

Dhaka Bank Limited

Independent Auditor's Report and Consolidated
& Separate Financial Statements as at and
for the year ended 31 December 2022



Rahman Rahman Huq
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Independent Auditor's Report

To the Shareholders of Dhaka Bank Limited

Report on the Audit of the Consolidated and Separate Financial Statements

Opinion

We have audited the consolidated financial statements of Dhaka Bank Limited and its subsidiaries (the "Group") as well as the separate financial statements of Dhaka Bank Limited (the "Bank"), which comprise the consolidated and separate balance sheets as at 31 December 2022 and the consolidated and separate profit and loss accounts, consolidated and separate statements of changes in equity and consolidated and separate cash flow statements for the year then ended, and notes to the consolidated and separate financial statements, including 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 balance sheet of the Group and the separate balance sheet of the Bank as at 31 December 2022, and of its consolidated and separate profit and loss accounts and its consolidated and separate cash flows for the year 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 the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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

1. Measurement of provision for loans and advances	
See notes no. 2.1, 2.15.3, 7, 7(a), 7.10, 7.11, and 15.1 to the financial statements.	
The key audit matter	How the matter was addressed in our audit
<p>The process of estimating provision for loans and advances associated with credit risk is judgmental and complex. While estimating such provision certain judgmental factors need to be considered including:</p> <ul style="list-style-type: none"> • Future business performance of the borrower; • Key assumptions relating to further business performance of the borrower; • Market value of the collateral; • Ability to repossess collateral; and • Recovery rates. 	<p>We tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> • Credit monitoring and provisioning process; • Identification of loss events, including early warning and default warning indicators; and • Review of quarterly Classification of Loans (CL).



Independent Auditor's Report (continued)

1. Measurement of provision for loans and advances (continued)	
See notes no. 2.1, 2.15.3, 7, 7(a), 7.10, 7.11, and 15.1 to the financial statements.	
The key audit matter	How the matter was addressed in our audit
<p>Furthermore, these provisions are processed manually using the voluminous data extracted from the IT system of the Bank and following the instructions of Bangladesh Bank (the central bank of Bangladesh) issued from time to time.</p> <p>Due to high level of judgement involved and using some manual process in estimating the provision for loans and advances, we considered this to be a key audit matter.</p> <p>At year end the Group and Bank reported total gross loans and advances of BDT 238,842 million (2021: BDT 214,607 million) and BDT 239,686 million (2021: BDT 215,459 million) respectively and provision for loans and advances of BDT 16,169 million (2021: BDT 14,289 million) and BDT 15,905 million (2021: BDT 14,045 million) respectively.</p>	<p>Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following:</p> <ul style="list-style-type: none"> • Reviewed the adequacy of the Bank's general and specific provisions; • Assessed the methodologies on which the provision amounts are based, recalculated the provisions and tested the completeness and accuracy of the underlying information; and • Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.
2. Loans and advances	
See notes no. 2.1, 2.15.3, 7, 7(a) to the financial statements.	
The key audit matter	How the matter was addressed in our audit
<p>Loans and advances are the main elements 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.</p> <p>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.</p>	<p>We tested the design and operating effectiveness of key controls focusing on credit appraisal, loan disbursement procedures and monitoring process of loans and advances.</p> <p>We have performed procedures to check whether the Bank has ensured appropriate documentation as per Bangladesh Bank regulations and the Bank's policy before disbursement of loans and advances. In addition, we have performed procedure to check whether the loans and advances are recorded completely and accurately and existed at the reporting date.</p> <p>Furthermore, we have assessed the appropriateness of disclosure against Bangladesh Bank guidelines.</p>



Independent Auditor's Report (continued)

3. IT systems and controls	
The key audit matter	How the matter was addressed in our audit
<p>Our audit procedures have a focus on IT systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and manual with automated (IT dependent) controls.</p> <p>We have focused on user access management, developer access to the production environment and changes to the IT environment. These are key to ensure that manual with automated controls and automated controls are operating effectively.</p>	<p>We tested the design and operating effectiveness of the Bank's IT access controls over the information systems that are critical to financial reporting. We tested IT general controls (logical access, changes management and aspects of IT operational controls). We have performed audit procedures to ensure that requests for access to systems were appropriately reviewed and authorised. We tested the Bank's periodic review of access rights. We also inspected requests of changes to systems for appropriate approval and authorisation. We considered the control environment relating to various interfaces, configuration and other application layer controls identified as key to our audit.</p> <p>In addition, we understood where relevant, changes were made to the IT landscape during the audit period and tested those changes that had a significant impact on financial reporting.</p>

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the consolidated and separate financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

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

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

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



Independent Auditor's Report (continued)

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

Management is responsible for the preparation of the consolidated financial statements of the Group and also separate financial statements of the Bank that give a true and fair view 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 or to cease operations, or has no realistic alternative but to do so.

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

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

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

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism 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 Group's internal control.
- 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.

Independent Auditor's Report (continued)

- 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 explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) to the extent noted during the course of our audit work performed on the basis stated under the *Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements* 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 and the Bank as disclosed in the financial statements appeared to be materially adequate;
 - (b) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Bank and its related entities;
- (iii) financial statements for the year ended 31 December 2022 of two subsidiaries namely Dhaka Bank Securities Limited and Dhaka Bank Investment Limited have been audited by ACNABIN Chartered Accountants and have been properly reflected in the consolidated financial statements;

Independent Auditor's Report (continued)

- (iv) in our opinion, proper books of accounts 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 account and returns;
- (vii) the expenditures incurred by the Bank 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 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;
- (x) the information and explanations 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 2,203 person hours; and
- (xii) Capital to Risk-weighted Asset Ratio (CRAR) as required by Bangladesh Bank has been maintained adequately during the year.

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



Ali Ashfaq, Partner, Enrolment no: 509
Rahman Rahman Huq, Chartered Accountants
Firm Registration Number: [N/A]

Dhaka, 30 April 2023

DVC: **2304300509AS500934**



Dhaka Bank Limited and its Subsidiaries
Consolidated Balance Sheet
As at 31 December 2022

	Notes	31.12.2022 Taka	31.12.2021 Taka
<u>PROPERTY AND ASSETS</u>			
Cash	3(a)	13,420,787,807	19,838,530,649
Cash in hand (Including foreign currencies)	3.1(a)	3,028,429,777	2,301,460,729
Balance with Bangladesh Bank and its agent bank(s) (Including foreign currencies)	3.2(a)	10,392,358,030	17,537,069,920
Balance with other banks and financial institutions	4(a)	14,848,489,063	22,466,559,288
In Bangladesh	4.1(a)	11,327,519,127	20,331,837,107
Outside Bangladesh	4.2(a)	3,520,969,936	2,134,722,181
Money at call on short notice	5(a)	280,000,000	5,650,000,000
Investments	6(a)	56,648,020,842	52,359,063,988
Government	6.1(a)	44,012,496,595	38,596,716,627
Others	6.2(a)	12,635,524,247	13,762,347,361
Loans, advances and lease/investments	7(a)	238,841,569,135	214,607,304,713
Loans, cash credits, overdrafts etc./investments	7.1(a)	237,018,744,824	211,439,820,530
Bills purchased and discounted	8(a)	1,822,824,311	3,167,484,183
Fixed assets including premises, furniture and fixtures	9(a)	9,002,757,922	8,974,910,455
Other assets	10(a)	14,651,441,293	12,674,526,722
Non-banking assets	11(a)	-	-
Total Assets		<u>347,693,066,062</u>	<u>336,570,895,815</u>
<u>LIABILITIES and CAPITAL</u>			
Liabilities			
Borrowings from other banks, financial institutions and agents	12(a)	35,385,087,024	44,590,746,254
Deposits and other accounts	13(a)	242,979,711,012	229,945,560,865
Current accounts and other accounts		44,148,445,755	34,172,428,617
Bills payable		2,401,706,309	2,210,072,255
Savings bank deposits		29,697,933,319	28,665,174,772
Term deposits	13.4(a)	166,731,625,629	164,897,885,221
Bond	14	5,020,000,000	5,200,000,000
Other liabilities	15(a)	42,798,266,610	35,868,544,558
Total Liabilities		<u>326,183,064,646</u>	<u>315,604,851,677</u>
Capital/Shareholders' Equity			
Equity attributable to equity holders of the parent company		21,509,928,621	20,965,972,653
Paid-up capital	16.2	9,496,247,530	9,496,247,530
Statutory reserve	17	9,496,247,530	9,086,264,187
Other reserve	18(a)	108,619,666	81,457,759
Surplus in profit and loss account	19(a)	2,408,813,895	2,302,003,177
Non-controlling interest	19.1(a)	72,795	71,485
Total Shareholders' Equity		<u>21,510,001,416</u>	<u>20,966,044,138</u>
Total Liabilities and Shareholders' Equity		<u>347,693,066,062</u>	<u>336,570,895,815</u>



Dhaka Bank Limited and its Subsidiaries
Consolidated Profit & Loss Account
For the year ended 31 December 2022

	Notes	2022 Taka	2021 Taka
Interest income/profit on investments	22(a)	16,155,500,449	14,857,899,527
Interest/profit paid on deposits and borrowings etc.	23(a)	(12,786,897,915)	(10,397,504,835)
Net interest income		3,368,602,534	4,460,394,692
Investment income	24(a)	4,003,590,339	3,615,937,843
Commission, exchange and brokerage	25(a)	6,041,494,819	3,517,743,459
Other operating income	26(a)	229,971,433	258,586,106
		10,275,056,591	7,392,267,408
Total operating income (a)		13,643,659,125	11,852,662,099
Salary and allowances	27(a)	3,266,439,461	2,526,368,655
Rent, taxes, insurance, electricity etc.	28(a)	350,508,380	340,328,218
Legal expenses	29(a)	48,461,069	37,101,435
Postage, stamps, telecommunication etc.	30(a)	45,832,131	45,205,612
Stationery, printings, advertisements etc.	31(a)	241,452,840	219,719,175
Chief Executive's salary and fees	32(a)	14,384,000	13,145,000
Directors' fees	33(a)	4,453,532	4,380,389
Auditors' fees	34(a)	2,593,250	3,386,750
Depreciation and repairs of bank's assets	35(a)	1,121,875,515	975,857,321
Other expenses	36(a)	1,569,970,366	840,709,579
Total operating expenses (b)		6,665,970,543	5,006,202,133
Profit before provision and taxes (c = (a-b))		6,977,688,582	6,846,459,966
Provision against loans and advances	37(a)	3,194,074,774	2,122,909,960
Provision against good borrower	15.2	-	-
Provision for diminution in value of investments	38(a)	25,000,000	-
Other provisions	39(a)	(174,181,997)	490,822,398
Total provision (d)		3,044,892,777	2,613,732,358
Total Profit before taxes (c-d)		3,932,795,805	4,232,727,608
Provision for Taxation		2,259,852,300	2,096,259,113
Current tax		2,342,483,368	2,067,715,624
Deferred tax		(82,631,068)	28,543,489
Net Profit after Taxation		1,672,943,505	2,136,468,496
Net profit after tax attributable to:			
Equity holders of DBL		1,672,942,195	2,136,460,422
Non-controlling interest		1,310	8,074
		1,672,943,505	2,136,468,496
Profit available for distribution			
Surplus in profit and loss account from previous year	19(a)	2,302,003,177	2,108,972,761
Net profit for the period		1,672,942,195	2,136,460,422
		3,974,945,372	4,245,433,182
Appropriations			
Statutory reserve		409,983,343	822,825,938
General reserve		-	-
Investment fluctuation fund		-	4,700,000
Dividends etc.		1,139,549,704	1,075,046,885
Start-up fund		16,598,430	40,857,182
Surplus in profit and loss account		2,408,813,895	2,302,003,177
		3,974,945,372	4,245,433,182
Consolidated earning per share (CEPS)		1.76	2.25

The notes 1 to 50 and annexures A to M form an integral part of these financial statements.


Managing Director & CEO


Director


Director


Director

As per our report of same date

Dhaka, 30 April 2023


Auditor

Ali Ashfaq, Partner
Enrolment Number: 509
Rahman Rahman Huq
Chartered Accountants
KPMG in Bangladesh
Firm Registration Number: N/A



DVC: **2304300509AS500934**

Dhaka Bank Limited and its Subsidiaries
Consolidated Cash Flow Statement
For the period ended 31 December 2022

	Notes	2022 Taka	2021 Taka
Cash flows from operating activities			
Interest/Profit receipts in cash		19,509,341,276	17,396,053,994
Interest/Profit payments		(12,689,354,867)	(10,448,187,354)
Dividend receipts		309,612,429	184,169,098
Recovery of loans previously written off		85,221,768	123,190,654
Fee and commission receipts in cash		2,135,689,792	2,585,550,098
Cash payments to employees		(3,280,823,461)	(2,539,513,654)
Cash payments to suppliers		(353,170,620)	(317,750,404)
Income taxes paid		(2,179,843,267)	(1,709,540,718)
Receipts from other operating activities	41(a)	453,728,994	272,867,371
Payments for other operating activities	42(a)	(1,943,865,564)	(1,679,866,495)
Operating profit before changes in operating assets & liabilities (i)		2,046,536,480	3,866,972,591
Increase/Decrease in operating assets and liabilities			
Purchase/Sale of trading securities		(3,017,225,867)	(6,239,057,997)
Loans and advances to customers		(24,234,264,422)	(15,965,477,347)
Other assets	43(a)	4,287,803	(37,763,239)
Deposits from other banks		(5,199,303,686)	698,795,825
Deposits from customers		18,233,453,833	24,068,411,947
Other liabilities account of customers		246,107,494	54,865,547
Other liabilities	44(a)	412,956,910	(1,406,849,674)
Cash flow from operating assets and liabilities (ii)		(13,553,987,935)	1,172,925,062
Net cash flows from operating activities (a)= (i+ii)		(11,507,451,455)	5,039,897,653
Cash flows from investing activities			
Proceeds from sale of securities		556,108,214	531,151,102
Payment for purchase of securities		(1,244,479,380)	(3,794,872,252)
Purchase of property, plant & equipment		(281,658,176)	(263,165,223)
Sale of property, plant & equipment		704,549	1,265,244
Purchase/Sale of subsidiary		-	-
Net cash flows from investing activities (b)		(969,324,793)	(3,525,621,129)
Cash flows from financing activities			
Borrowing from other banks		(9,205,659,230)	11,533,116,171
Receipts from issuance of perpetual bond		1,420,000,000	-
Payments for redemption of non convertible subordinated bond		(1,600,000,000)	(1,600,000,000)
Dividends paid		(1,139,549,704)	(537,523,445)
Net cash flows from financing activities (c)		(10,525,208,934)	9,395,592,726
Net increase/(decrease) in cash and cash equivalents (a+b+c)		(23,001,985,182)	10,909,869,250
Effects of exchange rate changes on cash and cash equivalent		3,596,261,815	794,325,109
Cash and cash equivalents at beginning period		47,958,422,637	36,254,228,278
Cash and cash equivalents at end of period*		28,552,699,270	47,958,422,637
*Closing cash and cash equivalents			
Cash in hand		3,028,429,777	2,301,460,729
Balance with Bangladesh Bank and its agent bank(s)		10,392,358,030	17,537,069,920
Balance with other banks & financial institutions		14,848,489,063	22,466,559,288
Money at call on short notice		280,000,000	5,650,000,000
Prizebond		3,422,400	3,332,700
Total		28,552,699,270	47,958,422,637
Net Operating Cash Flows Per Share (NOCFPS)		(12.12)	5.31



Dhaka Bank Limited and its Subsidiaries
Consolidated Statement of Changes in Equity
For the year ended 31 December 2022

(Amount in Taka)

Particulars	Paid up capital	Statutory Reserve	General Reserve	Asset Revaluation Reserve	Investment Revaluation Reserve	Investment Fluctuation Fund	Non-controlling Interest	Surplus in profit and loss account	Total Equity
Balance as at 1 January 2022	9,496,247,530	9,086,264,187	6,560,631	-	20,997,128	53,900,000	71,485	2,302,003,177	20,966,044,138
Surplus/deficit on account of revaluation of investments	-	-	-	-	27,161,907	-	-	-	27,161,907
Net profit for the period	-	-	-	-	-	-	-	1,672,943,505	1,672,943,505
Transfer to reserve	-	-	-	-	-	-	-	-	-
Stock dividend	-	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	-	(1,139,549,704)	(1,139,549,704)
Changes in reserve	-	409,983,343	-	-	-	-	-	(409,983,343)	-
Start-up fund	-	-	-	-	-	-	-	(16,598,430)	(16,598,430)
Non-controlling interest	-	-	-	-	-	-	1,310	(1,310)	-
Balance as at 31 December 2022	9,496,247,530	9,496,247,530	6,560,631	-	48,159,035	53,900,000	72,795	2,408,813,895	21,510,001,416

For the year ended 31 December 2021

(Amount in Taka)

