

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Independent Auditor's Report and Audited Financial Statements

as at and for the 3rd Quarter ended 30 September 2022

Independent Auditor's Report
To the Shareholders of IFIC Bank Limited
Report on the Audit of the Consolidated and Separate Financial Statements

Opinion

We have audited the consolidated financial statements of IFIC Bank Limited and its subsidiaries (the "Group") as well as the separate financial statements of IFIC Bank Limited (the "Bank"), which comprise the consolidated and separate balance sheets as at 30 September 2022 and the consolidated and separate profit and loss accounts, consolidated and separate cash flow statements and consolidated and separate statements of changes in equity for the period then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the Bank give a true and fair view of the consolidated financial position of the Group and the separate financial position of the Bank as at 30 September 2022, and of its consolidated and separate financial performance and its consolidated and separate cash flows for the period then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note 2.1.

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 *Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements* section of our report. We are independent of the Group and the Bank in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants (IESBA Code)* and the guidelines issued by Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank, and we have fulfilled our other ethical responsibilities in accordance with IESBA Code and the Institute of Chartered Accountants Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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

Risk	Our response to the risk
1. Measurement of provision for loans and advances	



The process of estimating provision for loans and advances associated with credit risk is judgmental and complex. While estimating such provisions certain judgmental factors need to be considered including:

- Future business performance of the borrower;
- Key assumptions relating to further business performance of the borrower;
- Market value of the collateral;
- Ability to repossess collateral; and
- Recovery rates.

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 time to time.

Due to 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.

At period end the Group and the Bank reported total gross loans and advances of BDT 346,272 million (2021: BDT 306,333 million) and BDT 344,859 million (2021: BDT 305,061 million) respectively and provision for loans and advances of BDT 12,688 million (2021: BDT 10,356 million) and BDT 12,457 million (2021: BDT 10,124 million) respectively.

See note no 2.1, 2.2.1.3, 7 and 15 to the financial statements

We tested the design and operating effectiveness of key controls focusing on the following:

- Credit monitoring and provisioning process;
- Identification of loss events, including early warning and default warning indicators; and
- Review of quarterly Classification of Loans (CL)

Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following:

- Reviewed the adequacy of the companies general and specific provisions;
- Assessed the methodologies on which the provision amounts based, recalculated the provisions and tested the completeness and accuracy of the underlying information; and
- Finally, assessed the appropriateness of disclosures against relevant accounting standards and Bangladesh Bank guidelines.

2. Recognition of interest income from loans and advances

Recognition of interest income has significant and wide influence on financial statements.

Recognition and measurement of interest income has involvement of complex IT environment.

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.

See note no 2.1 and 26 to the financial statements

We tested the design and operating effectiveness of key controls over recognition and measurement of interest on loans and advances.

We performed test of operating effectiveness on automated control in place to measure and recognize interest income.

We have also performed substantive procedure 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.

3. Loans and advances



Loans and advances are the main element of financial statements of the Bank. 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 appropriate level of authority.

We have identified loans and advances as key audit matter because there is an inherent risk of fraud in disbursement of loans and advances by management to meet specific targets or expectations.

See note no 2.1 and 7 to the financial statements

We tested the design and operating effectiveness of key controls focusing on credit appraisal, loan disbursement procedures and monitoring process of loans and advances.

We have performed procedure 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 procedure to check whether the loans and advances is recorded completely and accurately and that are existed at the reporting date.

Furthermore, we have assessed the appropriateness of disclosure against Bangladesh Bank guidelines.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements of the Group and the separate 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 consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error. The Bank Company Act, 1991 and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Group and the Bank. The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

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

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

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

Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of 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 consolidated and separate 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 in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls of the Group.
- 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 Group's and 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 auditor's report to the related disclosures in the consolidated and separate 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 auditor's report. However, future events or conditions may cause the Group and the Bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate 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 Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group 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 consolidated and separate financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's 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

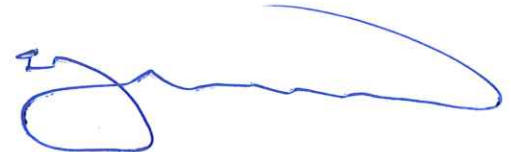
In accordance with the Companies Act, 1994, the Securities and Exchange Rules 2020, the Bank Company Act, 1991 and the rules and regulations issued by Bangladesh Bank, we also report that:

- i) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purposes 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 consolidated financial statements of the Group and the separate financial statements of the Bank and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the financial statements and Internal Control:
 - a) internal audit, internal control and risk management arrangements of the Group 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 Group and its related entities (other than matters disclosed in these financial statements)
- iii) financial statements for the period ended 30 September 2022 of two of the subsidiaries namely, IFIC Securities Limited and IFIC Investments Limited have been audited by us and the financial statements of the subsidiary IFIC Money Transfer (UK) Limited is unaudited. However, the results of all three subsidiaries have been properly reflected in the consolidated financial statements;
- iv) in our opinion, proper books of account as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books;
- v) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- vi) the consolidated balance sheet and consolidated profit and loss account together with the annexed notes dealt with by the report are in agreement with the books of accounts and returns;
- vii) the expenditures incurred were for the purpose of the Bank's business for the year;
- viii) the consolidated financial statements of the Group and the separate financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as with related guidance issued by Bangladesh Bank;
- ix) adequate provisions have been made for advance and other assets which are, in our opinion, doubtful of recovery as explained in Note 15.1 and 15.2;
- x) the information and explanation required by us have been received and found satisfactory;

- xi) we have reviewed over 80% of the risk weighted assets of the bank and spent over 1,020 person hours; and
- xii) Capital to Risk-Weighted Asset Ratio (CRAR) as required by Bangladesh Bank has been maintained adequately during the period ended 30 September 2022.

The engagement partner on the audit resulting in this independent auditor's report is **Hasan Mahmood**.

Dated, Dhaka
30 October 2022



Hasan Mahmood, Partner
Enrolment no: 564
M. J. Abedin & Co.
Chartered Accountants
Firm Registration no: N/A
DVC: 2210310564A0422444

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Consolidated Balance Sheet
as at 30 September 2022


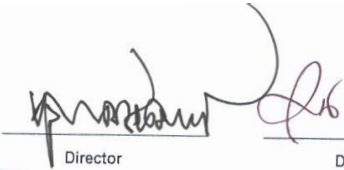


Particulars	Note	Amount in BDT	
		30 September 2022	31 December 2021
PROPERTY AND ASSETS			
Cash	3	27,937,909,319	25,065,301,074
Cash in hand (including foreign currency)	3.1	10,369,985,355	7,206,054,519
Balance with Bangladesh Bank and its agent bank(s) (including foreign currency)	3.2	17,567,923,964	17,859,246,555
Balance with other banks and financial institutions	4	6,895,881,584	1,048,932,840
In Bangladesh	4.1	5,404,415,731	303,039,633
Outside Bangladesh	4	1,491,465,853	745,893,207
Money at call and on short notice	5	4,990,000,000	4,380,000,000
Investments	6	61,674,245,538	61,214,980,678
Government securities	6.1	48,217,667,443	48,724,679,719
Other investments	6.2	13,456,578,095	12,490,300,959
Loans and advances	7	346,272,528,667	306,333,354,843
Loans, cash credit, overdrafts etc.	7.1	319,663,083,841	287,762,185,345
Bills purchased and discounted	8	26,609,444,826	18,571,169,498
Fixed assets including premises, furniture and fixtures	9	8,460,454,744	7,966,754,765
Other assets	10	5,024,245,043	4,245,116,584
Non-banking assets	11	148,474,800	148,474,800
Total assets		461,403,739,695	410,402,915,585
LIABILITIES AND CAPITAL			
Liabilities			
Borrowing from other banks, financial institutions and agents	12	21,106,690,999	14,562,035,508
Subordinated debt	13	10,700,000,000	6,400,000,000
Deposits and other accounts	14	369,338,560,550	332,751,259,838
Current deposit and other accounts		149,305,112,449	124,268,243,060
Bills payable		1,764,214,080	2,455,215,075
Savings bank deposits		26,349,910,716	25,716,666,242
Fixed deposits		191,919,323,304	180,311,135,461
Other liabilities	15	28,188,804,295	26,453,296,458
Total liabilities		429,334,055,844	380,166,591,804
Capital/Shareholders' equity			
Paid up capital	16.2	17,859,109,390	17,008,675,610
Statutory reserve	17	7,757,784,033	7,757,784,033
General reserve	18	155,071,397	155,071,397
Revaluation reserve against securities	19	80,926,888	80,926,888
Revaluation reserve against fixed assets	20	96,309,954	96,309,954
Foreign currency translation reserve	20.a	222,771,912	76,565,511
Surplus in profit and loss account	22	5,897,693,471	5,060,974,278
Total shareholders' equity		32,069,667,045	30,236,307,671
Non-controlling interest	23	16,806	16,111
Total equity		32,069,683,851	30,236,323,782
Total liabilities and equity		461,403,739,695	410,402,915,585

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Consolidated Balance Sheet
as at 30 September 2022

Particulars	Note	Amount in BDT	
		30 September 2022	31 December 2021
OFF-BALANCE SHEET ITEMS			
Contingent liabilities	24	81,947,501,446	71,383,874,980
Acceptances and endorsements	24.1	39,360,098,521	28,484,724,497
Letters of guarantee	24.2	8,175,475,468	8,612,473,288
Irrevocable letters of credit	24.3	20,653,176,560	23,825,249,182
Bills for collection	24.4	13,758,750,897	10,461,428,013
Other contingent liabilities		-	-
Other commitments			
Documentary credit and short term trade -related transactions		-	-
Forward assets purchased and forward deposit placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total off-balance sheet exposures including contingent liabilities		81,947,501,446	71,383,874,980

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

Dhaka, 30 October 2022

Hasan Mahmood FCA, Partner
 Enrolment no: 564
 M. J. Abedin & Co. Chartered Accountants
 DVC: 22103/0569A0922444

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

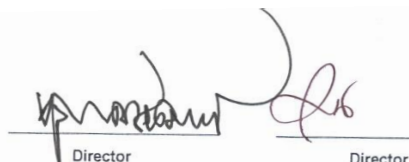
Consolidated Profit and Loss Account
for the 3rd quarter ended 30 September 2022

Amount in BDT

Particulars	Note	1 January to 30 September 2022	1 January to 30 September 2021	1 July to 30 September 2022	1 July to 30 September 2021
Interest income	26	18,883,964,567	16,349,214,303	6,581,677,767	5,751,456,233
Interest paid on deposits, borrowings etc.	27	13,119,937,424	11,611,578,354	4,658,432,262	3,909,851,576
Net interest income		5,764,027,143	4,737,635,949	1,923,245,505	1,841,604,657
Investment income	28	2,501,985,704	3,181,651,801	913,241,077	1,097,926,696
Commission, exchange and brokerage	29	2,906,682,817	1,822,290,522	926,625,152	547,844,834
Other operating income	30	156,188,283	128,688,973	55,678,891	52,628,236
		5,564,856,805	5,132,631,296	1,895,545,119	1,698,399,766
Total operating income		11,328,883,948	9,870,267,245	3,818,790,624	3,540,004,423
Salary and allowances	31	2,405,441,724	2,110,564,468	826,372,184	730,642,908
Rent, taxes, insurance, electricity etc.	32	739,692,684	480,822,432	265,928,774	171,487,571
Legal expenses	33	15,207,620	11,840,440	4,713,391	2,890,778
Postage, stamp, telecommunication etc.	34	144,743,269	77,244,720	55,959,254	26,038,102
Stationery, printing, advertisement etc.	35	365,387,773	277,387,778	121,577,401	67,021,190
Managing Director's salary	36	19,567,275	17,870,250	5,933,825	5,330,750
Directors' fees	37	3,176,800	3,266,400	959,200	1,035,200
Auditors' fees	38	3,572,469	3,009,168	2,027,156	1,756,945
Depreciation and repair of bank's assets	39	1,018,796,410	892,727,326	341,152,189	308,267,333
Other expenses	40	1,129,355,797	827,550,731	422,693,470	316,395,501
Total operating expenses		5,844,941,821	4,702,283,713	2,047,316,845	1,630,866,277
Operating profit		5,483,942,127	5,167,983,532	1,771,473,779	1,909,138,147
Share of profit of joint ventures/associates	40.a	49,773,085	348,812,269	17,979,016	111,670,201
Profit before provision		5,533,715,212	5,516,795,801	1,789,452,796	2,020,808,348
Provision for loans, investments & other assets	41				
Provision for loans and advance		2,226,809,517	1,477,740,648	465,928,116	735,967,290
Provision for diminution in value of investments		72,564,147	1,185,653	37,397,062	3,587,067
Other provisions		62,974,880	16,686,622	5,081,326	9,943,975
Total provision		2,362,348,544	1,495,612,923	508,406,504	749,498,332
Profit/(Loss) before taxes		3,171,366,668	4,021,182,878	1,281,046,291	1,271,310,016
Provision for taxation	42				
Current tax		2,198,492,346	1,960,011,461	726,318,615	726,638,720
Deferred tax expense/(income)		(714,279,346)	(77,892,270)	(204,365,543)	(49,043,240)
		1,484,213,001	1,882,119,190	521,953,072	677,595,480
Net profit after taxation		1,687,153,668	2,139,063,688	759,093,219	593,714,536
Net profit after tax attributable to:					
Equity holders of the Bank		1,687,152,973	2,139,063,552	759,093,013	593,714,536
Non-controlling interest		695	136	206	-
		1,687,153,668	2,139,063,688	759,093,219	593,714,536
Earnings Per Share (EPS)	50	0.94	1.20	0.43	0.33

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


Managing Director &
CEO


Director


Director

Dhaka, 30 October 2022

Hasan Mahmood FCA, Partner
Enrolment no: 564
M. J. Abedin & Co. Chartered Accountants

DVC/22103/0569 AD 922449

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Consolidated Cash Flow Statement

for the 3rd quarter ended 30 September 2022

Amount in BDT

Particulars	Note	1 January to 30 September 2022	1 January to 30 September 2021
A. Cash flows from operating activities			
Interest received		21,978,545,763	18,543,416,633
Interest payments		(12,435,971,348)	(11,349,909,778)
Dividend received		47,667,585	45,791,665
Fees and commission received		2,906,682,817	1,849,047,363
Recoveries of loans and advances previously written-off		178,262,263	134,470,143
Cash payments to employees		(2,715,554,139)	(2,129,006,536)
Cash payments to suppliers		(257,649,499)	(142,957,317)
Income taxes paid		(2,098,216,610)	(1,453,548,630)
Receipts from other operating activities	43	170,957,767	833,160,955
Payments for other operating activities	44	(2,516,950,873)	(1,895,737,734)
Operating cash flows before changing in operating assets and liabilities		5,257,773,727	4,434,726,764
Increase/(decrease) in operating assets and liabilities			
Statutory deposits		-	-
Loans and advances to other banks		-	-
Loans and advances to customers		(40,480,696,681)	(31,677,066,297)
Other assets	45	(719,881,674)	(171,942,035)
Deposits from other banks		(5,844,728,668)	1,532,601
Deposits from customers		41,706,844,073	29,968,378,045
Other liabilities	46	(67,219,325)	(543,633,174)
		(5,405,682,276)	(2,422,730,859)
Net cash flows from/(used in) operating activities		(147,908,549)	2,011,995,905
B. Cash flows from investing activities			
Net proceeds/(payments) from sale/(purchase) of Government securities		512,352,776	(5,052,637,513)
Net proceeds/(payments) from sale/(purchase) of securities		(916,504,050)	(121,431,189)
Purchase of property, plant & equipment		(1,224,995,638)	(742,241,519)
Proceeds from sale of property, plant & equipment		3,297,201	213,971,031
Net cash flows from/(used in) investing activities		(1,625,849,712)	(5,702,339,190)
C. Cash flows from financing activities			
Borrowing from other banks, financial institutions and agents		10,844,655,491	6,191,542,051
Payment against lease obligation		-	(79,987)
Net cash flows from/(used in) financing activities		10,844,655,491	6,191,462,064
D. Net increase/(decrease) in cash (A+B+C)		9,070,897,230	2,501,118,779
E. Effects of exchange rate changes on cash and cash equivalents		264,000,259	(8,057,995)
F. Opening balance of cash and cash equivalents		30,497,530,113	28,898,170,044
G. Closing balance of cash and cash equivalents (D+E+F)		39,832,427,603	31,391,230,828
Closing cash and cash equivalents			
Cash in hand	47	10,369,985,355	5,418,380,906
Balance with Bangladesh Bank and its agents bank		17,567,923,964	15,681,491,634
Balance with other banks and financial institutions		6,895,881,584	5,987,461,188
Money at call and on short notice		4,990,000,000	4,300,000,000
Prize bonds		8,636,700	3,897,100
		39,832,427,603	31,391,230,828

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Consolidated Statement of Changes in Equity
for the 3rd quarter ended 30 September 2022

Amount in BDT

Particulars	Paid up capital	Statutory reserve	General reserve	Revaluation reserve against securities	Revaluation reserve against fixed assets	Foreign currency translation reserve	Surplus in profit and loss account	Non-controlling interest	Total
Balance as at 1 January 2022	17,008,675,610	7,757,784,033	155,071,397	80,926,888	96,309,954	76,565,511	5,060,974,278	16,111	30,236,323,782
Impact of changes in accounting policy	-	-	-	-	-	-	-	-	-
Restated balance as at 1 January 2022	17,008,675,610	7,757,784,033	155,071,397	80,926,888	96,309,954	76,565,511	5,060,974,278	16,111	30,236,323,782
Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-	-	-	-	-
Effect of foreign currency translation	-	-	-	-	-	146,206,401	-	-	146,206,401
Net gain and losses not recognized in the profit and loss account	17,008,675,610	7,757,784,033	155,071,397	80,926,888	96,309,954	222,771,912	5,060,974,278	16,111	30,382,530,183
Net profit for the period	-	-	-	-	-	-	1,687,152,973	695	1,687,153,668
Bonus share issued for the year 2021	850,433,780	-	-	-	-	-	(850,433,780)	-	-
Balance as at 30 September 2022	17,859,109,390	7,757,784,033	155,071,397	80,926,888	96,309,954	222,771,912	5,897,693,471	16,806	32,069,683,851
Balance as at 1 January 2021	16,198,738,680	6,864,775,853	155,071,397	107,849,126	115,314,704	134,088,406	4,248,076,927	7,016	27,823,922,109
Impact of changes in accounting policy	-	-	-	-	-	-	-	-	-
Restated balance as at 1 January 2021	16,198,738,680	6,864,775,853	155,071,397	107,849,126	115,314,704	134,088,406	4,248,076,927	7,016	27,823,922,109
Surplus/(deficit) on account of revaluation of investments	-	-	-	(58,405,925)	-	-	-	-	(58,405,925)
Effect of foreign currency translation	-	-	-	-	-	(37,828,749)	-	-	(37,828,749)
Net gain and losses not recognized in the profit and loss account	16,198,738,680	6,864,775,853	155,071,397	49,443,201	115,314,704	96,259,657	4,248,076,927	7,016	27,727,687,435
Addition during the period	-	-	-	-	-	-	-	6,000	6,000
Net profit for the period	-	-	-	-	-	-	2,139,062,973	715	2,139,063,688
Bonus share issued for the year 2020	809,936,930	-	-	-	-	-	(809,936,930)	-	-
Transfer to Start-up fund of Y2020	-	-	-	-	-	-	(5,622,475)	-	(5,622,475)
Balance as at 30 September 2021	17,008,675,610	6,864,775,853	155,071,397	49,443,201	115,314,704	96,259,657	5,571,580,495	13,731	29,861,134,648

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Balance Sheet
as at 30 September 2022

Particulars	Note	Amount in BDT	
		30 September 2022	31 December 2021
PROPERTY AND ASSETS			
Cash	3	27,937,758,947	25,065,189,007
Cash in hand (including foreign currency)	3.1	10,369,834,983	7,205,942,452
Balance with Bangladesh Bank and its agent bank(s) (including foreign currency)	3.2	17,567,923,964	17,859,246,555
Balance with other banks and financial institutions	4	6,876,595,788	1,028,492,775
In Bangladesh	4.1	5,404,810,029	303,970,186
Outside Bangladesh	4	1,471,785,759	724,522,589
Money at call and on short notice	5	4,990,000,000	4,380,000,000
Investments	6	55,530,032,865	55,611,867,850
Government securities	6.1	48,217,667,443	48,724,679,719
Other investments	6.2	7,312,365,422	6,887,188,131
Loans and advances	7	344,859,625,172	305,061,349,869
Loans, cash credit, overdrafts etc.	7.1	318,250,180,346	286,490,180,371
Bills purchased and discounted	8	26,609,444,826	18,571,169,498
Fixed assets including premises, furniture and fixtures	9	8,422,878,019	7,922,878,221
Other assets	10	7,469,451,646	6,659,256,586
Non-banking assets	11	148,474,800	148,474,800
Total assets		456,234,817,237	405,877,509,108
LIABILITIES AND CAPITAL			
Liabilities			
Borrowing from other banks, financial Institutions and agents	12	21,106,690,999	14,562,035,508
Subordinated debt	13	10,700,000,000	6,400,000,000
Deposits and other accounts	14	369,427,409,248	333,142,132,175
Current deposit and other accounts		149,393,781,914	124,658,938,392
Bills payable		1,764,214,080	2,455,215,075
Savings bank deposits		26,349,910,716	25,716,666,242
Fixed deposits		191,919,502,538	180,311,312,466
Other liabilities	15	26,437,730,049	24,652,417,404
Total liabilities		427,671,830,296	378,756,585,087
Capital/Shareholders' equity			
Paid up capital	16.2	17,859,109,390	17,008,675,610
Statutory reserve	17	7,757,784,033	7,757,784,033
General reserve	18	155,071,397	155,071,397
Revaluation reserve against securities	19	80,926,888	80,926,888
Revaluation reserve against fixed assets	20	96,309,954	96,309,954
Surplus in profit and loss account	21	2,613,785,280	2,022,156,139
Total shareholders' equity		28,562,986,942	27,120,924,021
Total liabilities and shareholders' equity		456,234,817,237	405,877,509,108






INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Balance Sheet
as at 30 September 2022

Amount in BDT

Particulars	Note	30 September 2022	31 December 2021
OFF-BALANCE SHEET ITEMS			
Contingent liabilities	24	81,947,501,446	71,383,874,980
Acceptances and endorsements		39,360,098,521	28,484,724,497
Letters of guarantee		8,175,475,468	8,612,473,288
Irrevocable letters of credit		20,653,176,560	23,825,249,182
Bills for collection		13,758,750,897	10,461,428,013
Other contingent liabilities		-	-
Other commitments			
Documentary credit and short term trade -related transactions		-	-
Forward assets purchased and forward deposit placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total off-balance sheet exposures including contingent liabilities		81,947,501,446	71,383,874,980

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

 Managing Director & CEO	 Director	 Director	 Director
Dhaka, 30 October 2022		 Hasan Mahmood FCA, Partner Enrolment no: 564 M. J. Abedin & Co. Chartered Accountants DVC: 2210310564AD922444	


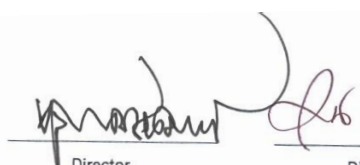

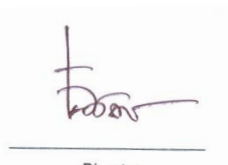
INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Profit and Loss Account
for the 3rd quarter ended 30 September 2022

Amount in BDT

Particulars	Note	1 January to 30 September 2022	1 January to 30 September 2021	1 July to 30 September 2022	1 July to 30 September 2021
Interest income	26	18,676,773,119	16,175,676,500	6,510,501,836	5,673,543,035
Interest paid on deposits, borrowings, etc.	27	13,122,946,713	11,612,588,608	4,658,432,262	3,909,918,529
Net interest income		5,553,826,406	4,563,087,892	1,852,069,574	1,763,624,506
Investment income	28	2,478,809,373	3,112,822,211	908,337,402	1,066,026,158
Commission, exchange and brokerage	29	2,823,311,098	1,752,718,186	896,039,488	529,959,636
Other operating income	30	152,948,039	125,547,809	54,115,572	52,527,083
		5,455,068,509	4,991,088,206	1,858,492,462	1,648,512,877
Total operating income		11,008,894,915	9,554,176,098	3,710,562,036	3,412,137,383
Salary and allowances	31	2,383,004,546	2,092,063,320	818,124,124	724,417,249
Rent, taxes, insurance, electricity, etc.	32	735,075,608	478,264,396	264,503,949	170,431,982
Legal expenses	33	11,824,367	10,219,772	3,172,167	2,373,917
Postage, stamp, telecommunication, etc.	34	144,079,814	76,819,902	55,687,242	25,905,989
Stationery, printing, advertisement, etc.	35	365,111,107	277,079,069	121,470,156	66,894,731
Managing Director's salary	36	19,567,275	17,870,250	5,933,825	5,330,750
Directors' fees	37	2,464,000	1,832,000	792,000	648,000
Auditors' fees	38	3,306,250	2,970,835	1,868,750	1,756,945
Depreciation and repair of bank's assets	39	1,010,283,997	884,313,797	338,458,182	304,322,582
Other expenses	40	1,104,346,404	792,814,586	414,844,285	306,859,474
Total operating expenses		5,779,063,368	4,634,247,928	2,024,854,680	1,608,941,618
Profit/(Loss) before provision		5,229,831,546	4,919,928,170	1,685,707,356	1,803,195,765
Provision for loans, investments and other assets	41				
Provision for loans and advance		2,226,809,517	1,477,740,648	465,928,116	735,967,290
Provision for diminution in value of investments		72,564,147	1,185,653	37,397,062	3,587,067
Other provisions		62,974,880	16,686,622	5,081,326	9,943,975
Total Provision		2,362,348,544	1,495,612,923	508,406,504	749,498,332
Profit/(Loss) before taxes		2,867,483,003	3,424,315,247	1,177,300,852	1,053,697,433
Provision for taxation	42				
Current tax		2,139,295,547	1,888,550,000	709,295,547	698,550,000
Deferred tax expense/(income)		(713,875,465)	(77,185,421)	(204,226,553)	(49,084,461)
		1,425,420,082	1,811,364,579	505,068,994	649,465,539
Net profit after taxation		1,442,062,921	1,612,950,668	672,231,857	404,231,893
Earnings Per Share (EPS)	50	0.81	0.90	0.38	0.23

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

Dhaka, 30 October 2022

Hasan Mahmood FCA, Partner
 Enrolment no: 564
 M. J. Abedin & Co. Chartered Accountants

DVC: 2210310564A0922444

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Separate Cash Flow Statement

for the 3rd quarter ended 30 September 2022

Amount in BDT

Particulars	Note	1 January to 30 September 2022	1 January to 30 September 2021
A. Cash flows from operating activities			
Interest received		21,772,177,882	18,456,818,830
Interest payments		(12,438,980,637)	(11,350,920,032)
Dividend received		45,336,719	44,078,266
Fees and commission received		2,823,311,098	1,762,289,306
Recoveries of loans and advances previously written-off		178,262,263	134,470,143
Cash payments to employees		(2,691,666,961)	(2,109,933,570)
Cash payments to suppliers		(227,145,027)	(149,090,318)
Income taxes paid		(2,024,484,828)	(1,417,013,935)
Receipts from other operating activities	43	157,739,558	762,903,599
Payments for other operating activities	44	(2,482,997,217)	(1,856,299,488)
Operating cash flows before changing in operating assets and liabilities		5,111,552,849	4,277,302,801
Increase/(decrease) in operating assets and liabilities			
Statutory deposits		-	-
Loans and advances to other banks		-	-
Loans and advances to customers		(40,476,475,503)	(31,422,390,620)
Other assets	45	(764,493,933)	(746,200,239)
Deposits from other banks		(5,844,728,668)	1,532,601
Deposits from customers		41,404,426,135	30,174,534,246
Other liabilities	46	(65,471,982)	(438,431,276)
		(5,746,743,952)	(2,430,955,287)
Net cash flows from/(used in) operating activities		(635,191,102)	1,846,347,514
B. Cash flows from investing activities			
Net proceeds/(payments) from sale/(purchase) of Government securities		512,352,776	(5,052,637,513)
Net proceeds/(payments) from sale/(purchase) of securities		(425,177,291)	396,955,644
Purchase of property, plant & equipment		(1,224,995,638)	(730,798,977)
Proceeds from sale of property, plant & equipment		3,297,201	213,971,031
Investment in subsidiary		-	(399,994,000)
Net cash flows from/(used in) investing activities		(1,134,522,952)	(5,572,503,816)
C. Cash flows from financing activities			
Borrowing from other banks, financial institution and agents		10,844,655,491	6,191,542,051
Payment against lease obligation		-	(79,987)
Net cash flows from/(used in) financing activities		10,844,655,491	6,191,462,064
D. Net increase/(decrease) in cash (A+B+C)		9,074,941,437	2,465,305,762
E. Effects of exchange rate changes on cash and cash equivalents		261,072,016	(9,571,121)
F. Opening balance of cash and cash equivalents		30,476,977,982	29,721,369,939
G. Closing balance of cash and cash equivalents (D+E+F)		39,812,991,435	32,177,104,580
Closing cash and cash equivalents			
	47		
Cash in hand		10,369,834,983	5,418,148,996
Balance with Bangladesh Bank and its agents bank		17,567,923,964	15,681,491,634
Balance with other banks and financial institutions		6,876,595,788	6,773,566,850
Money at call and on short notice		4,990,000,000	4,300,000,000
Prize bonds		8,636,700	3,897,100
		39,812,991,435	32,177,104,580

The reconciliation of cash flows from operating activities (solo basis) has been disclosed in note 48 of these financial statements.

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Separate Statement of Changes in Equity
for the 3rd quarter ended 30 September 2022

Amount in BDT

Particulars	Paid up capital	Statutory reserve	General reserve	Revaluation reserve against securities	Revaluation reserve against fixed assets	Surplus in profit and loss account	Total
Balance as at 1 January 2022	17,008,675,610	7,757,784,033	155,071,397	80,926,888	96,309,954	2,022,156,139	27,120,924,021
Impact of changes in accounting policy	-	-	-	-	-	-	-
Restated balance as at 1 January 2022	17,008,675,610	7,757,784,033	155,071,397	80,926,888	96,309,954	2,022,156,139	27,120,924,021
Surplus/deficit on account of revaluation of investments	-	-	-	-	-	-	-
Net gain and losses not recognized in the income statement	17,008,675,610	7,757,784,033	155,071,397	80,926,888	96,309,954	2,022,156,139	27,120,924,021
Net profit for the period	-	-	-	-	-	1,442,062,921	1,442,062,921
Bonus share issued for the year 2021	850,433,780	-	-	-	-	(850,433,780)	-
Balance as at 30 September 2022	17,859,109,390	7,757,784,033	155,071,397	80,926,888	96,309,954	2,613,785,280	28,562,986,942
Balance as at 1 January 2021	16,198,738,680	6,864,775,853	155,071,397	107,849,126	115,314,704	1,775,205,220	25,216,954,980
Impact of changes in accounting policy	-	-	-	-	-	-	-
Restated balance as at 1 January 2021	16,198,738,680	6,864,775,853	155,071,397	107,849,126	115,314,704	1,775,205,220	25,216,954,980
Surplus/deficit on account of revaluation of investments	-	-	-	(58,405,925)	-	-	(58,405,925)
Net gain and losses not recognized in the income statement	16,198,738,680	6,864,775,853	155,071,397	49,443,201	115,314,704	1,775,205,220	25,158,549,055
Net profit for the period	-	-	-	-	-	1,612,950,668	1,612,950,668
Bonus share issued for the year 2020	809,936,930	-	-	-	-	(809,936,930)	-
Transfer to Start-up fund of Y2020	-	-	-	-	-	(5,622,475)	(5,622,475)
Balance as at 30 September 2021	17,008,675,610	6,864,775,853	155,071,397	49,443,201	115,314,704	2,572,596,483	26,765,877,248

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Liquidity Statement

Maturity Analysis of Assets and Liabilities

as at 30 September 2022

Amount in BDT

Particulars	Maturity Period					Total
	Up to 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Above 5 years	
Assets						
Cash in hand (including Bangladesh Bank)	13,295,179,910	82,423,352	82,423,352	-	14,477,732,334	27,937,758,947
Balance with other banks and financial institutions	5,306,977,208	1,569,618,580	-	-	-	6,876,595,788
Money at call and on short notice	4,990,000,000	-	-	-	-	4,990,000,000
Investment	1,143,132,453	3,701,565,003	5,577,774,976	23,406,440,102	21,701,120,332	55,530,032,865
Loans and advances	82,813,080,916	25,361,987,679	46,512,644,415	79,456,557,958	110,715,354,204	344,859,625,172
Fixed assets including premises, furniture and fixture	-	842,287,802	1,263,431,703	3,369,151,208	2,948,007,307	8,422,878,019
Other assets	680,189,214	1,844,465,267	566,824,345	1,744,717,431	2,633,255,390	7,469,451,646
Non-banking assets	-	-	-	148,474,800	-	148,474,800
Total assets	108,228,559,702	33,402,347,683	54,003,098,791	108,125,341,498	152,475,469,566	456,234,817,237
Liabilities						
Subordinated debt	-	-	700,000,000	7,000,000,000	3,000,000,000	10,700,000,000
Borrowing from other banks, financial institutions and agents	2,601,751,256	10,185,216,806	8,219,555,976	100,166,960	-	21,106,690,999
Deposits and other accounts	60,887,348,493	89,483,537,223	67,844,370,359	35,633,752,688	115,578,400,486	369,427,409,248
Other liabilities	1,838,602,379	943,110,000	4,312,525,923	2,417,936,468	16,925,555,278	26,437,730,049
Total liabilities	65,327,702,129	100,611,864,029	81,076,452,258	45,151,856,116	135,503,955,764	427,671,830,296
Net liquidity	42,900,857,573	(67,209,516,346)	(27,073,353,468)	62,973,485,382	16,971,513,802	28,562,986,942

Notes to the Financial Statements

As at and for the period ended 30 September 2022

1. Reporting Entity

1.1. IFIC Bank Limited

International Finance Investment and Commerce Bank Limited (hereinafter referred to as "the Bank" / "IFIC Bank"), started its journey in 1976 at the instance of the Government as a joint venture between the Government of Bangladesh and sponsors in the private sector with the objective of working as a finance company within the country and setting up joint venture banks/financial institutions abroad. In 1983 when the Government allowed to open up banking in the private sector, the finance company was converted into a full fledged commercial bank. The Government of the People's Republic of Bangladesh, now, holds 32.75% of the share capital of the Bank. Directors and Sponsors having vast experience in the field of trade and commerce own 6.14 % of the share capital and the rest is held by Institutions both local & foreign and General Shareholders.

