Investment	10,275,916	11,142,502
Profit on sale of investment (note 21.2)	1,861,772,484	617,099,285
	4,680,694,947	3,439,393,970
Less: Interest Paid for Purchase of Treasury Bond	42,271,899	86,960,481
Less: Loss on Revaluation of HFT (MTM) T-Bond	2,887,395,174	965,493,541
Less: Loss on Revaluation of HTM (MTM) T-Bond	125,380,989	360,397,330
	3,055,048,062	1,412,851,352
Total	1,625,646,885	2,026,542,618
21.1 On Government Treasury Bill and Bond		
Interest on GT bond	2,760,977,026	2,750,830,183
Amortization of Discount on Treasury Bill	-	-
Interest on Reverse repo	-	7,352,003
Amortization of discount-Bill	-	-
Total	2,760,977,026	2,758,182,186
21.2 Profit/(Loss) on sale of investment (a+b+c)	1,861,772,484	617,099,285
21.2.1 Profit on sale of Share	-	9,843,794
Less: Loss on sale of Share	-	-
Net Profit/(Loss) (a)	-	9,843,794
21.2.2 Profit on sale of HFT & HTM Securities	17,768,982	81,930,473
Less: Loss on sale of HFT & HTM Securities	-	-
Net Profit/(Loss) (b)	17,768,982	81,930,473
21.2.3 Profit on Repo trading	2,281,073,864	720,441,084
Less: Loss on Repo trading	437,070,362	195,116,066
Total (c)	1,844,003,502	525,325,018
22. Commission, exchange and brokerage		
Foreign bill purchased	1,000	5,500
Local Bill Purchased	3,540,339	3,231,236
Remittance	1,949,850	3,024,767
Letter of Guarantee	38,363,116	33,435,915
Letter of Credit	135,892,236	148,170,769
Bills for Collection	15,715,036	13,946,965
Acceptances and endorsement	54,692,451	61,863,728
Export Bill	15,988,498	18,553,141
Exchange gain net of exchange loss (22.1)	482,448,150	948,402,280
Commission on sale of instruments	9,865,810	11,771,435
Commission on online banking services	914,732	591,654
Other Commission	41,026,460	39,012,263
Miscellaneous (includes commission on sale of PSP,TC)	-	-
	800,397,678	1,282,009,653
22.1 Exchange gain net of exchange loss		
Exchange Earning	518,601,270	1,035,401,910
Less: Exchange Loss	36,153,120	86,999,630
	482,448,150	948,402,280
23. Other operating income		
Various Fees	11,234,218	15,239,598
Income on locker	1,416,400	1,414,400
Recoveries from client and staffs	40,717,406	42,380,677
Service and other Charges	61,082,640	59,542,972
Income from ICT services	16,799,634	16,483,560
Income from on-line client services	105,715	205,177
Recoveries of Loan Priviously Write Off	48,091,367	292,472,976

Particulars	31.12.2023 Taka	31.12.2022 Taka
Income from ATM/Card services	8,650,049	7,105,987
Expopt L/C advising, handling, transfer charges etc.	6,584,886	5,716,015
Supervision and Monitoring Fee	660,382,922	632,750
Net Profit on Sale of Fixed Assets (note 23.1)	18,047,651	15,222,519
Miscellaneous income (note 23.2)	9,837,162	15,060,536
	882,950,050	471,477,167
23.1 Net Profit/(Loss) on sale of fixed assets:		
Cost of assets sold	59,662,819	56,732,119
Less: Accumulated depreciation of assets sold	59,182,677	55,782,555
Book value of assets sold	480,142	949,564
Sale value of fixed assets sold	18,527,793	16,172,083
Profit/(Loss) on sale of fixed assets	18,047,651	15,222,519
23.2 Miscellaneous Income:		
Discount received	413,836	173,980
Project Examination and Appraisal Fee	10,000	200,000
Other Operating Income	9,316,309	14,686,256
Income on Real Estate	-	300.00
Other Non-operating Income	97,017	-
	9,837,162	15,060,536
24. Salary and Allowances		
Salaries (note 24.1)	878,233,413	887,028,206
Allowances (note 24.2)	522,081,245	472,112,107
Provident Fund	70,225,024	70,824,888
Benevolent Fund	10,000,000	5,000,000
Gratuity Fund	159,779,322	213,081,301
Pension Fund	-	-
Bonus	155,084,160	157,267,686
Superannuation Fund	10,000,000	10,000,000
	1,805,403,164	1,815,314,188
Note 24.1: Salaries:		
Salary-Basic salary	854,061,991	863,691,469
Wages sub-staff	1,472,677	1,119,388
Casual wages menial staff	22,698,745	22,217,349
Total	878,233,413	887,028,206
Note 24.2: Allowances:		
Allowances	492,017,975	472,112,107
Leave Fare Assistance	30,063,270	-
Total	522,081,245	472,112,107
25. Rent, Taxes, Insurance, Electricity Etc.		
Rent	225,874,322	223,452,288
Rates, Taxes and VAT	3,931,361	4,480,796
Utilities/Electricity and Heating	47,374,273	44,387,934
Insurance	30,890,506	24,952,267
	308,070,462	297,273,285
26. Legal & Professional Expenses		
Legal Expense (note 26.1)	23,048,633	17,710,981
Professional Fees (note 26.2)	824,601	1,173,450
	23,873,234	18,884,431
26.1 Legal Expenses:		
Lawyers fees	3,931,230	2,403,692
Law Charges	3,565,227	2,018,808
Stamp Charges and Court Fees	43,378	33,510
Other Legal expenses	15,505,998	13,254,971
Other Professional expenses	2,800	-
	23,048,633	17,710,981