Particulars	Paid up capital	Statutory Reserve	General Reserve	Asset Revaluation Reserve	Investment Revaluation Reserve	Investment Fluctuation Fund	Non-controlling Interest	Surplus in profit and loss account	Total Equity
Balance as at 1 January 2021	8,958,724,090	8,263,438,249	6,560,631	-	48,649,969	49,200,000	63,411	2,108,972,761	19,435,609,111
Surplus/deficit on account of revaluation of investments	-	-	-	-	(27,652,841)	-	-	-	(27,652,841)
Net profit for the period	-	-	-	-	-	-	-	2,136,468,496	2,136,468,496
Transfer to reserve	-	-	-	-	-	4,700,000	-	(4,700,000)	-
Stock dividend	537,523,440	-	-	-	-	-	-	(537,523,440)	-
Cash dividend	-	-	-	-	-	-	-	(537,523,445)	(537,523,445)
Changes in reserve	-	822,825,938	-	-	-	-	-	(822,825,938)	-
Start-up fund	-	-	-	-	-	-	-	(40,857,182)	(40,857,182)
Non-controlling interest	-	-	-	-	-	-	8,074	(8,074)	-
Balance as at 31 December 2021	9,496,247,530	9,086,264,187	6,560,631	-	20,997,128	53,900,000	71,485	2,302,003,177	20,966,044,138



Dhaka Bank Limited
Balance Sheet
As at 31 December 2022

	Notes	31.12.2022 Taka	31.12.2021 Taka
PROPERTY AND ASSETS			
Cash	3	13,420,667,807	19,838,425,649
Cash in hand (Including foreign currencies)	3.1	3,028,309,777	2,301,355,729
Balance with Bangladesh Bank and its agent bank(s) (Including foreign currencies)	3.2	10,392,358,030	17,537,069,920
Balance with other banks and financial institutions	4	14,702,011,051	22,211,041,163
In Bangladesh	4.1	11,181,041,115	20,076,318,982
Outside Bangladesh	4.2	3,520,969,936	2,134,722,181
Money at call on short notice	5	280,000,000	5,650,000,000
Investments	6	53,369,835,960	49,124,077,080
Government	6.1	44,012,496,595	38,596,716,627
Others	6.2	9,357,339,365	10,527,360,453
Loans, advances and lease/investments	7	239,685,748,429	215,458,643,693
Loans, cash credits, overdrafts etc./investments	7.1	237,862,924,118	212,291,159,510
Bills purchased and discounted	8	1,822,824,311	3,167,484,183
Fixed assets including premises, furniture and fixtures	9	8,941,524,752	8,954,869,250
Other assets	10	16,156,425,152	14,114,146,537
Non-banking assets	11	-	-
Total Assets		346,556,213,151	335,351,203,372
LIABILITIES and CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	12	35,385,087,024	44,565,190,826
Deposits and other accounts	13	243,427,305,558	230,417,348,446
Current accounts and other accounts		44,148,445,755	34,172,428,617
Bills payable		2,401,706,309	2,210,072,255
Savings bank deposits		29,697,933,319	28,665,174,772
Term deposits		167,179,220,175	165,369,672,802
Bond	14	5,020,000,000	5,200,000,000
Other liabilities	15	41,951,115,760	34,926,816,025
Total Liabilities		325,783,508,342	315,109,355,297
Capital/Shareholders' Equity			
Total Shareholders' Equity		20,772,704,809	20,241,848,075
Paid-up capital	16.2	9,496,247,530	9,496,247,530
Statutory reserve	17	9,496,247,530	9,086,264,187
Other reserve	18	54,719,666	27,557,759
Surplus in profit and loss account	19	1,725,490,083	1,631,778,599
Total Liabilities and Shareholders' Equity		346,556,213,151	335,351,203,372



Notes	31.12.2022 Taka	31.12.2021 Taka
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OFF-BALANCE SHEET ITEMS

Contingent liabilities

Acceptances and endorsements
Irrevocable letters of credit
Letters of guarantee
Bills for collection
Other contingent liabilities

21	169,316,263,372	191,376,959,350
	69,491,221,305	64,281,656,460
	24,768,423,842	52,467,266,855
	44,887,153,787	45,816,134,359
	15,505,026,211	15,917,400,906
	14,664,438,227	12,894,500,770

Other commitments

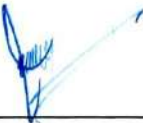
Documentary credits and short term trade-related transactions
Forward assets purchased and forward deposits placed
Undrawn note issuance and revolving underwriting facilities
Undrawn formal standby facilities, credit lines and other commitments

	-	-
	-	-
	-	-
	-	-


Total Off-Balance Sheet items including contingent liabilities

	169,316,263,372	191,376,959,350
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The notes 1 to 50 and annexures A to M form an integral part of these financial statements.




Managing Director & CEO



Director



Director



Director

As per our report of same date

Dhaka, 30 April 2023



Auditor
Ali Ashfaq, Partner
Enrolment Number: 509
Rahman Rahman Huq
Chartered Accountants
KPMG in Bangladesh
Firm Registration Number: N/A

DVC: **2304300509AS500934**



Dhaka Bank Limited
Profit & Loss Account
For the year ended 31 December 2022

	Notes	2022 Taka	2021 Taka
Interest income/profit on investments	22	16,210,256,283	14,913,888,936
Interest/profit paid on deposits and borrowings etc.	23	(12,801,155,909)	(10,394,221,944)
Net interest income		3,409,100,374	4,519,666,992
Investment income	24	3,885,346,738	3,445,847,615
Commission, exchange and brokerage	25	5,949,131,021	3,335,726,780
Other operating Income	26	227,974,940	257,236,937
		10,062,452,699	7,038,811,332
Total operating income (a)		13,471,553,073	11,558,478,323
Salary and allowances	27	3,219,196,546	2,488,230,819
Rent, taxes, insurance, electricity etc.	28	344,862,906	334,758,386
Legal expenses	29	48,126,569	36,583,058
Postage, stamps, telecommunication etc.	30	45,389,393	44,803,816
Stationery, printings, advertisements etc.	31	239,598,097	216,860,152
Chief Executive's salary and fees	32	14,384,000	13,145,000
Directors' fees	33	3,477,200	3,548,800
Auditors' fees	34	2,213,750	2,110,250
Depreciation and repairs of bank's assets	35	1,098,603,900	958,818,995
Other expenses	36	1,560,353,056	831,756,999
Total operating expenses (b)		6,576,205,416	4,930,616,274
Profit before provision and taxes (c = (a-b))		6,895,347,657	6,627,862,049
Provision against loans and advances	37	3,174,074,774	2,022,909,960
Provision against good borrower	15.2	-	-
Provision for diminution in value of investments	38	-	-
Other provisions	39	(174,181,997)	490,822,398
Total provision (d)		2,999,892,777	2,513,732,358
Total Profit before taxes (c-d)		3,895,454,880	4,114,129,692
Provision for Taxation		2,235,611,919	2,058,402,034
Current tax	15.7	2,321,284,933	2,037,109,110
Deferred tax		(85,673,014)	21,292,924
Net Profit after Taxation		1,659,842,961	2,055,727,658
Profit available for distribution			
Surplus in profit and loss account from previous year	19	1,631,778,599	1,514,780,946
Net profit for the period		1,659,842,961	2,055,727,658
		3,291,621,560	3,570,508,604
Appropriations			
Statutory reserve		409,983,343	822,825,938
General reserve		-	-
Dividends etc.		1,139,549,704	1,075,046,885
Start-up fund		16,598,430	40,857,182
Surplus in profit and loss account		1,725,490,083	1,631,778,599
		3,291,621,560	3,570,508,604
Earning per share (EPS)	40	1.75	2.16

The notes 1 to 50 and annexures A to M form an integral part of these financial statements.


Managing Director & CEO


Director


Director


Director

As per our report of same date


Auditor

Ali Ashfaq, Partner
Enrolment Number: 509
Rahman Rahman Huq
Chartered Accountants
KPMG in Bangladesh
Firm Registration Number: N/A

Dhaka, 30 April 2023



DVC: 2304300509AS500934

Dhaka Bank Limited
Cash Flow Statement
For the period ended 31 December 2022

	Notes	2022 Taka	2021 Taka
Cash flows from operating activities			
Interest/Profit receipts in cash		19,553,610,930	17,357,763,383
Interest/Profit payments		(12,703,612,861)	(10,444,904,462)
Dividend receipts		201,855,008	108,358,891
Recovery of loans previously written off		85,221,768	123,190,654
Fee and commission receipts in cash		2,043,325,994	2,403,533,419
Cash payments to employees		(3,233,580,546)	(2,501,375,819)
Cash payments to suppliers		(335,327,809)	(300,357,276)
Income taxes paid		(2,191,930,935)	(1,677,177,698)
Receipts from other operating activities	41	451,732,501	271,518,202
Payments for other operating activities	42	(1,933,271,922)	(1,670,082,326)
Operating profit before changes in operating assets & liabilities (i)		1,938,022,128	3,670,466,968
Increase/Decrease in operating assets and liabilities:			
Purchase/Sale of trading securities		(2,974,027,893)	(5,911,365,718)
Loans and advances to customers		(24,227,104,736)	(16,798,169,774)
Other assets	43	(46,090,105)	19,801,314
Deposits from other banks		(5,199,303,686)	698,795,825
Deposits from customers		18,209,260,798	24,051,568,953
Other liabilities account of customers		246,107,494	54,865,547
Other liabilities	44	573,876,505	(912,661,353)
Cash flows from operating assets and liabilities (ii)		(13,417,281,623)	1,202,834,794
Net cash flows from/(used in) operating activities (a)=(i+ii)		(11,479,259,495)	4,873,301,762
Cash flows from investing activities			
Proceeds from sale of securities		556,108,214	522,351,102
Payment for purchase of securities		(1,244,479,380)	(3,794,872,252)
Purchase of property, plant & equipment		(226,380,451)	(245,118,511)
Sale of property, plant & equipment		704,549	1,265,244
Purchase/sale of subsidiary		-	-
Net cash flows from investing activities (b)		(914,047,068)	(3,516,374,417)
Cash flows from financing activities			
Borrowing from other banks		(9,180,103,802)	11,566,024,793
Receipts from issuance of Perpetual bond		1,420,000,000	-
Payments for redemption of non convertible subordinated bond		(1,600,000,000)	(1,600,000,000)
Dividends paid		(1,139,549,704)	(537,523,445)
Net cash flows from financing activities (c)		(10,499,653,506)	9,428,501,348
Net increase/ (decrease) in cash and cash equivalents (a+b+c)		(22,892,960,069)	10,785,428,693
Effects of exchange rate changes on cash and cash equivalent		3,596,261,815	794,325,109
Cash and cash equivalents at beginning period		47,702,799,512	36,123,045,710
Cash and cash equivalents at end of period*		28,406,101,258	47,702,799,512
*Closing cash and cash equivalents			
Cash in Hand		3,028,309,777	2,301,355,729
Balance with Bangladesh Bank and its agent bank(s)		10,392,358,030	17,537,069,920
Balance with other banks & Financial Institutions		14,702,011,051	22,211,041,163
Money at call on short notice		280,000,000	5,650,000,000
Prize Bond		3,422,400	3,332,700
Total		28,406,101,258	47,702,799,512
Net Operating Cash Flows Per Share (NOCFPS)	46	(12.09)	5.13



Dhaka Bank Limited
Statement of Changes in Equity
For the year ended 31 December 2022

(Amount in Taka)

Particulars	Paid up capital	Statutory Reserve	General Reserve	Asset Revaluation Reserve	Investment Revaluation Reserve	Surplus in profit and loss account	Total Equity
Balance as at 1 January 2022	9,496,247,530	9,086,264,187	6,560,631	-	20,997,128	1,631,778,599	20,241,848,075
Surplus/deficit on account of revaluation of investments	-	-	-	-	27,161,907	-	27,161,907
Net profit for the period	-	-	-	-	-	1,659,842,961	1,659,842,961
Stock dividend	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	(1,139,549,704)	(1,139,549,704)
Start-up fund	-	-	-	-	-	(16,598,430)	(16,598,430)
Changes in reserve	-	409,983,343	-	-	-	(409,983,343)	-
Balance as at 31 December 2022	9,496,247,530	9,496,247,530	6,560,631	-	48,159,035	1,725,490,083	20,772,704,809

For the year ended 31 December 2021

(Amount in Taka)

Particulars	Paid up capital	Statutory Reserve	General Reserve	Asset Revaluation Reserve	Investment Revaluation Reserve	Surplus in profit and loss account	Total Equity
Balance as at 1 January 2021	8,958,724,090	8,263,438,249	6,560,631	-	48,649,969	1,514,780,946	18,792,153,885
Surplus/deficit on account of revaluation of investments	-	-	-	-	(27,652,841)	-	(27,652,841)
Net profit for the year	-	-	-	-	-	2,055,727,658	2,055,727,658
Stock dividend	537,523,440	-	-	-	-	(537,523,440)	-
Cash dividend	-	-	-	-	-	(537,523,445)	(537,523,445)
Start-up Fund	-	-	-	-	-	(40,857,182)	(40,857,182)
Changes in reserve	-	822,825,938	-	-	-	(822,825,938)	-
Balance as at 31 December 2021	9,496,247,530	9,086,264,187	6,560,631	-	20,997,128	1,631,778,599	20,241,848,075



Dhaka Bank Limited
Liquidity Statement
(Asset and Liability Maturity Analysis)
As at 31 December 2022

(Amount in Taka)

Particulars	Up to 01 month	1 - 3 months	3 - 12 months	1 - 5 years	More than 5 years	Total
Assets:						
Cash in hand (Including Balance with BB & its agents)	13,420,667,807	-	-	-	-	13,420,667,807
Balance with other banks and financial institutions	6,682,011,051	7,500,000,000	520,000,000	-	-	14,702,011,051
Money at call on short notice	280,000,000	-	-	-	-	280,000,000
Investment	1,349,416,347	9,386,349,004	6,743,199,869	15,495,842,773	20,395,027,967	53,369,835,960
Loans and Advances	64,166,047,432	37,977,695,380	56,314,741,214	54,863,097,918	26,364,166,485	239,685,748,429
Fixed assets including premises, furniture and fixtures	-	-	-	2,751,582,093	6,189,942,658	8,941,524,752
Other assets	602,909,545	-	1,066,353,472	12,714,060,825	1,773,101,310	16,156,425,152
Non-banking assets	-	-	-	-	-	-
Total Assets	86,501,052,182	54,864,044,384	64,644,294,555	85,824,583,609	54,722,238,420	346,556,213,151
Liabilities:						
Borrowing from Bangladesh Bank, other banks, financial institutions and agents	(1,845,300,200)	(10,073,467)	(28,537,943,943)	(4,991,769,414)	-	(35,385,087,024)
Deposits & other accounts	(104,489,648,718)	(55,575,062,736)	(41,681,297,052)	(25,008,778,231)	(16,672,518,821)	(243,427,305,558)
Bond	-	-	(1,600,000,000)	(2,000,000,000)	(1,420,000,000)	(5,020,000,000)
Other liabilities	(7,192,672,320)	-	(34,758,443,440)	-	-	(41,951,115,760)
Total Liabilities	(113,527,621,238)	(55,585,136,203)	(106,577,684,435)	(32,000,547,645)	(18,092,518,821)	(325,783,508,342)
Net Liquidity Gap	(27,026,569,056)	(721,091,819)	(41,933,389,880)	53,824,035,964	36,629,719,599	20,772,704,809
Cumulative Liquidity Gap	(27,026,569,056)	(27,747,660,875)	(69,681,050,755)	(15,857,014,791)	20,772,704,808	-



Dhaka Bank Limited and its Subsidiaries
Notes to the Financial Statements
As at and for the year ended 31 December 2022

1. Reporting entity - The Bank and its activities

1.1 Legal status and nature of the entity

Dhaka Bank Limited ("the Bank") was incorporated in Bangladesh as a Public Limited Company on 06 April 1995 under the Companies Act, 1994 and commenced commercial operation on 05 July 1995. The Bank went for public issue of shares on 25 November 1999 and its shares are listed with both the Stock Exchanges (Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd.) of Bangladesh. Currently, it has 113 branches all over Bangladesh which includes 71 urban and 42 rural branches, two Offshore Banking Units at DEPZ & CEPZ, Chattogram, 3 SME Service Centers and 25 sub branches. Out of the above, 2 branches of the Bank are run under Islamic Shariah, with a working method substantially different from conventional branches. The Bank has two subsidiary companies in the name of Dhaka Bank Securities Limited and Dhaka Bank Investment Limited. The Bank has been holding 99.99% shares of Dhaka Bank Securities Limited (which has 6 branches in Dhaka, Chittagong and Sylhet) and Dhaka Bank Investment Limited. Moreover, the Bank has a dedicated philanthropic unit named Dhaka Bank Foundation, operating since 28 July 2004.

The registered office of the Bank is at Plot: CWS (C)-10, Bir Uttam A. K. Khandaker Road, Gulshan-1, Dhaka-1212, Bangladesh.

The consolidated financial statements of the Bank as at and for the year ended 31 December 2022 comprise the Bank and its subsidiaries (collectively the 'Group' and individually 'Group entities').