Its shares are listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited. The Bank has 166 branches, 957 Uposhakhas [sub-branches] and 42 ATM booths with 61 ATMs as at 30 September 2022.

The principal activities of the Bank are to provide all types of commercial banking services, within the stipulations laid down by the Banking Companies Act 1991 as amended and directives as received from Bangladesh Bank and other regulatory authorities from time to time, through its Branches, Uposhakhas [sub-branches] and Alternative Delivery Channels like ATM Booths and Internet Banking, Digital Channel etc.

1.2. Off-shore Banking Unit (OBU)

Off-shore Banking Unit (OBU) is a separate business unit of IFIC Bank Limited. The Bank obtained permission for OBU operations from Bangladesh Bank vide its letter no. BRPD (P-3) 744 (104)/2009-4233 dated 17 November 2009 and commenced its operation from 10 May 2010. The operation of OBU is governed under prudential regulations of Bangladesh Bank and solo basis Financial Statements of the Bank have been prepared treating OBU as a business line in equivalent Bangladeshi Taka as per BRPD circular no 2 dated 25 February 2019, a separate Financial Statements has been prepared for OBU which are shown in **Annexure-L**.

1.3. Subsidiaries of the Bank

1.3.1. IFIC Securities Limited [IFICSL]

IFIC Securities Limited, a fully owned subsidiary company of IFIC Bank Limited was incorporated as a public limited company and acquired membership of Dhaka Stock Exchange Limited for brokerage transaction. The main objectives of this subsidiary are buying, selling and settling of securities on behalf of investors and its own portfolio as well as other related services. The registered office of IFICSL located at IFIC Tower, 61, Purana Paltan, Dhaka – 1000.

1.3.2. IFIC Money Transfer (UK) Limited

IFIC Money Transfer (UK) Limited is a fully owned subsidiary of IFIC Bank incorporated as a private limited company with Companies House of England and Wales under registration no. 07379137 on 16 September 2010 and got registration from HM Customs and Excise on 17 January 2011 under Money Laundering regulation. The company got registration from Financial Conduct Authority (FCA) [previously it was Financial Services Authority (FSA)] on 16 June 2011 under Payment Services Regulations 2009. The company commenced its operation on 31 August 2011. The registered office of the company is located at Ferrari House, 2nd Floor, 102 College Road, Harrow, Middlesex, United Kingdom HAI IES, London, UK. The principal activities of the company is remitting/transfer money and related services on behalf of its customers.

1.3.3. IFIC Investment Limited [IFICIL]

IFIC Investment Limited, a fully owned subsidiary company of IFIC Bank Limited was incorporated as a public limited company. IFICIL obtained full-fledge Merchant Banker Registration Certificate from Bangladesh Securities & Exchange Commission (BSEC) on 19 October 2021. The main objectives of this subsidiary are Issue Management, Underwriting & Portfolio Management activities. The registered office of IFICSL located at IFIC Tower, 61, Purana Paltan, Dhaka – 1000.

1.4. Associates of the Bank

1.4.1. Oman Exchange LLC, Oman

Oman Exchange LLC, an exchange company incorporated under the laws of the Sultanate of Oman in 1985 as a joint venture between IFIC Bank and Omani Nationals. The principal activities of the company is, to remit/transfer money/fund to the different parts of the world including Bangladesh and related services. IFIC holds 49% shares of Oman Exchange LLC and the rest 51% shares is held by the Omani sponsors. The registered office is located Building no. 4699, Way no. 4567, Hamriya, PO Box 114, Post code 994, Hey Al Mina, Hamriya, Muscat, Sultanate of Oman.

1.5. MCB Bank Ltd, Pakistan

MCB Bank Limited is one of the largest Banks in Pakistan listed in Pakistan Stock Exchange. IFIC Bank had two branches in Pakistan, one at Karachi (in 1987) and the other at Lahore (in 1993). IFIC Pakistan operation was merged with NDLC on 02 October 2003 and renamed it NDLC-IFIC Bank Limited. It was subsequently renamed as NIB Bank Limited with effect from 28 November 2005. In 2017 NIB Bank Limited merged with MCB Bank Limited and IFIC's holding diluted significantly due to this merger. Now IFIC holds very minimal share in MCB Bank Limited.

1.6. Nabil Bank Limited, Nepal

Nepal Bangladesh Bank Limited (NBBL), a joint venture commercial bank between IFIC Bank Limited and the Nepali Nationals, started its operation with effect from 06 June 1994 in Nepal with 50% equity from IFIC Bank Limited and lastly it was 40.91%. As a part of strategic decision of the Bank, the Board of Director of the Bank has decided to withdrawal the investment from Nepal by selling of entire shares of NBBL held by IFIC Bank Limited as Promoter and to return the fund to Bangladesh. As part of this process, NBBL has been merged with Nabil Bank Limited (NBL) of Nepal on 11 July 2022 with a Share Swap Ratio of (1:0.43) i.e. 0.43 shares of NBL for every share of NBBL. Upon this convergence process, IFIC holds 7.77% shares of NBL As per Share Purchase Agreement (SPA) made by and between IFIC Bank Limited and Ms. Sarika Chaudhary, a Promoter Shareholder of Nabil Bank Limited and as per Final Agreement for acquisition approved by Nepal Rastra Bank and Office of Company Registrar of Nepal, till materialization of SPA, one Director has been nominated to Nabil Bank for representing IFIC Bank Limited.

2. Basis of Preparation and Significant Accounting Policies

2.1. Basis of preparation

2.1.1. Statement of compliance

The Financial Reporting Act 2015 (FRA) was enacted in 2015. Under the FRA, the Financial Reporting Council (FRC) is formed in 2017 and has since then adopted the International Accounting Standards (IAS) International Financial Reporting Standards (IFRS) as the applicable Financial Reporting Standards with effect from 2 November 2020

Accordingly, the Financial Statements of the Bank have been prepared in accordance with International Financial Reporting Standards (IFRS), International Accounting Standards (IAS) and the requirements of the Banking Companies Act 1991 (as amended up to date), the rules and regulations issued by Bangladesh Bank, the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

In case any requirement of the Banking Companies Act 1991 and provisions and circulars issued by Bangladesh Bank differ with those of IFRSs and IASs, the requirement of the Banking Companies Act 1991 and provisions and circulars issued by Bangladesh Bank shall prevail.

Material departures from the requirements of IFRS in preparing these financial statements are as follows:

i. Investment in shares and securities

IAS/IFRS: As per requirements of IFRS 9: *Financial Instruments*, classification and measurement of investment in shares and securities will depend on the entity's business model and its contractual cash flow characteristics. Based on these factors it would generally fall either under "at fair value through profit and loss account" or under "at fair value through other comprehensive

income" where any change in the fair value (as measured in accordance with IFRS 13: *Fair Value Measurement*) at the period-end is taken to profit and loss account or other comprehensive income, respectively.

Bangladesh Bank: As per Banking Regulation & Policy Department (BRPD) circular no. 14 dated 25 June 2003 investments in quoted shares and unquoted shares are revalued on the basis of period end market price and Net Assets Value (NAV) of last audited balance sheet, respectively. In addition to that Department of Of-site Supervision (DOS) of Bangladesh Bank vide its circular letter no. 03 dated 12 March 2015 directed that investment in mutual fund (closed end) will be revalued at lower of cost and (higher of market value and 85% of NAV). Provision should be made for any loss arising from diminution in value of investment on portfolio basis; otherwise investments are recognized at cost.

ii. Revaluation gains/losses on Government securities

IAS/IFRS: As per requirement of IFRS 9: *Financial Instruments*, where securities will fall under the category of 'fair value through profit or loss account', any change in the fair value of assets is recognized through the profit and loss account. Securities designated as amortized cost are measured at effective interest rate method and interest income is recognized through the profit and loss account.

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

iii. Repo and reverse repo transactions

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

Bangladesh Bank: As per DOS circular letter no. 6 dated 15 July 2010 and subsequent clarification in DOS circular no. 2 dated 23 January 2013, when a bank sells a financial asset and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (repo or stock lending), the arrangement is accounted for as a normal sales transaction and the financial asset is derecognized in the seller's book and recognized in the buyer's book. In addition to that as per DMD circular letter no. 7 dated 29 July 2012, non-primary dealer

banks are eligible to participate in the Assured Liquidity Support (ALS), whereby such banks may carry out collateralized repo arrangements with Bangladesh Bank. Here the selling bank accounts for the arrangement as a loan, thereby continuing to recognize the asset.

iv. Provision on loans and advances/investments

IAS/IFRS: As per IFRS 9: *Financial Instruments*, an entity shall recognize an impairment allowance on loans and advances based on expected credit losses. At each reporting date, an entity shall measure the impairment allowance for loans and advances at an amount equal to the lifetime expected credit losses if the credit risk on these loans and advances has increased significantly since initial recognition whether assessed on an individual or collective basis considering all reasonable information, including that which is forward-looking. For those loans and advances for which the credit risk has not increased significantly since initial recognition, at each reporting date, an entity shall measure the impairment allowance at an amount equal to 12 month expected credit losses that may result from default events on such loans and advances that are possible within 12 months after reporting date.

Bangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012, BRPD circular no. 5 dated 29 May 2013, BRPD circular no. 16 dated 18 November 2014, BRPD circular no. 15 dated 27 September 2017, BRPD circular no. 1 dated 20 February 2018 and BRPD circular No. 3 dated 21 April 2019 a general provision at 0.25% to 5% under different categories of unclassified/standard 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 20%, 50% and 100% respectively depending on the duration of past due of loans and advances. Again general provision at 1% is required to be provided for off-balance sheet exposures as per BRPD circular no. 10 dated 18 September 2007, BRPD circular no. 7 dated 21 June 2018 and BRPD circular no. 13 dated 18 October 2018. Provision for Short-Term Agricultural and Micro-Credits has to be provided at the rate of 5% for 'sub-standard' and 'doubtful' loans and at the rate of 100% provision for the 'bad/Loss' loans. As per BRPD circular no. 4 dated 29 January 2015, 1% additional provision has to be maintained for large restructured loan and the facilities for which payment was deferred during the year 2020 due to COVID-19 pandemic under purview of BRPD Circular No. 56 dated 10 December 2020 and additional 2% provision has to be maintained in year 2021 as per BRPD Circular No. 50 dated 14 December 2021, moreover in case of CMSME applicable additional provision will be 1.5% as per Circular no. 52 dated 29 December 2021. Such provision policies are not specifically in line with those prescribed by IFRS 9.

v. Recognition of interest in suspense

IAS/IFRS: Loans and advances to customers are generally classified at amortized cost as per IFRS 9 and interest income is recognized by using the effective interest rate method to the gross carrying amount over the term of the loan. Once a loan subsequently become credit-impaired, the entity shall apply the effective interest rate to the amortized cost of these loans and advances.

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

vi. Other comprehensive income

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

Bangladesh Bank: Bangladesh Bank has issued templates for financial statements which will strictly be followed by all banks. The template of financial statements issued by Bangladesh Bank neither include OCI nor are the elements of OCI allowed to be included in a single OCI Statement. As such the Bank does not prepare the OCI statement. However, elements of OCI, if any, are shown in the statements of changes in equity.

vii. Financial instruments – presentation and disclosure

In several cases Bangladesh Bank guidelines categories, recognize, measure and presentation of financial instruments different from as prescribed by IFRS 9. As such full disclosure and presentation requirements cannot be made in the financial statements as per IFRS 7: *Financial Instruments Disclosures* and IAS 32: *Financial Instruments: Presentation*.

viii. Financial guarantees

IAS/IFRS: As per IFRS 9: *Financial Instruments*, financial guarantees are contracts that requires 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 term of debt instruments. Financial guarantee liabilities are recognized initially at their fair value and amortized over the life of the financial guarantee. The financial guarantee liability is subsequently carried at the higher of this amortized amount and loss allowance determined expected credit loss under IFRS 9. Financial guarantees are prescribed to be included in other liabilities.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, financial guarantees such as Letter of Credit, Letter of Guarantee should be treated as Off-balance items. No liability is recognized for the guarantee except the cash margin.

ix. Cash and cash equivalent

IAS/IFRS: Cash and cash equivalents items should be reported as cash item as per IAS 7: *Statement of Cash Flows*.

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

prize bonds are shown as cash and cash equivalents beside cash in hand, balance with Bangladesh Bank and other banks.

x. Non-banking asset

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

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003 and BRPD circular no. 22 dated 20 September 2021. Non-Banking assets to be disclosed as separate line item in the Balance Sheet and whether the Non-Banking assets are income generating to be disclosed along with the holding period of the assets.

xi. Cash flow statement

IAS/IFRS: As per IAS 7: *Statements of Cash Flows*, the cash flow statement can be prepared using either the direct method or the indirect method. The presentation is selected to present these cash flows in a manner that is most appropriate for the business or industry. The method selected is applied consistently.

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

xii. Balance with Bangladesh Bank: (Cash Reserve Requirement - CRR)

IAS/IFRS: As per IAS 7: *Statements of Cash Flows*, Balance with Bangladesh Bank should be treated as other asset as it is not available for use in day to day operations.

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

xiii. Off-balance sheet items

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

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

xiv. Disclosure of appropriation of profit

IAS/IFRS: There is no requirement to show appropriation of profit on the face of Profit and Loss Account.

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

xv. Loans and advances net off provision

IAS/IFRS: As per IFRS 9, loans and advances shall be presented at amortized cost net off any write down for impairment (expected credit losses that result from all possible default events over the life of the financial instruments).

Bangladesh Bank: As per BRPD circular no. 14, provision for loans, advances and investments are presented separately as

liability and cannot be netted off against the outstanding balance of loans, advances and investment.

xvi. Presentation of Financial Statement

IAS/IFRS: As per IAS 1 financial statements shall comprise statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in equity, cash flow statement, adequate notes comprising summary of accounting policies and other explanatory information. As per para 60 of IAS 1, the entity shall also present current and non-current assets and liabilities as separate classifications in its statement of financial position.

Bangladesh Bank: Bangladesh Bank vide it BRPD circular no. 14 dated 25 June 2003 directed all banks to prepared their financial statements in the prescribed template comprising balance sheet, profit and loss account, cash flow statement, statement of changes in equity, liquidity statement and certain disclosures therein are guided by the First Schedule (section 38) of the Banking Companies Act 1991. (Amendment up to date) and BRPD circular no. 14 dated 25 June 2003. In that prescribed template there is no scope to present assets and liabilities under current and noncurrent classifications.

[Also refer to (note 2.2.11 Compliance of International Financial Reporting Standards (IFRSs)]

2.1.2. Going concern

The accompanying financial statements have been prepared on a going concern assumption that the Bank is a going concern and will continue in operation for the foreseeable future. Hence, it is assumed that the Bank has neither the intension nor the need to liquidate or curtail materially the scale of its operation. The accompanying financial statements do not include any adjustments should the Bank be unable to continue as a going concern.

The management of the Bank has calculated all the ratios related to the maintenance of regulatory requirements of capital & liquidity such as CRAR, LCR, NSFR, CRR & SLR and assessed adequacy of bank's liquidity as per structured liquidity profile to determine bank's shock absorbent capacity in different distress scenario. All the ratios and results thus calculated reveal that Bank is running well above the level of different parameters set by the respective guidelines of Bangladesh Bank. The rating outlook of the Bank as assigned by the rating agency Emerging Credit Rating Limited (ECRL) is 'stable'. The management do not see any issue with respect to going concern due to recent pandemic COVID-19. Besides, the management is not aware of any material uncertainty that may cast significant doubt upon the Bank's ability to continue as a going concern.

2.1.3. Functional and presentation currency

The financial statements are presented in Bangladeshi Taka (BDT/Tk.) which is the Group's and the Bank's functional currency. Functional currency of Off-shore Banking Unit and one of subsidiaries namely IFIC Money Transfer (UK) Limited is US Dollar (USD) and Great Britain Pound (GBP) respectively. Functional currency for one associate – Oman Exchange LLC is Omani Rial. Financial information presented in BDT has been rounded off to nearest integer, except otherwise indicated. The financial statement and information of the subsidiaries and joint venture/associates whose functional currency is different than that of IFIC Bank Limited has been translated in the presentation currency i.e. BDT as per IAS 21: *The Effects of Changes in Foreign Exchange Rates*, where applicable.

2.1.4. Materiality and aggregation

Each material item considered as significant and has been presented separately in the financial statements. No assets has been set off against any liability unless the Bank has a legal right to set off such amount and intends to settle on net basis. Income and expenses are presented on a net basis only when permitted by the relevant financial reporting standards or as directed by Bangladesh Bank.

2.1.5. Comparative information

Accounting policies have been consistently applied by the bank and are consistent with those used in the previous period Comparative amounts in the financial statements have been reclassified and rearranged to conform to the current period's presentation. The Bank did not restate its comparative figures which affect the related implications of IAS 1: *Presentation of Financial Statements*.

2.1.6. Reconciliation of inter-bank and inter-branch account

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

The Bank doesn't have any un-reconciled entries related to inter-branch transactions as on the reporting date.

2.1.7. Foreign currency transactions

Foreign currency transactions are translated into the Bank's functional currency at the exchange rates prevailing on the respective date of such transactions as per IAS 21: *The Effect of Changes in Foreign Exchange Rates*. Monetary assets and liabilities in foreign currencies are converted into Taka at spot exchange rate at the reporting date and differences are generally recognized in the profit and loss account. Foreign investments are revalued to adjust for changes in exchange rate as per Guidelines for Foreign Exchange Risk Management of Bangladesh Bank.

Foreign operations

The results of financial statements of the Bank whose functional currency is not Bangladesh Taka are translated into Bangladesh taka as follows:

- a. Assets and liabilities for each statement of balance sheet have been translated at the closing rate on the date of balance sheet.
- b. Income and expenses for the profit and Loss account have been translated at monthly average rate.

2.1.8. Reporting period

These consolidated financial statements cover the period from 1 January to 30 September 2022. The reporting period of the subsidiaries namely IFIC Securities Limited, IFIC Investments Limited and IFIC Money Transfer (UK) Limited and one of the associates Oman Exchange LLC is in line with that of the parent i.e. IFIC Bank Limited.

2.1.9. Date of authorization

The Board of Directors has authorized these financial statements for public issue on 30 October 2022.

2.1.10. Use of estimates and judgments

In 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 measurement of assets, liabilities, income and expenses. Accordingly, actual results may differ from these estimates.

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

Key estimates are as follows:

- Provision for loans, advances and investments ;
- Revaluation of land & buildings;
- Deferred tax assets/liabilities;
- Useful life of depreciable assets;
- Measurement of defined benefit obligation (Provision for gratuity);
- Provision / accruals for expenses;
- Provision for current taxation;
- Lease Liabilities and Right of Use Assets;

Changes in accounting estimates

Changes are reflected in the assumptions when they occur in accordance with IAS 8: *Accounting Policies, Changes in Accounting Estimates and Errors*. During the period, the bank has not adopted any change of accounting estimates.

2.1.11. Basis of consolidation

The consolidated financial statements include the financial statements of IFIC Bank Limited and its subsidiaries, IFIC Securities Limited and IFIC Investment Limited, operating in Bangladesh and IFIC Money Transfer (UK) Limited operating in United Kingdom as those of a single economic entity. The separate financial statements are derived by combining the financial statements of main operation of IFIC Bank Limited as Domestic Banking Unit and the financial statements of Off-shore Banking Unit (OBU) in equivalent BDT denomination as per BRPD circular no 2 dated 25 February 2019.

The consolidated and separate financial statements have been prepared in accordance with IFRS 10: *Consolidated Financial Statements* and IAS 27: *Separate Financial Statements* respectively. The consolidated financial statements are prepared to a common period ended 30 September 2022. Both consolidated financial statements and separate financial statements of the Bank comprises Balance Sheet, Profit & Loss Statement, Cash Flow Statement, Statement of Changes in Equity and relevant notes and disclosures.

Subsidiaries

Subsidiaries are all entities over which the bank has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights. A parent of a subsidiary should present consolidated financial statements according to IAS 27: *Separate financial statements* and IFRS 10: *Consolidated Financial Statements*. The financial statements of subsidiary are included in the consolidated financial statements from the date that control effectively commences until the date that the control effectively ceases.

The financial statements of such subsidiary companies are incorporated on a line by line basis and investment held by the bank is eliminated against the corresponding share capital of subsidiaries in the consolidated financial statements.

Associates

An associate is an enterprise in which the investor has significant influence and which is neither subsidiary nor a joint venture of the investor (IAS 28: *Investments in Associates*). Significant influence is the power to participate in the financial and operating policy decisions of the investee but there is no control over those policies. Investment in associate is accounted for in the financial statements under the "equity method" as per the direction of Bangladesh Bank. Under the equity method, the investment is initially recorded at cost and the carrying amount is increased or decreased to recognize the investor's share of the profits and losses of the investee after the date of acquisition. The investor's share of the investee's profit or loss is recognized in the investor's profit and loss account. Distributions received from an investee reduce the carrying amount of the investment.

Transactions eliminated on consolidation

All intra-group transactions, balances and any unrealized income and expenses arising from intra-group transactions are eliminated in preparing consolidated financial statements.

2.1.12. Basis for preparation of liquidity statement

The liquidity statement has been prepared in accordance with the remaining maturity grouping of the value of the assets and liabilities as on the reporting date under the guidelines of Bangladesh Bank BRPD circular No. 14 dated 25 June 2003. The bank used following basis for preparation of liquidity statement:

Particulars	Basis
Balance with other Banks and financial institutions	Maturity term
Money at call and on short notice	Maturity term
Investments	Respective residual maturity
Loans and advances	Repayment schedule
Fixed assets	Useful lives
Other assets	Realization / amortization
Sub-ordinated debt	Maturity / repayment terms
Borrowing from other Banks, financial institutions	Maturity / repayment terms
Deposits and other accounts	Maturity term and past trend of withdrawal
Provisions and other liabilities	Settlement/Payment/adjustments schedule

2.1.13. Basis of provision, contingent liabilities, contingent assets

The Bank recognizes provisions only when it has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and when a reliable estimate of the amount of the obligation can be made.

No provision is recognized for -

- a. Any possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Bank; or
- b. Any present obligation that arises from past events but is not recognized because-
 - It is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - A reliable estimate of the amount of obligation cannot be made.

Such obligations are recorded as contingent liabilities. These are assessed continually and only that part of the obligation for which an outflow of resources embodying economic benefits is probable, is provided for except in the extremely rare circumstances where no reliable estimate can be made. Contingent assets are not recognized in the financial statement since this may result in the recognition of income that may never be realized."

2.2. Significant accounting policies

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

2.2.1. Assets and basis of their valuation

2.2.1.1. Cash and cash equivalents

Cash and cash equivalents include notes and coins in hand, cash at bank, unrestricted balances held with Bangladesh Bank and its agent bank, balance with other banks and financial institutions, money at call and on short notice and such other highly liquid financial assets which are subject to insignificant risk of changes in their value and are used by the Bank management for its short term commitments.

2.2.1.2. Investment

All investments (except government treasury bill and bond) have been initially recognized at cost, including acquisition charges associated with the investment. Premiums have been amortized and discount accredited by using the effective or historical yield method. Government Treasury Bills and Bonds (categorized as HFT and/or HTM) are accounted for as per Bangladesh Bank DOS circular letter no. 5 dated 26 May 2008 and DOS circular no. 5 dated 28 January 2009. Details of the valuation methods of investment are given below:

i. Govt. securities – Held to Maturity (HTM)

Investments which are intended to be held to maturity are classified as “Held to Maturity”. These are measured at amortized cost at each period end by taking into account any discount or premium in acquisition. Amortized amount of such premium are booked into Profit and Loss Account or discount is booked to reserve until maturity/disposal.

ii. Govt. securities – Held for Trading (HFT)

Investment held in this category are acquired principally for the purpose of selling and purchasing in short trading. After initial recognition, investments are revalued weekly on mark to market basis. Decrease in the book value is recognized in the profit and loss account and any increase is transferred to revaluation reserve account.

iii. Investment in quoted shares/securities

These shares/securities are bought and held primarily for the purpose of selling in future or for dividend income. Investment in quoted shares/securities are revalued at the end of the reporting period and necessary provisions are maintained for diminution in value of investments in quoted shares/securities in line with Bangladesh Bank requirement. Realized gain or losses are recognized in the profit and loss account.

iv. Investment in unquoted shares/securities

Investment in unquoted shares/securities are initially recognized at cost and revalued based on book value of last audited balance

sheet. Provision arising from diminution in value of investment recognized in profit and loss accounts as per Bangladesh Bank guidelines.

v. Investment in subsidiary

Investment in subsidiary is accounted for under the cost method of accounting in the separate financial statements and presented in the Bank’s consolidated financial statements as that of a single economic entity in accordance with IFRS 10: *Consolidated Financial Statements*.

vi. Investment in associates

Investment in associates are accounted for using the equity method (equity accounted investees) in the consolidated financial statements as per IAS 28: *Investment in Associates*. Under this method, the investment is initially recorded at cost and the increase and decreases on the carrying amount is recognized in investor’s share of profit & losses of the investee after the date of acquisition. The consolidated financial statements include the IFIC’s share of the profit and loss of equity accounted investees, after adjustments to align the accounting policies with those of the IFIC Bank Limited, from the date that significant influence commences until the date that significant influence ceases.

vi. Investment as Held for Sale

Investment that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less cost to sell. For this to be the case, the investment must be available for immediate sale in its present condition subject only to terms that are usual and customary for sales of such assets and the sale must be highly probable.

2.2.1.3. Loans and advances

- i. Loans and advances are non-derivatives financial assets with fixed or determinable payments that are not quoted in an active market and that the Bank does not sell in the normal course of business. It has been stated at gross value as pre requirements of the Banking Companies Act, 1991.
- ii. Interest on unclassified loans and advances (except those of rescheduled and stay order accounts) is recognized as income on accrual basis, interest on classified loans and advances (including rescheduled and stay order accounts) is credited to interest suspense account. However actual recovery of interest on rescheduled, stay order accounts and classified loan credited to income account as per instruction of BRPD circular no. 14 dated 23 September 2012, BRPD circular no. 19 dated 27 December, BRPD circular no. 16 dated 18 November 2014 and BRPD Circular No. 56 dated 10 December 2020.
- iii. The Bank are providing concessional interest rare to its' good borrowers.

- iv. Loans and advances are written off from the books of accounts in line with the BRPD circular no. 01 dated 06 February 2019 issued by Bangladesh Bank. These write off will not undermine/affect the claim amount against the borrower.

2.2.1.4. Fixed assets and depreciation

Acquisition through outright purchase and Lease

- i. Fixed assets are stated at cost/revalued amount less accumulated depreciation for those acquired through outright purchase except Land. Land is initially measured at cost and then recognized at revalued amount. The bank has charged depreciation using straight line method considering the following useful life:

Particulars	Useful Life (Years)
Building	40
Wooden Furniture	10
Steel Furniture	15
Office Equipment	5
Computer	5
Electrical & Gas Equipment	8
Leasehold improvement	10
Vehicles	5
Soft furnishing	3

- ii. Land/Building is initially recognized at cost and subsequently carried at revalued amount following revaluation model as per IAS 16: *Property, plant and equipment*. The Bank regularly reviews if the fair value of Land/Building is materially different from its carrying amount or book value and if it is observed that there is material differences between carrying amount and fair value then complete revaluation by professional valuer is carried out and any changes in fair value over cost is adjusted in revaluation reserve account in equity.
- iii. Depreciation on fixed assets except Land is charged from when the assets become ready to be used and no depreciation is charged in the month of asset is disposed.
- iv. Depreciation is comprised of both from fixed assets and leased assets as per IFRS 16: *Leases* (note 2.2.1.7). As per the new standard, previously recognized rental expenses would be replaced with depreciation expenses.
- v. Assets that take some time to get it ready for use such as construction or improvement of building or implementation of new system etc. are initially kept as capital work in progress and once ready/available for use then it is transferred to respective category of fixed assets and calculation of depreciation starts accordingly.

2.2.1.5. Impairment of assets

An asset is impaired when its carrying amount exceeds its recoverable amount as per IAS 36: *Impairment of Assets*. The Bank assesses at the end of each reporting period whether there is any indication that an asset may be impaired. The impairment test is

also made whenever events or changes in circumstances indicate that the carrying value of the asset may not be recovered. If any such indication exists, the Bank makes an estimate of the recoverable amount of such assets. Upon estimation, if the recoverable amount is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount and resultant impairment losses are recognized in the profit and loss account.

However, the Bank has no such condition which makes any indication that might be suggestive for a heightened risk of existence of impairment at the reporting date.

2.2.1.6. Leases

IFRS 16: *Leases* has come into force on 1 January 2019, as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). As Bangladesh Bank (BB) has no other alternative regulation or guidance regarding the same, IFIC Bank applied IFRS 16 in its financial statements where the Bank measured the lease liability at the present value of the remaining lease payments, discounted it using the bank's incremental borrowing rate at the date of initial application, and recognized a right-of-use asset at the date of initial application on a lease by lease basis.

Right-of-use assets (ROU)

The Bank recognizes right-of-use assets at the date of initial application of IFRS 16. The ROU asset is initially measured at cost at the amount of the lease liability plus any initial direct costs incurred by the lessee and depreciated using the straight line methods from the commencement date (from the beginning of 2019) to the earlier of the end of the useful life of the right of use asset or the end of the lease term.

Lease Liability

At the commencement date of lease, the bank recognizes lease liabilities measured at the present value of the lease payments to be made over the lease term using incremental borrowing rate at the date of initial application. Lease liability is measured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments.

Short-term lease and leases of low value assets

The Bank has elected not to recognize ROU assets and lease liabilities for leases of low value assets and short term leases for which the lease term ends within 12 months of the date of initial application. The Bank has considered all the leases of Uposhakha [sub-branch] as low value assets for consideration. The Bank recognizes lease payments associated with these lease as an expense.

The impact of the new standard on lessees' financial statements are:

- An increase in recognized assets and liabilities;
- More lease expenses recognized in early periods of lease, and less in the later periods of a lease;
- A shift in lease expense classification from rental expenses to interest expense and depreciation

2.2.1.7. Other liabilities

Other liabilities comprise items such as provision for loans and advances, investment, other assets, provision for taxes, interest payable, interest suspense, lease liability and accrued expenses. Other liability is recognized in the balance sheet according to the guideline of Bangladesh Bank, IAS and IFRS, Income Tax Ordinance 1984 and internal policies of the bank. Provisions and accrued expenses are recognized in the financial statements when the bank has a legal or constructive obligation as a result of past event, it is probable that an outflow of economic benefit will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

i. Provision for loans and advances

The rates of provision by classification of loans and advances are disclosed in note number 15.1.1 and 15.2.1 of the financial statements. Summary of the same as follows:

Types of loans and advances		Provision				
		STD	SMA	SS	DF	BL
Consumer Finance	Housing Finance (HF)	1%	1%	20%	50%	100%
	Professional	2%	2%	20%	50%	100%
	Other than HF & prof. to set up business	5%	5%	20%	50%	100%
Loan to broker house, merchant banks, stock dealers etc.		2%	2%	20%	50%	100%
Short-term agri-credit and micro credit		1%	1%	5%	5%	100%
Small and medium enterprise finance		0.25 %	0.25 %	20%	50%	100%
Others		1%	1%	20%	50%	100%
Loan under Deferral during COVID 19		2.5 to 3%				
Off-balance sheet		1%				

ii. Provision for taxation

Income tax on profit for the period comprises current and deferred tax and is based on the applicable tax law in Bangladesh. It is recognized in the Profit and Loss Account.

a. Current tax

Current tax is the tax expected to be paid on the taxable profit for the period, calculated using tax rates as prescribed in the Income Tax Ordinance (ITO) 1984 and relevant Statutory Regulatory Orders (SRO) and any adjustment (excess or deficit) in respect of previous years. Currently the income tax rate applicable for banks is 37.50%. The estimation of current tax provision involves making judgments regarding admissibility of certain expenses as well as estimating the amount of other expenses for tax purposes.

b. Deferred tax

The Bank accounted for deferred tax assets or liabilities based on deductible or taxable temporary differences between the carrying amount of its assets and liabilities used for the financial reporting

and its tax base as per IAS 12: *Income Taxes*, Income Tax Ordinance (ITO) 1984 and BRPD circular no. 11 dated 12 December 2011 issued by the Bangladesh Bank. Deferred tax assets, including specific provision on doubtful and bad/loss against the classified loans and advances, the tax effects of income tax losses and credits available to be carried forward, are recognized only to the extent that it is probable that future taxable profits will be available against which the deductible temporary differences or unused tax losses and credits can be utilized.