Particulars		31.12.2023 Taka	31.12.2022 Taka
26.2 Professional Expenses:			
Consultancy Fee		504,620	888,950
Management fees		101,000	-
Other Professional Fee		218,981	284,500
		824,601	1,173,450
27. Postage, Stamps, Telecommunication Etc.			
Postage		45,499	55,517
Courier Services		6,290,348	6,589,125
Telephone		3,128,257	3,064,035
Fax		8,927	11,791
Swift Subscription and cable Charges and web hosting charge		7,714,345	7,557,978
Stamp		64,131	16,420
Internet and E-mail		238,534	191,466
		17,490,041	17,486,332
28. Stationery, Printing, Advertisement Etc.			
Printing Stationery		3,855,753	4,586,352
Security Stationery		5,076,285	3,883,856
Publicity, Advertisement and publication		1,357,885	1,785,321
Other Stationery (note 28.1)		24,966,656	21,249,447
		35,256,579	31,504,976
28.1 Other Stationery			
Office Stationery		8,059,672	6,023,934
Petty Stationery		92,424	85,717
Photograph and Photocopy		384,984	323,329
Crocery and utensils		795,785	747,792
Other Stationery		12,259,113	11,512,009
Calendar		3,344,082	2,539,562
Other greeting items		29,596	9,134
Invitation Card		-	1,310
Other printing expenses		1,000	6,660
Total		24,966,656	21,249,447
29. Managing Director's Salary			
Basic Salary		3,660,000	3,660,000
Allowances and Bonus (note: 29.1)		1,565,150	1,568,600
		5,225,150	5,228,600
29.1 Managing Director's Allowances and Bonus			
House Rent		600,000	600,000
Medical		300,000	300,000
Entertainment		800	1,600
Food Subsidy		43,200	45,000
Others		11,150	12,000
Total Allowances		955,150	958,600
Bonus		610,000	610,000
Total		1,565,150	1,568,600
30. Directors' Fees			
Directors Honorarium*		2,224,000	2,648,000
VAT on Directors Honorarium		266,200	318,800
Chairman's Remuneration**		303,000	360,000
		2,793,200	3,326,800

*Each member of the board of directors of the Bank was paid honorarium of Tk. 8,000/- per meeting.