1.2 Principal activities of the Bank

The principal activities of the Bank are to provide wide array of financial products (loans and deposits) and services that includes all kinds of conventional and Islamic banking services to its customers. It offers corporate banking, retail banking, trade services, cash management, treasury, SME, retail, custodial and clearing services to its customers. These activities are conducted through its branches, SME service centres, sub branches, Islamic windows and vibrant alternative delivery channels (ATM booths, internet banking) in Bangladesh. The Bank also provides off-shore banking services through its Offshore Banking Units (OBU) and islami banking services through its Islamic Bank branch.

1.3 Offshore banking

Offshore Banking Unit (OBU) is a separate business unit of the Bank, operates its business through a separate counter as governed under the rules and guidelines of Bangladesh Bank and a Policy for Offshore Banking Operation issued by Bangladesh Bank through BRPD circular no. 02, dated 25 February 2019 and BRPD circular letter no. 09 dated 27 May 2019. It gives loans (on and off-balance sheet exposures) and takes deposits in freely convertible foreign currencies to and from person/institution not resident in Bangladesh and Type-A (wholly foreign owned) units in EPZs in Bangladesh. It also gives long term finance to industrial units outside EPZs and Type-B and Type-C industrial units within the EPZs subject to compliance by the industrial units with the guidelines of Bangladesh Investment Development Authority (BIDA) and Bangladesh Bank. Besides, this unit provides bill discounting/financing facilities accepted by Authorised Dealer (AD) in Bangladesh against usance LCs in accordance with Bangladesh Bank (BB) guidelines. Currently, the Bank has two OBUs in DEPZ and CEPZ. The Bank obtained DEPZ Offshore Banking Unit permission vide letter no. BRPD (P)744(92)/2005-2181 dated 18 June 2005 and CEPZ Offshore Banking Unit permission vide letter no. BRPD (P-3)744(92)/2017-123 dated 05 January 2017. The Bank commenced the operation of its DEPZ Offshore Banking Unit with effect from 10 May 2006 and CEPZ Offshore Banking Unit with effect from 12 February 2017. Separate financial statements of Offshore Banking Units are shown in **Annexure-J**.

1.4 Islamic banking

The Bank operates Islamic Banking in two branches designated for this purpose in compliance with the rules of Islamic Shariah. A separate balance sheet, profit and loss account and a statement of profit rate on deposits (shown in Annexure-I) and the figures appearing in the annexure have been incorporated in the respective heads of these financial statements as recommended by the Central Shariah Board for Islamic Banks in Bangladesh. A separate division for Islamic Banking has been formed at Head Office to monitor and comply with the rules of Islamic Shariah and other Regulatory bodies. Separate financial statements of Islamic Banking Branch are shown in **Annexures-I(1)** and **Annexures-I(2)**.

1.5 SME service center

The main functions of SME Service Centers are to render services only for receiving application, disbursement, monitoring and recovery of SME/retail loans. They also serve the customers for opening of account, payments of foreign remittance etc.



1.6 Sub-branches

As per BRPD Circular No. 28 dated 27 December 2018, the Central Bank allowed all schedule banks for expanding its banking business in Bangladesh and providing banking services to the disadvantaged/rural people by providing extended financial services through opening of sub-branches. The sub-branches are meant to operate within the limited expenditure under the supervision of a nearby full-fledged branch of the bank. Sub-branches are functioning as a new dimension to the banking sector of Bangladesh at minimum cost with the same services/transactions just like any operational branch except foreign exchange transactions. In addition, transactions of the sub-branches are reflected on the balance sheet of the attached/mother branches. A Bank has to take permission from Bangladesh Bank for opening each sub-branch. Dhaka Bank Limited has already opened 25 sub-branches and will expand its network in days to come.

1.7 Central Processing Center (CPC)

Dhaka Bank Limited has established the Central Processing Center (CPC) for trade and credit operations. The center maintains its accounting records in the general ledger of the respective branches. The import/export related processing and credit operations are centrally controlled and monitored by the CPC for efficient and effective decision-making and reduction of cost.

1.8 Custodian service

The Bank obtained permission to work as a security custodian from Bangladesh Securities and Exchange Commission vide its certificate no. SC-09/2006 dated 18 May 2006 under the Securities and Exchange Commission (Securities Custodial Service) Rules, 2003.

1.9 Subsidiaries of the Bank

The Bank has two subsidiaries. These are Dhaka Bank Securities Limited and Dhaka Bank Investment Limited. Details of the subsidiaries have been presented in note no. 1.9.1 to 1.9.2.

1.9.1 Dhaka Bank Securities Limited (Former DBL Securities Limited)

As per decision of the 153rd meeting of the Board of Directors of Dhaka Bank Limited, a separate subsidiary company in the name of DBL Securities Limited was formed to carry out the stock broker and stock dealer activities of Capital Market Services Division of the Bank. The Board of Directors of Dhaka Bank Limited in its 208th meeting renamed the subsidiary Company as "Dhaka Bank Securities Limited" instead of "DBL Securities Limited". Dhaka Bank subscribed Tk.149,999,990 divided into 14,999,999 shares @Tk.10 each with 99.99% of contribution to equity participation. Further, Tk.1,350,000,000 were injected by Dhaka Bank Limited as fresh capital during the year 2011. 05 (five) new Directors were inducted in the Board of Dhaka Bank Securities Limited by transferring 05 (five) share certificates @Tk.10.00 each of Dhaka Bank Securities Limited held by Dhaka Bank Limited. Now, the total number of shareholding in Dhaka Bank Securities Limited is 209,743,556 shares after considering the stock dividend issued from 2011 to 2021.

The financial statements, audited by ACNABIN, Chartered Accountants, have been enclosed in **Annexure L**.

1.9.2 Dhaka Bank Investment Limited

As per approval of the Board of Directors of Dhaka Bank Limited in its 190th meeting, a separate subsidiary Company in the name and style of "Dhaka Bank Investment Limited" was formed with Authorized Capital of Tk. 2,000,000,000 and Paid-up Capital of Tk. 250,000,000, amongst other, to conduct Merchant Banking Activities, to act as Issue Manager, Securities Management and Brokerage, Custodian Service, Investment and Asset Management, Portfolio Management, Capital Market operation etc. Dhaka Bank Limited subscribed Tk.249,999,940 divided into 24,999,994 shares @Tk.10 each with 99.99% of contribution to equity participation.

The financial statements, audited by ACNABIN, Chartered Accountants, have been enclosed in **Annexure M**.

2. Consolidated and separate financial statements

The separate financial statements of the Bank as at and for the year ended 31 December 2022 comprise those of Domestic Banking Unit (main operations) and Offshore Banking Unit (OBU), and the consolidated financial statements of the Group comprise those of 'the Bank' (parent company) and its subsidiaries. There were no significant changes in the nature of principal business activities of the Bank and the subsidiaries during the financial period. A summary of accounting principles and policies which have been applied consistently (unless otherwise stated), are set out below and in the notes of respective areas:

2.1 Basis of preparation of financial statements and statement of compliance

The separate financial statements of the Bank as at and for the year ended 31 December 2022 comprise those of Domestic Banking Unit (Main operations) and Offshore Banking Unit (OBU), and the consolidated financial statements of the group comprise those of 'the Bank' (parent company) and its subsidiaries. There were no significant changes in the nature of principal business activities of the Bank and the subsidiaries during the financial year.



The financial statements of the Bank are prepared in accordance with IFRSs (including IASs) and the requirements of the Bank Company (amendment) Act, 2013, the rules and regulations issued by Bangladesh Bank, the Companies Act, 1994, The Securities and Exchange Ordinance, 1969, Bangladesh Securities and Exchange Commission Act, 1993, Bangladesh Securities and Exchange Commission (Public Issues) Rules, 2020, Income Tax Ordinance and Rules, 1984, The Value Added Tax and Supplementary Duty Act, 2012, The Value Added Tax and Supplementary Duty Rules, 2016, Dhaka Stock Exchange Ltd. (DSE), Chittagong Stock Exchange Ltd. (CSE) and Central Depository Bangladesh Ltd. (CDBL) and Financial Reporting Act, 2015. In case any requirement of the Bank Company (amendment) Act, 2013, and provisions and circulars issued by Bangladesh Bank differ with those of IFRSs (including IASs), the requirements of the Bank Company (amendment) Act, 2013, and provisions and circulars issued by Bangladesh Bank shall prevail. Material departures from the requirements of IFRS are mentioned in i to xvii.

In addition to foregoing directives and standards, the operation of Islamic Banking branches are accounted for in accordance with Financial Accounting Standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions, Bahrain, and BRPD circular no. 15, dated 09 November 2009. A separate balance sheet, profit and loss account and a statement of profit paid on deposits are shown in **Annexure-I(1)** and **Annexure-I(2)** and the figures appearing in the annexure have been incorporated in the related heads of these financial statements as recommended by the Central Shariah Board for Islamic Banks in Bangladesh.

i) Presentation of financial statements

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

Bangladesh Bank: The presentation of these financial statements in prescribed format (i.e. 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 Bank Company Act, 1991, and amendment thereon and BRPD circular no. 14 dated 25 June 2003 and subsequent guidelines of Bangladesh Bank. In the prescribed format there is no option to present assets and liabilities under current and non-current classification.

ii) Investment in shares, mutual fund and other securities

IFRS: As per requirements of IFRS 9, classification and measurement of investment in shares and securities will depend on how these are managed (the entity's business model) and their contractual cash flow characteristics. Based on these factors it would generally fall either under "at fair value through profit or 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) at the year-end is taken to profit and loss account or other comprehensive income respectively.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003 investments in quoted and unquoted shares are revalued on the basis of year-end market price and Net Assets Value (NAV) of last audited balance sheet respectively. As such, provision is made for any loss arising from diminution in value of investments (portfolio basis); otherwise investments are recognised at costs.

iii) Revaluation gain/loss on government securities

IFRS: Government securities refer primarily various debt instruments which include both bonds and bills. As per requirements of IFRS 9 Financial Instruments, bonds can be categorised as "Amortised Cost (AC)" or "Fair Value Through Profit or Loss (FVTPL)" or "Fair Value through Other Comprehensive Income (FVOCI)". Bonds designated as Amortised Cost are measured at amortised cost method and interest income is recognised through profit and loss account. Any changes in fair value of bonds designated as FVTPL is recognised in profit and loss account. Any changes in fair value of bonds designated as FVOCI is recognised in other reserve as a part of equity.

As per requirements of IFRS 9, bills can be categorised either as "Fair Value Through Profit or Loss (FVTPL)" or "Fair Value through Other Comprehensive Income (FVOCI)". Any change in fair value of bills is recognised in profit and loss or other reserve as a part of equity respectively.

Bangladesh Bank: According to DOS circular no. 5 dated 26 May 2008 and further clarification in DOS circular no. 5 dated 28 January 2009, Government securities/bills are classified into Held for Trading (HFT) and Held to Maturity (HTM). HFT securities are revalued on the basis of mark to market and any gains on revaluation of securities which have not matured as at the balance sheet date are recognised in other reserves as a part of equity and any losses on revaluation of securities which have not matured as at the balance sheet date are charged in the profit and loss account. Interest on HFT securities including amortisation of discount is recognised in the profit and loss account. HTM securities which have not matured as at the balance sheet date are amortised and gains or losses on amortisation are recognised in other reserve as a part of equity.

iv) Repo and reverse repo transactions

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

Bangladesh Bank: As per Department of Off-Site Supervision (DOS) Circular letter no. 06 dated 15 July 2010 and subsequent clarification in DOS circular no. 02 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 derecognised in the seller's book and recognised in the buyer's book.



v) **Provision on loans and advances**

IFRS: As per IFRS 9 an entity shall recognise 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 months 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. 09 (7 April 2022), BRPD Circular no. 14 (22 June 2022), BRPD Circular no. 16 (18 July 2022), BRPD Circular no. 33 (3 August 2022), BRPD Circular no. 51 (18 December 2022), BRPD Circular no. 52 (21 December 2022), BRPD Circular no. 53 (22 December 2022), BRPD circular no. 53 (30 December 2021), BRPD circular no. 52 (29 December 2021), BRPD circular no. 51 (29 December 2021), BRPD circular no. 50 (14 December 2021), BRPD circular no. 45 (04 October 2021), BRPD circular no. 19 (26 August 2021), BRPD circular no. 05 (24 March 2021), BRPD circular no. 13 (27 June 2021), BRPD circular no. 03 (31 January 2021), BRPD circular no. 56 (10 December 2020), BRPD circular no. 52 (20 October 2020), BRPD circular no.16 (21 July 2020), BRPD circular no. 3 (23 April 2019), BRPD circular no. 1 (20 February 2018), BRPD circular no.15 (27 September 2017), BRPD circular no. 16 (18 November 2014), BRPD circular no. 05 (29 May 2013), BRPD circular no. 19 (27 December 2012) and BRPD circular no.14 (23 September 2012) a general provision at 0.25% to 5% under different categories of unclassified loans (good/standard loans) has to be maintained regardless of objective evidence of impairment. And specific provision (other than short-term agricultural and micro-credits) for sub-standard loans, doubtful loans and bad losses has to be provided at 20%, 50% and 100% respectively for loans and advances depending on the duration of overdue. Moreover, a provision for Short-Term Agricultural and Micro-Credits has to be provided for 'sub-standard' and 'doubtful' loans at the rate of 5%, 20% and a 100% provision for the 'bad/Loss' loans. Such provision policies are not specifically in line with those prescribed by IFRS 9.

vi) **Recognition of interest in suspense**

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

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

vii) **Other comprehensive income**

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

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

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

In several cases, Bangladesh Bank guidelines categorise, recognise, measure and present financial instruments differently from those prescribed in IFRS 9. As such full disclosure and presentation requirements of IFRS 7 and IAS 32 cannot be made in the financial statements.

ix) **Financial guarantees**

IFRS: As per IFRS 9, financial guarantees are contracts that require the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtors fails to make payment when due in accordance with the original or modified terms of a debt instrument. Financial guarantee liabilities are recognised initially at their fair value plus transaction costs that are directly attributable to the issue of the financial liabilities. The financial guarantees are subsequently measured at the higher of the amount of loss allowance for expected credit losses as per impairment requirement and the amount initially recognised less, income recognised in accordance with the principles of IFRS 15. Financial guarantees are included within other liabilities.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, financial guarantees such as letter of credit and letter of guarantee will be treated as off-balance sheet items. No liability is recognised for the guarantee except the cash margin. As per BRPD circular no. 1 dated 3 January 2018 and BRPD circular no. 14 dated 23 September 2012, the Bank is required to maintain provision at 1% against gross off-balance sheet exposures.

x) **Cash and cash equivalents**

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

Bangladesh Bank: Some highly liquid assets such as money at call on short notice, T-bills/T-bonds, prize bonds are not prescribed to be shown as cash and cash equivalents rather shown as face item in the balance sheet. However, in the cash flow statement, money at call and short notice and prize bonds are shown as cash and cash equivalents beside cash in hand, balance with BB and other banks.



xi) Non-banking asset

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

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, there is a separate balance sheet item named non-banking assets existed in the standard format. As per BRPD circular no. 22 dated 20 September 2021, there is separate guideline for accounting for Non-banking asset.

xii) Cash flow statement

IFRS: Cash flow statement can be prepared either direct method or indirect method as per IAS 7. 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 flows statement has been prepared following a mixture of direct and indirect methods.

xiii) Balance with Bangladesh Bank: (Cash Reserve Ratio-CRR)

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

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

xiv) Presentation of intangible asset

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

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

xv) Off-balance sheet items

IFRS: There is no requirement for disclosure of off-balance sheet items on the face of the balance sheet.

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

xvi) Disclosure of appropriation of profit

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

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

xvii) Loans, advances and lease/investments net of provision

IFRS: Loans and advances/investments should be presented net of provisions.

Bangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012, provision on loans and advances are presented separately as liability and cannot be netted off against loans and advances.

2.2 Basis of measurement

The financial statements of the Group have been prepared on historical cost basis except for the following:

- Government Treasury Bills and Bonds designated as 'Held for Trading (HFT)' are presented at value using mark to market concept with gain crediting to revaluation reserve; and
- Government Treasury Bills and Bonds designated as 'Held to Maturity (HTM)' are carried at amortised cost.

2.3 Going concern

The accompanying financial statements have been prepared on a going concern assumption that the Bank will continue in operation over the foreseeable future. The Bank has neither any intention nor any legal or regulatory compulsion to liquidate or curtail materially the scale of any of its operations. Key financial parameters (including liquidity, profitability, asset quality, provision sufficiency and capital adequacy) of the Bank continued to demonstrate a healthy trend for a couple of years. The Bank has been awarded AA in long term and ST-2 in short term by Emerging Credit Rating Limited. Rating details are shown in note 2.32. The management does not see any issue with respect to going concern due to the recent pandemic COVID-19. Besides, the management is not aware of any other material uncertainties that may cast significant doubt upon the Bank's ability to continue as a going concern.