Deferred tax liability arises from non-depreciable assets i.e. land measured using the revaluation model as per IAS 16, the measurement of deferred tax liability reflects the tax consequences of recovering the carrying amount through sale.

Deferred tax assets and liabilities are reviewed at each reporting date and are measure at the prevailing tax rate as per tax laws that are expected to be applied when assets are realized and liabilities are settled. Any unrecognized deferred tax assets and liabilities are reassessed if that has become probable that future taxable profit or loss will be available on which it could be used or settled.

As there is no significance difference between Solo and consolidated basis deferred tax, the Bank does not disclose consolidated deferred tax separately.

iii. Provision for diminution in value of investment

Provision for diminution of value of quoted shares and mutual funds (closed-end), placed under other liability, has been made on portfolio basis (gain net off) following DOS circular no. 4 dated 24 November 2011 and DOS circular letter no. 3 dated 12 March 2015 respectively. In case of unquoted shares, provision has been made based on available latest Net Asset Value (NAV) of respective number of units.

Provision against investment in associate/joint venture have been calculated and maintained if cost is higher than lower of NAV or market value as the case may be in line with the instructions of Bangladesh Bank.

iv. Provision for Nostro Account

Provision has been made against unsettled nostro transactions as per circular letter number FEPD (FEMO)/01/2005-677 dated 13 September 2005 issued by Foreign Exchange Policy Department of Bangladesh Bank. In line with this circular management of the Bank review the outstanding entries of nostro accounts on quarterly basis and certified by the Bank's external auditors on a semi-annual basis.

v. Provision for Off-balance sheet items

In line with the BRPD Circular number 10, 14, 01, 07 and 13 dated 18 September 2007, 23 September 2012, 03 January 2018, 21 June 2018 and 18 October 2018 respectively, general provision at the rate 0% to 1% has been made against off balance sheet exposures (mainly contingent assets/liabilities).

vi. Start-Up Fund:

In line with Bangladesh Bank's SME & SP Circular No. 04 dated 29 March 2021, and Circular Letter no. 5 dated 26 April 2021, the Bank is required to transfer 1% of its Net Profit After Tax (PAT) to Start-up fund for 5 years. Accordingly IFIC Started to develop Start-Up fund in year 2021, including transfer of 1% of Net Profit After Tax from year 2020.

2.2.1.8. Employee benefits

i. Short-term employee benefits

Short-term employee benefits are employee benefits which fall due wholly within 12 months after the end of the period in which the employees render the related service including salaries, bonuses and other allowances. Payments are charged as an expense in the profit and loss account as they fall due. Payments due are accrued as a liability in "Provisions for liabilities and charges" on an undiscounted basis.

ii. Post-employment benefits

Post-employment benefits are employee benefits, which are payable after the completion of employment as per respective plan:

Provident fund (Defined Contributory Plan)

"Defined Contribution Plan" is a post-employment benefit plan under which an entity pays fixed contribution into a separate entity and will have no legal constructive obligation to pay further amounts. Provident fund benefits are given to the staff of the bank in accordance with the registered Provident fund rules. The commissioner of Income Tax, Dhaka has approved the Provident Fund as a recognized 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 20 May 1987. The fund is operated by a Board of Trustees consisting of 05 (five) members of the bank. All confirmed employees of the bank are contributing 10% of their basic salary as subscription of the fund. The bank also contributes equal amount of the employees' contribution to the fund. Upon completion of 5 years of service length after confirmation employees are entitled to 100% of employer's contribution along with his/her own contribution. Interest earned from the investments is credited to the members' account on half yearly basis.

Gratuity Fund (Defined Benefit Plan)

Gratuity fund benefits are given to the staff of the bank in accordance with the approved Gratuity fund rules. National Board of Revenue has approved the Gratuity fund as a recognized Gratuity fund on 8 October 2007. The fund is operated by a Board of Trustees consisting of 6 (six) members of the bank. Employees are entitled to Gratuity benefit after completion of minimum 10 (ten) years of service in the Company. The Gratuity is calculated on the basis of average basic pay earned during immediately preceding 12 months and is payable at the different applicable rate on the year of service as defined in the "IFIC Bank Employees' Gratuity Fund" which is a funded Gratuity Fund.

The Board has approved a new "IFIC Bank Gratuity Rules" which is under consideration to NBR for approval.

Worker's Profit Participation Fund (WPPF)

Consistent with the industry practice and in accordance with the Banking Companies Act 1991, no provision has been made for WPPF.

iii. Other Employee Benefits

Life Insurance

The objective of the scheme is to provide death or permanent disability benefits to its confirmed employees and their families based on the designation as defined in Insurance Coverage Scheme of the Bank.

Hospitalization Insurance

The Bank has introduced a health insurance scheme to its confirmed employees and their spouse with 2 (two) children at rates provided in the Insurance Coverage Scheme of the Bank.

Mandatory Annual leave / Leave Fare Assistance

The provision for leave fare assistance represents the current outstanding liability to employees at the balance sheet date. Leave Fare Assistance (LFA) is a non-recurring benefit for all permanent employees of the Bank who are entitled to annual leave. According to Bangladesh Bank policy all permanent employees have to avail 15 consecutive days of mandatory leave and LFA will be given in this / for the leave period.

Subsidized loan scheme

IFIC has scheme to provide Salary Over Draft and Staff House Building Loan to its eligible staff as per policy of the Bank.

2.2.2. Income

Revenue recognition

i. Interest income

In terms of the provision of the IFRS-15 interest income is recognized on an accruals basis, interest on loans and advances ceases to taken into income when such advances are classified, kept in interest suspense account under liabilities. Interest on classified advances is accounted for to income account on realization basis as per Bangladesh Bank guidelines.

ii. Investment income

Income on investments is recognized on accrual basis. Investment income includes interest on treasury bills, treasury bond and term placement with others banks and financial institutions. Capital gain/loss on investment is recognized at the time of realization.

iii. Dividend income on shares

Dividends are recognized as income when the Bank's right to receive payment of the dividend is established and probable that the economic benefits associated with the dividend will flow to the Bank and the amount of the dividend can be measured reliably as per IFRS 9: *Financial Instruments*.

iv. Fees and commission income

Fees and commission includes benefits arising on financial and other services provided by the bank including trade finance, credit/debit cards, remittances, locker facilities, SMS banking and service charge on various accounts etc. Fees and Commission income arises on services rendered by the Bank are recognized on a realization basis.

v. Exchange gain/(loss)

Exchange gain/(loss) includes all gains and losses from foreign currency transactions.

vi. Gain or loss on Fixed Assets

The gain or loss on disposal of fixed assets is determined as the difference between the carrying amount of the assets at the time of disposal and the proceeds of disposal. The gain or loss arising on disposal is recognized as other income in the period in which the significant risks and rewards of ownership and transferred to buyer.

2.2.3. Expenses

2.2.3.1. Interest paid on deposits and borrowings

Interest expenses are recognized on accrual basis and payments are made based on nature of product and agreed terms.

2.2.3.2. Management and other expenses

General and administrative expenses of the Bank are recognized on accrual basis.

2.2.4. Shareholders' equity

2.2.4.1. Share capital

i. Authorized capital

Authorized capital is the maximum amount of share capital that the bank is authorized by its Memorandum and Articles of Association

ii. Paid up share capital

Paid up share capital represents total amount of shareholder capital that has been paid in full by the ordinary shareholders. Holders of the ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of a winding-up of the company, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any residual proceeds of liquidation.

2.2.4.2. Statutory reserve

As per the section 24 (1) of the Banking Companies Act, 1991 as amended, the Bank is required to transfer at least 20% of its current year profit before tax to the statutory reserve until such reserve equals to Paid up capital.

2.2.4.3. Fixed assets revaluation reserve

When an asset's carrying amount is increased as a result of a revaluation, the increase amount is directly credited to equity under the head of revaluation reserve as per IAS 16: Property, Plant and Equipment. The Bank revalued the land which is absolutely owned

by the Bank and the increased amount was transferred to revaluation reserve.

2.2.4.4. Non-controlling interest

Non-controlling interests are measured at their proportionate share of the acquires identifiable net assets at the date of acquisition as per IFRS 3: *Business Combinations*. The bank presents the non-controlling interests in the consolidated balance sheet within equity, separately from the parent owner's equity as per IFRS 10: *Consolidated Financial Statements*. Changes in Group's interest in a subsidiary that do not result in a loss of control are accounted for as equity transaction as per IFRS 10. The Bank attributes the profit and loss to the owners of the parent and to the non-controlling interests even if the results in the non-controlling interest having a deficit balance as per provision of IFRS 10. When the proportion of the equity held by the non-controlling interests changes, the bank adjusted the carrying amounts of the controlling and non-controlling interests to reflect the changes in their relative interests in the subsidiary and recognized directly in equity for any difference between the amount by which the non-controlling interest are adjusted and the fair value of the consideration paid or received, and attribute it to the owners of the parent by as per provision of IFRS 10.

2.2.5. General

2.2.5.1. Earnings per share (EPS)

Earnings Per Share (EPS) has been computed as per IAS 33: *Earnings Per Share* by dividing the basic earning by the weighted average number of ordinary Shares outstanding during the reporting period.

i. Basic earnings per share

This represents earnings for the period attributable to ordinary shareholders. As there was no preference shares, the net profit after tax for the period has been considered as fully attributable to the ordinary shareholders. This has been calculated by dividing the net profit after tax attributable to the ordinary shareholders by the weighted average number of ordinary shares outstanding during the period.

ii. Weighted average number of outstanding ordinary shares

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of ordinary share issued during the period multiplied by a time weighted factor. The time-weighted factor is the numbers of days the specific shares were outstanding as a proportion of the total number of days in the year.

The basis of computation of number of shares is in line with the provisions of IAS 33: *Earnings per share*. The logic behind this basis is, that the bonus shares are issued to the existing shareholders without any consideration, and therefore, the number of shares outstanding is increased without an increase in resources generating new earnings. In contrast, other shares were issued against consideration in cash or in kind, and accordingly there is an increase in recourse generating new earnings.

iii. Diluted earnings per share

No diluted earnings per share is required to be calculated for the period as there was no dilutive potential ordinary share during the period.

2.2.5.2. Related party transactions

As per IAS 24: *Related Party Disclosures*, parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence. The Bank carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with related parties. Related party transaction is a transfer of resources, services, or obligations between related parties, regardless of whether a price is charged as per IAS 24: *Related Party Disclosures*, Bangladesh Bank and BSEC guidelines. The related party transactions of bank are disclosed in **Annexure-F**.

2.2.5.3. Operating segments

The Bank has identified the reportable segments based on the geographical locations which are the consolidated major strategic business units/entities. The strategic business units offer different products and services, which are managed separately based on the management and internal reporting structure of the group. Details of the segment of the Bank have been disclosed in **Annexure-H**.

2.2.5.4. Events after the reporting period

All material event occurring after the reporting period has been considered and where necessary, adjusted for or adequately disclosed in the financial statements as per IAS 10: *Events after the Reporting Period*. Overall effect of COVID 19 global pandemic on Bank's business in the post years is still evolving at this point, there has been limited impact assessed on the business since the outbreak. The Board and Management are regularly monitoring the potential impact of the pandemic on the Bank as the situation continues to deteriorate but are assured that any foreseeable adverse impact can be reasonably managed.

2.2.6. Risk management

Risk is the exposure to uncertainty and risk exposure is the extent to which an entity is sensitive to underlying risks. As risk is an inherent part of the business activities, risk management is essential for ensuring sustainability of the business. Type of risk may vary from business to business, however, preparing a comprehensive risk management plan involves a collaborative process. Bangladesh Bank issued revised risk management guideline in October 2018, which forms the basis of risk management. Risk management among banks broadly cover core risk areas of banking, i.e. credit risk, asset liability management risk, foreign exchange risk, money laundering risk, ICC risk and ICT risk etc. Bangladesh Bank also prescribed that there should be a separate desk for each of these risk types under the risk management division.

In line with the regulatory requirement, IFIC has a board approved 'Risk Management Policy' for managing Core risks and other material risks inherent with the banking business. IFIC Bank manages risk in Strategic layer, Managerial layer and Operational layer as a part of sound risk management. The Bank has a Risk Management Committee on behalf of the Board of Directors as Strategic Layer to oversee the overall risk of the Bank the Managerial layer is headed by Deputy Managing Director & Chief Risk Officer (CRO) and an Operational layer represented by Risk Management Division. The risk management systems are in place within the Bank which are discuss as follows:

i. Credit risk

Credit risk is one of the major risks out of the six core risks of the Bank. Credit risk is the risk of loss that may occur from the default of any bank borrower or counterparty to repay in accordance with agreed terms and conditions and/or deterioration of creditworthiness. IFIC has a board approved 'Credit Risk Management Policy' and the CRM works within the scope this defined regulations. Board of Directors is the apex body for credit approval of the Bank. However, they delegate authority to the Managing Director & CEO or other officers of the Credit Risk Management (CRM) Division. The Board also sets credit policies to the management for setting procedures, which together has structured the CRM framework in the bank.

CRM policy also contain how to manage credit risk in the origination process, how to organize, role of board, senior management and CRM Committee, credit risk mitigation strategies, MIS for credit risk, managing problem assets including role of Remedial Asset Management Division and maintenance of adequate provisioning etc. This policy ensures sound practices of effective functioning of the Bank's lending process and develop the strategies for appropriate management, measurement and monitoring its lending portfolio. Regular monitoring of the ability of borrowers to meet their principal and interest repayment obligations is conducted. Credit risk is monitored by reference to risk grading and managed by limiting the aggregate exposure to any individual counter party, group of companies or industry as per lending cap of the bank and single borrower exposure limit defined by Bangladesh Bank. The Bank has defined segregation of duties for all credit risk related activities like credit approval, administration, monitoring and recovery functions.

ii. Asset liability management risk

Asset Liability Management (ALM) of the Bank manage Balance Sheet Risk, including managing the liquidity and interest rate risk. To address all the risk elements of the Balance Sheet, Assets Liabilities Committee (ALCO) Meetings are conducted at least on a monthly basis. ALM desk of the Bank analyses the Balance Sheet Risk and prepares the monthly ALCO Papers as per the guidelines of Bangladesh Bank. A monthly projection of fund flows is reviewed in ALCO meeting regularly. On monthly basis, ALCO monitors liquidity management by examining key ratios, maximum cumulative outflow, upcoming funding requirement from all business units, asset-liability mismatch etc. The maturity gap of the assets-liabilities and interest rate movement are also monitored by the

ALCO including the optimum liquidity position of the Bank in line with regulatory requirement. All the activities are regulated by a board approved Asset Liability Management Guideline that is well integrated with the bank's risk management process.

iii. Foreign exchange risk

Foreign Exchange Risk arises from adverse movement in currency exchange rates engaging in activities starting from basic currency buy, sell, imports, exports and remittances to complex structured products. The foreign exchange risks are measured and monitored by the Treasury Division of the bank. As per directives of Bangladesh Bank, the Bank has formulated and adopted the treasury policy for managing the foreign exchange risks. Functions of the treasury front, mid and back office have been designated and properly segregated. In addition to the policy guidelines treasury operational guidelines have also been formulated for defining the roles and responsibilities of front, back and mid office so that various foreign exchange transactions can be performed in line with the Bangladesh Bank regulations and Bank's internal policies and procedures to measure, monitor and mitigate the foreign exchange risks. Treasury continuously monitors price movements of foreign exchange and uses various hedging techniques to manage its open position in such a way that minimizes risk and maximizes return.

iv. Money laundering risk

In recognition of the fact that financial institutions are particularly vulnerable to Money Laundering, IFIC has established "Guidelines on Prevention of Money Laundering and Combating Financing of Terrorism" as per directives of Bangladesh Bank for strict compliance. The purpose of this policies is to provide guideline to comply with all applicable local laws and regulations regarding prevention of Money Laundering and combating Terrorist Financing, both at country and international level, to safeguard the Bank from potential compliances, financial and reputational risks. Suspicious Activity Report (SAR), Suspicious Transaction Report (STR), Cash Transaction Report (CTR), Know Your Customer (KYC) Procedure, e-KYC, Structuring Monitoring Report, periodic review of high and low risk customers, Customer Due Diligence (CDD), Enhanced Due Diligence (EDD), duties and responsibilities of Officials etc. have been implemented, reviewed and monitored by the competent authority as procedure of this policy.

Training is also given as a continuous process for creating/developing awareness among officers on AML/CFT laws, rules, regulations, guidelines, policies and circulars. Inspection at Branches for checking records/activities and for creating awareness on AML & CFT are also conducted.

The CEO's formal annual commitment to all employees on combating Money Laundering (ML) and Financing of Terrorism (FT) is issued to emphasize on greater due diligence and compliance at all levels of the Bank.

v. Internal control and compliance risk

The Internal Control & Compliance (ICC) Division of the Bank is working independently to evaluate the Internal Control System of

the Bank so as to ensure good governance, transparency & accountability. The ICC Division is conducting comprehensive internal audit of the branches as well as different divisions/departments of Head Office ongoing basis. In line with the Bangladesh Bank guidelines the Bank has successfully implemented the effective internal control system guidelines, formulation of policy guideline, set up of separate organizational structure, segregation of duties and introduction of internal control process, such as Departmental Control Function Checklist (DECFL), Quarterly Operation Report (QOR) etc.

Being an integral part of daily activities of the Bank, Internal Control & Compliance Division consists of three units namely; Compliance, Monitoring and Audit & Inspection. These units look after internal control, operational process very minutely to ensure the smooth operation of the Bank. Compliance section is functioning to ensure compliance with statutory/regulatory requirements and also Bank's internal policies & procedures for developing compliance culture within the Bank. Monitoring unit is responsible for operational performance of branches and head office to minimize and mitigate the risk factors associated with the banking business. As an internal watchdog, the Audit and Inspection unit is conducting Risk Based Audit & Inspection to identify, measure, control and mitigate risk factors at the branches and division of the Bank.

Internal Control Unit (ICU) has also been set-up at the branches with the existing manpower to minimize irregularities and lapses to prevent fraud, forgeries and to avoid operational risks of the Bank. 'Risk based Internal Audit Policy' and 'Branch Audit Rating System' are in place in order to upgrade the operational efficiency of the branches.

vi. Information and communication technology (ICT) risk

IFIC Bank has been pursuing a strategy of "Long Term Sustainable Growth with Low Risk, Low Cost, Best in Class Service Delivery & Diversified Portfolio". Therefore the bank has underlined concentration on creating a technology backbone that can enable IFIC to become the preferred financial service provider. To mitigate the technology risk, the bank has taken the following steps:

- Conducted Cyber Security Assessment to outline the risky areas with PwC- an international reputed consulting firm. The bank has prepared the way out to mitigate the risk areas as per their guideline.
- For ensuring cyber security, the bank is continuously conducting training on sensitive IT tasks for IT division and awareness program for creating Cyber Security Awareness for all employees.
- The bank is taking data backup on daily basis; one copy is being stored in a fire-proof Vault and another copy is being kept at a remote site to withstand any disaster in Data Centre.
- Upgraded Disaster Recovery (DR) Site ensures any payment related service to the customers in case of any emergency or any disaster at Data Centre. Business continuity Plan has also been developed.

- As per the Bangladesh Bank guideline, the bank has concentrated on ICT security management. In this regard ICT Steering Committee and ICT Security Committee have been formed and are working to ensure the overall ICT Security.
- The bank has upgraded and introduced the network equipment including Next-Generation Core Firewall, Internet Firewall, Web Application Firewall (WAF), Software Defined Network (SDN) and Network Access Control (NAC) for enhancing security in the Data Center and Disaster recovery site.
- The SWIFT environment of the bank is upgraded and segmented from the other enterprise network. World class Trade processing system is integrated with the payment system to mitigate the risk of financial fraud.
- The Bank has implemented a robust and secure mailing system and incorporated Email Security Solution (ESA). Availability of Exchange Server in Disaster Recovery Site is completed.
- New Data Center in IFIC tower is inaugurated and is providing value to IT service delivery of the bank. Physical and other appropriate security is being maintained in the workplace to protect ICT resources properly as per the guideline of Bangladesh Bank.
- The bank is maintaining Service Level Agreement (SLA) with the vendors who are directly involved for providing critical services on behalf of the bank. The bank is also maintaining insurance coverage for critical IT assets and maintaining IT Assets Inventory.
- The Bank is strictly following the Information Security Guidelines of Bangladesh Bank which covers Password Control, User ID Maintenance, Input Control, Network Security, Data Encryption, Virus Protection and Access Control to Internet and Emailing.
- Baseline Security Standard has been developed for desktop, operating systems, and network, database and security devices.
- Risk assessment framework and template has been developed and introduced for systems and application.
- Security Team regularly conduction Vulnerability Assessment and Application Security testing.
- The bank has also completed all ICT Security documentation to ensure security of the ICT Systems and is continuously updating them to strengthen security of the systems.
- The Bank has introduced Digital Banking Channel to explore the technological door for financial advancement. This platform can be used through both online and mobile app (which is available at Apple store and Google Play store). Using Digital Banking Channel (IFIC Aamar Bank), customer can make transaction within Bank or Other Bank through EFT and RTGS, customer can make credit card payment, standing instruction, cheque book order, request for bank certificate etc.

vii. Other relevant risks

a. Operational risk

Operational risk addresses the risk associated with fraud, forgery, unauthorized activities, error, omission, system failure and other external events. These occur mainly due to inadequate or failed internal processes, people and systems, or from external events (including legal risk). The Bank is managing these risks through written procedures, regular training, and awareness programs and monitoring of the implementation of these procedures. Internal Control and Compliance Division of the Bank monitors operational procedure of the Bank. It 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 Internal Control and Compliance Division.

b. Liquidity risk

Liquidity risk is the potential for loss to a bank arising from either its inability to meet its obligations as they fall due or to fund increases in assets as they required without incurring unacceptable cost or losses. Liquidity risk arises when the cushion provided by the liquid assets are not sufficient enough to meet maturing obligations.

The objective of liquidity risk management is to ensure that all foreseeable funding and payments commitments and deposit withdrawals can be met when due. To this end, the Bank is maintaining a diversified and stable funding base comprising of retail and corporate deposits maintain balanced tenor and institutional balance. The liquidity management is monitored by Asset Liability Committee (ALCO) on a regular basis.

c. Market risk

It is the risk of potential losses in the on-balance sheet and off-balance sheet positions of a bank, stems from adverse movements in market rates or prices such as interest rates, foreign exchange rates, equity prices, credit spreads and/or commodity prices.

Banks may be exposed to market risk in variety of ways. Market risk exposure-

- a) may be explicit in portfolios of securities/equities and instruments that are actively traded;
- b) may be implicit such as interest rate risk due to mismatch of assets and liabilities; and
- c) may arise from activities categorized as off-balance sheet items.

d. Interest rate risk

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

Interest rate risk is the potential impact on a bank's earnings and net asset values due to changes in market interest rates. Interest rate risk arises when a bank's principal and interest cash flows (including final maturities), both on-and off-balance sheet, have mismatched reprising dates. The amount at risk is a function of the magnitude and direction of interest rate changes and the size and maturity structure of the mismatch position. Bank's lending, funding and investment activities give rise to interest rate risk. Interest rate risk management is conducted within the context of a comprehensive business plan.

e. Equity price risk

Equity price risk is the risk of losses caused by changes in equity prices. These losses could arise because of changes in the value of listed shares held directly by the bank; changes in the value of listed shares held by a bank subsidiary; changes in the value of listed shares used as collateral for loans from a bank or a bank subsidiary, whether or not the loan was made for the purpose of buying the shares; and changes in the value of unlisted shares. Bank presses vital importance to measure, monitor, and control their equity market risk.

f. Fraud risk

Fraud and forgery have become an important issue in recent years. These have a major impact on our country's economy, impeding economic development. IFIC has always been focused in controlling fraud and forgery by establishing and maintaining proper controlling system. Today, fraud and forgery appear in diverse form. The incidence of fraud may occur due to rapid changes in technological environment in the banking sector or intentional behavioral aspect of the human being. Human fraudulent acts may be committed by outsiders or insiders such as employees who are aware of the internal operational process of the Bank. To take the advantage of the operational process and weakness of the internal control system of the work place, employees may commit fraudulent activities within the Bank. To prevent the fraud and forgeries, the Bank has adopted broad range of measures to monitor and mitigate the fraud risk which involves three steps, fraud prevention, fraud detection and fraud investigation. Bank considers the best practice to prevent frauds and forgeries rather than to detect or investigate. To prevent the external fraud, Bank regularly arrange training program for its executives and staffs working at branch and head office level. Internal Control and Compliance unit of the Bank also works very extensively to ensure the effectiveness of the internal control system throughout the Bank. Internal Control Unit (ICU) of each branch and division monitors the transactions process to prevent and detect both internal and external frauds.

g. Reputation risk

Reputation risk may arise from the possibility that negative publicity regarding the bank and its business practices, in the territory or elsewhere through related entities, and whether accurate or not, will adversely impact the operations and position of the bank. Reputation risk may also arise from an institution, or an affiliate, being domiciled in a jurisdiction where the legal and organizational framework for the regulation and supervision of financial institutions

is generally viewed as failing to meet international standards for the protection of consumers of financial services and for the prevention of sheltering the proceeds of organized crime.

The Bank manages the reputation risk ensuring the followings:

- a. Management anticipates and responds to changes of a market or regulatory nature that affect its reputation in the market place;
- b. The Bank effectively develops its policies for risk management to refrain from committing violations of laws, regulations, best banking practices, and consumer rights that could affect its reputation;
- c. The Bank has continuous awareness that it is not subject to significant litigation, large monetary losses, or a high volume of customer complaints;
- d. The bank is routinely seen in a leadership role in community development and corporate social responsibility; and
- e. Management has a clear awareness of privacy issues and uses customer information responsibly.

2.2.7. Audit Committee

The Audit Committee of the Board was duly formed by the Board of Directors of the Bank in accordance with the BRPD circular no. 11 dated 27 October 2013 of Bangladesh Bank.

Pursuant to the BSEC notification no. BSEC/CMRRCD/2006-158/207/ADMIN/80 dated 3 June 2018 on Corporate Governance, the current Committee is constituted with three members of the Board. The details of the Audit Committee is provided in **Annexure-G**.

2.2.8. Directors' responsibility statement

The Board of Directors is responsible for the preparation and the financial statements under section 183 of the Companies Act 1994.

2.2.9. Management Committee (MANCOM)

The Management Committee (MANCOM) is functioning as a structured unit to take important management decisions. Presently, it comprises of members holding key positions in the Management of the Bank. The Committee is headed by the Managing Director & CEO who is assisted by Deputy Managing Directors, Heads of Divisions of strategically important divisions along with Branch Managers of large and important Branches. The Managing Director's Secretariat provides secretarial services to the Committee. The members of the Committee, having long experience in commercial banking actives, are concerned with management of respective Divisions as well as monitoring day to day activities taking place in different areas of the Bank.

Generally the Committee sits at least once in every month to review and evaluate strategic operational issues of the bank, identify specific problems which need to be immediately attended, identify weakness (if any) of the Bank and take remedial measures or any other measures for enhancing the reputation of the Bank. Generally, the MANCOM is concerned with major decision making, planning and framing of policy guidelines of the Bank.

2.2.10. Credit rating of the bank

The Bank has been awarded its credit rating done by Emerging Credit Rating Limited (ECRL) and Credit Rating Agency of Bangladesh Ltd. (CRAB) based on the financial statements and other relevant information as at and for the year ended 31 December 2021 and 2020 respectively as per BRPD Circular no. 6 dated 5 July 2006. The following ratings for different years have been awarded:

Types of Rating	Financial Statement	Rating Status			Validity
		Long Term	Short Term	Outlook	
Entity	Jan to Dec 2021	AA	ST-2	Stable	30-Jun-23
Entity	Jan to Dec 2020	AA2	ST-2	Stable	30-Jun-22

2.2.11. Compliance report on International Financial Reporting Standards (IFRSs):

In addition to compliance with local regulatory requirements, in preparing the Consolidated and Separate Financial Statements, IFIC applied all applicable IASs and IFRSs as adopted by Institute of Chartered Accountants of Bangladesh (ICAB) except those described in note 2.1.1. Details are given below:

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

Name of the IAS	IAS No.	Status
Presentation of Financial Statements	1	Complied*
Inventories	2	N/A
Statement of Cash Flows	7	Complied*
Accounting Policies, Changes in Accounting estimates & Errors	8	Complied
Events After the Reporting Period	10	Complied
Income Taxes	12	Complied
Property, Plant and Equipment	16	Complied
Employee Benefits	19	Complied
Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	Complied
Borrowing Costs	23	Complied
Related Party Disclosure	24	Complied
Accounting and Reporting by Retirement Benefits Plans	26	N/A
Separate Financial Statements	27	Complied
Investment in Associates and Joint Ventures	28	Complied
Financial Reporting in Hyperinflationary Economies	29	N/A
Interest in Joint Ventures	31	N/A
Financial Instruments: Presentation	32	Complied*
Earnings Per Share	33	Complied
Interim Financial Reporting	34	Complied
Impairment of Assets	36	Complied
Provisions, Contingent Liabilities and Contingent Assets	37	Complied
Intangible Assets	38	Complied
Investment Property	40	N/A
Agriculture	41	N/A

Note: N/A - Not Applicable

* Complied to the extent possible subject to compliance to Bangladesh Bank guidelines in these respect which are disclosed in note 2.1.1.

New accounting standards not yet adopted

A number of standards and amendments to standards are issued but not yet effective for annual periods beginning after 1 January 2021 and earlier application is permitted. However, the Bank has not early applied the following new standards in preparing these financial statements. These amendments have no material impact on the financial statements of the Bank.

IFRS 17 Insurance Contract

Insurance Contract are effective for annual periods beginning on or after 1 January 2023. Earlier adoption is permitted. This has not been applied in preparing these consolidated and separate financial statements.

Notes to the Financial Statements

as at and for the period ended 30 September 2022

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
3 Cash					
Cash in hand (including foreign currency)	3.1	10,369,985,355	7,206,054,519	10,369,834,983	7,205,942,452
Balance with Bangladesh Bank and its agent bank(s) (including foreign currency)	3.2	17,567,923,964	17,859,246,555	17,567,923,964	17,859,246,555
		27,937,909,319	25,065,301,074	27,937,758,947	25,065,189,007
3.1 Cash in hand (including foreign currency)					
Local currency in hand		10,072,910,877	6,907,706,951	10,072,760,505	6,907,594,884
Foreign currencies in hand		33,103,048	43,680,770	33,103,048	43,680,770
Cash with ATM		263,971,430	254,666,798	263,971,430	254,666,798
		10,369,985,355	7,206,054,519	10,369,834,983	7,205,942,452
3.2 Balance with Bangladesh Bank and its agents bank					
Bangladesh Bank					
Local currency		16,146,820,054	16,877,337,517	16,146,820,054	16,877,337,517
Foreign currency		824,233,524	217,495,871	824,233,524	217,495,871
		16,971,053,578	17,094,833,388	16,971,053,578	17,094,833,388
Sonali Bank as agent of Bangladesh Bank		596,870,386	764,413,167	596,870,386	764,413,167
		17,567,923,964	17,859,246,555	17,567,923,964	17,859,246,555
3.3 Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR)					
Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with section 33 of the Banking Companies Act 1991 (as amended up to date) and MPD circular no. 2, dated 3 April 2020, and MPD circular no. 2, dated 10 December 2013.					
3.3.1 Cash Reserve Requirement (CRR)					
As per Bangladesh Bank issued MPD Circular no. 3 dated 9 April 2020 [effective from 15 April 2020], all scheduled banks have to maintain a CRR of a minimum of 3.5% [Y2020: 3.5%] on daily basis and 4.0% [Y2020: 4.0%] on bi-weekly basis based on weekly average demand and time liabilities excluding inter-bank deposits of immediate preceding two months [i.e., CRR of December 2021 as based on a weekly average balance of October 2021]. CRR maintained by the Bank as per statutory requirement is shown below:					
Average time and demand liabilities				359,393,319,000	333,392,231,000
Required reserve				14,375,565,000	13,332,248,000
Actual reserve maintained*				15,914,416,000	16,798,093,867
Surplus				1,538,851,000	3,465,845,867
* As per Bangladesh Bank current account statement.					
3.3.2 Statutory Liquidity Ratio (SLR)					
As per Bangladesh Bank MPD circular no. 2 dated 10 December 2013 [effective from 1 February 2014], all scheduled banks have to maintain SLR of a minimum of 13.0% of weekly average demand and time liabilities excluding inter-bank deposits of immediate preceding two months [i.e., SLR of December 2021 was based on a weekly average balance of October 2021]. SLR maintained by the Bank as per statutory requirement is shown below:					
Average time and demand liabilities				359,393,319,000	333,392,231,000
Required reserve				46,721,132,000	43,340,990,000
Actual reserve maintained				60,714,587,112	60,157,585,004
Surplus				13,993,455,112	16,816,595,004
Actual reserve maintained for SLR					
Cash in hand	3.1			10,369,834,983	7,205,942,452
Balance with Bangladesh Bank in excess of CRR				1,538,851,000	3,465,845,867
Balance with Sonali Bank as agent	3.2			596,870,386	764,413,167
Government securities (HFT)	6.3			3,457,560,501	2,867,725,460
Government securities (HTM)	6.3			44,751,470,242	45,853,658,058
				60,714,587,112	60,157,585,004
4 Balance with other banks and financial institutions					
In Bangladesh	4.1	5,404,415,731	303,039,633	5,404,810,029	303,970,186
Outside Bangladesh *		1,491,465,853	745,893,207	1,471,785,759	724,522,589
		6,895,881,584	1,048,932,840	6,876,595,788	1,028,492,775

* Details of Balance with outside Bangladesh [solo basis] are shown in "Annexure-A".