**Remuneration was paid to the honorable chairman of the board of directors of the Bank @ Tk. 30,000/- per month.

Particulars	31.12.2023 Taka	31.12.2022 Taka
31. Depreciation of Bank's Assets		
Depreciation on own Assets		
Building	431,835	-
Furniture and Fixture	4,868,698	4,766,003
Interior Decoration	17,011,927	16,385,931
Computer Hardware and Pheriperals	34,779,136	31,174,661
Computer Software	11,049,345	10,974,613
Machinery and Equipment	13,578,652	13,697,828
Vehicles	-	-
	81,719,593	76,999,036
Depreciation on Leased Assets		
Lease Equipment/ Assets	40,000	40,000
Total	81,759,593	77,039,036
32. Repair of Bank's Assets		
Furniture and Fixture	2,830,553	2,633,621
Interior Decoration	146,940	755,043
Machinery and Equipment	11,258,092	13,521,027
Vehicles	9,256,309	6,922,697
Rented Premises	1,893,102	1,900,583
Electric Fittings	6,949,501	5,937,460
Others	2,719,498	2,397,983
	35,053,995	34,068,414
33. Other Expenses		
Entertainment	37,708,589	28,602,547
Compensation agst. Death due to COVID-19	-	2,500,000
Lunch subsidy allowance	85,325,850	88,136,620
Executive car allowance	55,808,497	41,000,097
Information and Communication Technology (ICT) expenses (note 33.1)	32,689,446	51,297,962
Other Audit Fee (note 33.2)	57,500	11,500
Car Expenses (note 33.3)	12,194,387	13,403,787
Fuel and Lubricant Expenses-Generator (note 33.4)	4,493,622	3,895,785
Travelling	14,702,498	15,296,863
Computer consumables and Accessories	9,601,337	8,357,541
Staff Training and HR development Expenses	4,341,656	2,613,017
Card Related Expenses	14,642,938	20,603,611
Subscription	3,640,880	3,671,140
Service charge paid to clearing house, banks and others	2,056,707	1,959,500
Corporate Social Responsibility Expenses	608,069	1,244,463
Commission paid to banks	12,650	4,125
Donation	72,020	102,160
Miscellaneous (note 33.5)	25,049,431	7,884,991
Total	303,006,077	290,585,709
Note:		
33.1 Information and Communication Technology (ICT) expenses		
Set-up charge	-	4,403
License fee	1,793,502	271,179
Internet charge	18,256,432	20,051,983
SMS alert charge	2,584,525	3,022,823
Mobile phone banking expenses	-	55,650
Software Maintenance Expenses	7,857,282	27,846,215
Hardware maintenance	913,600	9,699
ICT Auditing, Penetration Testing & Risk Management Services	1,256,700	-
Other	27,405	36,010
Total	32,689,446	51,297,962

Particulars	31.12.2023 Taka	31.12.2022 Taka
33.2 Other Audit Fee		
PF audit	23,000	11,500
Various fund audit	-	(46,000)
Nostro account audit	34,500	46,000
Total	57,500	11,500
33.3 Car expenses:		
Fuel and lubricant	6,653,021	6,078,516
CNG/POL-Vehicle	3,962,396	5,196,427
Vehicle expenses	1,578,970	2,128,844
Total	12,194,387	13,403,787
33.4 Fuel and Lubricant-Generator:		
Fuel and Lubricant -Generator	4,467,900	3,886,157
Fuel and Lubricant-Others	25,722	9,628
Total	4,493,622	3,895,785
33.5 Miscellaneous:		
Expenses- Furniture & Fixtures	17,582	-
Expenses Equipment	465,665	99,122
Business promotion and development	1,223,774	255,081
Books, Journals and periodicals	2,092,449	1,637,907
Conveyance expenses	17,250	15,835
Expenses for multimedia	40,418	21,050
Transport expenses	67,223	76,841
Carrying Charges	105,280	118,600
Commitment and other fees	615,403	315,608
Remittance charges	75,854	89,004
Cartage and freight	74,405	136,704
Issue expenses	1,800	74,930
Interior decoration expenses	634,846	844,345
Head Office and Branch Renovation/Development Expenses	-	736,875
AGM expenses	92,147	-
Nostro account related expenses	3,245,495	1,955,045
Financial assistance expenses	140,915	115,974
Penalty/Fine Paid	5,968,947	-
Security Service Expense	7,796,649	199,180
Net Loss on sale of fixed assets (Note: 23.1)	-	-
Capital related fees and charges	1,504,886	-
Misc. expenses	868,443	1,192,890
Total	25,049,431	7,884,991
34. Provision made/Internal Transfer during the year:		
a. For Loans & Advances:		
On Classified Loans & Advances	Note 13.1.1	(186,018,287)
(Transferred to Special General Provision-COVID 19)		-
On Unclassified Loans & Advances	Note 13.1.2	(1,539,930)
(Transferred to Special General Provision-COVID 19)		-
Special General Provision-COVID 19	Note 13.1.3	187,558,217
(Transferred from Classified and Unclassified provision)		-
Sub-Total		-
b. For Off Balance Sheet items:	Note 13.2	43,194,912
c. For Other Assets:		
i) Unadjusted suspense account-BSP	Note 13.3	(1,937,017)
ii) Provision made during the year against		2,205,059
Unadjusted Branch Adjustment	Note 13.3	-
Accounts Shantinagar Br.		8,267,500
iii) Other Miscellaneous Income Receivable		2,577
iv) Provision not required against unadjusted Sus-A2Z	Note 13.3	(550,000)

Particulars		31.12.2023 Taka	31.12.2022 Taka
v)	Excess provision for Income Receivable not required Note 13.3	(236,867,326)	(118,299,930)
vi)	Provision against Advance Legal Expenses	2,363,359	-
vii)	Unadjusted suspense account-BSP	-	-
vi)	Excess amount of Unadjusted suspense account-Excise Duty not required	(724,837)	(2,779,089)
Total provision made for Other Assets		(228,898,321)	(111,153,883)
e.	For Investment Note 13.4	(26,800,000)	83,652,661
f.	For Balance with other Banks and Financial Institutions Note 13.5	-	-
Total		(212,503,409)	(27,501,222)

Provision has been maintained by the Bank in accordance with Bangladesh Bank's approval vide its Letter No. DOS(CAMS) 1157/41(Dividend)/2024-1839 dated 30 April 2024 and DOS(CAMS)1157/1(II)-C/2023-2209 dated 30 April 2023.