2.4 Functional and presentation currency

These financial statements are presented in Bangladesh Taka (Taka/Tk) which is the Bank's functional currency. Except as otherwise indicated, financial information presented in Taka has been rounded to the nearest integer.

2.5 Use of judgments and estimates

In preparing these consolidated financial statements in conformity with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS), management has required to make judgments, estimates and assumptions that affect the application of bank's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The most critical estimates and judgments are applied to the following:

- Provision for loan and advances/investments- as explained in note 2.15.3;
- Employee benefit- as explained in note 2.23;
- Income tax- as explained in note 2.24;
- Deferred tax assets/liabilities- as explained in note 15.8; and
- Depreciation rates of depreciable assets regard to non-current assets- as stated in **Annexure-D**.

However, underlying assumptions on estimates are reviewed on a going concern basis and revisions thereon are recognised in the period in which the estimates are revised. It is also required to disclose the contingent assets and liabilities at the date of the financial statements in accordance with the guidelines as prescribed by IAS 37: "Provisions, Contingent Liabilities and Contingent Assets".

Provision

Provisions are liabilities that are uncertain in timing or amount. Provisions are recognised in the following situations:

- the entity has a present (legal or constructive) obligation as a result of past events;
- probable out flow of resources to settle the obligation and the obligation can be measured reliably;
- it is more likely than not that outflow of resources will be required to settle the present obligation exists at the end of reporting period.

Contingent Liability

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events. A contingent liability arises when some, but not all, of the criteria for recognizing a provision are met.

IAS 37 applies prudence by deeming a past event to give rise to a present obligation and an entity shall not recognise a contingent liability. However, if it is possible rather than probable that an obligation exists, a contingent liability will exist, not a provision in the financial statements. An entity shall disclose for each class of transaction of contingent liability at the end of the reporting period if the contingent liability is not remote.

Contingent Assets

A contingent asset is possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Entity. Contingent assets are never recognised rather they are disclosed in the financial statements when they arise.

2.6 Reporting period

These financial statements cover one calendar year from 1 January 2022 to 31 December 2022.

2.7 Dividend

Dividend on ordinary shares is recognised as a liability and deducted from retained earnings when they are approved by shareholders at the Annual General Meeting (AGM) of the Bank.

2.8 Date of authorization

The Board of Directors has authorised this financial statements for public issue on 30 April 2023.

2.9 Cash flow statement

The cash flow statement has been prepared in accordance with IAS 7 as well as considering the requirements specified in BRPD circular no. 14 dated 25 June 2003 issued by the Banking Regulation and Policy Department of Bangladesh Bank.

2.10 Statement of changes in equity

The Statement of changes in equity reflects information about the increase or decrease in net assets or wealth. Statement of changes in equity is prepared principally in accordance with IAS 1 "Presentation of Financial Statements" and under the guidelines of Bangladesh Bank's BRPD Circular no. 14 dated 25 June 2003.



2.11 Liquidity statement

The liquidity statement of assets and liabilities as on the reporting date has been prepared on the following basis:

Particulars	Basis
Cash, balance with other banks and financial institutions, money at call and short notice, etc.	Stated maturity/observed behavioural trend.
Investments	Residual maturity term.
Loan and advance/investment	Repayment /maturity schedule and behavioural trend (non-maturity products)
Fixed assets	Useful life
Other assets	Realisation/amortisation basis
Borrowing from other banks and financial institutions	Maturity/repayment term
Deposits and other accounts	Maturity/behavioural trend (non-maturity products)
Other long term liabilities	Maturity term
Provisions and other liabilities	Settlement/adjustment schedule basis

2.12 Financial statements for Off-shore Banking Unit (OBU)

Reporting currency of Off-shore Banking Unit is US Dollar. However, foreign currency transactions are converted into equivalent Taka using the ruling exchange rates on the dates of respective transactions as per IAS 21 "The Effects of Changes in Foreign Exchange Rates". Foreign currency balances held in US Dollar are converted into Taka at period end mid rate of exchange as at 31 December 2022.

2.13 Significant accounting policies

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

Accounting policies of subsidiaries

The financial statements of subsidiaries (Dhaka Bank Securities Limited and Dhaka Bank Investment Limited) which are included in the Consolidated Financial Statements of the Group have been prepared using uniform accounting policies of the Bank (Parent) for transactions and other events in similar nature. There is no significant restriction on the ability of subsidiaries to transfer funds to the parent in the form of cash dividends or to repay loans and advances. All subsidiaries of the Bank have been incorporated in Bangladesh.

2.13.1 Accounting policy for IFRS 16: Leases

At inception of a contract, the Group assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

At commencement or on modification of a contract that contains a lease component, the Group allocates the consideration in the contract to each lease component on the basis of its relative stand-alone prices.

The Group recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term unless the lease transfers ownership of the underlying asset to the Group by the end of the lease term or the cost of the right-of-use asset reflects that the Group will exercise a purchase option. In that case, the right-of-use asset will be depreciated over the useful life of the underlying asset which is determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's incremental borrowing rate. Generally, the Group uses its incremental borrowing rate as the discount rate.

The Group determines its incremental borrowing rate by obtaining interest rates from various external financing sources and makes certain adjustments to reflect the terms of the lease and type of the asset leased.

Lease payments included in the measurement of the lease liability comprise the following:

- fixed payments, including in-substance fixed payments;
- variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- amounts expected to be payable under a residual value guarantee; and



- the exercise price under a purchase option that the Group is reasonably certain to exercise, lease payments in an optional renewal period if the Group is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the Group is reasonably certain not to terminate early.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Group's estimate of the amount expected to be payable under a residual value guarantee, if the Group changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in-substance fixed lease payment.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

2.13.2 Basis of consolidation

The consolidated financial statements include the financial statements of Dhaka Bank Limited and those of its two subsidiaries (Dhaka Bank Securities Limited and Dhaka Bank Investment Limited) prepared as at and for the year ended 31 December 2022. The consolidated financial statements have been prepared in accordance with IFRS 10 'Consolidated Financial Statements'.

Name of subsidiary	Ownership	Date of incorporation	Country of operation	Status	Regulator	Year/period closing
Dhaka Bank Securities Limited	99.99%	19-Jul-10	Bangladesh	Majority Owned	Bangladesh Securities and Exchange Commission (BSEC)	31 December
Dhaka Bank Investment Limited	99.99%	02-Dec-13	Bangladesh	Majority Owned	Bangladesh Securities and Exchange Commission (BSEC)	31 December

2.13.3 Non-controlling interest

The Group elects to measure any non-controlling interests in the subsidiaries either:

- at fair value; or
- at their proportionate share of the acquired identifiable net assets, which are generally at fair value.

2.13.4 Transactions eliminated on consolidation

Intra-group balances and income and expenses arising from intra-group transactions are eliminated in preparing these consolidated financial statements.

2.14 Foreign currency transactions

According to IAS 21 "The Effects of Changes in Foreign Exchange Rates", transactions in foreign currencies are recorded in the functional currency at the rate of exchange prevailing on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the spot exchange rate at that date. Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are retranslated into the functional currency at the spot exchange rate at the date that the fair value was determined. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.

Foreign currency differences arising on translation are recognised in the profit and loss statement.

2.15 Assets and basis of their valuation

2.15.1 Cash and cash equivalents

Cash and cash equivalents include cash in hand, balances with Bangladesh Bank and its agent banks, balance with other banks and financial institutions, money at call on short notice and prize bonds.

2.15.2 Investments

All investments (other than government treasury securities) are initially recognised at cost including acquisition charges associated with the investment. Premiums are amortised and discount accredited using the effective or historical yield method. Accounting treatment of government treasury bills and bonds (categorised as HFT and HTM) are made in accordance with Bangladesh Bank DOS Circular letter no. 05 dated 26 May 2008 and subsequent clarifications DOS Circular letter no. 05 dated 28 January 2009.



Held to Maturity

Investments which have 'fixed or determinable payments' and are intended to be held to maturity are classified as 'Held to Maturity'. These are measured at amortised cost at each year end by taking into account any discount or premium in acquisition. Any increase or decrease in value of such investments are booked under equity and in the profit and loss statement respectively.

Held for Trading

Investments classified in this category are acquired principally for the purpose of selling or repurchasing in short trading or if designated as such by the management. After initial recognition, investments are mark to market weekly and any decrease in the present value is recognised in the Profit and Loss Account and any increase is booked to Revaluation Reserve Account as per DOS Circular no. 05 dated 28 January 2009.

Investment in quoted shares

These securities are bought and held primarily for the purpose of selling them in future or held for dividend income. These are valued and reported at cost price as per Bangladesh Bank's guidelines. Booking of provision for investment in securities (gain/loss net off basis) are made as per DOS circular no. 4 dated 24 November 2011.

Investment in unquoted shares

Investment in unquoted shares are recognised at cost under cost method. Adjustment is given for any shortage of book value over cost for determining the carrying amount of investment in unquoted shares.

Value of investments has been shown as under:

Investment Class	Initial Recognition	Measurement after initial recognition	Recording of changes
Government treasury securities-Held to Maturity (HTM)	Cost	Amortised cost	Increase in value of such investments is booked to equity, decrease to profit and loss account.
Government treasury securities-Held for Trading (HFT)	Cost	Fair value	Loss to Profit and Loss Account, gain to Revaluation Reserve.
Debenture/Bond	Face value	Face value	None
Shares (Quoted)*	Cost	Cost	Loss (net off gain) to profit and loss account but no unrealised gain booking.
Shares (Unquoted)*	Cost	Lower of cost or Net Asset Value (NAV)	Loss to profit and loss account but no unrealised gain booking.
Prize bond	Cost	Cost	None

* Provision for shares against unrealised loss (net off gain) has been taken into account according to DOS circular no. 4 dated 24 November 2011 of Bangladesh Bank.

Investment in Subsidiaries

Investments in subsidiaries are accounted for under the cost method of accounting in the Bank's financial statements in accordance with IAS 27 'Consolidated and Separate Financial Statements' and IFRS 10 "Consolidated Financial Statements". Impairment of investment in subsidiaries (if any) the Bank takes it into account as per the provision of IAS 36 "Impairment of Assets".

2.15.3 Loans and advances/investments and provisions for loans and advances/investments

- a) Loans and advances of conventional banking/investments of Islamic Banking branches are non-derivative 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.
- b) At each balance sheet date and periodically throughout the year, the Bank reviews loans and advances to assess whether objective evidence that impairment of a loan or portfolio of loans has arisen supporting a change in the classification of loans and advances, which may result in a change in the provision required in accordance with BRPD Circular no. 09 dated 7 April 2022, BRPD Circular no. 14 dated 22 June 2022, BRPD Circular no. 16 dated 18 July 2022, BRPD Circular no. 33 dated 3 August 2022, BRPD Circular no. 51 dated 18 December 2022, BRPD Circular no. 52 dated 21 December 2022, BRPD Circular no. 53 dated 22 December 2022, BRPD circular no. 53 dated 30 December 2021, BRPD circular no. 52 dated 29 December 2021, BRPD circular no. 51 dated 29 December 2021, BRPD circular no. 50 dated 14 December 2021, BRPD circular no. 45 dated 04 October 2021, BRPD circular no. 19 dated 26 August 2021, BRPD circular no. 13 dated 27 June 2021, BRPD circular no. 05 dated 24 March 2021, BRPD circular no. 03 dated 31 January 2021, BRPD circular no. 56 dated 10 December 2020, BRPD circular no. 52 dated 20 October 2020, BRPD circular no. 16 dated 21 July 2020, BRPD circular no. 03 dated 21 April 2019, BRPD circular no. 01 dated 20 February 2018, BRPD circular no. 15 dated 27 September 2017, BRPD circular no. 16 dated 18 November 2014, BRPD circular no. 05 dated 29 May 2013, BRPD circular no. 19 dated 27 December 2012 and BRPD circular no. 14 dated 23 September 2012. The guidance in the circular follows a formulaic approach whereby specified rates are applied to the various categories of loans as defined in the circular. The provisioning rates are as follows:



Types of loans and advances	Provision				
	STD	SMA	SS	DF	BL
Consumer:					
House building and professional	1.00% - 2.00%	1.00% - 2.00%	20.00%	50.00%	100.00%
Other than housing finance & professionals to setup business	2.00%	2.00%	20.00%	50.00%	100.00%
Provision for loan to broker house, merchant banks, stock dealers etc.	2.00%	2.00%	20.00%	50.00%	100.00%
Short-term agri-credit and micro credit	1.00%	1.00%	5.00%	5.00%	100.00%
Small and medium enterprise finance	0.25%	0.25%	20.00%	50.00%	100.00%
Cottage, micro and small credit (CMSME)	0.25%	0.25%	5.00%	20.00%	100.00%
Others	1.00%	1.00%	20.00%	50.00%	100.00%

BRPD circular no.14 (23 September 2012) as amended by BRPD circular no. 19 (27 December 2012) also provides scope for further provisioning based on qualitative judgments. In these circumstances, impairment losses are calculated on individual loans considered individually significant based on which specific provisions are raised. If the specific provisions assessed under the qualitative methodology are higher than the specific provisions assessed under the formulaic approach above, the higher of the two is recognised in liabilities under "Provision for loans and advances" with any movement in the provision charged/released in the profit and loss account. Classified loans are categorised into sub-standard, doubtful and bad/loss based on the criteria stipulated by Bangladesh Bank guideline.

- c) Loans and advances are written off to the extent that i) there is no realistic prospect of recovery and ii) against which legal cases are filed, where required and classified as bad/loss as per as per BRPD circular no. 02 dated 13 January 2003, BRPD circular no. 13 dated 07 November 2013 and BRPD circular no. 01 dated 06 February 2019 of Bangladesh Bank.

These write off however will not undermine/affect the claim amount against the borrower. Detailed memorandum records for all such written off accounts are maintained and followed up.

- d) Amounts receivable on credit cards are included in advances to customers at the amounts expected to be recovered.

2.15.4 Staff loan

House building and car loan are provided to the permanent staff at a subsidised rate. Criteria and detail of type wise staff loan are given below:

House building loan: A permanent staff completing 5 years (7 years for lateral staff) of service and all permanent staff from SPO can avail house building loan subject to getting approval from Managing Director, CEO and recommended by the concerned divisional head.

Car loan: All permanent staff from AVP can avail car loan subject to getting approval from Managing Director, CEO and recommended by the concerned divisional head.

2.15.5 Fixed assets (property, plant and equipment)

Recognition and measurement

As per IAS 16 "Property, plant and equipment" Items of fixed assets excluding land are measured at cost less accumulated depreciation and accumulated impairment losses, if any. Land is carried at cost.

Purchase of software that is integral to the related equipment is capitalised as part of that equipment.

Cost includes expenditure that are directly attributable to the acquisition of asset and bringing to the location and condition necessary for it to be capable of operating in the intended manner.

When significant parts of an item of fixed asset have different useful lives, they are accounted for as separate items (major components) of fixed assets.

The gain or loss on disposal of an item of fixed asset is determined by comparing the proceeds from disposal with the carrying amount of the item of fixed asset, and is recognised in other income/other expenses in profit or loss account.

Subsequent costs

The cost of replacing a component of an item of fixed asset is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the group and its cost can be measured reliably. The carrying amount of the replaced parts is derecognised. The costs of the day to day servicing of fixed assets are recognised in the profit and loss account as incurred.

Depreciation

Depreciation on fixed assets are recognised in the profit and loss statement on straight line method over its estimated useful lives. In case of acquisition of fixed assets, depreciation is charged from the month of acquisition whereas depreciation on disposed off fixed assets are charged up to the month prior to the disposal. Asset category wise depreciation rates for the current and comparative periods are as follows:

<u>Category of assets</u>	<u>Rate of depreciation</u>
Land	Nil
Building & Renovation	2.5%
Furniture and fixtures	10%
Office Appliances & Equipment	20%
Computer	20%
Software	10%
Motor Vehicle	20%



2.15.6 Non-banking assets

Non-banking assets were acquired by the entity due to failure of borrowers to repay the loan in time taken against mortgaged property. The Bank was awarded absolute ownership on few mortgaged properties (mostly land) through the verdict of honourable court under section 33 (7) of the Artha Rin Adalat Ain, 2003. The value of the properties has been recognised in the financial statements as non-earning assets on the basis of third party valuation report. As per BRPD circular no.22 dated 20 September 2021, there is separate guideline for accounting for Non-banking asset.

2.15.7 Provisions for other assets

BRPD Circular no.14 (25 June 2001) and subsequent BRPD Circular no.04 (12 April 2022) requires provision on other assets which are outstanding with certain maturity. The Bank maintains provisions in line with this circular unless it assesses there is no doubt of recovery on items of other assets in which case no provision is kept.

2.15.8 Intangible assets and its amortisation

Intangible assets comprise separately identifiable intangible items arising from the use of Flexcube Universal Banking System (UBS) from Oracle Financial Services Software Limited. Intangible assets are recognised at cost. Intangible assets with a definite useful life are amortised using the straight line method over its estimated useful economic life.