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
4.1 In Bangladesh					
In current deposit account with					
Agrani Bank Limited		5,013,390	8,039,907	5,013,390	8,039,907
Sonali Bank Limited		7,584,613	51,532,019	7,584,613	51,532,019
		12,598,003	59,571,926	12,598,003	59,571,926
In special notice deposit account with					
Trust Bank Limited		5,258,018	38,742,852	5,258,018	38,742,852
Standard Chartered Bank		2,298,570	33,298,687	2,298,570	33,298,687
		7,556,588	72,041,539	7,556,588	72,041,539
In beneficiary owner (BO) account with					
IFIC Securities Limited		-	-	394,298	930,553
Latif Securities Limited		28,834	28,834	28,834	28,834
Asian Tiger Capital Partners Investments Limited		17,377,639	4,542,667	17,377,639	4,542,667
		17,406,473	4,571,501	17,800,771	5,502,054
In short term & fixed deposit account with banks and NBFIs					
Short term deposit					
NCC Bank Limited		700,000,000	-	700,000,000	-
Community Bank Limited		400,000,000	-	400,000,000	-
Rupali Bank Ltd		1,400,000,000	-	1,400,000,000	-
Janata Bank Limited		1,000,000,000	-	1,000,000,000	-
Meghna Bank Ltd		400,000,000	-	400,000,000	-
Midland Bank Limited		500,000,000	-	500,000,000	-
Modhumoti Bank		800,000,000	-	800,000,000	-
		5,200,000,000	-	5,200,000,000	-
Fixed deposit					
Peoples Leasing & Financial Services Limited		166,854,667	166,854,667	166,854,667	166,854,667
		166,854,667	166,854,667	166,854,667	166,854,667
		5,404,415,731	303,039,633	5,404,810,029	303,970,186
4.2 Maturity grouping of balance with other banks and FIs					
Receivable on demand		40,029,499	136,184,966	40,423,797	137,115,519
Up to 1 month		5,286,233,505	745,893,207	5,266,553,411	724,522,589
More than 1 month but not more than 3 months		1,569,618,580	166,854,667	1,569,618,580	166,854,667
More than 3 months but not more than 6 months		-	-	-	-
More than 6 months but not more than 1 year		-	-	-	-
More than 1 year but not more than 5 years		-	-	-	-
More than 5 years		-	-	-	-
		6,895,881,584	1,048,932,840	6,876,595,788	1,028,492,775
5 Money at call and on short notice					
Banking companies					
Agrani Bank Limited		2,490,000,000	-	2,490,000,000	-
Dhaka Bank Limited		200,000,000	-	200,000,000	-
Jamuna Bank Limited		300,000,000	-	300,000,000	-
The City Bank Limited		1,100,000,000	-	1,100,000,000	-
Investment Corporation of Bangladesh		900,000,000	2,230,000,000	900,000,000	2,230,000,000
Bank Alfalah Limited		-	300,000,000	-	300,000,000
Midland Bank Limited		-	500,000,000	-	500,000,000
Modhumoti Bank Limited		-	450,000,000	-	450,000,000
NRB Commercial Bank Limited		-	440,000,000	-	440,000,000
South Bangla Agriculture and Commerce Bank Limited		-	460,000,000	-	460,000,000
		4,990,000,000	4,380,000,000	4,990,000,000	4,380,000,000
6 Investments					
Government Securities	6.1	48,217,667,443	48,724,679,719	48,217,667,443	48,724,679,719
Other Investments	6.2	13,456,578,095	12,490,300,959	7,312,365,422	6,887,188,131
		61,674,245,538	61,214,980,678	55,530,032,865	55,611,867,850

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
6.1 Government securities					
Treasury bills	6.1.1	3,457,560,501	1,898,040,200	3,457,560,501	1,898,040,200
Treasury bonds	6.1.2	44,751,470,242	46,823,343,319	44,751,470,242	46,823,343,319
Prize bond		8,636,700	3,296,200	8,636,700	3,296,200
		48,217,667,443	48,724,679,719	48,217,667,443	48,724,679,719
6.1.1 Treasury bills					
91 Days Govt Treasury bill		2,960,634,000	399,201,200	2,960,634,000	399,201,200
182 Days Govt Treasury bill		496,926,501	1,498,839,000	496,926,501	1,498,839,000
		3,457,560,501	1,898,040,200	3,457,560,501	1,898,040,200
6.1.2 Treasury bonds					
2 years Treasury bond		1,998,318,272	7,545,115,386	1,998,318,272	7,545,115,386
5 years Treasury bond		21,722,336,925	17,078,954,983	21,722,336,925	17,078,954,983
10 years Treasury bond		13,518,288,996	13,665,994,156	13,518,288,996	13,665,994,156
15 years Treasury bond		5,803,493,748	6,824,246,493	5,803,493,748	6,824,246,493
20 years Treasury bond		1,709,032,301	1,709,032,301	1,709,032,301	1,709,032,301
		44,751,470,242	46,823,343,319	44,751,470,242	46,823,343,319
6.2 Other investments					
Unquoted shares		99,088,970	99,088,970	42,847,220	42,847,220
Quoted shares		5,996,169,487	5,140,694,323	2,376,255,889	1,867,558,302
Bond		1,800,000,000	1,800,000,000	1,800,000,000	1,800,000,000
Mutual funds		267,986,473	267,986,473	267,986,473	267,986,473
Foreign Investment		681,472,905	5,182,531,193	537,023,276	2,908,796,136
Foreign Investment: Held for sale		4,611,860,260	-	2,288,252,563	-
		13,456,578,095	12,490,300,959	7,312,365,422	6,887,188,131
Details of investment in shares [solo basis] are shown in "Annexure-B".					
As a part of withdrawal of the investment from Nepal by selling off the entire shares of NBBL held by IFIC Bank Limited as Promoter and to return the fund to Bangladesh, the NBBL has been merged with Nabil Bank Limited (NBL) of Nepal on 11 July 2022 with a Share Swap Ratio of (1:0.43) i.e. 0.43 shares of NBL for every share of NBBL. As per the share purchase agreement signed on 13 February 2022, Ms. Sarika Chaudhary will purchase the shares acquired by IFIC Bank through merger and acquisition. The consideration for this sale as included in the agreement of NPR 6,187,007,568 is expected to be transferred to IFIC Bank in exchange for its shareholding in Nabil Bank Limited within 23 February 2023 subject to compliance of regulatory norms of Nepal. Subsequent to the merger, the Management of IFIC Bank has, on the reporting date, classified the investment as held for sale. Consequently, the investment has been measured at the lower of carrying amount and fair value less costs to sell and presented as a separate line item in the notes to the financial statements.					
6.3 Government securities classified according to Bangladesh Bank Circular					
Held for trading (HFT)		3,457,560,501	2,867,725,460	3,457,560,501	2,867,725,460
Held to maturity (HTM)		44,751,470,242	45,853,658,058	44,751,470,242	45,853,658,058
Other securities	6.1	8,636,700	3,296,200	8,636,700	3,296,200
		48,217,667,443	48,724,679,718	48,217,667,443	48,724,679,719
6.4 Maturity grouping of investments					
On demand		8,636,700	2,871,021,660	8,636,700	2,871,021,660
Up to 1 month		1,134,495,753	4,167,431,546	1,134,495,753	4,167,431,546
Over 1 month but not more than 3 months		6,843,561,583	3,113,020,977	3,701,565,003	-
Over 3 months but not more than 6 months		4,939,306,207	4,457,758,516	4,939,306,207	4,457,758,516
Over 6 months but not more than 1 years		638,468,769	1,577,272,899	638,468,769	1,577,272,899
Over 1 year but not more than 5 years		23,406,440,102	20,406,418,218	23,406,440,102	20,406,418,218
Over 5 years		24,703,336,425	24,622,056,862	21,701,120,332	22,131,965,011
		61,674,245,538	61,214,980,678	55,530,032,865	55,611,867,851
6.5 Disclosure regarding outstanding Repo and Reverse Repo					
Disclosure regarding outstanding Repo					
Sl.	Counterparty name	Agreement date	Reversal date	Amount	
				-	-
				-	-
Disclosure regarding outstanding Reverse Repo					
Sl.	Counterparty name	Agreement date	Reversal date	Amount	
				-	-
Total				-	-

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
Disclosure regarding overall transaction of Repo and Reverse Repo					
Counterparty name		Minimum outstanding in Q3 Y2022	Maximum outstanding in Q3 Y2022	Daily average outstanding in Q3 Y2022	
Securities sold under Repo					
With Bangladesh Bank		-	-	-	
With other Banks and FIs		-	-	-	
Securities purchased under Reverse Repo					
From Bangladesh Bank		-	-	-	
From other Banks and FIs		48,154,152	2,484,042,574	95,413,752	
7 Loans and advances					
Loans, cash credit, overdraft etc.	7.1	319,663,083,841	287,762,185,345	318,250,180,346	286,490,180,371
Bill purchased and discounted	8	26,609,444,826	18,571,169,498	26,609,444,826	18,571,169,498
		346,272,528,667	306,333,354,843	344,859,625,172	305,061,349,869
7.1 Loans, cash credit, overdraft etc.					
Inside Bangladesh					
Term loan industrial		15,308,238,227	14,608,501,494	15,308,238,227	14,608,501,494
Term loan consumer finance		590,385,651	215,133,210	590,385,651	215,133,210
Agricultural loan		370,208,436	367,652,240	370,208,436	367,652,240
Term loan women entrepreneur		41,686,114	29,669,565	41,686,114	29,669,565
Term loan-others		107,420,662,586	96,952,673,686	107,420,662,586	96,952,673,686
House building loans		73,466,597,311	59,089,071,780	73,466,597,311	59,089,071,780
Staff loan		990,683,105	1,038,944,894	990,683,105	1,038,944,894
Transport loan		39,261,190	52,318,643	39,261,190	52,318,643
Loan general		2,044,007,229	2,514,115,437	2,044,007,229	2,514,115,437
Demand loan		8,711,503,477	8,136,930,250	8,711,503,477	8,136,930,250
Overdrafts		80,532,164,320	71,868,188,470	83,081,299,631	74,573,061,319
Cash credit		21,824,990,175	22,892,858,455	21,824,990,175	22,892,858,455
Credit card finance		151,297,909	148,003,802	151,297,909	148,003,802
Loan against trust receipt (LTR)		2,257,702,282	3,969,086,761	2,257,702,282	3,969,086,761
Lease finance		153,475,199	186,913,358	153,475,199	186,913,358
Margin loan		3,962,038,806	3,976,877,823	-	-
		317,864,902,017	286,046,939,868	316,451,998,522	284,774,934,894
Outside Bangladesh					
Term Loan-Foreign Currency (OBU)		1,798,181,824	1,715,245,477	1,798,181,824	1,715,245,477
		319,663,083,841	287,762,185,345	318,250,180,346	286,490,180,371
7.2 Net loans and advances including bills purchased and discounted					
Total loans and advances		346,272,528,667	306,333,354,843	344,859,625,172	305,061,349,869
Provision against loans and advances		(12,688,625,068)	(10,356,216,324)	(12,457,328,229)	(10,124,919,485)
Interest suspense account		(9,438,835,936)	(9,904,987,451)	(7,937,993,126)	(8,404,144,641)
		324,145,067,663	286,072,151,068	324,464,303,817	286,532,285,743
7.3 Residual maturity grouping of Loans, cash credit, overdraft etc.					
On demand		65,717,847,113	59,741,508,485	65,717,847,113	59,741,508,485
Up to 1 month		5,508,476,670	8,059,461,437	5,508,476,670	8,059,461,437
Over 1 month but not more than 3 months		19,475,427,577	19,910,043,232	18,062,524,082	18,638,038,258
Over 3 months but not more than 1 years		38,789,420,319	48,231,614,195	38,789,420,319	48,231,614,195
Over 1 year but not more than 5 years		79,456,557,958	72,224,624,641	79,456,557,958	72,224,624,641
Over 5 years		110,715,354,204	79,594,933,355	110,715,354,204	79,594,933,355
		319,663,083,841	287,762,185,345	318,250,180,346	286,490,180,371

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
7.4 Loans and advances under broad categories					
In Bangladesh					
Loans		214,756,794,035	190,296,265,571	213,343,890,540	189,024,260,597
Cash credit		21,824,990,175	22,892,858,455	21,824,990,175	22,892,858,455
Overdrafts		83,081,299,631	74,573,061,319	83,081,299,631	74,573,061,319
		319,663,083,841	287,762,185,345	318,250,180,346	286,490,180,371
Bill purchased and discounted	8	26,609,444,826	18,571,169,498	26,609,444,826	18,571,169,498
		346,272,528,667	306,333,354,843	344,859,625,172	305,061,349,869
7.5 Loans and advances on the basis of significant concentration					
Loans and advances to Directors, executives and others					
Loans and advances to directors and their allied concerns		-	-	-	-
Loans and advances to Managing Director, Senior Executives and Staffs		990,683,105	1,038,944,894	990,683,105	1,038,944,894
Advances to customers' groups		345,281,845,562	305,294,409,949	343,868,942,067	304,022,404,975
		346,272,528,667	306,333,354,843	344,859,625,172	305,061,349,869
7.6 Loans and advances allowed to each customer exceeding 10% of Bank's total capital					
Number of customers				22	25
Outstanding - Funded				92,409,780,000	105,830,439,425
Outstanding - Non-funded				38,477,500,000	24,245,200,000
Amount classified				4,636,210,000	2,896,395,441
Amount of loans and advances (comprising funded and non funded facilities) to each customer exceeding BDT 4,306.58 million [Y2021 BDT 3,940.60 million] representing 10% of the Bank's total capital (as defined in Bank Companies Act 1991 as amended) as at 30 September 2022 are furnished in Annexure-C.					
7.7 Industry wise position of loans and advances including bills purchased and discounted					
Agriculture		1,473,527,614	1,565,239,846	1,473,527,614	1,565,239,846
Jute		5,989,263,831	5,024,594,668	5,989,263,831	5,024,594,668
Textile		19,213,013,485	13,024,952,014	19,213,013,485	13,024,952,014
Garments		52,374,550,797	47,453,561,687	52,374,550,797	47,453,561,687
Chemical and chemical products		140,335,082	87,554,948	140,335,082	87,554,948
Cement		3,329,457,424	4,561,601,319	3,329,457,424	4,561,601,319
Bricks & ceramic		4,547,112,335	4,286,605,832	4,547,112,335	4,286,605,832
Food products & processing		4,208,061,369	4,893,129,859	4,208,061,369	4,893,129,859
Engineering & metal		8,689,493,411	6,264,389,567	8,689,493,411	6,264,389,567
Drugs & pharmaceuticals		4,823,122,764	1,649,611,902	4,823,122,764	1,649,611,902
Hospital & clinics		92,149,978	79,201,766	92,149,978	79,201,766
Paper & paper products		3,226,914,443	3,081,608,710	3,226,914,443	3,081,608,710
Other small industries		10,185,900,078	9,127,798,359	10,185,900,078	9,127,798,359
IT sector		5,383,160,442	4,571,697,852	5,383,160,442	4,571,697,852
Other service industries		26,515,600,583	25,356,805,913	26,515,600,583	25,356,805,913
Trade & commerce		25,296,331,183	23,578,635,978	25,296,331,183	23,578,635,978
Transport		1,506,376,439	1,154,798,383	1,506,376,439	1,154,798,383
Construction firms/companies		24,108,233,986	26,251,068,261	24,108,233,986	26,251,068,261
Housing societies/companies		33,652,951,492	33,196,690,742	33,652,951,492	33,196,690,742
Cold storage		11,062,543	23,053,798	11,062,543	23,053,798
Consumer finance		83,812,516,560	63,819,575,809	83,812,516,560	63,819,575,809
Energy		6,460,256,008	8,863,345,743	6,460,256,008	8,863,345,743
Telecommunication		10,554,654,010	10,174,041,517	10,554,654,010	10,174,041,517
NBFI's		94,983,040	176,529,899	94,983,040	176,529,899
Others		10,583,499,770	8,067,260,471	9,170,596,275	6,795,255,497
		346,272,528,667	306,333,354,843	344,859,625,172	305,061,349,869
7.8 Sector wise position of loans and advances including bills purchased and discounted					
Government sector		-	-	-	-
Other public sector		800,820,000	737,327,830	800,820,000	737,327,830
Private sector		345,376,725,627	305,419,497,114	343,963,822,132	304,147,492,140
Co-operative sector		94,983,040	176,529,899	94,983,040	176,529,899
		346,272,528,667	306,333,354,843	344,859,625,172	305,061,349,869

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
7.9 Geographical location-wise loans and advances including bills purchased and discounted					
Dhaka division		295,317,957,877	264,173,463,454	293,905,054,383	262,901,458,481
Chittagong division		28,207,647,596	22,050,088,518	28,207,647,596	22,050,088,518
Sylhet division		2,457,132,830	2,037,952,788	2,457,132,830	2,037,952,788
Rajshahi division		7,528,398,992	6,979,974,364	7,528,398,992	6,979,974,364
Khulna division		5,300,123,992	4,745,887,726	5,300,123,992	4,745,887,726
Barisal division		1,208,644,792	1,033,585,492	1,208,644,792	1,033,585,492
Rangpur division		3,674,270,297	3,268,512,452	3,674,270,297	3,268,512,452
Mymensingh division		2,578,352,291	2,043,890,048	2,578,352,291	2,043,890,048
		346,272,528,667	306,333,354,843	344,859,625,172	305,061,349,869
7.10 Business segment-wise concentration of loans and advances as per CL					
Corporate		221,204,242,678	212,395,870,835	219,791,339,183	211,123,865,862
SME		41,503,958,933	30,228,770,175	41,503,958,933	30,228,770,175
Short term agri credit		1,165,134,137	1,146,999,417	1,165,134,137	1,146,999,417
Consumer (including staff)		11,147,544,818	8,057,723,284	11,147,544,818	8,057,723,284
Others		71,251,648,101	54,503,991,131	71,251,648,101	54,503,991,131
		346,272,528,667	306,333,354,843	344,859,625,172	305,061,349,869
7.11 Loans and advances including bills purchased and discounted as per CL					
Continuous loan					
Consumer finance		9,089,698,717	6,241,306,092	9,089,698,717	6,241,306,092
Small and medium enterprise		24,863,755,442	19,388,791,567	24,863,755,442	19,388,791,567
Loans to BHs/MBs/SDs		18,107,883	100,259,020	18,107,883	100,259,020
Other continuous loans		69,931,674,462	70,666,560,545	68,518,770,967	69,394,556,071
		103,903,236,504	96,396,917,224	102,490,333,009	95,124,912,750
Demand loans					
Consumer finance		103,919,791	496,969,913	103,919,791	496,969,913
Small and medium enterprise		2,931,093,300	2,922,295,056	2,931,093,300	2,922,295,056
Other demand loans		37,368,464,523	31,588,150,723	37,368,464,523	31,588,150,723
		40,403,477,614	35,007,415,692	40,403,477,614	35,007,415,692
Term loan					
Consumer finance (including staff, other than HF)		1,953,926,310	1,319,447,279	1,953,926,310	1,319,447,279
Small and medium enterprise		13,709,110,191	7,917,683,552	13,709,110,191	7,917,683,552
Housing finance (HF)		71,233,540,218	54,403,732,111	71,233,540,218	54,403,732,111
Other fixed term loan		113,904,103,693	110,141,159,568	113,904,103,693	110,141,159,068
		200,800,680,413	173,782,022,509	200,800,680,413	173,782,022,009
Short term loan					
Short term agri credit		1,165,134,137	1,146,999,417	1,165,134,137	1,146,999,417
		346,272,528,667	306,333,354,843	344,859,625,172	305,061,349,869
7.12 Security/collateral-wise concentration of loans and advances including bills purchased and discounted					
Collateral of movable/immovable assets		288,228,766,054	261,126,002,710	288,228,766,054	261,126,002,710
Government guarantee		800,820,000	737,327,830	800,820,000	737,327,830
Export documents		495,566,194	963,376,785	495,566,194	963,376,785
Import documents		12,758,476,214	9,737,462,369	12,758,476,214	9,737,462,369
Fixed deposit receipts		12,329,812,265	7,097,306,728	12,329,812,265	7,097,306,728
Personal guarantee		9,477,216,430	9,164,693,768	9,477,216,430	9,164,693,768
Other securities		22,181,871,509	17,507,184,653	20,768,968,014	16,235,179,679
		346,272,528,667	306,333,354,843	344,859,625,172	305,061,349,869

		Amount in BDT			
Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
7.13 Particulars of loans and advances					
i) Loans considered good in respect of which the Bank is fully secured				335,231,110,833	295,748,652,300
ii) Loans considered good for which the Bank holds no other security than the debtors' personal guarantee				151,297,909	148,003,802
iii) Loans considered good being secured by personal security of one or more persons in addition to the personal security of the debtors				9,477,216,430	9,164,693,768
iv) Loans adversely classified; provision not maintained there against				-	-
				344,859,625,172	305,061,349,869
v) Loans due by directors or officers of the banking company or any of these either separately or jointly with any other persons.				990,683,105	1,038,944,894
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 advances, including temporary advances made at any time during the year to directors or employees of the Bank or any of them either separately or jointly with any other person				1,042,534,435	1,280,861,121
viii) Maximum total amount of advances, including temporary advances granted during the year to the companies or firms in which the directors of the Bank are interested as directors, partners or managing agents or in the case of private companies as members				-	-
ix) Due from banking companies				-	-
x) a) Amount of classified loan on which interest has not been charged should be mentioned as follows:					
Increase/(decrease) in specific provision				1,841,827,535	259,951,069
Amount of loan written off				-	-
Amount recovered against the loans previously written off				268,782,326	310,726,957
b) Amount of provision kept against loans classified as bad/loss as at the Balance Sheet date				4,346,108,217	2,712,396,000
c) Amount of interest creditable to the interest suspense account				2,054,892,382	1,891,139,777
xi) Cumulative amount of written off loan:					
Opening balance				14,053,811,000	14,364,537,957
Recovery from written-off during the year*				(268,782,326)	(310,726,957)
				13,785,028,674	14,053,811,000
* Recovery from written-off loans during the period include interest waiver of BDT 90.52 million [Y2021: Interest waiver BDT 90.42 million].					
7.14 Cumulative amount of written off loans for which law suits have been filed					
Opening balance				20,972,282,771	20,972,282,771
During the year				-	-
				20,972,282,771	20,972,282,771
Out of this cumulative amount of written-off loans, no suit could be filed for recovery of Tk. 43.8 million for becoming time barred.					
7.15 Classification of loans and advances					
Unclassified					
Standard				312,378,414,907	280,432,083,081
Special mention account				7,786,971,009	6,041,061,997
				320,165,385,916	286,473,145,077
Classified					
Substandard				5,502,596,750	5,878,392,145
Doubtful				1,721,039,379	554,384,650
Bad/Loss				17,470,603,127	12,155,427,996
				24,694,239,256	18,588,204,792
				344,859,625,172	305,061,349,869
7.16 Movements of classified loans and advances					
Opening balance				18,588,204,792	10,345,761,856
Additions during the year				14,479,774,464	9,540,602,936
Reduction during the year				(8,373,740,000)	(1,298,160,000)
				24,694,239,256	18,588,204,792

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
8 Bills purchased and discounted					
Payable in Bangladesh	8.1	26,123,798,581	17,698,770,029	26,123,798,581	17,698,770,029
Payable outside Bangladesh	8.1	485,646,245	872,399,469	485,646,245	872,399,469
		26,609,444,826	18,571,169,498	26,609,444,826	18,571,169,498
8.1 Bill purchased and discounted					
Payable in Bangladesh					
Local bills/documents					
Inland documentary bill purchase (IDBP)		1,856,560,423	1,031,020,843	1,856,560,423	1,031,020,843
Payment against documents-cash		41,083,276	151,533,538	41,083,276	151,533,538
Payment against documents-EDF		21,258,356,491	14,106,404,764	21,258,356,491	14,106,404,764
Payment against documents-forced (Inland)		1,419,007,621	2,026,265,027	1,419,007,621	2,026,265,027
Payment against documents-forced (Foreign)		659,555,367	206,748,211	659,555,367	206,748,211
Payment against documents-Others		889,235,403	176,797,646	889,235,403	176,797,646
		26,123,798,581	17,698,770,029	26,123,798,581	17,698,770,029
Payable outside Bangladesh					
Foreign documentary bill purchase (FDBP)		201,881,309	525,299,859	201,881,309	525,299,859
Usance Bill Discounted (OBU)		283,764,936	347,099,610	283,764,936	347,099,610
		485,646,245	872,399,469	485,646,245	872,399,469
		26,609,444,826	18,571,169,498	26,609,444,826	18,571,169,498
8.2 Residual maturity grouping of bill purchased and discounted					
On demand		9,198,075,007	4,705,429,285	9,198,075,007	4,705,429,285
Up to 1 month		2,388,682,127	1,369,883,029	2,388,682,127	1,369,883,029
Over 1 month but not more than 3 months		7,299,463,597	4,828,618,440	7,299,463,597	4,828,618,440
Over 3 months but not more than 6 months		7,192,433,294	6,838,136,517	7,192,433,294	6,838,136,517
Over 6 months		530,790,801	829,102,227	530,790,801	829,102,227
		26,609,444,826	18,571,169,498	26,609,444,826	18,571,169,498
9 Fixed assets including premises, furniture and fixtures					
Cost/revalued:					
Land		2,423,609,559	2,423,609,559	2,423,609,559	2,423,609,559
Buildings and premises		1,902,617,204	1,902,617,204	1,902,617,204	1,902,617,204
Right of Use Assets		1,872,564,596	1,872,564,596	1,829,246,619	1,829,246,619
Wooden furniture		361,188,236	340,479,978	360,273,638	339,565,380
Steel furniture		221,925,616	198,592,399	221,925,616	198,592,399
Computer equipment		1,476,767,011	1,197,409,390	1,463,093,973	1,183,841,452
Office equipment		474,524,785	386,456,865	474,524,785	386,456,865
Electrical & gas equipment		1,589,056,957	1,403,276,130	1,586,360,357	1,400,699,530
Leasehold improvement		1,099,185,749	826,904,498	1,087,288,581	814,168,535
Vehicles		218,424,822	219,419,429	218,424,822	219,419,429
Soft furnishing		13,285,035	13,187,132	13,285,035	13,187,132
Software		1,457,240,572	1,165,198,086	1,455,187,851	1,162,925,786
		13,110,390,142	11,949,715,267	13,035,838,040	11,874,329,890
Capital work in progress		125,298,456	124,720,260	125,298,456	124,720,260
		13,235,688,598	12,074,435,526	13,161,136,496	11,999,050,150
Less: Accumulated depreciation		4,775,233,855	4,107,680,761	4,738,258,477	4,076,171,929
Written down value		8,460,454,744	7,966,754,765	8,422,878,019	7,922,878,221
Details of fixed assets [solo basis] are shown in "Annexure-D"					
10 Other assets					
Stationery and stamps		28,401,653	31,089,517	28,401,653	31,089,517
Suspense account	10.1	1,095,605,167	809,447,215	1,088,619,202	784,948,535
Advance, deposit and prepayments	10.2	1,153,773,195	765,190,540	1,150,276,524	734,274,564
Accrued interest & other income receivable	10.3	1,113,518,815	1,768,551,376	937,546,315	1,604,269,943
Investment in subsidiaries	10.4	-	-	2,633,255,390	2,634,706,100
Deferred tax assets	10.5	1,516,123,633	801,844,287	1,514,914,847	801,039,382
Others receivable		116,822,580	68,993,649	116,437,715	68,928,545
		5,024,245,043	4,245,116,584	7,469,451,646	6,659,256,586

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
10.1 Suspense account					
Advance against bills, new branches		112,386,190	86,064,559	112,386,190	86,064,559
Advance against TA / DA		936,700	351,450	936,700	351,450
Law charges		354,412,703	324,687,924	354,412,703	324,687,924
Sanchaypatra paid		278,144,305	69,620,739	278,144,305	69,620,739
Wage earners development bond paid		53,677,889	83,662,375	53,677,889	83,662,375
Investment bond		8,218,841	51,265,500	8,218,841	51,265,500
Sundry debtors		100,077,630	134,540,394	93,091,665	110,041,714
Cash incentive audit fees		24,750	1,997,100	24,750	1,997,100
Payment gateway receivable		187,726,159	57,257,174	187,726,159	57,257,174
		1,095,605,167	809,447,215	1,088,619,202	784,948,535
10.2 Advance, deposit and prepayments					
Rent		514,526,415	454,613,073	513,925,287	453,947,643
Security deposit including demand note		4,970,572	4,837,992	4,970,572	4,837,992
Car purchase		141,265,318	134,105,441	140,709,774	133,299,895
Money remittance company		9,306,843	18,553,419	9,306,843	18,553,419
Protested bills		71,955,339	44,543,206	71,955,339	44,543,206
Cash remittance		220,300,000	15,000,000	220,300,000	15,000,000
Supplier		184,787,067	64,092,409	184,787,067	64,092,409
Share money deposits		2,340,000	29,445,000	-	-
		1,153,773,195	765,190,540	1,150,276,524	734,274,564
10.3 Accrued interest & other income receivable					
Treasury bonds and bills		737,973,240	774,805,638	737,973,240	774,805,638
Receivables from Government		41,272,375	41,272,375	41,272,375	41,272,375
Receivables from BB Stimulus Package		35,810,294	-	35,810,294	-
Interest accrued on loans and advances		172,935,000	697,368,089	-	610,428,089
Dividend receivable		75,042,023	248,795,358	72,004,523	171,453,925
Investment on term and call		50,485,883	6,309,916	50,485,883	6,309,916
		1,113,518,815	1,768,551,376	937,546,315	1,604,269,943
10.4 Investment in subsidiaries					
IFIC Securities Limited				2,199,994,000	2,199,994,000
IFIC Investment Limited				399,994,000	399,994,000
IFIC Money Transfer (UK) Limited				33,267,390	34,718,100
				2,633,255,390	2,634,706,100
10.5 Deferred tax assets					
Deferred tax assets have been recognized and measured as per <i>International Accounting Standards 12: Income Taxes</i> and BRPD Circular no. 11, dated 12 December 2011 based on the temporary difference in the carrying amount of the assets and liabilities in the financial statements and its tax base. Calculation of deferred tax assets is as follows:					
Deferred tax assets				1,762,546,157	1,054,078,589
Deferred tax liabilities				(247,631,309)	(253,039,206)
Deferred tax assets/(liabilities)				1,514,914,847	801,039,382
i) Deferred tax on provision for loans and advances classified as doubtful and bad & loss					
Carrying amount				4,656,511,309	2,770,106,247
Tax base				-	-
Deductible/(taxable) temporary difference				4,656,511,309	2,770,106,247
Tax rate				37.50%	37.50%
Closing deferred tax assets/(liabilities)				1,746,191,741	1,038,789,843
Opening deferred tax assets/(liabilities)				1,038,789,843	941,359,974
Deferred tax (expense)/income (A)				707,401,898	97,429,869
ii) Deferred tax on fixed assets					
Carrying amount				5,045,663,407	4,297,193,032
Tax base				4,435,992,583	3,673,101,148
Deductible/(Taxable) temporary difference				609,670,825	624,091,883
Tax rate				37.50%	37.50%
Closing deferred tax assets/(liabilities)				(228,626,559)	(234,034,456)
Opening deferred tax assets/(liabilities)				(234,034,456)	(224,738,983)
Deferred tax (expense)/income (B)				5,407,897	(9,295,473)