35. **Provision for Current Tax**

Opening balance	526,018,803	554,121,389
Add: Propvision made for current years' tax	288,799,777	121,340,113
	814,818,580	675,461,502
Less: Adjustment made during the year	159,910,599	149,442,699
Closing balance	654,907,981	526,018,803

36. **Deferred Tax**

a) **Computation of Deferred Tax**

Tax Base of Depreciable Fixed Assets	375,888,350	313,906,998
Less: Carrying Amount	444,385,858	362,548,075
Deductable Temporary Difference (A)	(68,497,508)	(48,641,077)

Carrying Amount of Provision for Gratuity/Benevolent/Superannuation Fund:

Provision for Gratuity (Cumulative Provision-Actual Payment)	2,198,630,948	2,166,535,929
Provision for Benevolent Fund (Cumulative Provision -actual payment)	56,882,962	53,854,122
Provision for Superannuation Fund (Cumulative Provision -actual payment)	55,791,165	52,364,165
	2,311,305,075	2,272,754,216

Less: Tax Base

Deductable Temporary Difference (B)	2,311,305,075	2,272,754,216
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Total Deductable Temporary Difference (A+B)

Effective Tax Rate	40.00%	40.00%
Deferred Tax Assets	897,123,027	889,645,255

b) **Deferred Tax (Expenses)/Income**

Closing Deferred Tax Assets ('C)	897,123,027	889,645,255
Opening Deferred Tax Assets (D)	889,645,255	821,351,978
Deferred Tax (Expenses)/Income ('C-D)	7,477,772	68,293,278

37. **Appropriations**

Statutory Reserve	-	-
General Reserve	-	-
Dividends etc.	-	-

38. **Analysis of Closing Cash and Cash Equivalent**

Cash in hand and balance with Bangladesh Bank and Sonali Bank	9,143,834,663	8,992,566,384
Balance with other banks & financial institutions	1,784,241,675	1,965,987,728
Money at Call on Short Notice	-	5,300,000,000
	10,928,076,338	16,258,554,112

Particulars	31.12.2023 Taka	31.12.2022 Taka
39. Earning Per Share (EPS)		
a) Earning Per Share (EPS)		
Net Profit after Tax (Numerator)	(4,162,950,717)	(1,301,651,812)
Number of Ordinary Share Outstanding (Denominator)	1,084,698,250	1,084,698,250
Earning Per Share (EPS)	(3.84)	(1.20)
b) Diluted Earning Per Share (Diluted EPS)		
Net Profit after Tax (Numerator)	(4,162,950,717)	(1,301,651,812)
Number of Ordinary Share Outstanding (Denominator)	3,684,698,250	3,684,698,250
Diluted Earning Per Share (Diluted EPS)*	(1.13)	(0.35)

*Earning Per Share (EPS) has been calculated considering Share Money Deposit of BDT 26,000,000,000 as Paid Up Capital of the Bank; i.e. total Paid Up Capital of the Bank has been considered as BDT 36,846,982,500 and total number of share has been considered as 3,684,698,250 of BDT 10.00 each.

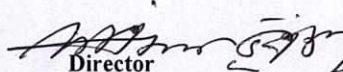
40. Coverage of External Audit

The external auditor has covered over 80% of the risk-weighted assets and have spent around 4,700 person hours to complete the audit as per requirement of Bangladesh Bank. The external auditor has audited 35 branches and Head Office of the Bank.

41. COVID-19 Pandemic

On 11 March 2020, World Health Organization (WHO) declared a global pandemic due to Corona Virus related respiratory disease commonly called as COVID-19. To contain the spread of this disease, along with many other countries of the world, Government of Bangladesh has also taken a number of measures such as declaration of general holiday, enforcement of lock down, social distancing etc. As a result of these measures, all business and economic activities are adversely affected which also impacted the Bank. To overcome the situation, various measures have been taken by the government like ensuring vaccination and introducing multiple stimulus packages to boost up business and economic activities of the country. Besides, Bangladesh Bank has allowed deferral on repayment of principal and interest of loan in view of COVID-19 impact on business, which has affected adversely the income and profitability of the Bank. Repayment deferral also has a bearing on the Bank's classification and liquidity position. All the regulatory instructions has been taken duly care of in recognising revenue and preparing Financial Statements of the Bank for the year 2021. Although the business operation and profitability of the Bank are impacted due to COVID-19, but as the situation is constantly changing and still there is no certainty as to how long the situation will prevail, the potential impact of COVID-19 related matters on the Bank's future operation and financial results cannot be reasonably assessed."