2.15.9 Reconciliation of inter-bank and inter-branch account

Account with regard to inter-bank (in Bangladesh and outside Bangladesh) are reconciled regularly and there are no material differences which may impact the financial statements significantly. Unreconciled entries/balances in the case of inter-branch transactions on the reporting date are not material.

2.16 Liabilities and basis of their valuation

2.16.1 Tier-II Subordinated Bond

Tier-II Subordinated Bond includes fund raised from several banks, financial institutions and other organization through issuance of 7 (seven) years Bonds for Taka 3,000 million during 2016 and 7 (Seven) years Bonds for Taka 5,000 million during 2018. Details are shown in note 14.

2.16.1.1 Perpetual Bond

Dhaka Bank Limited has successfully launch the first Perpetual Bond of Tk. 200.00 crore. The issuance process of "Dhaka Bank Perpetual Bond" was initiated back in 2021 and with subsequent approvals from the regulators, the Bank had partially completed subscription of Tk. 200.00 crore within 31 December 2022. Details are shown in note 14.

2.16.2 Borrowings from other banks, financial institutions and agents

Borrowings from other banks, financial institutions and agents includes refinance from Bangladesh Bank against agro-based credit, SME and EDF Loan etc., interest-bearing borrowings against securities from Bangladesh Bank, call borrowing from other banks and borrowing from other multilateral organisations. These items are brought to financial statements at the gross value of the outstanding balance. Details are shown in note 12.

2.16.3 Deposits and other accounts

Deposits and other accounts include non interest-bearing current deposit redeemable at call, interest bearing on demand and short-term deposits, savings deposit and fixed deposit. These items are brought into financial statement at the gross value of outstanding balance. Details are shown in note 13.

2.16.4 Provision for liabilities

As per IAS 37, provisions are recognised when it is probable that an outflow of economic benefits will be required to settle a current legal or constructive obligation as a result of past events and a reliable estimate can be made of the amount of the obligation.

2.16.5 Provision for Off-balance sheet exposure

As per BRPD circular no. 14 dated 23 September 2012, the Bank has recognised 1% General Provision on the following off balance sheet exposures as defined in BRPD circular no. 10 dated 24 November 2002, considering the exemption as provided through BRPD circular no. 01 dated 03 January 2018, BRPD circular no. 7 dated 21 June 2018, BRPD circular no. 13 dated 18 October 2018, BRPD circular no. 02 dated 25 February 2019, BRPD circular no. 09 dated 27 May 2019.

- Acceptances & Endorsements;
- Letters of Guarantee; and
- Irrevocable Letters of Credit.

2.16.6 Provisions on balances with other banks and financial institutions (Nostro accounts)

Provision for unsettled transactions on nostro accounts is made as per Foreign Exchange Policy Department (FEPD) circular no. FEPD (FEMO) / 01/2005-677 dated 13 September 2005 of Foreign Exchange Policy Department (FEPD) of Bangladesh Bank and reviewed semi-annually by our management along with duly certified by the external auditor. On the reporting date, the Bank has no unsettled transactions outstanding for more than 3 months and no provision has been made in this regard.



2.16.7 Provision for rebate to good borrower

Previously commercial banks were required to maintain provision of rebate amount (@10% of interest charged against loans to good borrowers) identified on the basis of prescribed guidelines stated in BRPD circular no. 06 dated 19 March 2015 and BRPD circular Letter no. 03 dated 16 February 2016 for onward rebate to the recognised good borrowers. However, Bangladesh Bank during 2020 issued another circular BRPD circular no. 14 dated 18 June 2020, wherein it is mentioned that from 2020 banks need not to provide any rebate to good borrowers. Hence, from 2020, no further good borrowers' provision was accounted for in the financial statements.

2.16.8 Other liabilities

Other liabilities comprise items such as provision for loans and advances/investments, provision for taxation, interest payable, interest suspense, accrued expenses, lease obligation etc. Other liabilities are recognised in the balance sheet according to the guidelines of Bangladesh Bank, Income Tax Ordinance, 1984 and internal policy of the Bank.

2.17 Capital/Shareholders' equity

2.17.1 Authorised capital

Authorised capital is the maximum amount of share capital that the Bank is authorised by its Memorandum and Articles of Association to issue (allocate) among shareholders. This amount can be changed by shareholders' approval upon fulfilment of relevant provisions of the Companies Act, 1994. Part of the authorised capital usually remains unissued. The part of the authorised capital already issued to shareholders is referred to as the issued share capital of the Bank.

2.17.2 Paid up capital

Paid up capital represents total amount of shareholders' capital that has been paid in full by the ordinary shareholders. Holders of 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 Bank, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any residual proceeds of liquidation.

2.17.3 Statutory reserve

Statutory reserve has been maintained in accordance with provisions of section 24 of The Bank Company Act, 1991 and amendment thereon such transfer shall continue until the reserve balance equals its paid up capital together with the share premium.

2.17.4 Revaluation reserve for government securities

Revaluation reserve for government securities arises from the revaluation of treasury bills, Bangladesh Bank bills and treasury bonds (HFT and HTM) in accordance with the DOS Circular no. 5 dated 26 May 2008 and DOS(SR) 1153/120/2010 dated 8 December 2010.

2.17.5 Capital management

The Bank has a capital management process in place to measure, deploy and monitor its available capital and assess its adequacy. This capital management process aims to achieve the following objectives:

- To comply with the capital requirements set by the regulators;
- To safeguard the Bank's ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders;
- To maintain a strong capital base to support the development of its business.

Capital is managed in accordance with the Board approved Capital Management Planning. Senior management develops the capital strategy and oversee the capital management planning of the Bank. The Bank's finance, treasury and risk management divisions are key participators in implementing the Bank's capital strategy and managing capital. Capital is managed using both regulatory capital measures and internal matrix.

2.18 Revenue recognition

2.18.1 Interest income

Interest on loans and advances is calculated on daily product basis. Based on product features, interest is accrued or charged to customers' accounts on monthly/quarterly basis.

In accordance with BRPD circular no. 14 dated 23 September 2012, as amended by BRPD circular No. 19 dated 27 December 2012 and BRPD circular no. 56 dated 10 December 2020, interest accrued on sub-standard loans and doubtful loans are credited to an "Interest Suspense Account" which is included within "Other liabilities". Interest from loans and advances ceases to be accrued when they are classified as bad/loss. It is then kept in interest suspense in a memorandum account.

2.18.2 Profit on investment (Islamic Banking)

Mark-up on investment is taken into income account proportionately from profit receivable account. Overdue charge/compensation on classified investments are transferred to profit suspense account instead of income account.

2.18.3 Investment income

Income on investments are recognised on accrual basis. Investment income includes discount on treasury bills and Bangladesh Bank bills, interest on treasury bonds and fixed deposit with other banks. Capital gain on investments in shares are also included in investment income. Capital gain is recognised when it is realised.



2.18.4 Fees and commission income

The Bank earns commission and fee income from a diverse range of service provided to its customers. Commission and fee income is accounted for as follows:

- income earned on the execution of a significant act is recognised as revenue when the act is completed
- income earned from services provided is recognised as revenue as the services are provided
- commission charged to customers on letters of credit and letters of guarantee are credited to income at the time of effecting the transactions.

2.19 Interest paid on subordinated bond, borrowing and other deposits (Conventional banking)

Interest paid and other expenses are recognised on accrual basis.

2.20 Profit shared on deposits (Islamic banking)

Profit shared to mudaraba deposits are recognised on accrual basis.

2.21 Dividend income

Dividend income is recognised when the right to receive income is established. Dividends are presented under investment income.

2.22 Others

Foreign exchange gain/ loss

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

2.23 Employee benefits

2.23.1 Provident Fund

Provident Fund benefits are given to the permanent staff of the Bank in accordance with the registered Provident Fund rules. The Commissioner of Income Tax, Taxes Zone-5, Dhaka, has approved the Provident Fund as a recognised 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 on 1 July 1996. The Provident Fund is operated by a Board of Trustees consisting of 7 members of the Bank. All confirmed employees of the Bank are contributing 10% of their basic salary as subscription to the Provident Fund. The Bank also contributes equal amount to the Provident Fund. Contributions made by the Bank are charged as expense and the Bank bears no further liability. Interest earned from the investments is credited to the members' account on yearly basis. By Law, the Provident fund is duly audited by Mak & Co., Chartered Accountants.

2.23.2 Gratuity Fund

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 recognised gratuity fund with effect from 25 April 2006. The Gratuity Fund is operated by a Board of Trustee consists of 10 members of the Bank. Provision for gratuity is made annually covering all its permanent eligible employees. A valuation of gratuity scheme is regularly carried out by a professional Actuarial & Pension Consultants, M/S Z. Halim & Associates to assess the adequacy of the liabilities provided for the scheme as per IAS 19 "Employee Benefits". On continuing fund basis valuation, the Bank has been maintaining adequate provision against gratuity scheme. By Law, the Gratuity fund is duly audited by Mak & Co., Chartered Accountants.

2.23.3 Superannuation fund

The Bank operates a Superannuation Fund Trust by a Board of Trustees consisting of ten members at present. The death-cum survival benefits are given to the employees as per the eligibility narrated in the Trust Rules. The fund got recognition from the National Board of Revenue (NBR) with effect from 1 January 2001 under section 3 & 4 of part- A of first schedule of Income Tax Ordinance, 1984. During the year 2017, Dhaka Bank Limited had appointed an actuary and the Bank contributes to the fund annually as per Superannuation Fund Rules of the Bank. The Bank has conducted an actuarial valuation for the said Superannuation Fund and contributions to the fund are maintained as per actuary report. By Law, the superannuation fund is duly audited by Mak & Co., Chartered Accountants.

Moreover, in the Bank, performance bonus provision is there, which is distributed among the employees on the basis of individual employee's yearly performance with a view to recognise welfare of the employees and reward their participation and contribution to the company.

2.24 Tax expense

Tax expense comprises current and deferred tax. Current tax and deferred tax are recognised in the profit and loss statement except to the extent that it relates to items recognised directly in equity.

2.24.1 Current tax

Current tax is the expected tax payable or receivable on the taxable income or loss for the period, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years. Details are shown in note 15.7.



2.24.2 Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for the following temporary differences:

- temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss;
- temporary differences related to investments in subsidiaries to the extent that it is probable that they will not reverse in the foreseeable future;

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities against current tax assets, and they relate to income taxes levied by the same tax authority on the same taxable entity or on different tax entities but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

A deferred tax asset is recognised for unused tax losses, tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

2.24.3 Tax exposures

In determining the amount of current and deferred tax, the Group takes into account the impact of uncertain tax positions and whether additional taxes and interest may be due. This assessment relies on estimates and assumptions and may involve a series of judgments about future events. New information may become available that causes the Bank to change its judgment regarding the adequacy of existing tax liabilities; such changes to tax liabilities will impact tax expense in the period that such a determination is made.

2.25 Impairment of non-financial assets

The carrying amounts of the Group's and the Bank's non-financial assets other than deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. An impairment loss is recognised if the carrying amount of an asset or its Cash Generating Unit (CGU) exceeds its estimated recoverable amount.

The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.

For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or CGU.

Impairment losses (if any) recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

2.26 Earnings per share

The Group and the Bank present basic and diluted Earnings Per Share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Bank by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to the ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, which comprise share options granted to employees. No diluted earnings per share is required to be calculated for the period.



2.27 Compliance with International Financial Reporting Standards (IFRS)

Name of the standards	IFRS Ref.	Implementation status by the Bank
First-time Adoption of International Financial Reporting Standards	IFRS-1	Not applicable
Share based Payment	IFRS-2	Not applicable
Business Combinations	IFRS-3	Not applicable
Insurance Contracts	IFRS-4	Not applicable
Non-current Assets Held for Sale and Discontinued Operations	IFRS-5	Not applicable
Exploration for and Evaluation of Mineral Resources	IFRS-6	Not applicable
Financial Instruments: Disclosures	IFRS-7	Applied with some departure (note 2.1)
Operating Segments	IFRS-8	Applied with some departure (note 2.30)
Financial Instruments	IFRS-9	Applied with some departure (note 2.1)
Consolidated Financial Statements	IFRS-10	Applied
Joint Arrangements	IFRS-11	Not applicable
Disclosure of Interest in Other Entities	IFRS-12	Applied
Fair Value Measurement	IFRS-13	Applied with some departure (note 2.1)
Regulatory Deferral Accounts	IFRS-14	Not applicable
Revenue from contract with customers	IFRS-15	Applied
Leases	IFRS-16	Applied
Insurance Contracts	IFRS-17	Not Applicable
Presentation of Financial Statements	IAS-1	Applied with some departure (note 2.1)
Inventories	IAS-2	Not Applicable
Statement of Cash Flows	IAS-7	Applied with some departure (note 2.1)
Accounting Policies, Changes in Accounting Estimates and Errors	IAS-8	Applied
Events After the Reporting Period	IAS-10	Applied
Construction Contracts	IAS-11	Not Applicable
Income Taxes	IAS-12	Applied
Property, Plant and Equipment	IAS-16	Applied
Employee Benefits	IAS-19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	IAS-20	Not Applicable
The Effects of Changes in Foreign Exchange Rates	IAS-21	Applied
Borrowing Costs	IAS-23	Not Applicable
Related Party Disclosures	IAS-24	Applied
Accounting and Reporting by Retirement Benefit Plans	IAS-26	Not Applicable
Separate Financial Statements	IAS-27	Applied
Investments in Associates and Joint Ventures	IAS-28	Not Applicable
Financial Reporting in Hyperinflationary Economies	IAS-29	Not Applicable
Financial Instruments: Presentation	IAS-32	Applied with some departure (note 2.1)
Earnings Per Share	IAS-33	Applied
Interim Financial Reporting	IAS-34	Applied
Impairment of Assets	IAS-36	Applied
Provisions, Contingent Liabilities and Contingent Assets	IAS-37	Applied
Intangible Assets	IAS-38	Applied
Investment Property	IAS-40	Not Applicable
Agriculture	IAS-41	Not Applicable

In order to comply with certain specific rules and regulations of Bangladesh Bank which are different to IAS/IFRS, some of the requirements specified in these IAS/IFRSs are not applied. Refer to note 2.1 for such recognition and measurement differences that are most relevant and material to the Bank and the Group.

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

The objective of IAS 34 is to prescribe the minimum content of an interim financial report and to prescribe the principles for recognition and measurement in complete or condensed financial statements for an interim period and hence it is not applicable for annual financial statements. However, the Bank being a listed entity in Dhaka and Chittagong Stock Exchanges regularly publishes Interim Financial Report complying with IAS 34.



2.28 Standards issued but not yet effective

A number of new standards and amendments to standards are effective for annual periods beginning after 1 January 2022 and earlier application is permitted; however, the Bank has not early adopted the other new or amended standards in preparing these financial statements.

The following amended standards and interpretations are not expected to have a significant impact on the Bank's financial statements:

- IFRS 17 Insurance Contracts and amendments to IFRS 17 Insurance Contracts;
- Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2);
- Definition of Accounting Estimates (Amendments to IAS 8).

2.29 Offsetting

Financial assets and liabilities are offset and the net amount is presented in the balance sheet when, and only when, the group has a legal right to set off the recognised amounts and it intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

Income and expenses are presented on a net basis only when permitted under IFRSs, or for gains and losses arising from a group of similar transactions such as in the group's trading activity.

2.30 Segment reporting

The Group and the Bank have no identified operating segment and as such presentation of segment reporting is not made in the financial statements as per IFRS 8. However business segments wise limited disclosures are furnished in note 48.

Inter-segment transactions are generally based on inter-branch fund transfer measures as determined by the management. Income, expenses, assets and liabilities are specifically identified with individual segments. Based on such allocation, segment balance sheet as on 31 December 2022 and segment profit and loss account for the year ended 31 December 2022 have been prepared.

2.31 Materiality and aggregation

Each material class of similar items has been presented separately in the financial statements. Items of dissimilar nature also have been presented separately unless they are immaterial in accordance with IAS 1 "Presentation of Financial Statements".

2.32 Credit rating of the Bank

As per BRPD circular no. 6 dated 5 July 2006, the Bank has done its credit rating by Emerging Credit Rating Limited based on the financial statements as at and for the year ended 31 December 2021. The following ratings have been awarded:

Particulars	Periods	Date of Rating	Long term	Short term	Rating Valid
Entity Rating	January to December 2021	17-May-22	AA	ST-2	07-Apr-23
Entity Rating	January to December 2020	18-May-21	AA	ST-2	07-Apr-22
Entity Rating	January to December 2019	30-Jun-20	AA	ST-2	07-Apr-21
Entity Rating	January to December 2018	29-May-19	AA	ST-2	07-Apr-20
Entity Rating	January to December 2017	23-May-18	AA	ST-2	07-Apr-19

2.33 Related party disclosures

A party is related to the company if:

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

Details of the related party disclosures presented in **Annexure-G**.

2.34 Events after reporting period

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

- adjusting events after the reporting period (those that provide evidence of conditions that existed at the end of the reporting period); and
- non adjusting events after the reporting period (those that are indicative of conditions that arose after the reporting period).