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
iii) Deferred tax on leased assets					
Right-of-Use Assets				829,176,029	1,072,592,599
Less: Lease Liabilities				(743,674,676)	(940,244,227)
Carrying amount				85,501,353	132,348,372
Tax base				129,113,128	173,118,360
Temporary difference				43,611,775	40,769,988
Tax rate				37.50%	37.50%
Closing deferred tax assets/(liabilities)				16,354,416	15,288,746
Opening deferred tax assets/(liabilities)				15,288,746	14,367,050
Deferred tax (expense)/income (C)				1,065,670	921,696
Deferred tax (expense)/income (A+B+C)				713,875,465	89,056,092
iv) Deferred tax on land revaluation surplus					
Carrying amount				475,118,759	475,118,759
Tax base				-	-
Temporary difference				(475,118,759)	(475,118,759)
Tax rate				4.00%	4.00%
Closing deferred tax assets/(liabilities)				(19,004,750)	(19,004,750)
As per IAS 12: Income Taxes, deferred tax liability arises on revalued amount from non-depreciable assets i.e. Land measured using revaluation model as per IAS 16 reflecting the tax consequences of recovering the carrying amount through sale. Deferred tax liability arises on revalued land amount was deducted from revaluation surplus.					
10.6 Income generating other assets					
Investment in subsidiary-IFIC Securities Limited				2,199,994,000	2,199,994,000
Investment in subsidiary-IFIC Investment Limited				399,994,000	399,994,000
Investment in subsidiary-IFIC Money Transfer (UK) Limited				33,267,390	34,718,100
				2,633,255,390	2,634,706,100
10.7 Non-Income generating other assets					
Stationery and stamps				28,401,653	31,089,517
Suspense account				1,088,619,202	784,948,535
Advance, deposit and prepayments				1,150,276,524	734,274,564
Accrued interest & other income receivable				937,546,315	1,604,269,943
Deferred tax assets				1,514,914,847	801,039,382
Receivable others				116,437,715	68,928,545
				4,836,196,256	4,024,550,486
11 Non-banking assets					
Income generating				-	-
Non-income generating	11.1	148,474,800	148,474,800	148,474,800	148,474,800
		148,474,800	148,474,800	148,474,800	148,474,800
Through the verdict of honorable court under section 33(7) of the Artharin Adalat Act 2003, the Bank has got absolute ownership on few mortgaged properties. These properties were recorded at Tk. 148,474,800 as non-banking assets in the year 2013.					
11.1 Non-income generating					
Balance at the beginning of the year		148,474,800	373,474,800	148,474,800	373,474,800
Less: Sale during the year		-	(225,000,000)	-	(225,000,000)
		148,474,800	148,474,800	148,474,800	148,474,800
12 Borrowing from other banks, financial institutions and agents					
In Bangladesh	12.1	21,106,690,999	14,562,035,508	21,106,690,999	14,562,035,508
Outside Bangladesh	12.2	-	-	-	-
		21,106,690,999	14,562,035,508	21,106,690,999	14,562,035,508
12.1 In Bangladesh					
Short term borrowing					
Pubali Bank Limited		-	257,400,000	-	257,400,000
		-	257,400,000	-	257,400,000

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
Refinance from Bangladesh Bank					
Export Development Fund (EDF)		19,885,166,474	11,350,018,583	19,885,166,474	11,350,018,583
Small and Medium Enterprise (SME)		177,777,925	274,936,122	177,777,925	274,936,122
Pre Shipment Credit		2,100,000	-	2,100,000	-
Long Term Financing Facility (LTFF)		-	280,679,345	-	280,679,345
Stimulus Package		1,041,646,600	2,399,001,458	1,041,646,600	2,399,001,458
		21,106,690,999	14,304,635,508	21,106,690,999	14,304,635,508
		21,106,690,999	14,562,035,508	21,106,690,999	14,562,035,508

12.3 Secured and unsecured borrowing from other banks, financial institutions and agents

Secured borrowing	-	-	-	-
Unsecured borrowing	21,106,690,999	14,562,035,508	21,106,690,999	14,562,035,508
	21,106,690,999	14,562,035,508	21,106,690,999	14,562,035,508

12.4 Maturity grouping of borrowing from other banks, financial institutions and agents

Payable				
On demand	43,699,804	-	43,699,804	-
Up to 1 month	2,558,051,452	2,499,312,871	2,558,051,452	2,499,312,871
Over 1 month but not more than 3 months	10,185,216,806	6,248,310,681	10,185,216,806	6,248,310,681
Over 3 months but not more than 1 year	8,219,555,976	5,576,258,646	8,219,555,976	5,576,258,646
Over 1 year but not more than 5 years	100,166,960	238,153,309	100,166,960	238,153,309
Over 5 years	-	-	-	-
	21,106,690,999	14,562,035,508	21,106,690,999	14,562,035,508

13 Subordinated debt

Institution wise subscription, redemption, and outstanding amount of the Principal of the Bond are as follows:

Subscribers	Subscribed Amount	Redemption of Principal	Outstanding 30 September 2022	Outstanding 31 December 2021
A. IFIC Bank 1st Subordinated debt				
Sonali Bank Limited	1,000,000,000	800,000,000	200,000,000	400,000,000
Janata Bank Limited	1,000,000,000	800,000,000	200,000,000	400,000,000
Rupali Bank Limited	1,000,000,000	800,000,000	200,000,000	400,000,000
Agrani Bank Limited	500,000,000	400,000,000	100,000,000	200,000,000
	3,500,000,000	2,800,000,000	700,000,000	1,400,000,000
B. IFIC Bank 2nd Subordinated debt				
Agrani Bank Limited	1,500,000,000	-	1,500,000,000	1,500,000,000
Janata Bank Limited	1,000,000,000	-	1,000,000,000	1,000,000,000
Dutch Bangla Bank Limited	1,000,000,000	-	1,000,000,000	1,000,000,000
Eastern Bank Limited	1,000,000,000	-	1,000,000,000	1,000,000,000
Mercantile Bank Limited	500,000,000	-	500,000,000	500,000,000
	5,000,000,000	-	5,000,000,000	5,000,000,000
C. IFIC Bank 3rd Subordinated debt				
Agrani Bank Limited	2,500,000,000	-	2,500,000,000	-
Rupali Bank Limited	1,500,000,000	-	1,500,000,000	-
Janata Bank Limited	1,000,000,000	-	1,000,000,000	-
	5,000,000,000	-	5,000,000,000	-
	13,500,000,000	2,800,000,000	10,700,000,000	6,400,000,000

A. The Bank issued 1st Non-Convertible, Redeemable, Unsecured Floating Rate Subordinated Bond of BDT 3,500,000,000 with consent of Bangladesh Securities and Exchange Commission vide letter no. BSEC/CI/DS-32/2015/644 dated 28 December 2015 and Bangladesh Bank vide letter no. BRPD (BFIS) 661/ 14B (P)/2016-938 dated 8 February 2016. The tenure of the bond is 7 years and the redemption of the Bond has been started from the year 2019 and the Bond will be fully redeemed in the year 2023.

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
<p>B. The Bank issued 2nd Non-Convertible, Redeemable, Unsecured Floating Rate Subordinated Bond of BDT 5,000,000,000 with approval of Bangladesh Bank vide letter no. BRPD(BFIS)661/14B(P)/2021-4427 dated 30 May 2021 and Bangladesh Securities and Exchange Commission vide letter no. BSEC/CI/DS-144/2021/442 dated 30 June 2021. The bond was fully subscribed on 14 September 2021. The tenure of the bond is 7 years and will be fully redeemed in the year 2028.</p> <p>C. The Bank issued 3rd Non-Convertible, Redeemable, Unsecured Floating Rate Subordinated Bond of BDT 5,000,000,000 with approval of Bangladesh Bank vide letter no. BRPD(BS)661/14B(P)/2021-12309 dated 28 December 2021 and Bangladesh Securities and Exchange Commission vide letter no. BSEC/CI/DS-180/2021/838 dated 1 June 2022. The bond was fully subscribed on 29 September 2022. The tenure of the bond is 7 years and will be fully redeemed in the year 2029.</p>					
14 Deposits and other accounts					
Current deposit and other accounts	14.1	149,305,112,449	124,268,243,060	149,393,781,914	124,658,938,392
Bills payable	14.2	1,764,214,080	2,455,215,075	1,764,214,080	2,455,215,075
Savings bank deposits	14.3	26,349,910,716	25,716,666,242	26,349,910,716	25,716,666,242
Fixed deposits	14.4	191,919,323,304	180,311,135,461	191,919,502,538	180,311,312,466
		369,338,560,550	332,751,259,838	369,427,409,248	333,142,132,175
14.1 Current deposit and other accounts					
Current accounts		30,123,979,967	28,601,010,805	30,212,649,432	28,991,706,137
IFIC AMAR account		107,361,366,709	84,534,779,576	107,361,366,709	84,534,779,576
IFIC Shohoj Account		3,156,509,414	2,206,278,446	3,156,509,414	2,206,278,446
Foreign currency deposit		545,014,497	465,580,396	545,014,497	465,580,396
Resident foreign currency deposit		63,332,611	47,351,241	63,332,611	47,351,241
Exporters foreign currency account		5,422,548,862	4,927,473,452	5,422,548,862	4,927,473,452
Margin on letters of credit		1,499,613,003	2,442,055,354	1,499,613,003	2,442,055,354
Margin on letters of guarantee		365,163,419	427,373,315	365,163,419	427,373,315
Sundry deposit	14.1.1	767,583,967	616,340,475	767,583,967	616,340,475
		149,305,112,449	124,268,243,060	149,393,781,914	124,658,938,392
14.1.1 Sundry deposit					
Sundry creditor		61,416,698	63,022,290	61,416,698	63,022,290
Lease deposit		10,427,091	12,184,388	10,427,091	12,184,388
Risk fund-lease, CCS & others		218,057	218,057	218,057	218,057
Clearing collection		30,251,436	41,720,060	30,251,436	41,720,060
Card deposit		392,394,726	239,180,556	392,394,726	239,180,556
FDD issued but not presented		13,596,339	13,596,339	13,596,339	13,596,339
Key deposit		6,784,300	6,179,275	6,784,300	6,179,275
Other sundry deposits		252,495,320	240,239,510	252,495,320	240,239,510
		767,583,967	616,340,475	767,583,967	616,340,475
14.2 Bills payable					
Payment order		1,757,554,340	2,448,304,854	1,757,554,340	2,448,304,854
Demand draft		4,768,662	5,019,143	4,768,662	5,019,143
Security deposit receipt		1,891,078	1,891,078	1,891,078	1,891,078
		1,764,214,080	2,455,215,075	1,764,214,080	2,455,215,075
14.3 Savings bank deposit					
Savings account		20,752,881,215	20,023,803,605	20,752,881,215	20,023,803,605
Super savings plus		3,773,862,098	4,188,104,934	3,773,862,098	4,188,104,934
Payroll savings		400,866,274	424,005,964	400,866,274	424,005,964
Sanchita-female savings		1,088,084,753	1,079,925,267	1,088,084,753	1,079,925,267
Interest payable on savings deposit		334,216,376	826,472	334,216,376	826,472
		26,349,910,716	25,716,666,242	26,349,910,716	25,716,666,242
14.4 Fixed deposit					
Special notice deposit (SND)		15,083,541,808	23,223,232,783	15,083,721,042	23,223,409,788
Term deposit	14.4.1	162,696,278,450	144,220,156,154	162,696,278,450	144,220,156,154
Recurring deposit	14.4.2	13,496,455,207	12,275,043,362	13,496,455,207	12,275,043,362
Non resident foreign currency deposit (NFCD)		57,641,418	5,644,223	57,641,418	5,644,223
Export retention quota (ERQ)		585,406,421	587,058,939	585,406,421	587,058,939
		191,919,323,304	180,311,135,461	191,919,502,538	180,311,312,466

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
14.4.1 Term deposit					
Fixed deposits		151,646,680,827	132,543,381,638	151,646,680,827	132,543,381,638
Double return deposit scheme		3,547,017,662	4,590,934,371	3,547,017,662	4,590,934,371
Three years deposit plus		3,467,505	3,467,505	3,467,505	3,467,505
Monthly income scheme		4,577,707,199	4,533,385,577	4,577,707,199	4,533,385,577
Monthly income scheme - Arjon		17,450,000	28,250,000	17,450,000	28,250,000
Interest payable on term deposit		2,903,955,257	2,520,737,063	2,903,955,257	2,520,737,063
		162,696,278,450	144,220,156,154	162,696,278,450	144,220,156,154
14.4.2 Recurring deposit					
Pension savings scheme (PSS)		4,517,814,975	5,349,419,726	4,517,814,975	5,349,419,726
Pension savings scheme - Joma		9,167,870	7,274,258	9,167,870	7,274,258
Flexi DPS - Freedom		1,198,565,222	1,235,735,258	1,198,565,222	1,235,735,258
Millionaire dream plan		355,532,458	593,715,441	355,532,458	593,715,441
School savings plan		19,415,120	20,760,138	19,415,120	20,760,138
IFIC Amar Bhubishawt		6,963,887,710	4,645,038,197	6,963,887,710	4,645,038,197
Interest payable on recurring deposit		432,071,852	423,100,344	432,071,852	423,100,344
		13,496,455,207	12,275,043,362	13,496,455,207	12,275,043,362
14.5 Deposit and other accounts of the banks					
Deposit form banks	14.8	87,330,996	5,932,059,665	87,330,996	5,932,059,665
Deposit from customers		369,251,229,553	326,819,200,173	369,340,078,252	327,210,072,510
		369,338,560,550	332,751,259,838	369,427,409,248	333,142,132,175
14.6 Payable on demand and time deposit					
Demand deposits					
Current deposits		146,672,572,822	116,447,526,618	146,761,421,520	116,838,398,955
Savings deposits		2,371,491,964	2,314,499,962	2,371,491,964	2,314,499,962
Sundry deposit		2,632,360,390	3,485,769,146	2,632,360,390	3,485,769,146
Bills payable		1,764,214,080	2,455,215,075	1,764,214,080	2,455,215,075
		153,440,639,256	124,703,010,801	153,529,487,954	125,093,883,138
Time deposits					
Savings deposits		23,978,418,751	23,402,166,280	23,978,418,751	23,402,166,280
Fixed deposits		163,694,858,747	149,741,345,048	163,694,858,747	149,741,345,048
Special notice deposits		15,083,721,042	23,223,409,788	15,083,721,042	23,223,409,788
Deposits under schemes		13,140,922,754	11,681,327,921	13,140,922,754	11,681,327,921
		215,897,921,294	208,048,249,037	215,897,921,294	208,048,249,037
		369,338,560,550	332,751,259,838	369,427,409,248	333,142,132,175
14.7 Sector-wise concentration of deposits and other accounts					
Government deposits		6,096,946,229	4,355,948,240	6,096,946,229	4,355,948,240
Other public sector		31,821,640,470	29,589,959,210	31,821,640,470	29,589,959,210
Deposit from banks		87,330,996	5,932,059,665	87,330,996	5,932,059,665
Foreign currency deposits		6,673,943,809	5,440,405,089	6,673,943,809	6,033,108,251
Private sectors		324,658,699,046	287,432,887,634	324,747,547,744	287,231,056,809
		369,338,560,550	332,751,259,838	369,427,409,248	333,142,132,175
14.8 Residual maturity grouping of deposits and other accounts					
Maturity grouping of deposit from banks					
On demand		-	-	-	-
Up to 1 month		87,330,996	1,092,059,665	87,330,996	1,092,059,665
Over 1 month but not more than 3 months		-	4,840,000,000	-	4,840,000,000
Over 3 months but not more than 1 year		-	-	-	-
Over 1 year but not more than 5 years		-	-	-	-
Over 5 years		-	-	-	-
		87,330,996	5,932,059,665	87,330,996	5,932,059,665
Maturity grouping of deposit from customers excluding bills payable					
On demand		19,560,759,772	4,311,178,360	19,560,759,772	4,311,178,360
Up to 1 month		40,709,993,501	39,972,353,212	40,709,993,501	39,972,353,212
Over 1 month but not more than 3 months		89,130,694,406	64,964,805,498	89,130,694,406	64,964,805,498
Over 3 months but not more than 1 year		67,667,948,952	67,147,490,488	67,667,948,952	67,147,490,488
Over 1 year but not more than 5 years		35,280,909,872	31,112,128,393	35,280,909,872	31,112,128,393
Over 5 years		115,136,708,971	116,856,029,148	115,225,557,669	117,246,901,485
		367,487,015,474	324,363,985,099	367,575,864,172	324,754,857,436

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
Maturity grouping of bills payable					
On demand		176,421,408	245,521,507	176,421,408	245,521,507
Up to 1 month		352,842,816	491,043,015	352,842,816	491,043,015
Over 1 month but not more than 3 months		352,842,816	491,043,015	352,842,816	491,043,015
Over 3 months but not more than 1 year		176,421,407	245,521,507	176,421,407	245,521,507
Over 1 year but not more than 5 years		352,842,816	491,043,015	352,842,816	491,043,015
Over 5 years		352,842,816	491,043,015	352,842,816	491,043,015
		1,764,214,080	2,455,215,074	1,764,214,080	2,455,215,074
		369,338,560,550	332,751,259,838	369,427,409,248	333,142,132,175

15 Other liabilities

Specific provision for classified loans and advance	15.1	4,839,355,322	2,997,527,787	4,839,355,322	2,997,527,787
General provision for unclassified loans and advance	15.2	5,682,932,746	5,192,351,537	5,451,635,907	4,961,054,698
Special general provision COVID-19	15.3	2,166,337,000	2,166,337,000	2,166,337,000	2,166,337,000
Provision for loans and advance		12,688,625,068	10,356,216,324	12,457,328,229	10,124,919,485
Provision for off balance sheet items	15.4	694,393,537	621,730,502	694,393,537	621,730,502
Provision for diminution in value of investments	15.5	431,042,768	358,478,621	431,042,768	358,478,621
Provision for other assets	15.6	529,276,246	466,301,366	529,276,246	466,301,366
Provision for loans, investments and other assets		14,343,337,619	11,802,726,813	14,112,040,780	11,571,429,974
Provision for taxation net off AIT	15.7	2,098,370,274	1,998,094,538	2,129,330,777	2,014,520,058
Interest suspense accounts	15.8	9,438,835,936	9,904,987,451	7,937,993,126	8,404,144,641
Incentive bonus	15.9	10,904,860	301,450,000	10,904,860	300,000,000
Unclaimed dividend account	15.10	-	-	-	-
Start-up fund	15.11	25,375,187	25,375,187	25,375,187	25,375,187
Lease Liability		776,014,284	975,132,232	743,674,676	940,244,227
Rebate to good borrowers		21,870,000	21,870,000	21,870,000	21,870,000
Interest payable on borrowing and bond		123,225,157	164,838,687	123,225,157	164,838,687
Accrued expenses		354,911,050	195,642,297	335,789,811	146,996,973
Withholding Tax payable to government *		283,349,556	339,532,006	283,189,349	339,508,941
Withholding VAT payable to government *		94,401,371	124,135,680	94,256,729	124,122,430
Excise duty payable to government *		10,394,420	361,821,170	10,394,420	361,821,170
Revaluation of investment abroad		125,590,145	30,946,297	125,590,145	30,946,297
Payable against Govt Bond & Sanchaypatra		81,859,627	36,387,851	81,859,627	36,387,851
Others		400,364,809	170,356,249	402,235,405	170,210,968
		28,188,804,295	26,453,296,458	26,437,730,049	24,652,417,404

* Subsequently deposited to government exchequer.

15.1 Specific provision for classified loans and advances

Provision held at the beginning of the year		2,997,527,787	2,737,576,718	2,997,527,787	2,737,576,718
Add: Recoveries of amounts previously written off		178,262,263	220,307,550	178,262,263	220,307,550
Add: Specific provision for the year	41	1,663,565,272	39,643,519	1,663,565,272	39,643,519
		4,839,355,322	2,997,527,787	4,839,355,322	2,997,527,787

15.1.1 Specific provision required for classified loans and advances

Status of loans and advances	Base for provision	Rate (%)	Required provision	
			30 September 2022	31 December 2021
Sub-standard	816,396,992	20%	163,279,398	215,036,451
Sub-standard-Cottage, Micro and Small	344,035,569	5%	17,201,778	11,130,547
Sub-standard- Short term agri. credit	47,256,689	5%	2,362,834	1,254,542
Doubtful	533,480,729	50%	266,740,365	39,279,027
Doubtful-Cottage, Micro and Small	214,614,559	20%	42,922,912	18,186,239
Doubtful- Short term agri. credit	14,796,300	5%	739,815	244,981
Bad/loss*	4,316,085,389	100%	4,346,108,220	2,712,396,000
	6,286,666,227		4,839,355,322	2,997,527,787
Specific provision maintained (note-15.1)			4,839,355,322	2,997,527,787
Excess/(short)			-	-

* As per Bangladesh Bank instruction, BDT 30 million has been maintained as an additional provision against rescheduling loans against 2% down payment in line with the BRPD Circular No. 05 dated 16 May 2019.

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
15.2 General provision for un-classified loans & advances					
Provision held at the beginning of the year		5,171,728,085	3,677,041,823	4,940,431,246	3,445,744,984
Provision made/(release) during the year	41	490,385,192	1,494,686,262	490,385,192	1,494,686,262
		5,662,113,277	5,171,728,085	5,430,816,438	4,940,431,246
Off-shore Banking Unit (OBU)					
Provision held at the beginning of the year		20,623,452	22,947,035	20,623,452	22,947,035
Provision made/(release) during the year	41	196,017	(2,323,583)	196,017	(2,323,583)
		20,819,469	20,623,452	20,819,469	20,623,452
		5,682,932,746	5,192,351,537	5,451,635,907	4,961,054,698

15.2.1 General provision required for un-classified loans and advances

Status of loans and advances	Base for provision	Rate (%)	Required provision	
			30 September 2022	31 December 2021
Standard				
Small and medium enterprise	30,615,588,268	0.25%	76,538,971	57,477,714
Consumer finance (house building)	67,074,452,809	1.00%	670,744,528	523,791,862
Loans to LP/BHs/MBs/SDs share etc.	18,107,883	2.00%	362,158	2,005,180
Consumer finance	9,680,192,525	2.00%	193,603,850	134,304,882
Consumer finance (card)	97,762,981	2.00%	1,955,260	2,354,712
Short term agri. and micro-credit	917,462,427	1.00%	9,174,624	9,261,269
Staff loan	990,683,105	0.00%	-	-
Other unclassified loan*	200,902,459,905	1.00%	4,363,368,737	4,116,236,537
	310,296,709,903		5,315,748,128	4,845,432,156
Special Mention Account (SMA)				
Small and medium enterprise	719,689,771	0.25%	1,799,224	527,443
Consumer finance (house building)	1,396,354,913	1.00%	13,963,549	6,843,121
Consumer finance	39,502,631	2.00%	790,053	990,915
Consumer finance (card)	2,593,383	2.00%	51,868	58,377
Other unclassified loan **	5,628,830,312	1.00%	98,463,617	86,579,235
	7,786,971,009		115,068,311	94,999,091
Off-shore banking unit				
Un-classified loans	2,081,946,760	1.00%	20,819,468	20,623,451
	2,081,946,760		20,819,468	20,623,451
			5,451,635,907	4,961,054,698
General provision maintained (note-15.2)			5,451,635,907	4,961,054,698
Excess/(short)			0	-

*The Bank has maintained provision of BDT 963 million up to Q3 Y2022 out of BDT 5,135.40 million as per Bangladesh Bank letter no. DOS(CAMS)1157/01(II)-C/2022-1282 dated 9 March 2022.

** 1% additional provision has been maintained against the restructured loan in line with the BRPD Circular No. 04, dated 29 January 2015. Details Restructured Loan are shown in Annexure-J.

15.3 Special general provision COVID-19

Provision held at the beginning of the year		2,166,337,000	1,200,000,000	2,166,337,000	1,200,000,000
Provision made/(release) during the year	41.0	-	966,337,000	-	966,337,000
		2,166,337,000	2,166,337,000	2,166,337,000	2,166,337,000

1% additional provision has been maintained against the facilities for which payment was deferred during COVID-19 as per BRPD Circular No. 56 dated 10 December 2020 and in addition to that another 2% provision has been maintained as per BRPD Circular No. 50 dated 14 December 2021.

15.4 Provision for off-balance sheet

Provision held at the beginning of the year		621,730,502	435,409,089	621,730,502	435,409,089
Provision made/(release) during the year	41	72,663,036	186,321,413	72,663,036	186,321,413
		694,393,537	621,730,502	694,393,537	621,730,502

15.4.1 Provision required for off-balance sheet exposure

Status	Base for provision	Rate (%)	Required provision	
			30 September 2022	31 December 2021
Acceptances and endorsements	39,360,098,521	1.00%	393,600,985	284,847,245
Letters of guarantee *	8,175,475,468	1.00%	94,260,786	98,630,765
Irrevocable letters of credit	20,653,176,560	1.00%	206,531,766	238,252,492
Required provision			694,393,537	621,730,502
Provision maintained (note-15.3)			694,393,537	621,730,502
Excess/(short)			-	-

As per Bangladesh Bank instruction, BDT 537,544 and BDT 11,968,588 have been maintained as an additional provision against a letter of guarantee of M/s. Hannan Works and M/s ATCO International, respectively.

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
15.5 Provision for diminution in value of investments					
Provision held at the beginning of the year		358,478,621	354,475,761	358,478,621	354,475,761
Provision made/(release) during the year	41	72,564,147	4,002,860	72,564,147	4,002,860
		431,042,768	358,478,621	431,042,768	358,478,621
15.6 Provision for other assets					
Provision held at the beginning of the year		466,301,366	452,469,411	466,301,366	452,469,411
Provision made/(release) during the year	41.1	62,974,880	13,831,955	62,974,880	13,831,955
		529,276,246	466,301,366	529,276,246	466,301,366
15.6.1 Particulars of required provision for other assets					
Status	Base for provision	Rate (%)	Required provision		
			30 September 2022	31 December 2021	
Other assets for 6-12 months	73,627,290	50%	36,813,645	13,203,835	
Other assets for more than 12 months	420,507,262	100%	420,507,262	408,554,326	
Protested bills	71,955,339	100%	71,955,339	44,543,206	
Required provision			529,276,246	466,301,366	
Provision maintained (note-15.6)			529,276,246	466,301,366	
Excess/(Short)			-	-	
15.7 Provision for taxation net off AIT					
A. Provision for tax					
Provision held at the beginning of the year		8,637,469,873	8,398,477,805	8,238,953,276	8,133,240,938
Provision made during the year		2,198,492,346	2,712,105,506	2,139,295,547	2,578,825,776
		10,835,962,219	11,110,583,311	10,378,248,823	10,712,066,714
Less: Settlement of tax on stock dividend		-	(80,993,694)	-	(80,993,694)
Less: Settlement of Year 2018		(1,168,395,320)	-	(1,168,395,320)	-
Less: Settlement of Years 2016 and 2017		-	(2,392,119,744)	-	(2,392,119,744)
		9,667,566,899	8,637,469,873	9,209,853,503	8,238,953,276
B. Advance income tax					
Opening balance on 1 January		6,639,375,335	6,932,516,876	6,224,433,218	6,598,635,166
Add: Payment made during the year		2,098,216,610	2,098,978,203	2,024,484,828	2,017,917,796
Less: Settlement of Year 2018		(1,168,395,320)	-	(1,168,395,320)	-
Less: Settlement of Years 2016 and 2017		-	(2,392,119,744)	-	(2,392,119,744)
Closing balance		7,569,196,625	6,639,375,335	7,080,522,726	6,224,433,218
Provision for taxation (A-B)		2,098,370,274	1,998,094,538	2,129,330,777	2,014,520,058
15.7.1 Reconciliation of effective tax (Bank only)					
Particulars	30 September 2022		31 December 2021		
	%	Taka	%	Taka	
Profit before Income tax as per Profit & Loss Account		2,867,483,003		4,465,040,901	
Income Tax as per applicable tax rate	37.50%	1,075,306,126	37.50%	1,674,390,338	
Factors affecting the tax charge for current year:					
Non deductible expense/(Tax Savings)	34.33%	984,297,051	26.11%	1,165,824,243	
Tax savings from reduced tax rates from dividend	-0.28%	(7,933,926)	-0.98%	(43,885,345)	
Tax savings from reduced tax rates from capital gains on Share	-0.05%	(1,317,668)	-6.85%	(305,952,159)	
Provision adjustment	3.10%	88,943,964	1.98%	88,448,699	
Change in recognised deductible temporary differences	-24.90%	(713,875,465)	-1.99%	(89,056,092)	
Total income tax expenses	49.71%	1,425,420,082	55.76%	2,489,769,685	
15.8 Interest suspense account					
Balance at the beginning of the year		9,904,987,451	8,972,123,118	8,404,144,641	7,471,280,308
Add: Amount transferred to interest suspense account		2,054,892,382	1,891,139,777	2,054,892,382	1,891,139,777
Less: Amount transferred to interest income account		(2,521,043,897)	(958,275,444)	(2,521,043,897)	(958,275,444)
		9,438,835,936	9,904,987,451	7,937,993,126	8,404,144,641

Amount in BDT

Particulars	Note	Group		Bank		
		30 September 2022	31 December 2021	30 September 2022	31 December 2021	
15.9 Incentive bonus						
Balance at the beginning of the year		300,000,000	-	300,000,000	-	
Add: Provision made during the year		-	301,450,000	-	300,000,000	
Less: Paid during the year		(289,095,140)	-	(289,095,140)	-	
		10,904,860	301,450,000	10,904,860	300,000,000	
15.10 Unclaimed dividend account						
More than 3 years		-	-	-	-	
More than 4 years		-	-	-	-	
More than 5 years & above		-	-	-	-	
		-	-	-	-	
Unclaimed or undistributed dividend amounting BDT 7,677,503.50 has been transferred to the Capital Market Stabilization Fund (CMSF) as per the notification: SEC/SRMIC/165-2020/part-1/166 dated 06 July 2021 issued by the Bangladesh Securities and Exchange Commission (BSEC).						
15.11 Start-up fund						
Balance at the beginning of the year		25,375,187	-	25,375,187	-	
Transfer from previous year profit		-	5,622,475	-	5,622,475	
Transferred from current year profit		-	19,752,712	-	19,752,712	
		25,375,187	25,375,187	25,375,187	25,375,187	
Start-up fund has recognized according to Bangladesh Bank SME&SP Circular no. 05 dated 26 April 2021 on 1% of profit after tax.						
16 Share Capital						
16.1 Authorized Capital						
4,000,000,000 ordinary shares of Taka 10 each		40,000,000,000	40,000,000,000	40,000,000,000	40,000,000,000	
16.2 Issued, subscribed and fully paid up capital						
8,000,000 ordinary shares of Taka 10 each issued for cash		80,000,000	80,000,000	80,000,000	80,000,000	
4,400,000 ordinary shares of Taka 10 each issued as rights share	16.2.1	44,000,000	44,000,000	44,000,000	44,000,000	
563,821,907 ordinary shares of Taka 10 each issued as rights share	16.2.2	5,638,219,070	5,638,219,070	5,638,219,070	5,638,219,070	
1,209,689,032 [Year 2021: 1,124,645,654] ordinary shares of Taka 10 each issued for bonus share		12,096,890,320	11,246,456,540	12,096,890,320	11,246,456,540	
		17,859,109,390	17,008,675,610	17,859,109,390	17,008,675,610	
16.2.1						
The Bank raised paid-up capital of Tk. 44,000,000 through Rights Issue of 440,000 no. of ordinary shares at a ratio of 1R:2 i.e. one rights share for two existing share at par in the year 1989 which was completed in the month of January 1990, before change of denomination from Tk. 100 to Tk. 10 which was effected from 4 December 2011.						
16.2.2						
The Bank raised paid-up capital of Tk. 5,638,219,070 through Rights Issue of 563,821,907 no. of ordinary shares at a ratio of 1R:1 i.e. one rights share for one existing share at par in the year 2017.						
16.3 Issued, subscribed and fully paid up Capital-Shareholders' Category						
1,201,050,868 [Year 2021: 1,143,857,969 ordinary shares of Taka 10 each fully paid held by the Sponsors, Directors, Institutions, Foreign investors & General Public.		12,010,508,680	11,438,579,690	12,010,508,680	11,438,579,690	
584,860,071 [Year 2021: 557,009,592 ordinary shares of Taka 10 each fully paid held by the Government of the People's Republic of Bangladesh.		5,848,600,710	5,570,095,920	5,848,600,710	5,570,095,920	
		17,859,109,390	17,008,675,610	17,859,109,390	17,008,675,610	
16.4 Shareholding by category						
Category	30 September 2022			31 December 2021		
	No. of Share	%	Taka	No. of Share	%	Taka
Sponsors & Directors	109,728,426	6.14	1,097,284,260	104,503,264	6.14	1,045,032,640
Government (Director also)	584,860,071	32.75	5,848,600,710	557,009,592	32.75	5,570,095,920
Sub-Total	694,588,497	38.89	6,945,884,970	661,512,856	38.89	6,615,128,560
Institutions	386,994,811	21.67	3,869,948,110	341,002,821	20.05	3,410,028,210
Foreign investors	16,537,125	0.93	165,371,250	18,213,583	1.07	182,135,830
General investors	687,790,506	38.51	6,877,905,060	680,138,301	39.99	6,801,383,010
Sub-Total	1,091,322,442	61.11	10,913,224,420	1,039,354,705	61.11	10,393,547,050
Total	1,785,910,939	100	17,859,109,390	1,700,867,561	100	17,008,675,610
The Government is representing in the Board of the Bank by nomination 03 (Three) Directors and as such, Sponsors & Directors are at present holding 38.89% shares of the Bank.						