Managing Director


Director


Director


Chairman

Annexure-A

NOSTRO Accounts - Outside Bangladesh

	Name of the Bank	A/C Type	Currency name	2023			2022		
				Amount in FC	Conv. Rate per unit FC	Amount in BDT	Amount in FC	Conv. Rate per unit FC	Amount in BDT
1	Bank Of Tokyo Mitsubishi, London	CD	GBP		124.0551	-		124.0551	-
2	AB Bank Mumbai	CD	ACUS	249,434.68	109.5500	27,325,569	191,692.83	101.0000	19,360,976
3	Arif Habib Bank- Karachi	CD	ACUS	1,103.25	109.5500	120,861	1,103.25	101.0000	111,428
4	Habib Metropolitan Bank Ltd., Pk	CD	ACUS		109.5500	-	5,550.80	101.0000	560,631
5	Bank Of Tokyo Mitsubishi, Japan, JPY	CD	JPY	632,020.78	0.7756	490,195	1,159,220.77	0.7547	874,864
6	Mashreq Bank, NY	CD	USD		109.5500	-	4,605.00	101.0000	465,105
7	Sonali Bank, Kolkata, USD	CD	ACUS	139,586.93	109.5500	15,291,748	345,803.51	101.0000	34,926,154
8	Bank of Ceylon	CD	ACUS	10,443.62	109.5500	1,144,099	10,443.62	101.0000	1,054,806
9	Citi Bank NA, NY(Exp)	CD	USD	3,653,349.96	109.5500	400,224,488	213,012.22	101.0000	21,514,234
10	Sonali Bank Kolkata ACUEUR	CD	ACUEUR	4,683.24	122.2870	572,699	4,683.24	109.5241	512,928
11	Mashreq Bank, Mumbai	CD	ACUS	647.13	109.5500	70,893	647.13	101.0000	65,360
12	Sonali Bank London, EUR	CD	EURO	4,967.48	122.2870	607,458	4,899.99	109.5241	536,667
13	Sonali Bank London, GBP	CD	GBP	5,132.71	140.9320	723,363	1,944.57	124.0551	241,234
14	Sonali Bank London, USD	CD	USD	4,961.63	109.5500	543,547	71,810.30	101.0000	7,252,840
15	Aktif Yatirim Bankasi, Istanbul	CD	EURO	116,563.37	122.2870	14,254,185	37,638.42	109.5241	4,122,314
16	HDFC Bank Ltd	CD	USD	192,251.57	109.5500	21,061,160	277,312.59	101.0000	28,008,572
17	United Bank of India, Mumbai	CD	ACUS	237,422.42	109.5500	26,009,626	129,023.10	101.0000	13,031,333
18	Habib American Bank New York	CD	USD	289,367.40	109.5500	31,700,199	291,039.76	101.0000	29,395,016
19	Kookmin Bank, Seoul	CD	USD	266,763.57	109.5500	29,223,949	115,238.22	101.0000	11,639,060
	Sub-total					569,364,039			173,673,522

As per Bangladesh Bank Circular No. FEPD(FEMO)/01/2005-677 dated 13th September 2005, the books of accounts of Nostro account are reconciled and there exist no un-reconciled entries that may affect financial statements significantly.