Details of the Events after reporting period presented in note no. 49.



		31.12.2022 Taka	31.12.2021 Taka
3. Cash			
Cash in hand	(Note: 3.1)	3,028,309,777	2,301,355,729
Balance with Bangladesh Bank and its agent bank(s)	(Note: 3.2)	10,392,358,030	17,537,069,920
		13,420,667,807	19,838,425,649
3(a) Consolidated Cash			
Dhaka Bank Limited	(Note: 3)	13,420,667,807	19,838,425,649
Dhaka Bank Securities Limited		120,000	105,000
Dhaka Bank Investment Limited		-	-
		13,420,787,807	19,838,530,649
3.1 Cash in hand			
In local currency		3,002,811,107	2,265,868,323
In foreign currencies		25,498,670	35,487,406
		3,028,309,777	2,301,355,729
Cash in hand (local currency) includes balance of cash held at Automated Teller Machine (ATM).			
3.1(a) Consolidated cash in hand			
Dhaka Bank Limited	(Note: 3.1)	3,028,309,777	2,301,355,729
Dhaka Bank Securities Limited		120,000	105,000
Dhaka Bank Investment Limited		-	-
		3,028,429,777	2,301,460,729
3.2 Balance with Bangladesh Bank and its agent bank(s)			
Balance with Bangladesh Bank			
In local currency		9,925,184,942	16,918,545,903
Conventional		9,304,990,108	16,406,522,671
Al-Wadiah current account		620,194,834	512,023,232
In foreign currencies		279,420,871	484,099,742
		10,204,605,813	17,402,645,645
Balance with Sonali Bank as agent of Bangladesh Bank		187,752,217	134,424,275
		10,392,358,030	17,537,069,920

As per Bangladesh Bank circulars/guidelines, balance with Bangladesh Bank is a part of cash and cash equivalent regardless of any restriction. However, to meet up the foreign currency liabilities of the Bank, the cover fund against the liabilities has been kept and booked in Bangladesh Bank FC Clearing account as well as Nostro Bank Accounts.

3.2(a) Consolidated balance with Bangladesh Bank and its agent bank(s)			
Dhaka Bank Limited	(Note: 3.2)	10,392,358,030	17,537,069,920
Dhaka Bank Securities Limited		-	-
Dhaka Bank Investment Limited		-	-
		10,392,358,030	17,537,069,920
3.3 Statutory deposits			

Cash Reserve Ratio and Statutory Liquidity Ratio have been calculated and maintained as per Section 33 of The Bank Company Act, 1991 and amendment thereon and MPD Circular no. 4, dated 1 December 2010, MPD Circular no. 2 dated 10 December 2013, MPD Circular no. 1 dated 23 June 2014, MPD Circular no. 1 dated 03 April 2018 and MPD Circular no. 3 dated 9 April 2020.

3.3.1 Cash Reserve Ratio (CRR)

Conventional Banking

Bi-weekly Requirement

(4.00% of average demand and time liabilities)

Required reserve	8,713,926,890	7,658,465,235
Actual reserve maintained	9,171,339,369	9,579,659,466
Surplus	457,412,479	1,921,194,231
Required	4.00%	4.00%
Maintained	4.21%	5.00%

Daily Requirement

(3.50% of Average Demand and Time Liabilities)

Required reserve	7,597,203,006	6,671,023,088
Actual reserve maintained	9,809,360,707	16,345,847,762
Surplus	2,212,157,700	9,674,824,674
Required	3.50%	3.50%
Maintained	4.52%	8.58%



	31.12.2022 Taka	31.12.2021 Taka
Islamic Banking		
Bi-weekly Requirement (4.00% of average demand and time liabilities)		
Required reserve	569,838,390	407,797,140
Actual reserve maintained	609,636,609	501,465,007
Surplus	39,798,219	93,667,867
Required	4.00%	4.00%
Maintained	4.28%	4.92%
Daily Requirement (3.50% of average demand and time liabilities)		
Required reserve	498,608,591	356,822,498
Actual reserve maintained	620,194,834	512,023,232
Surplus	121,586,243	155,200,734
Required	3.50%	3.50%
Maintained	4.35%	5.02%
3.3.2 Statutory Liquidity Ratio (SLR)		
Conventional Banking (13% of average demand & time liabilities)		
Required reserve	29,034,820,978	25,673,495,835
Actual reserve maintained	47,234,150,553	49,039,435,077
Surplus	18,199,329,575	23,365,939,242
Required	13.00%	13.00%
Maintained	21.15%	24.83%
Islamic Banking (5.50% of average demand and time liabilities)		
Required reserve	783,527,786	560,721,068
Actual reserve maintained	1,170,843,257	818,304,794
Surplus	387,315,471	257,583,726
Required	5.50%	5.50%
Maintained	8.22%	8.03%
Held for Statutory Liquidity Ratio (Conventional)		
Cash in hand	2,983,322,964	2,262,777,026
Balance with Bangladesh Bank and its agent Bank(s) over CRR	1,317,253,394	8,858,774,124
Government securities (excluding Assured Liquidity Support)	42,933,574,195	37,917,883,927
	47,234,150,553	49,039,435,077
Held for Statutory Liquidity Ratio (Islamic)		
Cash in hand	44,986,814	38,578,702
Balance with Bangladesh Bank and its agent Bank(s) over CRR	50,356,444	104,226,092
Government securities (excluding Assured Liquidity Support)	1,075,500,000	675,500,000
	1,170,843,258	818,304,794
Dhaka Bank Limited has maintained the above SLR and CRR requirement based on based on weekly average total demand and time liabilities (ATDTL) of the base month which is two months back of the reporting month.		
As per DOS Circular No. 05 dated 26 May 2008, all the Government treasury bond and bill will be open for SLR requirement and Dhaka Bank Limited has maintained the minimum SLR as per said circular.		
3.4 Maturity grouping of cash		
On demand	13,420,667,807	19,838,425,649
Upto 1 month	-	-
Over 1 month but not more than 3 months	-	-
Over 3 months but not more than 6 months	-	-
Over 6 months but not more than 1 year	-	-
Over 1 year but not more than 5 years	-	-
	13,420,667,807	19,838,425,649



		31.12.2022 Taka	31.12.2021 Taka
4. Balance with other banks and financial institutions			
In Bangladesh	(Note: 4.1)	11,181,041,115	20,076,318,982
Outside Bangladesh	(Note: 4.2)	3,520,969,936	2,134,722,181
		14,702,011,051	22,211,041,163
4(a) Consolidated balance with other banks and financial institutions			
In Bangladesh	(Note: 4.1(a))	11,327,519,127	20,331,837,107
Outside Bangladesh	(Note: 4.2(a))	3,520,969,936	2,134,722,181
		14,848,489,063	22,466,559,288
4.1 In Bangladesh			
Current deposits			
Sonali Bank Limited		93,707,951	62,036,375
Janata Bank Limited		4,960,472	670,462
Standard Chartered Bank (Visa Settlement)		11,468,317	17,466,885
Agrani Bank Limited		21,630,601	30,704,194
Islami Bank Bangladesh Limited		10,543,544	10,384,349
United Commercial Bank Limited		1,074,929	2,892,977
ICB Islamic Bank Limited		11,300,000	11,300,000
		154,685,814	135,455,242
Special Notice Deposits (SND)			
Dutch Bangla Bank Limited		5,325,751	29,090,112
Sonali Bank Limited		77,298	76,167
AB Bank Limited		211,946	1,702,413
Agrani Bank Limited		14,700	16,747
Janata Bank Limited		720,439	188,475
National Bank Limited		5,167	189,826
		6,355,301	31,263,740
Fixed deposits			
Commercial Banks			
Shahjalal Islami Bank Limited		-	858,000,000
Islami Bank Bangladesh Ltd		-	3,861,000,000
Community Bank Ltd		170,000,000	-
The City Bank Limited		-	1,029,600,000
Al Arafah Islami Bank Ltd		-	429,000,000
Trust Bank Ltd		-	2,960,100,000
NCC Bank Ltd		-	257,400,000
Modhumoti Bank Ltd		-	42,900,000
Midland Bank Ltd Bank Ltd		-	171,600,000
AB Bank Limited		-	1,000,000,000
Jamuna Bank Ltd		-	1,500,000,000
Placement with OBU		8,083,318,269	10,254,770,010
		8,253,318,269	22,364,370,010
Less : Inter Unit (OBU)		8,083,318,269	10,254,770,010
		170,000,000	12,109,600,000
Financial Institutions			
Phoenix Finance & Investments Limited		100,000,000	100,000,000
Prime Finance		200,000,000	300,000,000
IDLC Finance Limited		2,550,000,000	3,300,000,000
NHFIL		100,000,000	-
DBH		3,000,000,000	-
IPDC Finance Limited		4,900,000,000	4,100,000,000
		10,850,000,000	7,800,000,000
		11,181,041,115	20,076,318,982
4.1(a) Consolidated in Bangladesh			
Dhaka Bank Limited	(Note: 4.1)	11,181,041,115	20,076,318,982
Dhaka Bank Securities Limited		274,569,585	416,013,610
Dhaka Bank Investment Limited		319,502,973	311,292,096
		11,775,113,673	20,803,624,688
Less: Intercompany transaction		447,594,546	471,787,581
		11,327,519,127	20,331,837,107



	31.12.2022 Taka	31.12.2021 Taka
4.2 Outside Bangladesh (Nostro Accounts)		
Current deposits		
Standard Chartered Bank, New York	783,418,646	247,019,185
Mashreq Bank, New York	303,784,159	153,994,977
J P Morgan AG, OBU	-	28,504,693
Indusind Bank Mumbai, OBU	106,226	625,974
Standard Chartered Bank, OBU	288,016,669	156,863,148
Commerz Bank, Frankfurt (USD)	1,567,666,043	76,261,188
Habib American Bank	114,695,734	422,350,383
Wells Fargo Bank	100,660,204	82,312,237
JP Morgan Chase Bank	83,888,797	123,829,726
Standard Chartered Bank, Mumbai	86,712,712	165,538,855
Sonali Bank	11,106,288	34,951,430
AB Bank	21,609,794	99,744,603
Nepal Bangladesh Bank	6,368,790	29,434,404
Sampath Bank	3,323,140	15,535,882
Bhutan National Bank	12,390,080	7,719,526
Bank of Bhutan	1,856,152	5,314,266
Habib Metropolitan Bank Ltd.	19,760,937	46,775,527
ICICI Bank Limited	23,083,856	47,291,371
Mashreq Bank, Mumbai	23,525,777	141,693,556
United Bank of India, Kolkata (ACUD)	241,466	105,578,686
Axis Bank Ltd, India	4,026,108	63,618,199
Union Bank of Switzerland	1,367,416	6,825,872
Commerz Bank, Frankfurt (EURO)	20,327,559	3,178,347
Standard Chartered Bank, Frankfurt	5,390,082	14,525,093
Unicredit S.P.A.	4,241,585	7,742,671
United Bank of India, Kolkata (EURO)	610,419	3,808,086
Commerz Bank, Frankfurt (AUD)	3,235,259	4,909,488
Standard Chartered Bank, Japan	14,214,998	22,335,286
Standard Chartered Bank, London	3,550,358	3,806,447
Commerz Bank, Frankfurt (CAD)	2,568,079	10,659,671
Al-Rajhi Bank, Saudi Arabia	1,024,808	1,973,404
Zhejiang Chouzhou Commercial Bank, China	3,666,349	-
HDFC Bank Limited, Mumbai	4,531,446	-
	3,520,969,936	2,134,722,181

(Details are given in Annexure - A)

In order to meet up the foreign currency liabilities of the Bank, the cover fund against the liabilities has been kept and booked in Nostro Bank Accounts as well as Bangladesh Bank Foreign Currency Clearing account. All balances of Nostro Accounts have been reconciled.

4.2(a) Consolidated outside Bangladesh (Nostro Accounts)			
Dhaka Bank Limited	(Note: 4.2)	3,520,969,936	2,134,722,181
Dhaka Bank Securities Limited		-	-
Dhaka Bank Investment Limited		-	-
		3,520,969,936	2,134,722,181
4.3 Account-wise/grouping of balance with other banks and financial institutions			
Current deposits		3,675,655,750	2,270,177,423
Short-notice deposits		6,355,301	31,263,740
Fixed deposits		11,020,000,000	19,909,600,000
		14,702,011,051	22,211,041,163
4.4 Maturity grouping of balances with other banks and financial institutions			
On demand		3,675,655,750	138,268,980
Upto 1 month		3,006,355,301	6,548,900,000
Over 1 month but not more than 3 months		7,500,000,000	13,623,572,183
Over 3 months but not more than 6 months		520,000,000	1,900,300,000
Over 6 months but not more than 1 year		-	-
Over 1 year but not more than 5 years		-	-
Over 5 years		-	-
		14,702,011,051	22,211,041,163
5. Money at call on short notice			
With banking companies	(Note: 5.1)	280,000,000	-
With non-banking financial institutions	(Note: 5.2)	-	5,650,000,000
		280,000,000	5,650,000,000
5(a) Consolidated money at call on short notice			
Dhaka Bank Limited	(Note: 5)	280,000,000	5,650,000,000
Dhaka Bank Securities Limited		-	-
Dhaka Bank Investment Limited		-	-
		280,000,000	5,650,000,000



		31.12.2022 Taka	31.12.2021 Taka
5.1 With banking companies			
Midland Bank		150,000,000	-
Community Bank		130,000,000	-
		280,000,000	-
ICB Islamic Bank Limited has been repaying their liabilities phase by phase under "The Oriental Bank Limited (Reconstruction) Scheme, 2007 as per Bangladesh Bank instructions vide Ref : BRPD(R-1)651/9(10)2007-446 dated 02.08.2007. The outstanding amount of Tk.1.13 Crore now presented under the head "Balance with other banks and financial institutions".			
5.2 With non-banking financial institutions			
IDCOL		-	5,000,000,000
IPDC		-	150,000,000
DBH		-	500,000,000
		-	5,650,000,000
5.3 Maturity grouping of money at call & short notice			
On demand		280,000,000	5,650,000,000
Up to 1 month		-	-
Over 1 month but not more than 3 months		-	-
Over 3 months but not more than 6 months		-	-
More than 6 months but less than 1 year		-	-
More than 1 year but less than 5 years		-	-
More than 1 years		-	-
		280,000,000	5,650,000,000
6. Investments			
Government securities	(Note: 6.1)	44,012,496,595	38,596,716,627
Other investments	(Note: 6.2)	9,357,339,365	10,527,360,453
		53,369,835,960	49,124,077,080
6(a) Consolidated investments			
Dhaka Bank Limited	(Note: 6)	53,369,835,960	49,124,077,080
Dhaka Bank Securities Limited		3,278,184,882	3,234,986,908
Dhaka Bank Investment Limited		-	-
		56,648,020,842	52,359,063,988
6.1 Government securities			
Treasury Bills	(Note: 6.1.1)	7,283,179,846	-
Treasury Bonds	(Note: 6.1.2)	34,283,894,349	36,551,383,927
Government Islamic Bond		-	100,000,000
Government Ijarah Sukuk		2,442,000,000	1,942,000,000
Prizebond		3,422,400	3,332,700
		44,012,496,595	38,596,716,627
6.1(a) Consolidated government securities			
Dhaka Bank Limited	(Note: 6.1)	44,012,496,595	38,596,716,627
Dhaka Bank Securities Limited		-	-
Dhaka Bank Investment Limited		-	-
		44,012,496,595	38,596,716,627
6.1.1 Treasury bills			
91 days treasury bills		1,964,468,000	-
182 days treasury bills		1,049,183,100	-
364 days treasury bills		4,269,528,746	-
		7,283,179,846	-
6.1.2 Treasury bonds			
2 years Bangladesh government treasury bond		1,987,144,684	1,658,708,254
5 years Bangladesh government treasury bond		9,539,172,235	6,083,589,483
10 years Bangladesh government treasury bond		13,537,915,249	20,552,129,087
15 years Bangladesh government treasury bond		8,227,658,305	7,760,769,347
20 years Bangladesh government treasury bond		992,003,876	496,187,756
		34,283,894,349	36,551,383,927
6.2 Other investments			
Investment in shares	(Note: 6.2.1)	3,254,839,365	3,332,360,453
Investment in subordinated bonds	(Note: 6.2.2)	3,452,500,000	4,545,000,000
Investment in perpetual bond	(Note: 6.2.3)	1,650,000,000	1,650,000,000
Investment on Beximco Green Sukuk al Istisna'a		1,000,000,000	1,000,000,000
		9,357,339,365	10,527,360,453



	31.12.2022 Taka	31.12.2021 Taka
6.2(a) Consolidated other investments		
Dhaka Bank Limited	9,357,339,365	10,527,360,453
Dhaka Bank Securities Limited	3,278,184,882	3,234,986,908
Dhaka Bank Investment Limited	-	-
	<u>12,635,524,247</u>	<u>13,762,347,361</u>
6.2.1 Investment in shares		
Quoted (Publicly Traded)	392,839,365	382,360,453
Unquoted	2,862,000,000	2,950,000,000
	<u>3,254,839,365</u>	<u>3,332,360,453</u>
(Details are given in Annexure - B)		
6.2.2 Investment in subordinated bonds		
Mutual Trust Bank Limited (MTBL)	360,000,000	540,000,000
The City Bank Limited	372,500,000	485,000,000
One Bank Limited	360,000,000	420,000,000
Bank Asia Limited	300,000,000	450,000,000
Shahjalal Islami Bank Limited	300,000,000	400,000,000
Trust Bank Limited	300,000,000	400,000,000
Dutch Bangla Bank Limited	300,000,000	400,000,000
Islami Bank Bangladesh Limited	300,000,000	400,000,000
Southeast Bank Limited	150,000,000	300,000,000
Eastern Bank Limited	160,000,000	200,000,000
United Commercial Bank Limited	550,000,000	550,000,000
	<u>3,452,500,000</u>	<u>4,545,000,000</u>

MTBL Subordinated Bond - date of purchase was 16.02.2017 and redemption started from 16.02.2020; Mercantile Bank Subordinated Bond - date of purchase was on 29.06.2014 and redemption started from 30.06.2017; The City Bank Limited Subordinated Bond - date of purchase was on 12.12.2018 and redemption started from 21.12.2021; One Bank Limited Subordinated Bond - date of purchase was on 27.10.2016 and redemption started from 27.10.2019 (30 Crore); One Bank Limited Subordinated Bond - date of purchase was on 12.12.2018 and redemption will be started on 12.06.2023 (30 Crore); Bank Asia Limited Subordinated Bond - date of purchase was on 23.04.2017 and redemption started from 23.04.2020; Shajalal Islami Bank Limited Subordinated Bond - date of purchase was on 19.12.2018 and redemption started on 19.12.2021; Trust Bank Limited Subordinated Bond - date of purchase was on 19.12.2018 and redemption started on 19.12.2021; Dutch Bangla Bank Limited Subordinated Bond - date of purchase was on 24.12.2018 and redemption started on 24.12.2021; Islami Bank Bangladesh Limited Subordinated Bond - date of purchase was on 24.12.2018 and redemption started on 24.12.2021; Southeast Bank Limited Subordinated Bond - date of purchase was on 27.10.2016 and redemption started from 27.10.2019; Eastern Bank Limited Subordinated Bond - date of purchase was on 09.07.2019 and redemption started from 09.07.2022; United Commercial Bank Limited Subordinated Bond - date of purchase was on 29.09.2020 and redemption will be started from 29.09.2023.