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021

16.5 Distribution of paid up capital

Holding of share	30 September 2022			31 December 2021		
	No. of holder	Total shares	%	No. of holder	Total shares	%
1 to 500 shares	15,798	2,298,480	0.13	18,350	3,184,371	0.19
501 to 5,000 shares	24,313	46,956,193	2.63	25,299	49,539,780	2.91
5,001 to 10,000 shares	4,922	34,768,051	1.95	5,166	40,079,371	2.36
10,001 to 20,000 shares	3,788	52,334,353	2.93	3,500	52,209,270	3.07
20,001 to 30,000 shares	1,467	35,671,079	2.00	1,504	38,155,499	2.24
30,001 to 40,000 shares	773	26,397,964	1.48	716	25,365,319	1.49
40,001 to 50,000 shares	481	21,767,576	1.22	565	26,531,614	1.56
50,001 to 100,000 shares	1,111	77,323,841	4.33	1,090	80,345,915	4.72
100,001 to 1,000,000 shares	950	240,315,248	13.46	930	243,338,968	14.31
More than 1,000,000 shares	120	1,248,078,154	69.88	114	1,142,117,454	67.15
Total	53,723	1,785,910,939	100	57,234	1,700,867,561	100

16.6 Shareholding of Directors

Sl.	Name of the Directors	Status	Holding %	Closing Position	Opening Position
1	Mr. Salman F Rahman	Chairman	2.00	35,728,274	34,026,928
2	Mr. Ahmed Shayan Fazlur Rahman*	Vice-Chairman	2.11	37,701,652	35,906,336
3	Mr. A. R. M. Nazmus Sakib**	Director	2.03	36,298,500	34,570,000
4	Ms. Rabeya Jamali	Independent Director	Nil	Nil	Nil
5	Mr. Sudhangshu Shekhar Biswas	Independent Director	Nil	Nil	Nil
6	Ms. Quamrun Naher Ahmed***	Govt. nominated Director			
7	Mr. Md. Zafar Iqbal, ndc***	Govt. nominated Director	32.75	584,860,071	557,009,592
8	Mr. Md. Golam Mostofa***	Govt. nominated Director			
9	Mr. Mohammad Shah Alam Sarwar	Managing Director & CEO	Nil	Nil	Nil

* Represents M/s. New Dacca Industries Limited against its holding of 2.11% shares in the Bank.

** Represents M/s. Tradenext International Limited against its holding of 2.03% shares in the Bank.

*** Directors nominated by the Ministry of Finance, the Govt. of the People's Republic of Bangladesh against its holding of 32.75% shares in the Bank.

16.7 Capital Adequacy Ratio (BASEL-III)

As per section 13(2) of the Banking Companies Act, 1991 (as amended to date), BRPD circular no. 18 dated 21 December 2014, the Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for banks in line with Basel-III) was issued and effective from 1 January 2015. Capital to Risk-weighted Asset Ratio (CRAR) is calculated as follows:

Common Equity Tier 1 (going-concern capital)**Common Equity Tier 1 Capital**

Paid-up capital	16.2	17,859,109,390	17,008,675,610	17,859,109,390	17,008,675,610
Statutory reserve	17	7,757,784,033	7,757,784,033	7,757,784,033	7,757,784,033
General reserve	18	155,071,397	155,071,397	155,071,397	155,071,397
Retained earnings	21	5,897,693,471	5,060,974,278	2,613,785,280	2,022,156,139
		31,669,658,291	29,982,505,318	28,385,750,100	26,943,687,179
Less: Regulatory Adjustments:					
Deduction from Tier-1 Capital (95% of deferred tax assets)		1,658,882,154	986,850,351	1,658,882,154	986,850,351
Total Common Equity Tier 1 Capital		30,010,776,137	28,995,654,967	26,726,867,947	25,956,836,829
Additional Tier 1 Capital		-	-	-	-
Total Tier 1 Capital		30,010,776,137	28,995,654,967	26,726,867,947	25,956,836,829
Tier-2 (Gone-Concern Capital)					
General provision		8,543,663,283	7,980,419,039	8,312,366,444	7,749,122,200
Subordinated debt that meet the qualifying criteria for Tier 2		10,000,000,000	5,700,000,000	8,026,570,973	5,700,000,000
Total Tier-2 Capital		18,543,663,283	13,680,419,039	16,338,937,417	13,449,122,200
Total Regulatory Capital (A)		48,554,439,421	42,676,074,006	43,065,805,364	39,405,959,028
Total assets including off-balance sheet items		543,351,241,141	481,786,790,565	538,182,318,683	477,261,384,088
Total risk-weighted Assets		340,920,067,841	307,228,347,016	333,824,213,642	300,759,135,061
Required capital @12.5% (B)		42,615,008,480	38,403,543,377	41,728,026,705	37,594,891,883
Total capital surplus/(Deficit) C=(A-B)		5,939,430,941	4,272,530,629	1,337,778,659	1,811,067,146

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
Capital to Risk-weighted Asset Ratio (CRAR):					
Common Equity Tier 1 to RWA		8.80%	9.44%	8.01%	8.63%
Tier - 1 Capital to RWA		8.80%	9.44%	8.01%	8.63%
Tier - 2 Capital to RWA		5.44%	4.45%	4.89%	4.47%
Capital to Risk-weighted Asset Ratio (CRAR)		14.24%	13.89%	12.90%	13.10%
Details computation of risk-weighted assets [solo basis] are shown in "Annexure - E"					
17 Statutory reserve					
Balance at the beginning of the year		7,757,784,033	6,864,775,853	7,757,784,033	6,864,775,853
Transferred from profit during the year		-	893,008,180	-	893,008,180
		7,757,784,033	7,757,784,033	7,757,784,033	7,757,784,033
18 General reserve		155,071,397	155,071,397	155,071,397	155,071,397
General reserve also includes the surplus provision of Tk. 99,300,000 against the restructured large loan of RR Holdings which was transferred from the specific provision in the year 2015 as per BRPD Circular No. 04 dated 29 January 2015 and extra ordinary foreign exchange gain of Tk. 28,559,248 transferred from profit in the year 2010.					
19 Revaluation reserve against securities					
HTM securities	19.1	80,926,888	80,926,888	80,926,888	80,926,888
HFT securities	19.2	-	-	-	-
		80,926,888	80,926,888	80,926,888	80,926,888
19.1 Revaluation reserve HTM securities					
Balance at the beginning of the year		80,926,888	80,968,715	80,926,888	80,968,715
Addition/(adjustment) during the year		-	(41,827)	-	(41,827)
		80,926,888	80,926,888	80,926,888	80,926,888
19.2 Revaluation reserve HFT securities					
Balance at the beginning of the year		-	26,880,411	-	26,880,411
Addition/(adjustment) during the year		-	(26,880,411)	-	(26,880,411)
		-	-	-	-
20 Revaluation reserve against fixed assets					
Balance at the beginning of the year		96,309,954	96,309,954	96,309,954	96,309,954
Transfer to deferred tax liability		-	-	-	-
		96,309,954	96,309,954	96,309,954	96,309,954
20.a Consolidated foreign currency translation reserve					
IFIC Money Transfer (UK) Limited		2,928,243	1,271,025	-	-
Investment in joint venture/associate		219,843,669	75,294,486	-	-
		222,771,912	76,565,511	-	-
21 Surplus in profit and loss account					
Balance at the beginning of the year		-	-	2,022,156,139	1,775,205,220
Net profit after tax for the year		-	-	1,442,062,921	1,975,271,216
Transfer to statutory reserve during the year		-	-	-	(893,008,180)
Transfer to Start-up fund for the year 2020		-	-	-	(5,622,475)
Transfer to Start-up fund for the year 2021		-	-	-	(19,752,712)
Issue of bonus shares		-	-	(850,433,780)	(809,936,930)
		-	-	2,613,785,280	2,022,156,139
22 Consolidated surplus in profit and loss account					
IFIC Bank Limited	21	2,613,785,280	2,022,156,139	-	-
IFIC Securities Limited		895,457,535	717,600,621	-	-
IFIC Investment Limited		157,600,469	143,615,332	-	-
IFIC Money Transfer (UK) Limited		(17,363,469)	(20,838,384)	-	-
Share of profit of investment in joint venture/associate		2,375,825,506	2,326,052,421	-	-
Exchange (gain)/loss on investment in joint venture/associate		(127,611,851)	(127,611,851)	-	-
		5,897,693,471	5,060,974,278	-	-

Amount in BDT

Particulars	Note	Group		Bank	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
23 Non-controlling interest (NCI)					
IFIC Securities Limited	23.1	8,442	7,957	-	-
IFIC Investment Limited	23.2	8,364	8,154	-	-
		16,806	16,111	-	-
23.1 NCI of IFIC Securities Limited					
Opening balance on 1 January		7,957	7,016	-	-
Add: Share of profit during the year		485	941	-	-
		8,442	7,957	-	-
23.2 NCI of IFIC Investment Limited					
Opening balance on 1 January		8,154	6,000	-	-
Add: Share of profit during the year		210	2,154	-	-
		8,364	8,154	-	-
24 Contingent liabilities					
Acceptances and endorsements	24.1	39,360,098,521	28,484,724,497	39,360,098,521	28,484,724,497
Letters of guarantee	24.2	8,175,475,468	8,612,473,288	8,175,475,468	8,612,473,288
Irrevocable Letters of credit	24.3	20,653,176,560	23,825,249,182	20,653,176,560	23,825,249,182
Bills for collection	24.4	13,758,750,897	10,461,428,013	13,758,750,897	10,461,428,013
		81,947,501,446	71,383,874,980	81,947,501,446	71,383,874,980
24.1 Acceptances and endorsements					
Back to back bills (local currency)		279,594,776	279,594,776	279,594,776	279,594,776
Back to back bills (foreign currency)		39,080,503,745	28,205,129,721	39,080,503,745	28,205,129,721
		39,360,098,521	28,484,724,497	39,360,098,521	28,484,724,497
24.2 Letters of guarantee					
Letters of guarantee (local currency)		7,969,634,533	8,451,368,584	7,969,634,533	8,451,368,584
Letters of guarantee (foreign currency)		205,840,935	161,104,705	205,840,935	161,104,705
		8,175,475,468	8,612,473,288	8,175,475,468	8,612,473,288
Money for which the bank is contingently liable in respect of guarantee issued favouring:					
Directors		-	-	-	-
Government		2,747,442,008	4,349,960,402	2,747,442,008	4,349,960,402
Banks and other financial institutions		2,421,478,149	1,594,105,404	2,421,478,149	1,594,105,404
Others		3,006,555,311	2,668,407,482	3,006,555,311	2,668,407,482
		8,175,475,468	8,612,473,288	8,175,475,468	8,612,473,288
24.3 Irrevocable letters of credit					
Letter of credit (LC) - cash sight		11,529,071,288	11,534,190,132	11,529,071,288	11,534,190,132
Letter of credit (LC) - back to back		8,871,742,169	11,964,378,367	8,871,742,169	11,964,378,367
Letter of credit (LC) - cash usance		252,363,103	326,680,683	252,363,103	326,680,683
		20,653,176,560	23,825,249,182	20,653,176,560	23,825,249,182
24.4 Bills for collection					
Inland bills collection		3,823,163	6,249,875	3,823,163	6,249,875
Foreign bills collection		-	-	-	-
Inland documentary bills for collection		6,132,648,776	3,781,575,951	6,132,648,776	3,781,575,951
Foreign documentary bills for collection		7,622,278,958	6,673,602,187	7,622,278,958	6,673,602,187
		13,758,750,897	10,461,428,013	13,758,750,897	10,461,428,013

Notes to the Financial Statements
as at and for the period ended 30 September 2022

Amount in BDT

Particulars	Note	Group		Bank	
		Q3_Y2022	Q3_Y2021	Q3_Y2022	Q3_Y2021
25 Income statement					
Income					
Interest, discount and similar income	26, 28	21,314,763,434	18,777,983,266	21,096,704,486	18,604,445,463
Dividend income	28	47,667,585	45,791,665	45,336,719	44,078,266
Fees, commission and brokerage	29.1	1,680,943,610	1,455,436,245	1,597,571,891	1,368,678,188
Gains less losses arising from dealing in securities	28	8,749,768	2,619,192	8,749,768	2,619,192
Gains less losses arising from investment securities	28.1	14,769,484	704,471,981	4,791,519	637,355,790
Gain less losses arising from dealing in foreign currencies	29.2	1,225,739,207	366,854,276	1,225,739,207	384,039,997
Other operating income	30	205,961,368	477,501,242	152,948,039	125,547,809
		24,498,594,456	21,830,657,868	24,131,841,628	21,166,764,706
Expenses					
Interest, fee and commission	27	13,119,937,424	11,611,578,354	13,122,946,713	11,612,588,608
Losses on loan and advances		-	-	-	-
Administrative expenses	31-38	3,696,789,613	2,982,005,656	3,664,432,967	2,957,119,544
Other operating expenses	39, 40	1,417,869,352	1,041,899,278	1,390,859,287	1,005,847,599
Depreciation on banking assets		730,282,855	678,378,779	723,771,114	671,280,784
		18,964,879,244	16,313,862,067	18,902,010,081	16,246,836,536
Profit before provision		5,533,715,212	5,516,795,801	5,229,831,546	4,919,928,170
26 Interest income					
Term loan-industrial		936,822,838	1,202,556,518	936,822,838	1,202,556,518
Term Loan-Agricultural Loan		19,837,068	17,519,456	19,837,068	17,519,456
Term loan-consumer finance		24,546,310	11,655,966	24,546,310	11,655,966
Term Loan-Housing Finance		4,344,515,489	3,191,594,256	4,344,515,489	3,191,594,256
Term Loan-Transport loan		2,749,759	4,141,004	2,749,759	4,141,004
Term Loan-Lease finance		8,160,386	10,691,481	8,160,386	10,691,481
Term Loan-Foreign Currency (OBU)		77,587,017	77,337,177	77,587,017	77,337,177
Term loan-others		5,035,705,475	4,142,654,457	5,035,705,475	4,142,654,457
Overdrafts		4,870,826,609	4,522,969,564	5,039,026,313	4,705,448,530
Cash credit		1,113,351,897	1,245,970,321	1,113,351,897	1,245,970,321
Credit card		15,296,785	13,460,913	15,296,785	13,460,913
Demand loan		505,948,630	461,433,014	505,948,630	461,433,014
Loan general		20,706,825	89,045,708	20,706,825	89,045,708
Loan against trust receipt (LTR)		202,065,602	279,945,823	202,065,602	279,945,823
Staff loan		24,484,392	29,223,747	24,484,392	29,223,747
Overdue interest		310,403,137	288,042,769	310,403,137	288,042,769
Interest on Margin Loan		375,391,152	356,016,769	-	-
Interest income from loans and advances		17,888,399,371	15,944,258,943	17,681,207,923	15,770,721,140
Inland documentary bill purchased (IDBP)		103,878,606	50,901,642	103,878,606	50,901,642
Usance Bill Discounted (OBU)		2,312,164	3,876,862	2,312,164	3,876,862
Payment against document (cash)		5,749,495	5,151,614	5,749,495	5,151,614
Payment against document (forced)		52,336,909	28,173,221	52,336,909	28,173,221
Payment against document (EDF)		302,186,933	150,191,958	302,186,933	150,191,958
Payment against document (inland)		165,185,084	73,111,356	165,185,084	73,111,356
Payment against document (others)		161,655,934	85,079,476	161,655,934	85,079,476
Interest income from bills paid and discounted		793,305,125	396,486,129	793,305,125	396,486,129
Money at call on short notice		194,695,744	7,035,611	194,695,744	7,035,611
Balance held outside Bangladesh		5,852,686	172,456	5,852,686	172,456
Balance held inside Bangladesh		1,711,641	1,261,164	1,711,641	1,261,164
		18,883,964,567	16,349,214,303	18,676,773,119	16,175,676,500
27 Interest paid on deposits, borrowings etc.					
Interest paid on deposits					
Current deposit		4,460,469,393	3,346,640,672	4,463,478,682	3,347,555,597
Saving bank deposit		347,756,360	436,602,329	347,756,360	436,602,329
Special notice deposit		400,737,552	819,680,514	400,737,552	819,775,844
Fixed deposit		6,197,916,082	5,497,233,451	6,197,916,082	5,497,233,451
Non resident FC deposit		289,131	92,132	289,131	92,132
Resident FC deposit		171,563	164,988	171,563	164,988
Pension savings scheme		646,063,989	574,363,430	646,063,989	574,363,430
Monthly income scheme		488,523,273	658,262,065	488,523,273	658,262,065
Foreign currency deposit		361,883	220,346	361,883	220,346
		12,542,289,226	11,333,259,928	12,545,298,515	11,334,270,182

Amount in BDT

Particulars	Note	Group		Bank	
		Q3_Y2022	Q3_Y2021	Q3_Y2022	Q3_Y2021
Interest paid on borrowings					
Call borrowing		648,516	-	648,516	-
Term borrowing		8,102,369	10,379,509	8,102,369	10,379,509
Repurchase agreement (repo)		-	354,530	-	354,530
Bangladesh Bank- Refinance		36,644,172	43,845,364	36,644,172	43,845,364
Payment against lease obligation		-	79,987	-	79,987
Interest on subordinated bond		395,666,023	114,420,833	395,666,023	114,420,833
Bangladesh Bank- EDF		128,592,608	108,168,811	128,592,608	108,168,811
Bangladesh Bank- LTFF Refinance		7,994,510	1,069,392	7,994,510	1,069,392
		577,648,198	278,318,426	577,648,198	278,318,426
		13,119,937,424	11,611,578,354	13,122,946,713	11,612,588,608
28 Investment income					
Interest income					
Interest on Treasury bills and bonds		2,160,324,084	2,176,779,071	2,160,324,084	2,176,779,071
Interest on reverse repo		8,749,768	2,619,192	8,749,768	2,619,192
Interest on term placement		120,616,324	251,989,892	120,616,324	251,989,892
Interest on debentures		149,858,459	-	138,990,959	-
Gain/(loss) on share sale	28.1	14,769,484	704,471,981	4,791,519	637,355,790
Dividend income - local		47,667,585	45,791,665	45,336,719	44,078,266
		2,501,985,704	3,181,651,801	2,478,809,373	3,112,822,211
28.1 Gain from sale of shares of listed companies					
Gain on share sale		16,332,994	792,099,195	6,355,029	724,983,004
Less: Loss on sale of share		(1,563,509)	(87,627,214)	(1,563,509)	(87,627,214)
		14,769,484	704,471,981	4,791,519	637,355,790
29 Commission, exchange and brokerage					
Commission	29.1	1,633,073,098	1,386,058,953	1,597,571,891	1,368,678,188
Exchange gain/(loss)	29.2	1,225,739,207	366,854,276	1,225,739,207	384,039,997
Brokerage		47,870,513	69,377,292	-	-
		2,906,682,817	1,822,290,522	2,823,311,098	1,752,718,186
29.1 Commission					
Bills purchased (Inland)		55,068	182,152	55,068	182,152
Remittances (inland)		3,225,476	3,812,504	3,225,476	3,812,504
Remittances (foreign)		3,054,942	2,471,686	3,054,942	2,471,686
Letter of guarantee (LG)-local		72,825,836	91,881,351	72,825,836	94,953,351
Letter of credit (back to back)		413,876,372	395,253,769	413,876,372	395,253,769
Letter of credit (cash)		167,663,247	166,770,262	167,663,247	166,770,262
Letter of credit (others)		90,196,415	78,638,249	90,196,415	78,638,249
Wage earners development bond		2,025,125	1,747,813	2,025,125	1,747,813
Local documentary bills collection (LDBC)		2,587,344	1,280,098	2,587,344	1,280,098
Inward foreign documentary bills collection (IFDBC)		229,378,006	166,228,705	229,378,006	166,228,705
Foreign documentary bills collection (FDBC)		224,999	984,100	224,999	984,100
Foreign bills collection (FBC)		13,400	57,737	13,400	57,737
Add confirmation		40,053,603	28,166,221	40,053,603	28,166,221
Bill collection commission OBU		5,827,346	2,400,905	5,827,346	2,400,905
Loan origination fees		88,274,708	102,047,789	88,274,708	102,047,789
Service charge on accounts		178,046,281	129,295,325	178,046,281	128,527,025
Fees and Commission-Cards		167,988,228	86,731,049	167,988,228	86,731,049
Sanchaypatra		28,577,002	20,541,346	28,577,002	20,541,346
Foreign correspondent charges		39,595,667	27,499,621	39,595,667	27,499,621
Negotiation against contract		20,403,130	22,403,350	20,403,130	22,403,350
Rebate from foreign correspondent		42,874,644	37,222,332	42,874,644	37,222,332
Commission others		36,306,258	20,442,590	805,051	758,125
		1,633,073,098	1,386,058,953	1,597,571,891	1,368,678,188

Amount in BDT

Particulars	Note	Group		Bank	
		Q3_Y2022	Q3_Y2021	Q3_Y2022	Q3_Y2021
29.2 Exchange gain/(loss)					
Exchange gain from revaluation of FC		1,225,739,207	366,854,276	1,225,739,207	384,039,997
		1,225,739,207	366,854,276	1,225,739,207	384,039,997
30 Other operating income					
Locker rent		11,590,945	10,357,400	11,590,945	10,357,400
Cheque Book charge recovery		48,506,004	31,448,812	48,506,004	31,448,812
SWIFT charges recovery		10,189,046	12,674,457	10,189,046	12,674,457
Fund transfer fee		8,608,639	9,248,416	8,608,639	9,248,416
Gain/(loss) on sale of fixed assets	40.5	2,072,474	-	2,072,474	-
Miscellaneous earning		75,221,175	64,959,889	71,980,930	61,818,725
		156,188,283	128,688,973	152,948,039	125,547,809
31 Salary and allowances					
Basic salary		1,158,533,329	952,963,854	1,142,656,206	939,817,575
House rent allowance		516,176,981	419,988,729	513,421,727	417,790,292
Conveyance allowance		64,761,804	53,804,465	64,445,761	53,517,554
Medical allowances		112,183,163	91,031,110	111,545,521	90,546,127
Entertainment allowance		22,435,025	25,935,231	22,188,025	25,706,231
Other allowances		54,063,653	64,378,117	53,429,754	63,782,041
Leave encashment		6,749,350	10,943,202	6,749,350	10,943,202
Bonus		206,702,429	240,902,574	205,106,612	239,886,111
Leave fare assistance		85,731,267	73,817,365	85,356,867	73,274,365
Provident fund- Bank's contribution		91,104,723	75,799,822	91,104,723	75,799,822
Contribution to gratuity fund		87,000,000	101,000,000	87,000,000	101,000,000
		2,405,441,724	2,110,564,468	2,383,004,546	2,092,063,320
Total number of employees in the Bank at the 3rd quarter ended 30 September 2022 were 4,829 (Q3 2021: 3,740). Number of employees for the 3rd quarter ended 30 September 2022 who were paid remuneration less than Tk. 36,000 was nil (Q3 2021: nil).					
32 Rent, taxes, insurance, electricity etc.					
Rent paid		367,050,618	191,104,351	365,028,478	189,079,103
Rates & taxes		23,682,128	9,207,311	22,678,007	9,412,889
Insurance premium		219,460,787	188,480,934	219,333,913	188,341,574
Electricity & water		129,499,151	92,029,836	128,035,210	91,430,830
		739,692,684	480,822,432	735,075,608	478,264,396
Total office rent expenses for period ended 30 September 2022 are Tk. 636,166,227. Due to application of IFRS 16: Leases, Tk. 268,339,670 has been distributed as depreciation (Annexure-D) and interest expense (note 40). Required withholding tax and VAT on total rental expense have been deducted and deposited accordingly. Details are disclosed in Note 2.2.1.6.					
33 Legal expenses					
Legal expenses		3,955,363	2,059,682	2,034,431	1,390,000
Professional fees		11,252,257	9,780,758	9,789,936	8,829,772
		15,207,620	11,840,440	11,824,367	10,219,772
34 Postage, stamp, telecommunication etc.					
Postage expenses		21,836,973	9,956,494	21,836,973	9,946,409
Telephone		26,874,031	18,081,583	26,667,916	17,950,831
Communication facilities		96,032,265	49,206,643	95,574,925	48,922,662
		144,743,269	77,244,720	144,079,814	76,819,902
35 Stationery, printing, advertisement etc.					
Printing stationery		17,267,634	1,922,662	17,007,780	1,613,953
Security stationery		17,158,360	12,203,948	17,158,360	12,203,948
Petty stationery		59,973,405	29,129,264	59,973,405	29,129,264
Computer stationery		4,990,658	10,970,771	4,990,658	10,970,771
Advertisement and publicity		265,997,716	223,161,133	265,980,904	223,161,133
		365,387,773	277,387,778	365,111,107	277,079,069

Amount in BDT

Particulars	Note	Group		Bank	
		Q3_Y2022	Q3_Y2021	Q3_Y2022	Q3_Y2021
36 Managing Director's salary					
Basic salary		13,884,750	12,622,500	13,884,750	12,622,500
House rent allowance		900,000	900,000	900,000	900,000
Provident fund- Bank's contribution		1,388,475	1,262,250	1,388,475	1,262,250
Festival bonus		3,394,050	3,085,500	3,394,050	3,085,500
		19,567,275	17,870,250	19,567,275	17,870,250
In addition to the above, the Managing Director was paid BDT 1 million as incentive bonuses in both years.					
37 Directors' fees					
Meeting attendance fees		3,176,800	3,266,400	2,464,000	1,832,000
		3,176,800	3,266,400	2,464,000	1,832,000
Each Director is paid Tk. 8,000 for attending each meeting as per the latest BRPD Circular no. 11, dated 04 October 2015.					
38 Auditors' fees					
Statutory annual audit fees		2,422,469	1,859,168	2,156,250	1,820,835
Interim audit fees		1,150,000	1,150,000	1,150,000	1,150,000
		3,572,469	3,009,168	3,306,250	2,970,835
39 Depreciation and repair of bank's assets					
Depreciation					
Buildings and premises		35,187,516	35,187,516	35,187,516	35,187,516
Right of Use Assets		247,307,157	317,453,949	243,416,571	313,563,363
Wooden furniture		22,291,974	18,736,791	22,223,379	18,668,196
Steel furniture		9,052,494	4,736,349	9,052,494	4,736,349
Computer equipment		107,106,331	73,523,661	105,544,125	71,860,492
Office equipment		35,006,852	19,734,325	35,006,852	19,734,325
Electrical & gas equipment		121,581,134	91,044,287	121,339,578	90,828,356
Leasehold improvement		63,038,595	37,026,761	62,289,798	35,767,046
Vehicles		10,803,383	12,400,478	10,803,383	12,400,478
Soft furnishing		500,931	617,410	500,931	617,410
Software		78,406,487	67,917,254	78,406,487	67,917,254
		730,282,855	678,378,779	723,771,114	671,280,784
Repairs and maintenance					
Property maintenance and repairs		252,181,438	183,403,844	250,430,768	182,282,757
Vehicles maintenance and repairs		36,332,117	30,944,702	36,082,115	30,750,256
		288,513,555	214,348,546	286,512,883	213,033,013
		1,018,796,410	892,727,326	1,010,283,997	884,313,797
40 Other expenses					
Entertainment		33,131,561	17,953,260	32,777,840	17,683,076
Petrol, oil and lubricants	40.1	62,106,441	42,647,911	62,106,441	42,647,261
Training and internship	40.2	5,389,715	4,366,462	5,389,715	4,366,462
Traveling expenses	40.3	42,021,716	17,721,415	41,732,112	17,413,085
Casual and contractual service	40.4	249,654,058	276,347,999	249,560,808	276,093,983
Loss on sales of fixed assets	40.5	-	15,401,856	-	15,401,857
Subscription and donation		18,794,721	31,402,089	18,361,493	30,086,079
Corporate Social Responsibility (CSR)		86,109,522	42,860,226	86,109,522	42,860,226
Books, newspapers and magazines, etc.		616,151	562,368	616,151	556,798
Interest on leased assets		26,918,590	33,147,930	24,923,100	31,003,642
NID verification charge		1,380,791	1,286,866	1,380,791	1,286,866
Reward and recognition		350,000	214,950	350,000	214,950
Uniforms and liveries		506,599	1,530	506,599	1,530
AGM and EGM expense		2,265,860	6,222,866	1,915,860	6,042,066
Business development		13,257,079	4,416,521	13,257,079	4,336,521
Croceries		1,753,229	1,181,932	1,753,229	1,173,087
Security services		217,977,668	153,311,657	216,854,424	152,533,984
Bank charges and commission		21,300,541	16,878,144	8,135,724	5,520,486
Recovery and sales agent		2,807,709	3,541,445	2,807,709	3,541,445
Visa card expense		161,585,031	70,676,592	161,585,031	70,676,592
Branch Charge		9,287,621	8,914,093	9,287,621	8,914,093
Bond & Rights Share issue		36,161,250	38,000,000	36,161,250	38,000,000
Miscellaneous		135,979,944	40,492,618	128,773,906	22,460,497
		1,129,355,797	827,550,731	1,104,346,404	792,814,586

Expenses incurred by the Bank shown in these Financial Statements are inclusive of VAT where applicable as per Value Added Tax and Supplementary Duty Act, 2012.

Amount in BDT

Particulars	Note	Group		Bank	
		Q3_Y2022	Q3_Y2021	Q3_Y2022	Q3_Y2021
40.1 Petrol, oil and lubricants					
Petrol, oil and lubricants - pool car		32,757,480	14,485,555	32,757,480	14,484,905
Petrol, oil and lubricants - car purchase scheme		29,348,961	28,162,356	29,348,961	28,162,356
		62,106,441	42,647,911	62,106,441	42,647,261
40.2	Training and internship expense includes daily allowance and traveling allowances.				
40.3	Traveling expense represents foreign and local travel which include daily allowances and traveling allowance.				
40.4 Casual and contractual service					
Driver salary - car purchase scheme		31,997,245	30,654,311	31,997,245	30,654,311
DSA salary and incentive		129,645,253	101,295,778	129,645,253	101,295,778
Casual and contractual - staff		88,011,560	144,397,910	87,918,310	144,143,894
		249,654,058	276,347,999	249,560,808	276,093,983
40.5 Gain/ (loss) on sales of fixed assets					
Cost of fixed assets sold					
Wooden furniture		5,991,406	2,434,147	5,991,406	2,434,147
Steel furniture		1,265,047	872,709	1,265,047	872,709
Computer equipment		17,836,213	18,527,473	17,836,213	18,527,473
Office equipment		5,062,130	3,285,648	5,062,130	3,285,648
Electrical & gas equipment		18,610,595	31,079,261	18,610,595	31,079,261
Leasehold improvement		9,459,383	13,306,215	9,459,383	13,306,215
Vehicles		4,127,607	4,355,027	4,127,607	4,355,027
Soft furnishing		516,912	330,725	516,912	330,725
Software		40,000	13,000	40,000	13,000
Non-banking assets		-	225,410,120	-	225,410,120
		62,909,293	299,614,324	62,909,293	299,614,324
Less : Accumulated depreciation					
Wooden furniture		5,873,594	2,185,399	5,873,594	2,185,399
Steel furniture		1,167,687	596,276	1,167,687	596,276
Computer equipment		17,827,127	18,342,716	17,827,127	18,342,716
Office equipment		5,046,630	3,285,597	5,046,630	3,285,597
Electrical & gas equipment		18,341,729	30,225,765	18,341,729	30,225,765
Leasehold improvement		8,743,309	10,912,201	8,743,309	10,912,201
Vehicles		4,127,605	4,355,022	4,127,605	4,355,022
Soft furnishing		516,888	325,463	516,888	325,463
Software		39,998	12,999	39,998	12,999
		61,684,566	70,241,437	61,684,566	70,241,437
Written down value		1,224,727	229,372,887	1,224,727	229,372,887
Sale proceeds of above fixed assets		3,297,201	213,971,031	3,297,201	213,971,031
Gain / (loss) on sales of fixed assets		2,072,474	(15,401,856)	2,072,474	(15,401,856)
40.a Details of investment in joint ventures/associates - under equity method					
i) Oman Exchange LLC					
Opening balance		182,723,244	157,380,003	-	-
Add/ (less): Share of post acquisition profit/(loss) during the year		49,773,085	16,881,588	-	-
Add/ (less): Effect of changes in foreign currency exchange rate		16,448,314	717,201	-	-
Closing balance		248,944,643	174,978,792	-	-
ii) Share of post acquisition profit during the year					
Nepal Bangladesh Bank Limited		-	331,930,681	-	-
Oman Exchange LLC		49,773,085	16,881,588	-	-
		49,773,085	348,812,269	-	-
41 Provision for loans, investments and other assets					
Specific provision	15.1	1,663,565,272	51,817,927	1,663,565,272	51,817,927
General provision	15.2	490,385,192	1,277,959,962	490,385,192	1,277,959,962
Provision for off-shore banking unit	15.2	196,017	(1,799,470)	196,017	(1,799,470)
Special general provision COVID-19	15.3	-	-	-	-
Provision for off-balance sheet exposure	15.4	72,663,036	149,762,229	72,663,036	149,762,229
Provision for loans and advances		2,226,809,517	1,477,740,648	2,226,809,517	1,477,740,648
Provision for diminution in value of investments	15.5	72,564,147	1,185,653	72,564,147	1,185,653
Other provisions	41.1	62,974,880	16,686,622	62,974,880	16,686,622
		2,362,348,544	1,495,612,923	2,362,348,544	1,495,612,923