Annexure-B

Details of Investment in Shares as at December 31, 2023

A. Listed Securities:

Sl. No.	Name of the company	Date of Purchase	No of shares	Face Value Taka	Cost Price Taka	Market Value as on 31-12-2023 Taka	Market Value as on 31-12-2022 Taka	Unrealized Gain/(Loss) Taka	Dividend Received in 2023 Taka
1.	ACME LABORATORIES LTD	26-Feb-17	557,569	5,575,690	62,650,655	47,393,365	47,393,365	(15,257,290)	1,672,707
2.	APPOLO ISPAT COMPLEX LTD.	20-Aug-14	1,988,098	19,880,980	36,441,836	16,302,404	16,302,404	(20,139,433)	-
3.	BATA SHOES (BD) LTD.	17-Feb-19	5,688	56,880	4,665,972	5,499,727	5,416,682	833,756	207,612
4.	BERGER PAINTS BANGLADESH LTD.	14-Feb-17	11,567	115,670	20,588,047	20,519,858	19,925,314	(68,189)	462,680
5.	BRAC BANK LTD.	3-Jan-19	913,750	9,137,500	35,201,540	32,712,250	32,725,000	(2,489,290)	637,500
6.	BRITISH AMERICAN TOBACCO BD. LTD.	14-Feb-19	113,080	1,130,800	69,015,167	58,654,596	58,654,596	(10,360,571)	2,261,600
7.	BSRM STEELS LTD.	10-Dec-13	699,359	6,993,590	59,133,367	44,689,040	44,689,040	(14,446,327)	2,098,077
8.	THE CITY BANK LTD.	19-Jan-21	688,500	6,885,000	16,673,340	14,733,900	14,715,000	(1,939,440)	675,000
9.	DELTA LIFE INSURANCE COM. LTD	31-Aug-23	20,000	200,000	2,743,125	2,730,000	-	(13,125)	-
10.	DHAKA ELECTRIC SUPPLY CO. LTD.	8-Dec-10	504,658	5,046,580	29,481,985	18,470,483	18,470,483	(11,011,502)	504,658
11.	EASTERN BANK LTD.	8-Dec-10	6,393,611	63,936,110	25,447,136	188,000,446	180,753,267	162,553,311	7,105,085
12.	FEDERAL INSURANCE COMPANY LTD.	17-Jun-21	30,000	300,000	1,158,633	735,000	744,000	(423,633)	30,000
13.	GRAMMEEN PHONE LTD.	11-Jul-18	128,152	1,281,520	47,008,305	36,728,363	36,728,363	(10,279,942)	1,217,444
14.	HEIDELBERG CEMENT BD. LTD.	8-Dec-10	169,206	1,692,060	89,579,397	40,524,837	30,304,795	(49,054,560)	169,206
15.	I.D.L.C FINANCE LTD.	26-May-15	497,558	4,975,580	37,042,040	23,136,447	23,136,447	(13,905,593)	746,337
16.	IFAD AUTOS LTD.	7-Jan-19	315,533	3,155,330	21,434,200	13,915,005	13,915,005	(7,519,195)	150,272
17.	JCB ISLAMI BANK LTD.	23-May-08	2,684,000	26,840,000	26,840,000	14,493,600	14,493,600	(12,346,400)	-
18.	IFIL ISLAMIC MUTUAL FUND-I	2-Dec-15	7,534,390	75,343,900	66,634,688	52,740,730	48,220,096	(13,893,958)	2,260,317
19.	JAMUNA OIL COMPANY LTD	21-Sep-11	254,352	2,543,520	52,902,154	42,858,312	42,553,090	(10,043,842)	3,052,224
20.	LAFARGEHOLCIM BANGLADESH LTD.	10-Dec-13	141,000	1,410,000	11,011,677	9,771,300	9,136,800	(1,240,377)	465,300
21.	LANKA BANGLA FINANCE LTD		386,114	3,861,140	13,932,408	10,038,964	10,038,964	(3,893,444)	386,114
22.	LINDE BANGLADESH LIMITED	3-Feb-16	20,300	203,000	29,955,938	28,373,310	28,373,310	(1,582,628)	852,600
23.	MEGHNA PETROLEUM LTD.	23-Nov-10	188,157	1,881,570	38,458,375	37,367,980	37,367,980	(1,090,395)	2,822,355
24.	MERCENTILE BANK LIMITED	6-Nov-16	1,018,336	10,183,360	17,647,326	13,543,869	13,577,818	(4,103,457)	998,374
25.	MIL BANGLADESH LTD.	31-May-15	325,191	3,251,910	35,688,341	28,194,060	28,194,060	(7,494,282)	1,625,955
26.	N C C BANK LTD.	26-Dec-10	854,274	8,542,740	12,709,772	11,190,989	11,227,611	(1,518,783)	406,798
27.	NAVANA CNG LTD.	31-Oct-01	285,500	2,855,000	20,501,520	6,994,750	6,909,100	(13,506,770)	135,958
28.	OLYMPIC INDUSTRIES LTD.	19-Oct-15	197,457	1,974,570	57,244,898	30,013,464	24,484,668	(27,231,434)	888,557
29.	ONE BANK LTD.	28-Jul-11	1,777,053	17,770,530	31,574,817	16,882,004	17,262,806	(14,692,814)	-
30.	PADMA OIL COMPANY.	2-Oct-14	192,180	1,921,800	48,359,155	40,204,056	40,204,056	(8,155,099)	2,402,250
31.	PRIME BANK LTD.	14-Jun-17	1,047,796	10,477,960	26,285,744	22,003,716	20,117,683	(4,282,028)	1,833,643
32.	RENATA (BD) LTD.	10-Feb-19	25,363	253,630	31,156,969	30,889,598	30,889,598	(267,372)	332,173
33.	ROBI AXIATA LIMITED	26-Nov-20	240,000	2,400,000	2,400,000	7,200,000	7,200,000	4,800,000	168,000
34.	SOUTHEAST BANK LTD.	18-Apr-12	1,248,115	12,481,150	19,399,565	16,599,930	16,561,532	(2,799,636)	720,067
35.	SQUARE PHARMACEUTICALS LTD.	11-Jul-18	255,651	2,556,510	59,712,248	53,763,405	53,635,580	(5,948,843)	2,556,510
36.	TITAS GAS TRANSMISSION & D.C.L	26-Dec-10	1,385,908	13,859,080	81,813,385	56,683,637	56,683,637	(25,129,748)	1,385,908
37.	UNILIVER CONSUMER CARE LIMITED	16-Sep-20	14,528	145,280	25,880,566	29,334,938	25,868,920	3,454,371	217,920
38.	UTTARA FINANCE & INVEST. LTD	24-Mar-15	279,219	2,792,190	19,674,038	9,437,602	9,437,602	(10,236,436)	-
Sub-Total (A)				333,912,130	1,288,050,333	1,133,325,935	1,096,312,272	(154,724,399)	41,449,200