As per DOS Circular no. 02 dated 16 September 2013 and subsequent DOS Circular no. 03 dated 20 December 2015 of Bangladesh Bank, the total market value of investment in the capital market of any Bank cannot be exceeded 25% of the total amount of paid up capital, share premium account, statutory reserve and surplus in profit and loss account of the Bank. In compliance with the guidelines of the Bangladesh Bank, the portfolio exposure of Dhaka Bank Limited is 16.53% as of 31 December 2022.

6.2.3 Investment in perpetual bond		
UCBL perpetual bond	650,000,000	650,000,000
Trust Bank perpetual bond	1,000,000,000	1,000,000,000
	<u>1,650,000,000</u>	<u>1,650,000,000</u>
6.3 Investment in securities are classified as per Bangladesh Bank Circular Held for Trading (HFT)		
28 days treasury bills	-	-
30 days treasury bills	-	-
91 days treasury bills	1,964,468,000	-
182 days treasury bills	1,049,183,100	-
364 days treasury bills	4,269,528,746	-
2 years Bangladesh government treasury bond	-	657,353,450
5 years Bangladesh government treasury bond	1,101,746,220	1,634,427,522
10 years Bangladesh government treasury bond	-	4,180,450,516
15 years Bangladesh government treasury bond	649,425,727	-
20 years Bangladesh government treasury bond	499,780,846	-
	<u>9,534,132,639</u>	<u>6,472,231,488</u>



	31.12.2022 Taka	31.12.2021 Taka
Held to Maturity (HTM)		
7 days Bangladesh Bank bills	-	-
91 days treasury bills	-	-
182 days treasury bills	-	-
364 days treasury bills	-	-
2 years Bangladesh government treasury bond	1,987,144,684	1,001,354,804
5 years Bangladesh government treasury bond	8,437,426,015	4,449,161,961
10 years Bangladesh government treasury bond	13,537,915,249	16,371,678,572
15 years Bangladesh government treasury bond	7,578,232,578	7,760,769,347
20 years Bangladesh government treasury bond	492,223,031	496,187,755
	32,032,941,557	30,079,152,439
	41,567,074,195	36,551,383,927

As per DOS Circular no. 01 dated 19 January 2014, the maximum limit of holding approved Securities under Held to Maturity (HTM) is 110% of SLR for all nonprimary dealer Banks and Dhaka Bank Limited has invested in treasury bonds under HTM category as per said circular.

6.4 Assets pledged as security

Assets in the amounts shown below were pledged as security for the following liabilities

Liabilities to bank	-	-
Liabilities to customers	-	-
	-	-

Following assets were pledged as security for the above mentioned liabilities

Claim on banks	-	-
Claim on customers	-	-
	-	-

6.5 Maturity grouping of investments

On demand	1,349,416,347	3,332,700
Over 2 days but not more than 3 months	9,386,349,004	7,723,807,833
Over 3 months but not more than 6 months	3,528,257,890	1,773,420,682
More than 6 months but less than 1 year	3,214,941,979	5,330,987,347
Over 1 year but not more than 5 years	15,495,842,773	13,061,152,998
Over 5 years	20,395,027,967	21,231,375,519
	53,369,835,960	49,124,077,080

7. Loans, advances and lease/investments including

Bills purchased and discounted

Loans, cash credits, overdrafts etc./investments	(Note: 7.1) 237,862,924,118	212,291,159,510
Bills purchased and discounted	(Note: 8) 1,822,824,311	3,167,484,183
	239,685,748,429	215,458,643,693

7(a) Consolidated loans, advances and lease/investments including bills purchased and discounted

Dhaka Bank Limited	(Note: 7) 239,685,748,429	215,458,643,693
Dhaka Bank Securities Limited	1,575,595,165	1,592,249,192
Dhaka Bank Investment Limited	-	-
	241,261,343,594	217,050,892,885
Less: Intercompany transaction	2,419,774,459	2,443,588,172
	238,841,569,135	214,607,304,713

7.1 Loans, cash credits, overdrafts etc./investments

Broad category-wise breakup

In Bangladesh		
Secured overdraft/quard	47,254,999,368	43,019,298,700
Cash credit/murabaha	6,675,149,774	3,857,711,227
House building loan	2,829,056,095	2,472,707,440
Transport loan	1,915,817,440	2,589,917,253
Term loan	79,975,669,192	77,953,099,115
Loan against trust receipt	5,545,558,494	4,636,697,923
Payment against documents	5,437,665	18,730,970
Loan against accepted bills	4,109,643,128	1,541,388,680
Packing credit	1,063,915,669	661,934,660
Lease finance/izara	6,494,856,855	4,906,934,466
Credit card	854,604,204	708,596,415
Retail loan	1,520,003,874	1,035,055,899
Other loans	79,618,212,360	68,889,086,762
	237,862,924,118	212,291,159,510
Outside Bangladesh	-	-
	237,862,924,118	212,291,159,510



		31.12.2022 Taka	31.12.2021 Taka
7.1(a) Consolidated loans, cash credits, overdrafts etc./investments			
Dhaka Bank Limited	(Note: 7.1)	237,862,924,118	212,291,159,510
Dhaka Bank Securities Limited		1,575,595,165	1,592,249,192
Dhaka Bank Investment Limited		-	-
		<u>239,438,519,283</u>	<u>213,883,408,702</u>
Less: Intercompany transaction		<u>2,419,774,459</u>	<u>2,443,588,172</u>
		<u>237,018,744,824</u>	<u>211,439,820,530</u>
7.2 Residual maturity grouping of loans including bills purchased and discounted			
Repayable on demand		34,359,000,338	21,290,361,885
Up to 1 month		29,807,047,094	21,938,946,607
Not more than 3 months		37,977,695,380	34,591,167,761
More than 3 months but not more than 6 months		40,047,596,407	37,482,093,400
More than 6 months but not more than 1 year		16,267,144,807	24,010,357,022
More than 1 year but not more than 5 years		54,863,097,918	40,711,558,994
More than 5 years		26,364,166,485	35,434,158,024
		<u>239,685,748,429</u>	<u>215,458,643,693</u>
7.3 Investment in lease/izara finance			
Lease rental receivable within 1 year		2,118,628,964	1,889,602,214
Lease rental receivable more than 1 year		5,534,268,590	3,564,072,565
Total lease/izara rental receivable		<u>7,652,897,554</u>	<u>5,453,674,779</u>
Less: unearned interest/profit receivable		1,158,040,699	546,740,313
Net investment in lease/izara finance		<u>6,494,856,855</u>	<u>4,906,934,466</u>
7.4 Product wise loans and advances			
Loans		183,932,774,976	165,414,149,583
Cash credits		6,675,149,774	3,857,711,227
Overdrafts		47,254,999,368	43,019,298,700
Bills purchased and discounted	(Note: 8)	<u>1,822,824,311</u>	<u>3,167,484,183</u>
		<u>239,685,748,429</u>	<u>215,458,643,693</u>
7.5 Loans on the basis of significant concentration including bills purchased & discounted			
a. Advances to allied concerns of directors	(Note: 7.5.1)	23,343,300	60,979,810
b. Advances to chief executive		-	-
c. Advances to other senior executives		-	-
d. <u>Advances to customer's group:</u>			
Agriculture loan		5,841,576,716	3,530,982,759
Commercial lending		13,870,563,499	11,429,072,979
Export financing		24,925,964,111	16,850,248,179
Consumer credit scheme		3,422,934,155	4,569,278,537
Small and Medium Enterprise (SME)		28,678,693,917	25,862,162,669
Staff loan		1,055,273,092	1,303,399,516
Others		161,867,399,639	151,852,519,245
		<u>239,685,748,429</u>	<u>215,458,643,693</u>
7.5.1	The amount represents loan in the name of existing directors & related parties of the Bank. Details are provided in Annexure-G .		
7.6 Advances to customers for more than 10% of Bank's total capital			
Total capital of the Bank			
Number of customers		26	27
Amount of outstanding loans and advances*		122,854,825,000	124,540,224,000
Amount of classified loans and advances		-	-
Measures taken for recovery		-	-

*The amount represents the sum of total loans and advances (both funded and non-funded) to each customer exceeding 10% of total capital of the Bank as at 31 December 2022.

(Details are given in **Annexure - C**)



	31.12.2022 Taka	31.12.2021 Taka
7.7 Industry-wise loans, advances and lease/investments		
Agricultural	6,842,327,057	3,530,982,759
Pharmaceuticals	4,743,535,766	2,442,609,619
Textile & garment	60,854,896,857	51,901,680,790
Chemical	12,237,775,490	7,355,278,187
Food & allied	12,202,127,681	10,495,144,171
Transport & communication	4,252,389,087	4,872,941,704
Electronics & automobile	12,154,572,098	9,912,394,776
Housing & construction	20,969,487,900	20,236,080,710
Engineering & metal industries including ship breaking	19,544,800,565	19,284,999,698
Energy & power	11,293,328,530	8,371,590,892
Service	14,787,661,589	16,191,527,959
Others	59,802,845,809	60,863,412,428
	<u>239,685,748,429</u>	<u>215,458,643,693</u>
7.8 Geographical location-wise (division) distribution		
Urban		
Dhaka region	189,501,412,189	162,896,276,459
Chattagram region	32,285,087,665	33,912,846,808
South region	2,017,412,071	1,933,982,193
North region	3,333,441,636	3,259,541,826
Sylhet region	736,031,943	887,094,550
Other	-	734,585,905
	<u>227,873,385,504</u>	<u>203,624,327,741</u>
Rural		
Dhaka region	9,370,324,215	9,129,347,194
Chattagram region	1,010,822,874	1,040,358,106
South region	24,102	-
North region	1,360,273,559	1,598,544,282
Sylhet region	70,918,175	66,066,370
Other	-	-
	<u>11,812,362,925</u>	<u>11,834,315,952</u>
	<u>239,685,748,429</u>	<u>215,458,643,693</u>
7.9 Sector-wise loans, advances and lease/investments		
Government & autonomous bodies	1,014,775,515	-
Financial institutions (Public & Private)	19,773,060,228	27,515,549,308
Private sector	218,897,912,686	187,943,094,385
	<u>239,685,748,429</u>	<u>215,458,643,693</u>
7.10 Classification of loans, advances and lease/investments		
Unclassified*		
Standard	221,834,102,203	202,552,511,548
Special mention account	5,663,906,939	5,761,477,564
	<u>227,498,009,142</u>	<u>208,313,989,112</u>
Classified		
Sub-standard	602,286,142	392,444,639
Doubtful	137,028,320	55,649,818
Bad or loss	11,448,424,825	6,696,560,124
	<u>12,187,739,287</u>	<u>7,144,654,581</u>
	<u>239,685,748,429</u>	<u>215,458,643,693</u>

*Unclassified loans and advances includes loans under stay orders from the Honourable High Court Division of the Supreme Court of Bangladesh.



		31.12.2022 Taka	31.12.2021 Taka
7.11	A) Provision required for loans and advances		
	Status	Rate %	
	Unclassified		
	Unclassified	0.25	50,718,178
	Unclassified	1	1,567,321,519
	Unclassified	1.25	21,848,169
	Unclassified	1.75	5,422,878
	Unclassified	2	282,958,696
	Unclassified	2.25	1,866,043
	Unclassified	2.75	10,264,037
	Unclassified	3	64,677,376
	Unclassified	3.25	-
	Unclassified	3.75	8,641,356
	Unclassified	4	194,610,944
	Unclassified	4.25	-
	Unclassified	5	7,181,581
	Unclassified	6	52,950,203
	Unclassified	20	113,607,384
	Unclassified	21	117,755,164
	Unclassified	22	-
	Unclassified	22.5	-
	Unclassified	23	79,672,575
	Unclassified	50	1,615,996,587
	Unclassified	51	589,730,372
	Unclassified	100	6,251,262,388
	Special mention account	0.25	850,383
	Special mention account	1	12,467,394
	Special mention account	1.25	646,391
	Special mention account	1.75	439,558
	Special mention account	2	6,364,783
	Special mention account	2.25	30,003
	Special mention account	2.75	2,128,201
	Special mention account	3	12,220,821
	Special mention account	3.25	-
	Special mention account	3.75	164,067
	Special mention account	4	42,396,373
	Special mention account	5	-
	Special mention account	20	-
	Special mention account	50	-
	Special mention account	51	414,662,914
	Special mention account	51.5	474,899
	Special mention account	52.5	-
	Special mention account	53	413,019,416
	Special mention account	100	45,711,206
		11,988,061,856	6,703,884,720
	Classified:		
	Sub-Standard	5	8,917,621
	Sub-Standard	6	-
	Sub-Standard	6.5	-
	Sub-Standard	7.5	-
	Sub-Standard	20	34,031,847
	Sub-Standard	21	-
	Sub-Standard	22	-
	Sub-Standard	23	-
	Sub-Standard	50	-
	Sub-Standard	100	70,031,404
	Doubtful	5	5,172
	Doubtful	20	1,891,431
	Doubtful	21	-
	Doubtful	21.5	-
	Doubtful	50	8,770,947
	Doubtful	51	-
	Doubtful	52	-
	Doubtful	53	-
	Doubtful	100	773,546,248
	Bad or loss	100	7,997,115,404
		8,894,310,073	7,341,149,764
	Required provision for loans & advances	20,882,371,929	14,045,034,484
	Total provision maintained	15,904,877,588	14,045,034,484
	Provision will be maintained in future*	4,977,494,341	-
	Excess/short provision	-	-
	B) Provision for good borrower	28,133,697	28,133,697

* As per BB NOC ref. no. DOS(CAMS)1157/41(Dividend)/2023-2133 dated 26 April 2023, shortfall of provision Taka 497.75 Crore will be maintained in the year 2023 which is presented under "Provision will be maintained in future".

Provision for good borrower has been kept following the BRPD Circular No. 06, dated 19 March 2015 & BRPD Circular Letter No. 03 dated 16 February 2016.