Amount in BDT

Particulars	Note	Group		Bank	
		Q3_Y2022	Q3_Y2021	Q3_Y2022	Q3_Y2021
41.1 Other provisions					
Provision for nostro account		-	87,747	-	87,747
Provision for other assets	15.6	62,974,880	16,598,875	62,974,880	16,598,875
		62,974,880	16,686,622	62,974,880	16,686,622
42 Provision for taxation					
Current tax		2,198,492,346	1,960,011,461	2,139,295,547	1,888,550,000
Deferred tax expense/(income)	42.1	(714,279,346)	(77,892,270)	(713,875,465)	(77,185,421)
		1,484,213,001	1,882,119,190	1,425,420,082	1,811,364,579
42.1 Deferred tax expense/(income)					
Deferred tax on provision for loans and advances (DF & BL)	10.5	(707,401,898)	(69,806,244)	(707,401,898)	(69,806,244)
Deferred tax on fixed assets	10.5	(5,811,778)	(6,801,539)	(5,407,897)	(6,094,689)
Deferred tax on leased assets	10.5	(1,065,670)	(1,284,488)	(1,065,670)	(1,284,488)
		(714,279,346)	(77,892,270)	(713,875,465)	(77,185,421)
43 Receipts from other operating activities					
Rent received		11,590,945	10,357,400	11,590,945	10,357,400
Other receipts		144,597,338	118,331,573	141,357,094	115,190,409
Capital gain/(loss)	28.1	14,769,484	704,471,981	4,791,519	637,355,790
		170,957,767	833,160,955	157,739,558	762,903,599
44 Payments for other operating activities					
Postage, stamp, telecommunication etc.		144,743,269	77,244,720	144,079,814	76,819,902
Rent paid		638,188,367	532,246,055	636,166,227	530,220,807
Rates, taxes & utilities		23,682,128	9,207,311	22,678,007	9,412,889
Insurance premium		219,460,787	188,480,934	219,333,913	188,341,574
Electricity & water		129,499,151	92,029,836	128,035,210	91,430,830
Traveling expenses		42,021,716	17,721,415	41,732,112	17,413,085
Auditors' fees		3,572,469	3,009,168	3,306,250	2,970,835
Directors' fees		3,176,800	3,266,400	2,464,000	1,832,000
Legal expenses		15,207,620	11,840,440	11,824,367	10,219,772
Repairs and maintenance		288,513,555	214,348,546	286,512,883	213,033,013
Other expenses		1,008,885,012	746,342,908	986,864,434	714,604,781
		2,516,950,873	1,895,737,734	2,482,997,217	1,856,299,488
45 (Increase)/decrease of other assets					
Stationery and stamps		28,401,653	42,564,602	28,401,653	42,562,124
Suspense account		1,095,605,167	1,124,569,918	1,088,619,202	1,112,988,358
Advance, deposit and prepayments		1,153,773,195	805,771,926	1,150,276,524	804,222,966
Receivable others		116,822,580	176,058,596	116,437,715	157,867,695
Closing other assets		2,394,602,595	2,148,965,042	2,383,735,094	2,117,641,143
Opening other assets		1,674,720,921	1,977,023,007	1,619,241,161	1,371,440,904
		(719,881,674)	(171,942,035)	(764,493,933)	(746,200,239)
46 Increase/(decrease) of other liabilities					
Withholding Tax payable to government		283,349,556	207,572,415	283,189,349	207,472,048
Withholding VAT payable to government		94,401,371	92,159,748	94,256,729	92,030,946
Excise duty payable to government		10,394,420	12,647,646	10,394,420	12,647,646
Revaluation of investment abroad		125,590,145	30,946,297	125,590,145	30,946,297
Payable against Govt. Bond & Sanchaypatra		81,859,627	99,747,332	81,859,627	99,747,332
Others		400,364,809	197,095,175	402,235,405	196,892,695
Closing other liabilities		995,959,928	640,168,613	997,525,675	639,736,964
Opening other liabilities		1,063,179,253	1,183,801,787	1,062,997,657	1,078,168,240
		(67,219,325)	(543,633,174)	(65,471,982)	(438,431,276)
47 Cash and cash equivalents					
Cash in hand		10,369,985,355	7,206,054,519	10,369,834,983	7,205,942,452
Balance with Bangladesh Bank and its agent Bank (s)		17,567,923,964	17,859,246,555	17,567,923,964	17,859,246,555
Balance with other banks and financial Institutions		6,895,881,584	1,048,932,840	6,876,595,788	1,028,492,775
Money at call and on short notice		4,990,000,000	4,380,000,000	4,990,000,000	4,380,000,000
Prize Bonds		8,636,700	3,296,200	8,636,700	3,296,200
		39,832,427,603	30,497,530,113	39,812,991,435	30,476,977,982

Particulars	Note	Amount in BDT			
		Group		Bank	
		Q3_Y2022	Q3_Y2021	Q3_Y2022	Q3_Y2021
48 Reconciliation of statement of cash flows from operating activities					
Profit before provision				5,229,831,546	4,919,928,170
Add/(less): Adjustment					
Depreciation on fixed asset				645,364,627	603,363,530
Amortization on software				78,406,487	67,917,254
Recovery of written off loans				178,262,263	134,470,143
Interest receivable				666,723,628	(150,245,825)
Interest payable on deposits				683,966,076	271,239,697
Bonus payable				(289,095,140)	-
Rent paid - lease adjustment				(271,137,749)	(341,141,704)
Accrued Expense				188,792,838	157,781,829
Interest on leased assets				24,923,100	31,003,642
				1,906,206,130	774,388,566
Changes in operating assets and liabilities					
Changes in loans & advances				(40,476,475,503)	(31,422,390,620)
Changes in deposit and other accounts				35,559,697,467	30,176,066,847
Changes in other assets				(764,493,933)	(746,200,239)
Changes in other liabilities				(65,471,982)	(438,431,276)
				(5,746,743,952)	(2,430,955,287)
Income tax paid				(2,024,484,828)	(1,417,013,935)
Net cash flows from/(used in) operating activities				(635,191,102)	1,846,347,514
49 Number of ordinary shares outstanding					
Balance at the beginning of the year		1,700,867,561	1,619,873,868	1,700,867,561	1,619,873,868
Add: Bonus share issued		85,043,378	80,993,693	85,043,378	80,993,693
		1,785,910,939	1,700,867,561	1,785,910,939	1,700,867,561
50 Earnings Per Share (EPS)*					
Net profit after tax		1,687,152,973	2,139,063,552	1,442,062,921	1,612,950,668
Number of ordinary shares outstanding		1,785,910,939	1,785,910,939	1,785,910,939	1,785,910,939
Earning Per Share (EPS)		0.94	1.20	0.81	0.90
The consolidated EPS of the Bank as of Q3 Y2022 is lower compared to Q3 Y2021 due to higher provisioning charge and non-recognition of share of profit of one of the associates namely Nepal Bangladesh Bank Limited (NBBL) as IFIC Bank decided to withdraw its investment from NBBL, Nepal.					
51 Net Operating Cash Flow per Share*					
Net cash flows from operating activities		(147,908,549)	2,011,995,905	(635,191,102)	1,846,347,514
Number of ordinary shares outstanding		1,785,910,939	1,785,910,939	1,785,910,939	1,785,910,939
Net Operating Cash Flow per Share		(0.08)	1.13	(0.36)	1.03
The consolidated and separate NOCFPS of the Bank as of Q3 Y2022 is lower compared to Q3 Y2021 due to higher of lending growth than deposits growth.					
52 Net Asset Value (NAV) per Share*					
Net assets value at the end of the year		32,069,667,045	29,861,120,917	28,562,986,942	26,765,877,248
Number of ordinary shares outstanding		1,785,910,939	1,785,910,939	1,785,910,939	1,785,910,939
Net Asset Value (NAV) per Share		17.96	16.72	15.99	14.99

* Previous period's figure has been restated.

Balance with other Banks and Financial Institutions-Outside Bangladesh

as at 30 September 2022

Annexure-A

Name of the Bank and Financial Institutions	Account type	Currency type	30 September 2022			31 December 2021		
			FC amount	Conversion rate	Equivalent BDT	FC amount	Conversion rate	Equivalent BDT
AB Bank Ltd., Mumbai	CD	USD	759,932	101.83	77,382,822	(3,093,469)	85.80	(265,419,648)
Amana Bank, Sri Lanka	CD	USD	6,159	101.83	627,140	34,646	85.80	2,972,649
Bank of Bhutan, Phuentsoling	CD	USD	-	101.83	-	77,927	85.80	6,686,107
Citi Bank N.A. New York	CD	USD	457,144	101.83	46,550,375	(66,669)	85.80	(5,720,201)
Commerz Bank AG, Frankfurt	CD	USD	850,584	101.83	86,613,801	132,949	85.80	11,407,002
Commerz Bank AG, Frankfurt	CD	EUR	30,168	99.14	2,990,684	122,362	97.38	11,915,946
Habib Bank, New York	CD	USD	319,104	101.83	32,493,938	307,824	85.80	26,411,256
Habib Bank AG, Zurich	CD	CHF	16,621	104.30	1,733,554	48,938	93.81	4,590,694
ICIC Bank Ltd., India	CD	USD	428,536	101.83	43,637,201	367,032	85.80	31,491,382
J.P. Morgan Chase Bank AG, Frankfurt	CD	EUR	2,822	99.14	279,725	4,060	97.38	395,347
J.P. Morgan Chase Bank, New York	CD	USD	2,379,056	101.83	245,019,886	3,558,974	85.80	305,359,998
J.P. Morgan Chase Bank, Sydney	CD	AUD	37,905	66.42	2,517,736	115,585	62.20	7,188,947
Mashreq Bank, PSC, India	CD	USD	192,847	101.83	19,637,320	244,784	85.80	21,002,448
Masreq Bank PSC, New York	CD	USD	2,546,601	101.83	259,316,850	879,048	85.80	75,422,310
MCB Bank Ltd, Pakistan	CD	USD	98,350	101.83	10,014,803	127,028	85.80	10,899,038
Nabil Bank Ltd., Nepal	CD	USD	24,241	101.83	2,468,433	278,543	85.80	23,898,988
Sonali Bank Limited, Kolkata	CD	USD	13,714	101.83	1,396,439	13,714	85.80	1,176,629
Standard Chartered Bank, New York	CD	USD	4,169,347	101.83	424,558,741	3,400,262	85.80	291,742,517
Standard Chartered Bank, Mumbai	CD	USD	673,529	101.83	68,584,483	984,646	85.80	84,482,649
Standard Chartered Bank, London	CD	GBP	94,193	110.89	10,445,200	392,179	115.73	45,385,720
Standard Chartered Bank, London	CD	USD	127,957	101.83	13,029,724	122,970	85.80	10,550,818
Standard Chartered Bank, Tokyo	CD	JPY	1,695,126	0.71	1,197,267	4,593,396	0.75	3,428,511
Wells Fargo Bank, New York	CD	USD	1,191,116	101.83	121,289,637	224,400	85.80	19,253,483
Total			16,115,051		1,471,785,759	12,871,128		724,522,589

Details of investment in shares

as at 30 September 2022

Annexure-B

Amount in BDT

Name of the Company	Face value	No. of share	Cost/share	Cost price	Mkt or NAV price/share	Total value	Gain/(loss)
Unquoted shares							
Karma Sangsthan Bank	100	200,000	100.00	20,000,000	211.77	42,354,278	22,354,278
Central Depository Bangladesh Limited	10	2,284,722	10.00	22,847,220	37.27	85,147,469	62,300,249
				42,847,220		127,501,747	84,654,527
Quoted shares							
Under General Fund							
Bangladesh National Insurance Company Limited	10	150,000	65.06	9,758,565	58.60	8,790,000	(968,565)
Bangladesh Submarine Cable Company Limited	10	45,600	231.63	10,562,264	226.20	10,314,720	(247,544)
Beximco Limited	10	4,342,600	84.65	367,619,491	133.20	578,434,320	210,814,829
Beximco Pharmaceuticals Limited	10	3,040,600	105.26	320,041,062	170.10	517,206,060	197,164,998
British American Tobacco Bangladesh Company Limited	10	38,747	539.96	20,921,646	518.70	20,098,069	(823,577)
Doreen Power Generations and Systems Limited	10	95,000	75.42	7,164,891	71.50	6,792,500	(372,391)
Energypac Power Generation Limited	10	619,500	41.90	25,960,000	35.50	21,992,250	(3,967,750)
Fareast Life Insurance Limited	10	979,224	125.11	122,511,641	98.20	96,159,797	(26,351,844)
GPH Ispat Limited	10	50,000	57.78	2,889,170	49.00	2,450,000	(439,170)
Grameenphone Limited	10	28,000	362.25	10,142,947	286.60	8,024,800	(2,118,147)
IDLC Finance Limited	10	496,000	74.64	37,023,277	50.90	25,246,400	(11,776,877)
LafargeHolcim Bangladesh Limited	10	20,000	75.26	1,505,250	75.30	1,506,000	750
Maksons Spinning Mills Limited	10	100,000	28.85	2,885,060	24.50	2,450,000	(435,060)
Malek Spinning Mills Ltd.	10	150,000	40.91	6,136,410	37.90	5,685,000	(451,410)
National Housing Finance & Investment Limited	10	5,288,910	7.38	39,010,000	52.60	278,196,666	239,186,666
Power Grid Company Limited	10	50,000	69.13	3,456,265	53.00	2,650,000	(806,265)
RAK Ceramics (Bangladesh) Limited	10	51,250	50.63	2,594,675	44.50	2,280,625	(314,050)
Renata Limited	10	28,500	1,347.61	38,406,822	1,303.20	37,141,200	(1,265,622)
Salvo Chemical Industry Limited	10	15,000	61.92	928,740	61.80	927,000	(1,740)
Square Pharmaceuticals Ltd.	10	1,795,000	216.13	387,961,874	209.80	376,591,000	(11,370,874)
Square Textile Limited	10	150,000	69.98	10,497,615	67.90	10,185,000	(312,615)
Sumit Power Limited	10	208,545	49.92	10,411,536	34.00	7,090,530	(3,321,006)
TITAS Gas Transmission and Distribution Limited	10	1,665,760	76.60	127,592,706	40.90	68,129,584	(59,463,122)
Unique Hotel and Resorts Limited	10	200,000	105.15	21,029,385	74.90	14,980,000	(6,049,385)
United Power Generation & Distribution Company Ltd.	10	30,000	250.23	7,506,972	235.30	7,059,000	(447,972)
Total				1,594,518,264		2,110,380,521	515,862,257
Under Special Fund as per BB DOS Circular number 1, dated 10 February 2020							
Beximco Pharmaceuticals Limited	10	7,371,650	106.05	781,737,625	170.10	1,253,917,665	472,180,040
Beximco Green-Sukuk Al Istisna'a (Bond)	100	8,000,000	100.00	800,000,000	87.50	700,000,000	(100,000,000)
Total				1,581,737,625		1,953,917,665	372,180,040

Perpetual Bond							
AB Bank Limited	1,000	100,000,000	1,000.00	1,000,000,000	1,000.00	1,000,000,000	-
Mutual funds							
IFIC Bank 1 st Mutual Fund	10	37,951,655	6.59	250,000,000	8.50	322,589,068	72,589,068
ICB Employee 1 st Mutual Fund	10	1,339,500	13.43	17,986,473	8.08	10,827,848	(7,158,625)
				267,986,473		333,416,916	65,430,443
Foreign Investment: In associate/joint venture							
Oman Exchange LLC		627,841	166.44	104,495,014	332.81	208,953,214	104,458,199
				104,495,014		208,953,214	104,458,199
Other foreign Investment							
MCB Bank Limited, Pakistan		175,508	2,464.44	432,528,262	49.25	8,644,119	(423,884,143)
Foreign Investment held for sale				2,288,252,563			
Total foreign investment				2,825,275,840		217,597,333	(319,425,944)
Total				7,312,365,422		5,742,814,181	718,701,323

Required provision for investment in shares Amount in BDT

Particulars	Cost price	Market value	Req. Provision
Unquoted shares	42,847,220	127,501,747	-
Quoted- general Fund ¹	1,594,518,264	2,110,380,521	-
Quoted- under special fund ¹	1,581,737,625	1,953,917,665	-
Mutual funds ²	267,986,473	333,416,916	7,158,625
Sub-total	3,487,089,582	4,525,216,849	7,158,625
Foreign Investment: In associate/joint venture	104,495,014	208,953,214	-
Other foreign investment-MCB Bank Ltd.	432,528,262	8,644,119	423,884,143
Grand Total	4,024,112,859	4,742,814,181	431,042,768

¹ Provision against quoted- general Fund has been made following DOS circular no. 4 dated 24 November 2011

² Provision against Mutual Fund made in line with the directives contained in Bangladesh Bank DOS Circular number 03 and 10 dated 12 March and 28 June 2015 respectively.

Calculation as under:

Name of the Company	No. of share	Cost/Share	NAV/share	NAV x 85%	MV/share	Higher of C & D	(NAVx85%) - CP	Required Provision
	A	B		C	D	E	F=(E-B)	G=(A x F)
IFIC Bank 1 st MF	37,951,655	6.59	10.00	8.50	5.51	8.50	-	-
ICB EP 1 st MF	1,339,500	13.43	9.51	8.08	7.10	8.08	(5.34)	7,158,625
Total provision required								7,158,625

Loans and advances allowed to each customer exceeding 10% of Bank's total capital
as at 30 September 2022

BDT in million

Sl.	Name of the group	Name of clients	Outstanding as on 30 September 2022			Amount classified
			Funded	Non-funded	Total	
1	Uttara	Uttara Traders(Pvt.) Ltd.	4,003.52	4,141.40	8,144.92	-
		Uttara Trade International Ltd.	-	2,937.50	2,937.50	-
Sub Total:			4,003.52	7,078.90	11,082.42	-
2	Silver Line	Silver Composite Textile Mills Ltd.	3,095.15	1,423.00	4,518.15	-
		Silver Line Composite Textile Mill Ltd.	3,270.00	1,570.50	4,840.50	-
		Silver Line Garments Ltd	-	209.60	209.60	-
		Sundarban Air Travel	-	7.50	7.50	-
Sub Total:			6,365.15	3,210.60	9,575.75	-
3		Apollo Trade International Ltd.	-	8,071.20	8,071.20	-
		Sub Total:	-	8,071.20	8,071.20	-
4	ANWAR	Anwar Ispat Ltd.	1,073.45	871.30	1,944.75	-
		Anwar Cement Ltd.	2,819.75	2,964.20	5,783.95	-
Sub Total:			3,893.20	3,835.50	7,728.70	-
5	Knit Concern	Knit Concern Ltd.	2,699.31	2,085.90	4,785.21	-
		KC Apparels Ltd.	130.22	230.20	360.42	-
		Pack Concern Ltd.	62.94	16.30	79.24	-
		KC Lingerie Ltd.	1,364.27	496.40	1,860.67	-
		Zas Concern Ltd.	10.74	9.10	19.84	-
		JMJ Mollah Cold Storage Ltd.	11.06	-	11.06	-
		Surecell Medical (BD) Ltd.	7.75	-	7.75	-
Sub Total:			4,286.29	2,874.80	7,161.09	-
6	Doha-Global	Dohatec Newmedia Ltd.	2,552.44	42.60	2,595.04	-
		Global Voice Telecom Ltd.	2,956.14	1,291.30	4,247.44	-
Sub Total:			5,508.58	1,333.90	6,842.48	-
7	Nassa	Nassa Properties Ltd.	3,839.39	-	3,839.39	-
		Nassa Spinners & Garments	1,418.55	161.20	1,579.75	-
		Nassa Supreme Wash Ltd.	710.06	40.30	750.36	-
Sub Total:			5,968.00	201.50	6,169.50	-
8	Habib Hotel	Habib Hotel International Ltd.	5,852.20	-	5,852.20	-
		Sub Total:	5,852.20	-	5,852.20	-
9	Islam	Islam Garments Ltd.	3,464.24	2,290.00	5,754.24	-
		Islam Knit Designs Ltd.	31.05	2.50	33.55	-
		Euro Jeans Ltd.	44.80	-	44.80	-
Sub Total:			3,540.09	2,292.50	5,832.59	-
10	Pran Group	Agricultural Marketing Ltd.	68.45	-	68.45	-
		Banga Building Materials Ltd.	250.18	1,563.10	1,813.28	-
		Banga Millers Ltd.	47.00	-	47.00	-
		Durable Plastic Ltd.	152.16	-	152.16	-
		Pran Dairy Ltd.	657.69	1,000.50	1,658.19	-
		Advance Trimps Solution BD Ltd.	-	328.50	328.50	-
Sub Total:			1,175.48	4,540.40	5,715.88	-
11	Uttara Jute	Uttara Jute Fibres & Industries Ltd.	5,528.22	53.30	5,581.52	-
		Sub Total:	5,528.22	53.30	5,581.52	-
12	SQ	SQ Celsius Ltd.	3,236.31	380.10	3,616.41	-
		SQ Birichina Ltd.	1,785.55	93.60	1,879.15	-
Sub Total:			5,021.86	473.70	5,495.56	-

Sl.	Name of the group	Name of clients	Outstanding as on 30 September 2022			Amount classified
			Funded	Non-funded	Total	
13	Wisdom	Wisdom Attires Ltd.	4,641.25	516.20	5,157.45	-
		Three Star Farm House	39.22	-	39.22	-
Sub Total:			4,680.47	516.20	5,196.67	-
14	ENA	Ena Properties Ltd.	2,121.40	28.20	2,149.60	99.91
		Northern Power Solutions Ltd.	2,120.22	111.00	2,231.22	-
		Ena Building Products Ltd.	299.40	-	299.40	-
		Sakoatex Ltd.	456.92	9.00	465.92	24.74
Sub Total:			4,997.94	148.20	5,146.14	124.65
15		Northstone Construction & Engineering Ltd.	4,573.01	-	4,573.01	-
Sub Total:			4,573.01	-	4,573.01	-
16	Phonix	Appollo Ispat Complex Ltd.	4,511.74	-	4,511.74	4,511.56
Sub Total:			4,511.74	-	4,511.74	4,511.56
17	Sikder	Powerpac Mutiara Keraniganj Ltd.	2,312.86	-	2,312.86	-
		R & R Holdings Ltd.	2,193.62	-	2,193.62	-
Sub Total:			4,506.48	-	4,506.48	-
18	Six Seasons	Six Seasons Food And Beverage Ltd.	630.67	40.90	671.57	-
		Six Seasons Traders Ltd.	260.43	3,488.00	3,748.43	-
Sub Total:			891.10	3,528.90	4,420.00	-
19		Absolute Construction & Engineering Ltd.	4,395.39	-	4,395.39	-
Sub Total:			4,395.39	-	4,395.39	-
20	Navana	Navana Ltd.	620.16	248.20	868.36	-
		Navana Real Estate Ltd.	3,195.68	-	3,195.68	-
		Navana Interlinks Ltd.	102.00	65.50	167.50	-
		Navana Electronics Ltd.	114.64	4.20	118.84	-
Sub Total:			4,032.48	317.90	4,350.38	-
21		Serve Construction & Engineering Ltd.	4,341.36	-	4,341.36	-
Sub Total:			4,341.36	-	4,341.36	-
22		Sristi Real Estate Ltd.	4,337.22	-	4,337.22	-
Sub Total:			4,337.22	-	4,337.22	-
Grand Total:			92,409.78	38,477.50	130,887.28	4,636.21

Schedule of fixed assets including premises, furniture and fixture
as at 30 September 2022

Annexure - D

Particulars	Cost					Depreciation/Amortization				Written down value as at 30 September 2022
	Balance as at 1 January 2021	Addition during the year	Transfer from CWIP	Disposal during the year	Balance as at 30 September 2022	Balance as at 1 January 2021	Charged during the year	Disposal during the year	Balance as at 30 September 2022	
Land	2,423,609,559			-	2,423,609,559	-	-	-	-	2,423,609,559
Buildings and premises	1,902,617,204				1,902,617,204	469,054,116	35,187,516		504,241,632	1,398,375,572
Right of Use Assets	1,829,246,619				1,829,246,619	756,654,020	243,416,571		1,000,070,590	829,176,029
Wooden furniture	339,565,380	26,699,664		5,991,406	360,273,638	168,279,126	22,223,379	5,873,594	184,628,911	175,644,727
Steel furniture	198,592,399	24,598,263		1,265,047	221,925,616	55,683,381	9,052,494	1,167,687	63,568,189	158,357,427
Computer equipment	1,183,841,452	129,278,431	167,810,303	17,836,213	1,463,093,973	799,705,185	105,544,125	17,827,127	887,422,183	575,671,790
Electrical & gas equipment	1,400,699,530	191,112,232	13,159,190	18,610,595	1,586,360,357	651,266,220	121,339,578	18,341,729	754,264,069	832,096,288
Office equipment	386,456,865	89,770,050	3,360,000	5,062,130	474,524,785	241,684,666	35,006,852	5,046,630	271,644,887	202,879,898
Leasehold improvement	814,168,535	282,579,429		9,459,383	1,087,288,581	244,997,237	62,289,798	8,743,309	298,543,726	788,744,855
Vehicles	219,419,429	3,133,000		4,127,607	218,424,822	183,315,135	10,803,383	4,127,605	189,990,913	28,433,909
Software	1,162,925,786	130,194,612	162,107,453	40,000	1,455,187,851	493,340,660	78,406,487	39,998	571,707,149	883,480,702
Soft furnishing	13,187,132	614,815		516,912	13,285,035	12,192,184	500,931	516,888	12,176,228	1,108,807
	11,874,329,890	877,980,496	346,436,946	62,909,293	13,035,838,040	4,076,171,929	723,771,114	61,684,566	4,738,258,477	8,297,579,563
Capital work in progress *	124,720,260	347,015,142	(346,436,946)		125,298,456	-	-	-	-	125,298,456
Total	11,999,050,150	1,224,995,638	-	62,909,293	13,161,136,496	4,076,171,929	723,771,114	61,684,566	4,738,258,477	8,422,878,019

* Capital work in progress represents the amount paid for Card Management, ERP Solution and different types of Software.

Particulars	Cost					Depreciation/Amortization				Written down value as at 31 December 2021
	Balance as at 1 January 2021	Addition during the year	Transfer from CWIP	Disposal during the year	Balance as at 31 December 2021	Balance as at 1 January 2021	Charged during the year	Disposal during the year	Balance as at 31 December 2021	
Land	2,423,609,559			-	2,423,609,559	-	-	-	-	2,423,609,559
Buildings and premises	1,902,617,204				1,902,617,204	422,008,536	47,045,580		469,054,116	1,433,563,088
Right of Use Assets	1,938,582,527	286,833,602		396,169,510	1,829,246,619	584,125,725	399,082,663	226,554,368	756,654,020	1,072,592,599
Wooden furniture	287,581,539	56,839,622		4,855,781	339,565,380	147,092,121	25,573,351	4,386,345	168,279,126	171,286,254
Steel furniture	111,193,993	54,150,007	34,794,237	1,545,838	198,592,399	49,804,274	7,109,923	1,230,816	55,683,381	142,909,018
Computer equipment	1,049,746,984	114,394,766	63,446,495	43,746,793	1,183,841,452	743,955,942	99,277,886	43,528,643	799,705,185	384,136,268
Electrical & gas equipment	1,085,482,116	353,769,019		38,551,605	1,400,699,530	562,544,470	126,176,104	37,454,354	651,266,220	749,433,310
Office equipment	290,404,959	95,556,327	6,892,189	6,396,610	386,456,865	219,524,399	28,555,215	6,394,948	241,684,666	144,772,199
Leasehold improvement	508,637,207	280,619,980	43,274,460	18,363,112	814,168,535	208,944,409	51,320,219	15,267,391	244,997,237	569,171,298
Vehicles	212,708,501	11,065,955		4,355,027	219,419,429	171,833,744	15,836,413	4,355,022	183,315,135	36,104,294
Software	1,107,209,905	23,420,561	32,308,320	13,000	1,162,925,786	402,183,786	91,169,873	12,999	493,340,660	669,585,126
Soft furnishing	12,960,055	619,430		392,353	13,187,132	11,745,436	833,836	387,087	12,192,184	994,948
	10,930,734,549	1,277,269,269	180,715,701	514,389,628	11,874,329,891	3,523,762,842	891,981,061	339,571,974	4,076,171,929	7,798,157,961
Capital work in progress *	88,200,413	217,235,548	(180,715,701)	-	124,720,260	-	-	-	-	124,720,260
Total	11,018,934,962	1,494,504,817	-	514,389,628	11,999,050,150	3,523,762,842	891,981,061	339,571,974	4,076,171,929	7,922,878,221

* Capital work in progress represents the amount paid for Centralized Security Monitoring, Fusion Banking Essence and different types of Software.

Computation of Risk Weighted Assets
Annexure -E

Solo Basis

as at 30 September 2022

1.0 Risk Weighted Assets for Credit Risk Balance Sheet Exposures
BDT in Million

Sl.	Exposure Type	Rating	Risk Weight	Exposure	RWA
1	2	3	4	5	6 = (4x5)
a.	Cash		0	10,369.83	-
b.	Claims on Bangladesh Government (other than PSEs) and Bangladesh Bank		0	62,328.03	-
c.	Claims on other Sovereigns & Central Banks		0.5	-	-
d.	Claims on Bank for International Settlements, International Monetary Fund and European Central Bank		0	-	-
e.	Claims on Multilateral Development Banks (MDBs):			-	
	i) IBRD, IFC, ADB, EBRD, IADB, EIB, EIF, NIB, CDB, IDB, CEDB		0	-	-
	ii) Others MDBs	1	0.20	-	-
		2,3	0.50	-	-
		4,5	1.00	-	-
		6	1.50	-	-
		Unrated	0.50	-	-
f.	Claims on Public Sector Entities (other than Government) in Bangladesh	1	0.20	-	-
		2,3	0.50	-	-
		4,5	1.00	-	-
		6	1.50	-	-
		Unrated	0.50	20.00	10.00
g.	Claims on Banks and NBFIs			-	
	i) Maturity over 3 months	1	0.20	786.05	157.21
		2,3	0.50	111.33	55.67
		4,5	1.00	27.37	27.37
		6	1.50	-	-
		Unrated	1.00	166.85	166.85
	ii) Maturity less than 3 months		0.20	12,727.60	2,545.52
h.	Claims on Corporate (excluding equity exposure)	1	0.20	14,409.38	2,881.88
		2	0.50	38,382.48	19,191.24
		3,4	1.00	91,189.24	91,189.24
		5,6	1.50	-	-
		Unrated	1.25	19,013.39	23,766.74
h(1)	Claims on SME	SME 1	0.20	-	-
		SME 2	0.40	1,626.71	650.68
		SME 3	0.60	5,685.28	3,411.17
		SME 4	0.80	2,883.23	2,306.59
		SME 5	1.20	-	-
		SME 6	1.50	-	-
		Unrated (small enterprise & <BDT 3m)	0.75	1,909.33	1,432.00
		Unrated (small enterprise having ≥ BDT 3m&Medium enterprise)	1.00	6,643.00	6,643.00

Sl.	Exposure Type	Rating	Risk Weight	Exposure	RWA
i.	Claims under Credit Risk Mitigation	PSE		-	-
		Banks & NBFIs		-	-
		Corporate		15,773.88	6,355.07
		Retail		633.43	17.32
		SME		462.50	28.61
		Consumer finance		4,176.91	2,232.81
		Residential property		7,474.12	487.53
		Commercial real estate		-	-
j.	Claims categorized as retail portfolio (excluding SME, Consumer Finance and Staff loan) up to 1 crore		0.75	1,176.30	882.23
k.	Consumer finance		1.00	3,910.12	3,910.12
l.	Claims fully secured by residential property		0.50	80,653.48	40,326.74
m.	Claims fully secured by Commercial real estate		1.00	17,837.37	17,837.37
n.	1. Past Due Claims that is past due for 60 days or more (Risk weights are to be assigned net of specific provision):			-	
	i) Where specific provisions are less than 20 percent of the outstanding amount of the past due claim		1.50	14,030.53	21,045.79
	ii) Where specific provisions are no less than 20 percent of the outstanding amount of the past due claim		1.00	4,923.41	4,923.41
	iii) Where specific provisions are more than 50 percent of the outstanding amount of the past due claim		0.50	381.68	190.84
	2. Claims fully secured against residential property that are past due for more than 60 days and/or impaired and specific provision held there-against is less than 20% of outstanding amount		1.00	3,637.95	3,637.95
3. Loans and claims fully secured against residential property that are past due for more than 60 days and/or impaired and specific provision held there-against is no less than 20% of outstanding amount		0.75	161.81	121.35	
o.	Capital Market Exposure		1.25	-	-
p.	Investment in equity and other regulatory capital instruments issued by other banks and merchant Banks/Brokerage Houses/Exchange Houses which are not listed in the Stock Exchanges (other than those deducted from capital) held in banking book		1.25	1,127.34	1,409.18
q.	Investments in venture capital		1.50	-	-
r.	Investments in premises, plant and equipment and all other fixed assets		1.00	8,422.88	8,422.88
s.	Claims on all fixed assets under operating lease		1.00	101.45	101.45
t.	All other assets			-	-
	i) Claims on GoB & BB		0.00	1,111.07	-
	ii) Staff loan/Investment		0.20	990.68	198.14
	iii) Cash items in Process of Collection		0.20	-	-
	iv) Claims on Off-shore Banking Units (OBU)		1.00	-	-
	v) Other assets (net off specific provision, if any)		1.00	6,615.60	6,615.60
Sub-Total				441,881.62	273,179.52