B. Non-Listed, De-Listed & Preference Shares:

Sl. No.	Name of the company	Date of Purchase	No of shares	Face Value	Total Cost/ Book Value	Market Value as on 31-12-2023 Taka	Market Value as on 31-12-2022 Taka	Unrealized Gain/(Loss)	Dividend Received in 2023
1.	BANGLADESH DEVELOPMENT CO.LTD.	19-Jul-11	74,500	7,450,000	7,450,000	7,450,000	7,450,000	-	-
2.	CENTRAL DEPOSITORY BANGLADESH LTD.	23-Jun-02	1,142,361	11,423,610	3,138,890	3,138,890	3,138,890	-	2,855,903
3.	EQUITY OF GRAMEEN IT PARK	1-Feb-01	42,018	4,201,800	4,201,760	4,201,760	4,201,760	-	-
4.	KARMA SANGSTHAN BANK	15-Mar-99	150,000	15,000,000	15,000,000	15,000,000	15,000,000	-	-
5.	ICB AMCL 2ND MUTUAL FUND	11-Apr-16	3,364,419	33,644,190	33,644,190	35,326,400	35,326,400	1,682,210	3,364,419
	Sub-Total (B)		4,773,298	71,719,600	63,434,840	65,117,050	65,117,050	1,682,210	6,220,322
	Grand Total (A+B)		38,164,511	405,631,730	1,351,485,173	1,198,442,984	1,161,429,322	(153,042,189)	47,669,521



Annexure - C

Detail of information on advances exceeding 10% of bank's paid-up capital (funded & non-funded):

(Taka in Lac)

Sl. No.	Name of the Client	Outstanding as on 31.12.2023			Outstanding as on 31.12.2022	CL status as on 31.12.2023
		Funded	Non funded	Total		
1	AMADER BARI LIMITED GROUP	65,563	-	65,563	60,966	BL
2	ALI GROUP	32,386	-	32,386	22,910	BL
3	WELL TEX	24,589	59	24,648	14,681	BL
4	NEW DHAKA CITY DEVELOPMENT LTD.	24,100	-	24,100	24,255	BL
5	EMERALD GROUP	23,633	-	23,633	23,633	BL
6	BANGLADESH DEVELOPMENT CO. LTD.	22,663	-	22,663	22,137	BL
7	MAX SWEATER (BD) LTD.	14,691	7,063	21,754	20,375	UC
8	AB GROUP	14,429	4,822	19,251	14,284	UC
9	NILSAGOR AGRO INDUSTRIES LTD	18,722	-	18,722	18,797	BL
10	Aristocrat	16,949	-	16,949	16,949	BL
11	FEAZ GROUP	16,904	-	16,904	17,177	BL
12	Mymco Group	16,230	-	16,230	16,595	BL
13	Vasavi, Tahmina & Water Heaven Group	14,998	24	15,022	15,401	BL
14	AJBIHA, YOUTH	14,349	-	14,349	14,349	BL
15	RISING GROUP	13,494	38	13,532	13,477	BL
16	BASHER GROUP	13,306	-	13,306	13,139	BL
17	R.I. ENTERPRISE	13,174	-	13,174	-	BLW
18	CRYSTAL STEEL & SHIP BREAKING LTD.	13,165	-	13,165	13,165	BL
19	DELTA SYSTEMS LIMITED	12,804	-	12,804	-	BLW
20	ZEIL WEARS LIMITED	12,700	-	12,700	12,700	BL
21	EMERALD	12,127	18	12,145	12,033	BL
22	MAP & MULLER GROUP	12,133	-	12,133	12,133	BL
23	REGENT WEAVING LTD	11,706	1	11,707	11,708	BL
24	IG NAVIGATIONS LIMITED	11,689	-	11,689	11,689	BL
25	BAY NAVIGATION LIMITED.	11,537	-	11,537	11,406	BL
26	KAZI SOBHAN GROUP	11,396	-	11,396	-	UC
27	PROFUSION TEXTILES LIMITED.	11,306	-	11,306	11,124	BLW
28	MA TEX	11,122	-	11,122	-	BLW
29	PD, SPDSP, WZPDCL, KHULNA	-	-	-	13,987	
	TOTAL	491,866	12,025	503,891	439,070	

Note 1: In 2023 and 2022, capital of the Bank was negative. As such, loans allowed to customers/customers group exceeding 10% of paid-up capital of the Bank has been reported here in line with Bangladesh Bank's approval.



Annexure-D

BASIC Bank Limited
Schedule of Fixed Assets
As of 31 December 2023

Particulars	Cost Price				Depreciation				Written Down Value as at 31.12.2023
	Balance as at 01.01.2023	Addition during the year	Disposal during the year	Balance as at 31.12.2023	Rate of Dep.	Balance as at 01.01.2023	Addition during the year	Disposal/ Adjustment during the year	Balance as at 31.12.2023
Building-Office	-	125,095,000	-	125,095,000		-	431,835	-	431,835
Furniture and Fixtures	132,674,394	3,059,711	339,050	135,395,055	10%	85,747,246	4,868,698	267,123	90,348,821
Interior Decoration	383,955,000	8,925,385	1,388,934	391,491,451	10%	219,304,301	17,011,927	1,075,850	235,240,378
Machinery and Equipment	379,568,068	12,161,632	3,168,587	388,561,113	20%	318,372,812	13,578,652	3,073,530	328,877,934
Computer Hardware	471,993,507	14,445,790	1,257,995	485,181,302	20%	401,044,068	34,779,136	1,257,947	434,565,257
Software	150,288,583	350,000	-	150,638,583	20%	131,463,142	11,049,344	-	142,512,486
Motor Vehicles	292,848,450	-	53,508,253	239,340,197	25%	292,848,359	-	53,508,227	239,340,132
Leasehold Assets	4,000,000	-	-	4,000,000	1%	1,086,525	40,000	-	1,126,525
Total 2023	1,815,328,002	164,037,518	59,662,819	1,919,702,701		1,449,866,453	81,759,592	59,182,677	1,472,443,368
Total 2022	1,803,623,232	68,436,889	56,732,119	1,815,328,002		1,428,609,971	77,039,035	55,782,554	1,449,866,452



BASIC Bank Limited
Highlights on the overall activities of the Bank

SI #	Particulars	2023	2022
1	Paid up Capital	10,846,982,500	10,846,982,500
2	Total Capital	(6,313,400,205)	(2,551,475,070)
3	Capital Surplus/(Deficit)	(25,149,468,750)	(21,316,404,891)
4	Total Assets	168,181,444,984	180,575,946,751
5	Total Deposits	146,933,936,813	148,961,574,016
6	Total Loans and Advances	131,524,829,699	134,595,362,994
7	Total Contingent Liabilities and Commitments	15,858,475,976	12,773,188,197
8	Credit - Deposit Ratio	88.20%	88.40%
9	Percentage of Classified Loans against total Loans & Advances	63.35%	57.85%
10	Profit (Loss) after Tax and Provision	(4,162,950,717)	(1,301,651,812)
11	Amount of Classified Loans and Advances	83,327,479,373	77,866,546,184
12	Provision Kept against Classified Loan	5,011,199,946	9,554,717,837
13	Provision Surplus/(deficit)	-	-
14	Cost of Fund	7.39%	7.05%
15	Interest Earning Assets	70,820,003,594	87,832,598,432
16	Non-interest Bearing Assets	97,361,441,390	92,743,348,319
17	Return on Investment (ROI)*	270.97%	-53.73%
18	Return on Assets (ROA)	-2.39%	-0.69%
19	Incomes on Investment	1,625,646,885	2,026,542,618
20	Earnings Per Share (EPS)	(3.84)	(1.20)
21	Diluted Earnings Per Share (Diluted EPS)	(1.13)	(0.35)
22	Net Income Per Share	(3.84)	(1.20)
23	Price Earning Ratio**	N/A	N/A

* ROI has been calculated by dividing profit after tax by average shareholders equity plus average long term debt. ROI has become positive due to net profit after tax and summation of average shareholders equity plus average long debt both are negative.

** N/A: Not Applicable