2.0 Risk Weighted Amount for Credit Risk Off-Balance Sheet Exposures
BDT in Million

Sl. No.	Exposure Type	BB's Rating Grade*	Risk Weight	Exposure	RWA
1	2	3	4	5	6 = (4x5)
a)	Claims on Bangladesh Government and Bangladesh Bank		0		
b)	Claims on other Sovereigns & Central Banks*				
c)	Claims on Bank for International Settlements, International Monetary Fund and European Central Bank		0		
d)	Claims on Multilateral Development Banks (MDBs):				
	i) IBRD, IFC, ADB, AFDB, EBRD, IADB, EIB, EIF, NIB, CDB, IDB, CEDB		0		
	ii) Others MDBs	1	0.20		
		2,3	0.50		
		4,5	1.00		
		6	1.50		
		Unrated	0.50		
e)	Claims on Public Sector Entities (other than Government) in Bangladesh	1	0.20		
		2,3	0.50		
		4,5	1.00		
		6	1.50		
		Unrated	0.50		
f)	Claims on Banks & NBFIs				
	i) Maturity over 3 months	1	0.20		
		2,3	0.50		
		4,5	1.00		
		6	1.50		
		Unrated	0.50		
	ii) Maturity less than 3 months		0.20		
g)	Claims on Corporate (excluding equity exposure)	1	0.20	9,755.82	1,951.16
		2	0.50	11,000.48	5,500.24
		3,4	1.00	10,224.79	10,224.79
		5,6	1.50	-	-
		Unrated	1.25	14,463.53	18,079.41
h)	Claims under retail exposure		0.75	13.09	9.82
h(1)	Claims under SME Credit Rating-wise exposure	1	0.20	-	-
		2	0.40	153.75	61.50
		3	0.60	832.53	499.52
		4	0.80	303.67	242.93
		5	1.20	-	-
		6	1.50	-	-
		Unrated (small enterprise & <BDT 3.00m)	0.75	54.62	40.97
		Unrated (small enterprise having ≥ BDT 3.00m & Medium enterprise)	1.00	476.29	476.29
i)	Consumer Loan		1.00		
j)	Claims fully secured by residential property		0.50		
k.)	Claims fully secured by commercial real estate		1.00		
l)	Investments in venture capital		1.50		
m)	All other assets		1.00		
Sub-Total				47,278.56	37,086.63

3.0 Capital Charge for Market Risk (Balance Sheet Exposures)

BDT in Million

Sl. No.	Market Risk	Capital Charge	Risk Weight	RWA
a	Interest Rate Related Instruments	6.92	10.00	69.05
b	Equities	853.47	10.00	8,534.72
c	Foreign Exchange Position	160.31	10.00	1,603.09
d	Commodities	-	-	-
Sub-Total		1,020.70		10,206.97

4.0 Capital Charge for Operational Risk (Basic Indicator Approach)

Sl. No.	Operational Risk	Capital Charge	Risk Weight	RWA
a	Gross Income	1,335.11	10.00	13,351.09
Sub-Total		1,335.11	10.00	13,351.09
Grand Total Risk Weighted Assets				333,824.21

Name of Directors and their interest in different entities
as at 30 September 2022

SI No.	Name	Status with the Bank	Status with interested entities	Name of the firms/companies in which they have interest
1	Mr. Salman F Rahman	Chairman	Chairman	Bangladesh Enterprise Institute
			Chairman	Abahani Limited
			Vice Chairman	Bangladesh Export Import Co. Ltd.
			Vice Chairman	Beximco Pharmaceuticals Ltd.
			Vice Chairman	Beximco Synthetics Ltd.
			Vice Chairman	Shinepukur Ceramics Ltd.
			Vice Chairman	Independent Television Ltd.
			Vice Chairman	Beximco Holdings Ltd.
			Vice Chairman	Beximco Computers Ltd.
			Vice Chairman	Beximco Pharma Center for Bio & Industrial Research Ltd.
			Vice Chairman	Beximco Property Development and Management Ltd.
			Vice Chairman	Sonali Ansh Limited
			Vice Chairman	Esses Exporters Ltd.
			Shareholder	Beximco Power Company Ltd.
Shareholder	Beximco Engineering Ltd.			
Shareholder	I & I Services Ltd.			
2	Mr. Ahmed Shayan Fazlur Rahman	Vice-Chairman	Chairman	Beximco Communications Limited
			Chairman	Escorp LPG Limited
			Chairman	Beximco Petroleum Limited
			Chairman	Escorp Cylinders Limited
			Chairman (Nominee Director)	Beximco LPG Unit-1 Limited
			Chairman (Nominee Director)	Beximco LPG Unit-2 Limited
			Chairman (Nominee Director)	Giga Tech Limited
			Managing Director (Nominee Director)	Beximco Power Company Limited
			Managing Director (Nominee Director)	Escorp Holdings Limited
			Managing Director (Nominee Director)	OK Company Limited
			Managing Director	Eses Holdings Limited
			Shareholder	Crescent Fashion and Design Limited
			Shareholder	SFR Estates Limited
Stakeholder	New Dacca Industries Limited			
3	Mr. A. R. M. Nazmus Sakib	Director	Chairman (Nominated by IFIC Bank)	IFIC Money Transfer (UK) Limited
			Director (Nominated by IFIC Bank)	Nabil Bank Limited, Nepal
			Director (Nominated by IFIC Bank)	Oman Exchange LLC
			Director (Nominated by IFIC Bank)	IFIC Investment Limited
			Stakeholder	Tradenext International Limited
4	Ms. Rabeya Jamali	Independent Director	Director (Nominated by IFIC Bank)	IFIC Investment Limited
			Director (Nominated by IFIC Bank)	IFIC Money Transfer (UK) Limited
			Partner	Jamali & Morshed
			Independent Director	Confidence Cement Limited

SI No.	Name	Status with the Bank	Status with interested entities	Name of the firms/companies in which they have interest
5	Mr. Sudhangshu Shekhar Biswas	Independent Director	Director (Nominated by IFIC Bank)	IFIC Securities Limited
			Alternate Director (Nominated by IFIC Bank)	Oman Exchange LLC
6	Ms. Quamrun Naher Ahmed	Govt. nominated Director	Chairman (Nominated by IFIC Bank)	IFIC Securities Limited
			Director (Nominated by IFIC Bank)	IFIC Money Transfer (UK) Limited
			Director (Nominated by IFIC Bank)	Beximco Pharmaceuticals Ltd.
			Member (Nominated by Govt. of Bangladesh)	National River Conservation Commission
7	Mr. Md. Zafar Iqbal, ndc	Govt. nominated Director	Chairman (Nominated by IFIC Bank)	IFIC Investment Limited
			Director (Nominated by IFIC Bank)	IFIC Money Transfer (UK) Limited
			Alternate Director (Nominated by IFIC Bank)	Oman Exchange LLC
			Additional Secretary (On PRL)	Ministry of Public Administration, Bangladesh Secretariat
8	Mr. Md. Golam Mostofa	Govt. nominated Director	Director (Nominated by IFIC Bank)	IFIC Securities Limited
			Additional Secretary	Finance Division, Ministry of Finance, Bangladesh Secretariat
9	Mr. Mohammad Shah Alam Sarwar	Managing Director	Director (Nominated by IFIC Bank)	Oman Exchange LLC
			Director (Nominated by IFIC Bank)	IFIC Money Transfer (UK) Limited
			Director (Nominated by IFIC Bank)	IFIC Securities Limited

Related party transactions

- Significant contracts with the Bank wherein Directors have interest during the year is nil.
- Share issued to Directors and Executive without consideration or exercisable at a discount is nil.
- The details of the related party transactions are as follows:

Nature of Transaction	Amount in BDT	
	As at and for the year ended 30 September 2022	31 December 2021
1) Name of the Party : IFIC Securities Limited		
A. Capital investment	2,199,994,000	2,199,994,000
B. Current & SND Account	64,520,250	111,347,480
C. BO account balance	394,298	930,553
D. Loan	2,549,135,311	2,704,872,849
2) Name of the Party : IFIC Money Transfer (UK) Limited		
Relationship with the company : Subsidiary		
Capital investment	33,267,390	34,718,100
3) Name of the Party : IFIC Investment Limited		
Relationship with the company : Subsidiary		
A. Capital investment	399,994,000	399,994,000
B. Current & SND Account	76,513,732	368,410,705
4) Name of the Party : Oman Exchange LLC		
Relationship with the company : Associate		
Capital investment	104,495,014	88,046,700

5) Name of the Party : IFIC Gratuity fund		
Saving Account	39,172,550	132,905,567
6) Name of the Party : IFIC Provident fund		
Saving Account	54,926,758	35,735,646

iv) Lending facility of Director and their related concern:

Name of the Borrower	Related Director	Relation with the Bank	Loan Type & Date of expiry	Relation with Borrower	Amount
Beximco Computers Limited	Mr. Salman F Rahman	Chairman	Guarantee (06.01.23)	Vice Chairman	563,040
Beximco Foods Limited	Mr. Salman F Rahman	Chairman	LC	Chairman	1,410,000
Ms. Rabeya Jamali	-	Independent Director	Credit Card (31.12.2026)	-	99,992

This facilities are allowed at 100% margin in the form of FDR other than Credit Card.

In case of approval of Loan to related parties, the Bank follows the BRPD circular no. 04 dated 23 February 2014 and requirement of section 27(1) of the Banking Companies Act 1991 as amended.

v) Business other than banking business with any related concern of the Directors as per section 18(2) of Bank Companies Act 1991:

Bank has executed maintenance agreement with Beximco Computers Limited for maintenance of Nostro Reconciliation Software with a fees of BDT 70,000 per year, Bangladesh Bank Taka Account Reconciliation software with a fees of BDT 70,000 per year and Bangladesh Bank Foreign Exchange Return software with a fee of BDT 95,000 per month and also an agreement with Giga Tech Limited for implementation of EKYC Solution with a fees of BDT 47,627,904. Bank has also a service agreement with Bangladesh Export Import Co. Limited for Broadband Internet Service with a fees of BDT 100,000 per month. Bank also paid BDT 6,293,285 and BDT 387,000 to Independent Television Ltd and Akash DTH in the period ended 30 September 2022.

vi) Investment in the securities of Director and their related concern:

Investee Entity	Related Director	Relation with the Bank	Relation with Investee Entity	Investment at Cost
Beximco Pharmaceuticals Limited	Mr. Salman F Rahman	Chairman	Vice Chairman	1,101,778,687
Beximco Limited	Mr. Salman F Rahman	Chairman	Vice Chairman	367,619,491
Beximco Green-Sukuk Al Istisna'a	Mr. Salman F Rahman	Chairman	Vice Chairman	800,000,000

Disclosure on Audit Committee of the Bank

Annexure -G

a) Particulars of members of the Audit Committee

Sl.	Name	Status with the Bank	Status	Educational Qualification
1	Ms. Rabeya Jamali	Independent Director	Chairman/ Chairperson	L.L.B. (Hons), L.L.M. in Banking and Financial Law
3	Mr. Sudhangshu Shekhar Biswas	Independent Director	Member	BA (Hons), MA (Economics)
4	Mr. Md. Zafar Iqbal, ndc	Director	Member	B. Com (Hons), M. Com (Accounting), MBA, Masters in Economics

b) Particulars of meetings held by the Audit Committee during the period from 01 January to 30 September 2022

Sl.	Meeting No	Meeting held on
1	180th Audit Committee Meeting	13.01.2022
2	181st Audit Committee Meeting	27.01.2022
3	182nd Audit Committee Meeting	30.01.2022
4	183rd Audit Committee Meeting	23.02.2022
5	184th Audit Committee Meeting	16.03.2022
6	185th Audit Committee Meeting	31.03.2022
7	186th Audit Committee Meeting	12.04.2022
8	187th Audit Committee Meeting	09.05.2022
9	188th Audit Committee Meeting	02.06.2022
10	189th Audit Committee Meeting	26.06.2022
11	190th Audit Committee Meeting	27.07.2022
12	191st Audit Committee Meeting	30.08.2022

Evaluation of the Audit Committee regarding strengthening of Internal Control System

The Internal Control & Compliance Division (ICCD) of the Bank reviews the Internal Control System of the Bank and ensures that the internal controls are being properly managed and supervised throughout all Divisions, Branches and Uposhakhas of the Bank.

As per guideline of Bangladesh Bank, the Audit Committee, in the meetings held during the period ended 30 September 2022, reviewed and evaluated various issues/reports/findings on financial reporting process, the system of internal control, the audit process and the process for monitoring compliance with laws and regulations and its own code of business conduct submitted by ICCD.

During the discussion on some memo(s) and Compliance Report, the Committee has advised the Management to devise a system for arresting occurrence of the irregularities on a recurring basis and ICCD of the Bank has also been advised to take necessary steps for rectification of all irregularities as mentioned in the memo(s)/reports at the earliest. The committee has also advised the Head of ICC to formulate a matrix/format to monitor status of compliance on a regular basis and devise some innovative tools/system for reducing number of irregularities in the Branches/Uposhakhas as well as enabling them to monitor up-to-date status of compliance.

All audited/Un-audited yearly/quarterly Financial Statements submitted during the period ended 30 September 2022 have been explained and endorsed to the Audit Committee whether the statements reflect the complete and concrete information, and whether the statements are prepared according to the existing rules & regulations and standards enforced in the country and as per relevant prescribed accounting standards set by Bangladesh Bank and Bangladesh Securities and Exchange Commission.

The Committee has submitted compliance reports to the Board on a quarterly basis during the period ended 30 September 2022 regarding compliance with recommendations made in internal and external audit reports and the Bangladesh Bank inspection reports.

Segment Reporting

Annexure - H

The Bank reports its operations under geographical location and business segment as per IFRS:8 *Operating Segment*
Profit and Loss Account for the period ended 30 September 2022

Amount in BDT

Particulars	IFIC Bank Limited				Subsidiaries			Associates	Adjustment	Consolidated
	Inside Bangladesh		Adjustment	Total	IFIC Securities Limited	IFIC Investment Limited	IFIC Money Transfer (UK) Limited			
	Conventional Banking	Off-Shore Banking Unit								
Interest income	18,596,873,938	79,899,181	-	18,676,773,119	375,391,152	-	-	-	(168,199,704)	18,883,964,567
Interest paid on deposits and borrowings, etc.	13,122,946,713	52,102,485	(52,102,485)	13,122,946,713	168,199,704	-	-	-	(171,208,994)	13,119,937,424
Net interest income	5,473,927,225	27,796,696	(52,102,485)	5,553,826,406	207,191,448	-	-	-	3,009,289	5,764,027,143
Investment income	2,478,809,373	-	-	2,478,809,373	6,908,439	16,267,893	-	-	-	2,501,985,704
Commission, exchange and brokerage	2,820,916,577	2,394,521	-	2,823,311,098	47,870,513	-	35,501,207	-	-	2,906,682,817
Other operating income	149,515,214	3,432,825	-	152,948,039	2,829,249	3,009,289	410,996	-	(3,009,289)	156,188,283
	5,449,241,163	5,827,346	-	5,455,068,509	57,608,201	19,277,182	35,912,203	-	(3,009,289)	5,564,856,805
Total operating income	10,923,168,388	33,624,042	(52,102,485)	11,008,894,915	264,799,648	19,277,182	35,912,203	-	0	11,328,883,948
Salary and allowances	2,383,004,546	-	-	2,383,004,546	9,178,721	3,780,335	9,478,122	-	-	2,405,441,724
Rent, taxes, insurance, electricity, etc.	735,075,608	-	-	735,075,608	776,109	-	3,840,967	-	-	739,692,684
Legal expenses	11,824,367	-	-	11,824,367	594,825	-	2,788,428	-	-	15,207,620
Postage, stamps, telecommunication, etc.	144,079,814	-	-	144,079,814	530,640	-	132,814	-	-	144,743,269
Stationery, printing, advertisement, etc.	365,111,107	-	-	365,111,107	181,864	4,130	90,672	-	-	365,387,773
Managing Director's salary	19,567,275	-	-	19,567,275	-	-	-	-	-	19,567,275
Directors' fees	2,464,000	-	-	2,464,000	404,800	308,000	-	-	-	3,176,800
Auditors' fees	3,306,250	-	-	3,306,250	188,594	77,625	-	-	-	3,572,469
Depreciation and repairs of Bank's assets	1,010,283,997	-	-	1,010,283,997	6,889,212	250,002	1,373,199	-	-	1,018,796,410
Other expenses	1,104,346,404	-	-	1,104,346,404	9,944,604	331,704	14,733,085	-	-	1,129,355,797
Total operating expenses	5,779,063,368	-	-	5,779,063,368	28,689,369	4,751,796	32,437,287	-	-	5,844,941,821
Operating profit	5,144,105,019	33,624,042	(52,102,485)	5,229,831,546	236,110,279	14,525,386	3,474,915	-	0	5,483,942,127
Share of profit of joint ventures/associates	-	-	-	-	-	-	-	49,773,085	-	49,773,085
Profit before provision	5,144,105,019	33,624,042	(52,102,485)	5,229,831,546	236,110,279	14,525,386	3,474,915	49,773,085	0	5,533,715,212
Provision against loans and advances	2,226,809,517	-	-	2,226,809,517	-	-	-	-	-	2,226,809,517
Provision for diminution in value of investments	72,564,147	-	-	72,564,147	-	-	-	-	-	72,564,147
Provisions for other assets	62,974,880	-	-	62,974,880	-	-	-	-	-	62,974,880
Total provision	2,362,348,544	-	-	2,362,348,544	-	-	-	-	-	2,362,348,544
Profit before taxation	2,781,756,476	33,624,042	(52,102,485)	2,867,483,003	236,110,279	14,525,386	3,474,915	49,773,085	0	3,171,366,668
Provision for taxation	-	-	-	-	-	-	-	-	-	-
Current tax	2,139,295,547	-	-	2,139,295,547	58,656,760	540,039	-	-	-	2,198,492,346
Deferred tax	(713,875,465)	-	-	(713,875,465)	(403,881)	-	-	-	-	(714,279,346)
	1,425,420,082	-	-	1,425,420,082	58,252,879	540,039	-	-	-	1,484,213,001
Net profit after taxation	1,356,336,394	33,624,042	(52,102,485)	1,442,062,921	177,857,400	13,985,347	3,474,915	49,773,085	0	1,687,153,668

The Bank reports its operations under geographical location and business segment as per IFRS:8 Operating Segment
Balance Sheet as at 30 September 2022

Particulars	IFIC Bank Limited				Subsidiaries			Associates	Adjustment	IFIC Bank & it's subsidiaries	Amount in BDT
	Inside Bangladesh		Adjustment	Total	IFIC Securities Limited	IFIC Investment Limited	IFIC Exchange (UK) Ltd.	Oman Exchange LLC			
	Conventional Banking	Off- Shore Banking Unit									
PROPERTY AND ASSETS											
Cash	27,937,758,947	-	-	27,937,758,947	75,226	7,924	67,222	-	-	-	27,937,909,319
Balance with other banks and financial institute	6,876,595,788	82,721,047	(82,721,047)	6,876,595,788	64,520,250	-	19,680,094	-	(64,914,548)	-	6,895,881,584
Money at call and on short notice	4,990,000,000	-	-	4,990,000,000	-	-	-	-	-	-	4,990,000,000
Investments	55,530,032,865	-	-	55,530,032,865	3,198,238,330	477,917,018	-	-	2,468,057,325	-	61,674,245,538
Loans and advances	342,777,678,412	2,081,946,760	-	344,859,625,172	3,962,038,806	-	-	-	(2,549,135,311)	-	346,272,528,667
Fixed assets	8,422,878,019	-	-	8,422,878,019	37,551,320	-	25,404	-	-	-	8,460,454,744
Other assets	7,469,451,646	-	-	7,469,451,646	177,652,645	3,037,500	7,358,643	-	(2,633,255,390)	-	5,024,245,044
Non-banking assets	148,474,800	-	-	148,474,800	-	-	-	-	-	-	148,474,800
Total Assets	454,152,870,477	2,164,667,807	(82,721,047)	456,234,817,237	7,440,076,577	480,962,442	27,131,363	-	(2,779,247,924)	-	461,403,739,695
LIABILITIES AND CAPITAL											
Borrowings from other banks, financial institutio	21,106,690,999	2,125,672,025	(2,125,672,025)	21,106,690,999	2,549,135,311	-	-	-	(2,549,135,311)	-	21,106,690,999
Subordinated debt	10,700,000,000	-	-	10,700,000,000	-	-	-	-	-	-	10,700,000,000
Deposits and other accounts	369,427,409,248	-	-	369,427,409,248	52,651,700	-	-	-	(141,500,398)	-	369,338,560,550
Other Liabilities	26,432,358,308	5,371,741	-	26,437,730,049	1,740,925,397	(54,541)	10,203,390	-	-	-	28,188,804,295
Total Liabilities	427,666,458,555	2,131,043,766	(2,125,672,025)	427,671,830,296	4,342,712,408	(54,541)	10,203,390	-	(2,690,635,709)	-	429,334,055,844
Capital/Shareholders' equity											
Paid up capital	17,859,109,390	-	-	17,859,109,390	2,200,000,000	-	31,363,199	-	(2,231,363,199)	-	17,859,109,390
Statutory reserve	7,757,784,033	-	-	7,757,784,033	-	-	-	-	-	-	7,757,784,033
General reserve	155,071,397	-	-	155,071,397	-	-	-	-	-	-	155,071,397
Revaluation reserve against securities	80,926,888	-	-	80,926,888	-	-	-	-	-	-	80,926,888
Revaluation reserve against fixed assets	96,309,954	-	-	96,309,954	-	-	-	-	-	-	96,309,954
Foreign currency translation reserve	-	-	-	-	-	-	2,928,243	219,843,669	-	-	222,771,912
Surplus in profit and loss account	2,613,785,280	33,624,042	(33,624,042)	2,613,785,280	895,457,535	157,600,469	(17,363,469)	2,375,825,506	(127,611,851)	-	5,897,693,471
	28,562,986,942	33,624,042	(33,624,042)	28,562,986,942	3,095,457,535	157,600,469	16,927,973	2,595,669,175	(2,358,975,050)	-	32,069,667,045
Minority Interest	-	-	-	-	8,442	8,364	-	-	-	-	16,806
Total shareholders' equity	28,562,986,942	33,624,042	(33,624,042)	28,562,986,942	3,095,465,977	157,608,833	16,927,973	2,595,669,175	(2,358,975,050)	-	32,069,683,851
Total liabilities and shareholders' equity	456,229,445,497	2,164,667,808	(2,159,296,067)	456,234,817,238	7,438,178,385	157,554,292	27,131,363	2,595,669,175	(5,049,610,759)	-	461,403,739,695

**Financial highlights of the Bank (solo basis)
as at and for the period ended 30 September 2022**

Sl.	Particulars	Currency/ percentage	30 September 2022	31 December 2021
1	Paid up capital	BDT	17,859,109,390	17,008,675,610
2	Total capital	BDT	43,065,805,364	39,405,959,028
3	Capital surplus/(deficit)	BDT	1,337,778,659	1,811,067,146
4	Total assets	BDT	456,234,817,237	405,877,509,108
5	Total deposits	BDT	369,427,409,248	333,142,132,175
6	Total loan & advances	BDT	344,859,625,172	305,061,349,869
7	Total contingent liabilities & commitments	BDT	81,947,501,446	71,383,874,980
8	Credit deposit ratio	%	84.63	85.06
9	Percentage of classified loan against total loans & advances	%	7.16	6.09
10	Profit after tax & provision	BDT	1,442,062,921	1,612,950,668
11	Amount of classified loans	BDT	24,694,239,256	18,588,204,792
12	Provision kept against classified loans	BDT	4,839,355,322	2,997,527,787
13	Cost of fund	%	4.01	3.91
14	Interest earning assets	BDT	404,257,300,694	358,619,125,465
15	Non-interest earning assets	BDT	51,977,516,543	47,258,383,643
16	Return on Investment (ROI)	%	4.46	8.21
17	Return on Assets (ROA)	%	0.33	0.52
18	Income from investment	BDT	2,478,809,373	3,112,822,211
19	Earnings per share	BDT	0.81	0.90
20	Net income per share	BDT	0.81	0.90
21	Net Asset Value (NAV)	BDT	28,562,986,942	27,120,924,021
22	Net Asset Value (NAV) per share	BDT	15.99	15.19
23	Net Operating Cash Flow Per Share (NOCFPS)	BDT	(0.36)	1.03
24	Price earning ratio	Times	15.73	14.55

Annexure - J

Disclosure of Restructured Loan

as at and for the year ended 30 September 2022

BDT in Million

Sl.	Name of the Borrower	Type of Loan	Date of restructure	Down Payment		Due Date of 1st Installment	Outstanding Amount			Total Provision as at 30 September 2022		Present Status	Outstanding as at 31 December 2021
				Required	Realized		At the time of taking NOC from BB	New/Fresh Disbursement amount after NOC	Outstanding as at 30 September 2022	Required	Maintained		
1	Power Pac - Mutiara KPP Plant Ltd.	TL (O)	2nd time 01.01.18	N/A	N/A	07.04.2018 (Interest portion)	1,833.20	Nil	2,312.86	46.26	46.26	SMA(RST)	2,173.72
2	M/s R&R Holdings	TL (O)-1	2nd time 01.01.18	N/A	N/A	07.04.2018 (Interest portion)	936.20	Nil	1,173.09	23.46	23.46	SMA(RST)	1,106.27
3	M/s R&R Holdings	TL (O)-2	2nd time 01.01.18	N/A	N/A	07.04.2018 (Interest portion)	803.90	Nil	1,020.53	20.41	20.41	SMA(RST)	952.62
Total				-	-		3,573.30		4,506.48	90.13	90.13		4,232.62

Statement of Tax Position
as at 30 September 2022

Accounting year	Assessment year	Tax provision in Financial Statements	Tax as per assessment	Excess/ (shortage) provision	Advance income tax paid	Remarks
Balance of provision for up to Y2018 (except Y2005 & Y2010)		233,479,264	-	233,479,264	-	Assessments up to Y2018 (except Y2005 & Y2010) have been completed by the Tax Authority and there is no tax liability remained outstanding
2005	2006-2007	140,397,922		140,397,922	-	Tax authority has filed reference application before Honorable High Court Division of Supreme Court
2010	2011-2012	1,454,854,994	1,508,170,344	(53,315,350)	1,385,538,554	Honorable High Court Division of Supreme Court
2019	2020-2021	1,700,000,000	1,699,489,718	510,282	1,432,741,318	Bank has filed appeal before the Taxes Appellate Tribunal against order of the Commissioner of Taxes (Appeals)
2020	2021-2022	963,000,000	1,301,128,677	(338,128,677)	1,124,700,195	Bank has filed appeal before the Commissioner of Taxes (Appeals) against order of the Deputy Commissioner of Taxes.
2021	2022-2023	2,578,825,776	2,578,825,776	-	2,448,758,719	Assessments under process
2022	2023-2024	2,139,295,547	-	2,139,295,547	688,783,940	Not yet due
Total		9,209,853,504	7,087,614,515	2,122,238,988	7,080,522,726	

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Off-shore Banking Unit

Balance Sheet

as at 30 September 2022

Particulars	Note	30 September 2022		31 December 2021	
		USD	Taka	USD	Taka
PROPERTY AND ASSETS					
Cash		-	-	-	-
Cash in hand (including foreign currency)		-	-	-	-
Balance with Bangladesh Bank and its agent Bank(s) (including foreign currency)		-	-	-	-
Balance with other banks and financial institutions		812,356	82,721,047	241,254	20,699,554
In Bangladesh		785,213	79,957,133	241,254	20,699,554
Outside Bangladesh		27,143	2,763,914	-	-
Money at call and on short notice		-	-	-	-
Investments		-	-	-	-
Government securities		-	-	-	-
Other investments		-	-	-	-
Loans and advances	3	20,445,599	2,081,946,760	24,036,656	2,062,345,087
Loans, cash credits, overdrafts etc.	3.1	17,658,907	1,798,181,824	19,991,206	1,715,245,477
Bills purchased and discounted	3.2	2,786,692	283,764,936	4,045,450	347,099,610
Fixed assets including premises, furniture and fixtures					
Other assets	4	-	-	58,162	4,990,356
Non banking assets		-	-	-	-
Total assets		21,257,955	2,164,667,807	24,336,072	2,088,034,996
LIABILITIES AND CAPITAL					
Liabilities					
Borrowing from other banks, financial Institutions and agents	5	20,875,000	2,125,672,025	23,850,000	2,046,330,000
Deposit and other accounts		-	-	-	-
Current deposits and other accounts		-	-	-	-
Bills payable		-	-	-	-
Savings bank deposits		-	-	-	-
Fixed Deposits		-	-	-	-
Other liabilities	6	52,753	5,371,741	42,401	3,638,027
Total liabilities		20,927,753	2,131,043,766	23,892,401	2,049,968,027
Capital / Shareholders' equity					
Paid up capital		-	-	-	-
Statutory reserve		-	-	-	-
General Reserve		-	-	-	-
Revaluation reserve against securities		-	-	-	-
Revaluation reserve against fixed assets		-	-	-	-
Surplus in profit and loss account	7	330,202	33,624,042	443,670	38,066,968
Total shareholders' equity		330,202	33,624,042	443,670	38,066,968
Total liabilities and shareholders' equity		21,257,955	2,164,667,807	24,336,072	2,088,034,996

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Off-shore Banking Unit

Profit and Loss Account

for the 3rd quarter ended 30 September 2022

Particulars	Note	1 January to 30 September 2022		1 January to 30 September 2021	
		USD	Taka	USD	Taka
Interest income	8	784,643	79,899,181	949,871	81,214,039
Interest paid on deposits, borrowings etc.	9	511,668	52,102,485	625,791	53,505,098
Net interest income		272,975	27,796,696	324,080	27,708,941
Investment Income		-	-	-	-
Commission, exchange and brokerage	10	23,515	2,394,521	25,328	2,165,537
Other operating income	11	33,712	3,432,825	2,753	235,368
Total operating income		330,202	33,624,042	352,161	30,109,846
Salaries and allowances		-	-	-	-
Rent, taxes, insurance, electricity etc.		-	-	-	-
Legal expenses		-	-	-	-
Postage, stamp, telecommunication etc.		-	-	-	-
Stationery, printing, advertisement etc.		-	-	-	-
Managing Director's salary		-	-	-	-
Directors' fees		-	-	-	-
Auditors' fees		-	-	-	-
Charges on loan loss		-	-	-	-
Depreciation and repair of bank's assets		-	-	-	-
Other expenses		-	-	-	-
Total operating expenses		-	-	-	-
Profit/(Loss) before provision		330,202	33,624,042	352,161	30,109,846
Provision for loans, investments and other assets					
Specific Provision		-	-	-	-
General Provision		-	-	-	-
Provision for off-balance sheet exposures		-	-	-	-
Provision for diminution in value of investments		-	-	-	-
Provision for other assets		-	-	-	-
Total provision		-	-	-	-
Profit/(Loss) before taxes		330,202	33,624,042	352,161	30,109,846

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

Off-Shore Banking Unit
Notes to the Financial Statements
as at and for the period ended 30 September 2022

1 Status of the unit

Off-shore Banking Units of IFIC Bank Limited, governed under the rules and guidelines of Bangladesh Bank. The Bank obtained the Off-shore Banking Unit permission from Bangladesh Bank vide letter no. BRPD (P-3) 744 (104)/2009-4233 dated 17 November 2009. The Bank commenced the operation of its Off-shore Banking Unit on 10 May 2010. Presently the Bank has 1 (one) unit in Dhaka. The principal activity of the unit is to provide all kinds of commercial banking services to its customers through its off-shore Banking Unit in Bangladesh.

2 Significant accounting policies and basis of preparation of financial statements

2.1 Basis of accounting

The Off-shore Banking Unit maintains its accounting records in USD from which accounts are prepared according to the Banking Companies Act 1991, International Accounting Standards (IASs), and other applicable directives issued by Bangladesh Bank.

2.2 Foreign currencies transaction and translation to presentation currency

Foreign currency transactions are converted into equivalent USD using the ruling exchange rates on the dates of respective transactions as per IAS 21: *The Effects of Changes in Foreign Exchange Rates*.

Particulars	Note	30 September 2022		31 December 2021	
		USD	Taka	USD	Taka
3 Loans and advances					
3.1 Loans, cash credits, overdrafts etc.					
Term loan		17,658,907	1,798,181,824	19,991,206	1,715,245,477
		17,658,907	1,798,181,824	19,991,206	1,715,245,477
3.2 Bills purchased and discounted					
Inside Bangladesh		2,786,692	283,764,936	4,045,450	347,099,610
Outside Bangladesh		-	-	-	-
		2,786,692	283,764,936	4,045,450	347,099,610
		20,445,599	2,081,946,760	24,036,656	2,062,345,087
4 Other assets					
Interest receivable on term loan		-	-	32,211	2,763,742
Interest receivable on bills discount		-	-	25,951	2,226,614
		-	-	58,162	4,990,356
5 Borrowing from other banks, financial Institutions and its agents					
In Bangladesh:					
IFIC Bank Limited		20,875,000	2,125,672,025	23,850,000	2,046,330,000
		20,875,000	2,125,672,025	23,850,000	2,046,330,000
6 Other liabilities					
Interest on borrowing from abroad		-	-	-	-
Due to Head Office		52,753	5,371,741	42,401	3,638,027
		52,753	5,371,741	42,401	3,638,027
7 Surplus in profit and loss account					
Opening balance		443,670	38,066,968	282,063	23,919,211
Less: Adjustment/ payment for the year		(443,670)	(38,066,968)	(282,063)	(23,919,211)
Add: Addition during the year		330,202	33,624,042	443,670	38,066,968
		330,202	33,624,042	443,670	38,066,968

Particulars	Note	1 January to 30 September 2022		1 January to 30 September 2021	
		USD	Taka	USD	Taka
8 Interest income					
Term Loan		761,937	77,587,017	904,528	77,337,177
Bills discount		22,706	2,312,164	45,343	3,876,862
Interest on loans and advances		784,643	79,899,181	949,871	81,214,039
9 Interest paid on deposits, borrowings etc.					
Interest paid on IFIC Bank Limited		511,668	52,102,485	625,791	53,505,098
		511,668	52,102,485	625,791	53,505,098
10 Commission, exchange and brokerage					
Income-Fees & Commission		23,515	2,394,521	25,328	2,165,537
		23,515	2,394,521	25,328	2,165,537
11 Other operating income					
Income-Other Operating		33,712	3,432,825	2,753	235,368
		33,712	3,432,825	2,753	235,368