		31.12.2022 Taka	31.12.2021 Taka
C) Provision required for Off-Balance Sheet exposures			
Status	Rate %		
Acceptances and endorsements	1	694,912,213	642,816,565
Letter of credit	1	247,684,238	524,672,669
Letter of guarantee	0.5	29,903,721	24,305,662
	0.75	7,082,831	10,289,416
	1	379,620,321	395,830,798
Required provision		1,359,203,325	1,597,915,109
Total provision maintained		1,359,203,325	1,597,915,109
Excess/(Short) provision		-	-

7.12 Securities against loans including bills purchased & discounted

a. Secured			
Collateral of movable/immovable assets		126,131,355,042	118,084,517,594
Local Banks & financial Institutions guarantee		-	-
Foreign banks guarantee		-	-
Export documents		23,029,444,155	1,501,133,187
Government guarantee		-	-
Fixed deposits receipts			
Own FDR		5,736,937,165	4,303,372,876
FDR of other banks		97,490,680	213,330,509
Personal guarantee		28,699,474,575	25,702,509,166
Corporate guarantee		-	-
Other securities		52,790,248,967	62,564,679,321
Government bonds		-	-
		236,484,950,584	212,369,542,653
		3,200,797,845	3,089,101,040
b. Unsecured		239,685,748,429	215,458,643,693

7.13 Particulars of Loans, advances and lease/investments

(i) Loans considered good in respect of which the banking company is fully secured;	126,131,355,042	118,084,517,594
(ii) Loans considered good against which the banking company holds no security other than the debtor's personal guarantee;	28,699,474,575	25,702,509,166
(iii) Loans considered good secured by the personal undertakings of one or more parties in addition to the personal guarantee of the debtors;	5,834,427,845	4,516,703,385
(iv) Loans adversely classified; provision not maintained there against;	-	-
(v) Loans due by directors or officers of the banking company or any of these either separately or jointly with any other persons;*	1,078,481,125	1,364,379,435
(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;	23,208,033	60,979,920
(vii) Maximum total amount of advances including temporary advance made at any time during the year to directors or managers or officers of the banking companies or any of them either separately or jointly with any other person;*	1,130,236,688	1,383,133,144
(viii) Maximum total amount of advances including temporary advances granted during the year to the companies or firms in which the directors of the banking company have interests as directors, partners or managing agents or in the case of private companies as members;	74,963,596	79,733,628
(ix) Due from banking companies;	-	-
(x) Amount of classified loan on which interest has not been charged, should be mentioned as follows:	-	-
a) Decrease / increase in provision;	1,859,843,104	1,029,734,208
b) Amount realized against loan previously written off;**	93,310,901	167,322,238
c) Amount of provision kept against loan classified as "bad/loss" on the date of preparing the balance sheet;	7,997,115,404	6,814,786,211
d) Interest creditable to the interest suspense A/C;	-	-
(xi) Cumulative amount of the written off loan;***	8,243,168,604	7,043,069,200

*The amount represents loan in the name of existing directors and officers of the Bank.

The detail of Recovery up to 31 December 2022 from loan previously written off are disclosed in **Annexure - E

*** The detail of the amount of the written-off loans up to 31 December 2022 are disclosed in **Annexure - F**

7.14 As per Letter No.178/FRC/APR/2021/27(45) dated 09 December 2021 issued by the Financial Reporting Council (FRC) regarding the compliance of BRPD Circular Letter No.04 dated 04 January 2021 and BRPD Circular Letter No.35 dated 06 July 2021, the status of the Bank was as follows:

Loan Files	Compliance of BRPD Circular Letter No.04*		Compliance of BRPD Circular Letter No.35**	
	No. of Files	% of Compliance	No. of Files	% of Compliance
Complied Files	296	98%	294	97%
Total Files	303		303	

* BRPD Circular Letter No.04: regarding accept the audited financial statement and preserve in the loan file in case of loan approval/renewal;

** BRPD Circular Letter No.35: regarding verification of financial statement submitted by the borrower;



		31.12.2022 Taka	31.12.2021 Taka
8. Bills purchased and discounted			
In Bangladesh		1,544,675,444	2,936,440,045
Outside Bangladesh		278,148,867	231,044,138
		1,822,824,311	3,167,484,183
8(a) Consolidated bills purchased and discounted			
Dhaka Bank Limited	(Note: 8)	1,822,824,311	3,167,484,183
Dhaka Bank Securities Limited		-	-
Dhaka Bank Investment Limited		-	-
		1,822,824,311	3,167,484,183
8.1 Maturity grouping of bills purchased & discounted			
Payable within 1 month		1,120,483,987	1,492,760,950
Over 1 month but less than 3 months		613,524,822	1,517,516,130
Over 3 months but less than 6 months		88,815,502	157,207,103
6 months or more		-	-
		1,822,824,311	3,167,484,183
9. Fixed assets including premises, furniture and fixtures			
Cost/revaluation			
Land		4,658,655,505	5,022,405,505
Building & renovation		1,496,659,650	1,106,732,156
Furniture and fixture including office decoration		789,114,839	766,981,535
Office appliances and equipment		2,088,518,469	1,933,370,001
Computer		339,889,657	317,439,032
Software		835,903,383	821,929,327
Bank's vehicle		352,090,453	339,784,269
Right of use assets (ROU) as per IFRS 16		3,001,386,383	2,364,048,808
Work-in-progress - land & building		34,627,503	68,978,394
		13,596,845,843	12,741,669,027
Less: Accumulated depreciation		4,655,321,091	3,786,799,777
		8,941,524,752	8,954,869,250
(Details are given in Annexure - D)			
BGMEA has offered a floor space at BGMEA Complex, Uttara (Phase III) through a letter ref. no. BGA/C&M/2019-10215 dated 30 October 2019 in exchange of the Bank's previous floor space at BGMEA building (Karwan bazar) and the negotiation is under process.			
9(a) Consolidated fixed assets including premises, furniture and fixtures			
Dhaka Bank Limited	(Note: 9)	8,941,524,752	8,954,869,250
Dhaka Bank Securities Limited		61,233,170	20,041,205
Dhaka Bank Investment Limited		-	-
		9,002,757,922	8,974,910,455
10. Other assets			
Investment in shares of subsidiary companies	(Note: 10.1)	1,749,999,880	1,749,999,880
Stationery, stamps, printing materials etc.		7,347,590	9,091,651
Advance rent	(Note: 10.1.a)	9,778,355	61,861,227
Prepaid expenses against advertisement		19,210,985	24,813,346
Interest/Profit accrued and other receivable	(Note: 10.2)	834,969,608	1,050,940,740
Security deposit		23,101,430	23,768,197
Preliminary, formation, Work-in-progress, renovation expenses and branch adjustments	(Note: 10.3 & 10.4)	195,046,934	168,400,042
Suspense account	(Note: 10.5)	(38,957,953)	168,073,533
Others	(Note: 10.6)	13,355,928,323	10,857,197,920
		16,156,425,152	14,114,146,537
10(a) Consolidated other assets			
Dhaka Bank Limited	(Note: 10)	16,156,425,152	14,114,146,537
Dhaka Bank Securities Limited		297,052,470	353,666,193
Dhaka Bank Investment Limited		4,781,063	13,674,861
		16,458,258,685	14,481,487,591
Less: Inter-company transactions			
Investment in Dhaka Bank Securities Limited		1,499,999,940	1,499,999,940
Investment in Dhaka Bank Investment Limited		249,999,940	249,999,940
Stock dividend from Dhaka Bank Securities Limited		-	-
Receivable from Dhaka Bank Investment Limited		3,004,793	1,173,725
Receivable from Dhaka Bank Securities Limited		53,812,719	55,787,264
		1,806,817,392	1,806,960,869
		14,651,441,293	12,674,526,722



		31.12.2022 Taka	31.12.2021 Taka
10.1 Investment in shares of subsidiary companies			
Dhaka Bank Securities Limited (99.99% owned subsidiary company of DBL)	(Note:1.9.1)	1,499,999,940	1,499,999,940
Dhaka Bank Investment Limited (99.99% owned subsidiary company of DBL)	(Note:1.9.2)	249,999,940	249,999,940
		1,749,999,880	1,749,999,880
Shareholding in Dhaka Bank Securities Limited as at 31 December 2022 was 209,743,556 shares after considering the stock dividend issued from 2011 to 2021.			
10.1.a	Advance rent up to December 2022 Tk. 262,125,748.76 has been considered with right of use-assets (ROU) as per IFRS 16.		
10.2 Interest accrued and other receivable	Amount represents interest/profit accrued on loans/investment but not collected, commission & brokerage receivable on shares and debenture and other income receivable etc.		
10.3	The amount represents payment in advance against opening of new branches, various types of insurance premiums, legal expenses, software maintenance etc. The advance for work-in-progress of Head Office Building at Gulshan and Kakrail corporate office now presented as "work-in-progress land & building" under the head Fixed assets including premises, furniture and fixtures.		
10.4 Branch adjustment	Branch adjustment account represents outstanding amount of Inter-Branch and Head Office transactions at the Balance Sheet date.		
10.5 Suspense account	Suspense account represents advance paid against renovation of different branches which is capital expenditure and will be adjusted after receiving the final bills.		
10.6 Others			
Advance tax	(Note: 10.6.1)	12,153,308,939	9,961,378,004
Deferred tax assets	(Note: 15.8)	560,751,886	475,078,872
Account receivable others	(Note: 10.6.2)	641,867,498	420,741,043
		13,355,928,323	10,857,197,920
10.6.1 Advance tax			
Opening balance		9,961,378,004	8,284,200,306
Add: Paid during the year		2,191,930,935	1,677,177,698
		12,153,308,939	9,961,378,004
Less: Adjustment during the year		-	-
		12,153,308,939	9,961,378,004
10.6.2 Account receivable others			
Receivable against Bangladesh/Paribar Sanchaya Patra		216,014,737	138,995,596
Fees receivable		64,446,102	76,253,558
Dividend receivable		39,646,601	33,776,470
Finance to AD branches	(Note: 10.6.2.a & 10.6.2.b)	34	28
Protestation account		3,012,677	3,012,677
ATM settlement account		137,728,654	(232,960)
Receivable from exchange houses		2,368,313	1,235,824
Excise duty receivable		121,832,869	110,738,861
Receivable from Dhaka Bank Investment Limited		3,004,793	1,173,725
Receivable from Dhaka Bank Securities Limited		53,812,719	55,787,264
		641,867,498	420,741,043
10.6.2.a	In accordance with the FE Circular no. 03 dated 04 February 2013 of Bangladesh Bank, the amount represents bills discounted to facilitate the exporters of the country.		
10.6.2.b	In accordance with the BRPD Circular no. 28 dated 05 September 2010 of Bangladesh Bank, Dhaka Bank Limited's Offshore Banking Unit (OBU) has been financing the importers who import at usance basis through Bank's Authorised Dealer (AD) branches.		
10.7 Income generation grouping of Other assets			
Income generating			
Investment in shares of subsidiary companies		1,749,999,880	1,749,999,880
Account receivable others			
Finance to AD branches		34	28
		1,749,999,914	1,749,999,908



	31.12.2022 Taka	31.12.2021 Taka
Non-income generating		
Stationery, stamps, printing materials etc.	7,347,590	9,091,651
Advance rent	9,778,355	61,861,227
Prepaid expenses against advertisement	19,210,985	24,813,346
Interest/Profit accrued and other receivable	834,969,608	1,050,940,740
Security deposit	23,101,430	23,768,197
Preliminary, formation, work in progress, renovation expenses and prepaid expenses	195,046,934	168,400,042
Suspense account	(38,957,953)	168,073,533
Advance tax paid	12,153,308,939	9,961,378,004
Deferred tax assets	560,751,886	475,078,872
Account receivable others		
Receivable against Bangladesh/Paribar Sanchaya Patra	216,014,737	138,995,596
Protestation account	3,012,677	3,012,677
Receivable from exchange houses	2,368,313	1,235,824
Receivable from Dhaka Bank Investment Limited	3,004,793	1,173,725
Receivable from Dhaka Bank Securities Limited	53,812,719	55,787,264
Fees receivable	64,446,102	76,253,558
Excise duty receivable	121,832,869	110,738,861
Dividend receivable	39,646,601	33,776,470
Receivable from share sale proceeds	-	-
ATM settlement account	137,728,654	(232,960)
	14,406,425,237	12,364,146,628
	16,156,425,151	14,114,146,537
11. Non-banking assets		
Land and building	-	-
11(a) Consolidated non-banking assets		
Dhaka Bank Limited	-	-
Dhaka Bank Securities Limited	-	-
Dhaka Bank Investment Limited	-	-
	-	-
12. Borrowings from other banks, financial institutions and agents		
In Bangladesh	28,671,061,524	29,669,117,782
Outside Bangladesh	6,714,025,500	14,896,073,044
	35,385,087,024	44,565,190,826
12.1 In Bangladesh		
Call Borrowing		
State Bank Of India	160,000,000	-
Bank Asia	-	2,000,000,000
Southeast Bank Limited	-	1,200,000,000
Prime Bank	-	1,200,000,000
United Commercial Bank Limited	-	1,900,000,000
Uttara Bank Limited (SND)	-	3,500,000,000
	160,000,000	9,800,000,000
Term Borrowing		
Term Borrowing (DBU to OBU)	8,083,318,269	10,254,770,010
Trust Bank Ltd	413,170,800	986,700,000
One Bank Ltd	-	257,400,000
Shahjalal Islami Bank Ltd	-	858,000,000
BRAC Bank Limited	-	-
Bangladesh Krishi Bank	858,958,600	-
CB Ceylon	206,585,400	-
NCC Bank Limited	206,585,400	-
Borrowing from SME Foundation	10,073,467	13,300,000
	9,778,691,936	12,370,170,010
Less : Inter Unit (OBU)	8,083,318,269	10,254,770,010
	1,855,373,667	11,915,400,000



	31.12.2022 Taka	31.12.2021 Taka
Bangladesh Bank refinance		
Small and Medium Enterprise Syndication	759,881,250	669,616,417
PC Refinance	2,526,363,765	2,042,682,122
Export development fund	55,500,000	-
FSSP fund	20,939,142,791	11,855,445,469
Stimulus fund	69,394,402	112,007,976
	2,465,405,649	3,073,965,798
	26,815,687,857	17,753,717,782
Total	28,671,061,524	29,669,117,782
Outside Bangladesh		
Bank Muscat	1,032,927,000	3,003,000,000
Nabil Bank, Nepal	-	783,588,900
Siddhartha Bank Limited	-	588,904,500
Caixa Bank	206,585,400	858,000,000
RAK Bank	1,549,390,500	-
Indusind Bank	826,341,600	858,000,000
NMB Bank	-	858,000,000
Ajman Bank PJSC	516,463,500	-
Standard Chartered	1,032,927,000	2,402,400,000
JP Morgan	-	858,000,000
Doha Bank	1,032,927,000	858,000,000
The C. Bank Doha Qatar	-	429,000,000
UNITED BANK LIMITED	516,463,500	-
Aka Ausfuhrkredit	-	3,399,179,644
	6,714,025,500	14,896,073,044
	35,385,087,024	44,565,190,826

Dhaka Bank Limited received Investment Bond's Fund from Bangladesh Bank against Mudaraba Term Deposit Receipt (MTDR) as per Bangladesh Bank Circular no.FRTMD(PDS)146/2004-15 dated 15.09.2004.

12.2 Disclosure regarding outstanding repo on 31 December 2022

Sl. No.	Counterparty name	Agreement date	Reversal date	Amount in Taka
1	STANDCHAR	26/12/2022	02/01/2023	867,555,900
2	STANDCHAR	26/12/2022	02/01/2023	96,395,100
3	BBK	26/12/2022	02/01/2023	771,160,800
4	BBK	26/12/2022	02/01/2023	192,790,200
5	STANDCHAR	27/12/2022	03/01/2023	486,269,500
6	STANDCHAR	27/12/2022	03/01/2023	290,969,100
7	STANDCHAR	27/12/2022	03/01/2023	193,979,400
8	STANDCHAR	27/12/2022	03/01/2023	482,078,500
9	STANDCHAR	27/12/2022	03/01/2023	96,415,700
10	STANDCHAR	27/12/2022	03/01/2023	385,662,800
11	CBCL	27/12/2022	01/01/2023	749,148,000
12	CBCL	27/12/2022	01/01/2023	199,772,800
13	CBCL	28/12/2022	01/01/2023	999,053,000

12.3 Disclosure regarding outstanding reverse repo on 31 December 2022

Sl. No.	Counterparty name	Agreement date	Reversal date	Amount in Taka
1	JANATABK	27/12/2022	03/01/2023	416,301,572
2	JANATABK	27/12/2022	01/01/2023	520,037,465
3	AGRANIBK	28/12/2022	04/01/2023	17,919,866
4	AGRANIBK	28/12/2022	04/01/2023	23,255,633
5	AGRANIBK	28/12/2022	04/01/2023	173,747,198
6	AGRANIBK	28/12/2022	04/01/2023	122,937,401
7	AGRANIBK	28/12/2022	04/01/2023	170,986,560
8	MIDLANDBK	28/12/2022	01/01/2023	193,059,811
9	MIDLANDBK	28/12/2022	01/01/2023	355,789,476
10	MIDLANDBK	29/12/2022	01/01/2023	299,128,636
11	JANATABK	29/12/2022	05/01/2023	472,917,000
12	JANATABK	29/12/2022	05/01/2023	625,995,546

12.4 Disclosure regarding overall transaction of repo and reverse repo during 2022

Sl. No.	Counterparty name	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year
Securities sold under Repo				
1	With Bangladesh Bank	192,474,000	2,945,863,000	74,355,444
2	With other Banks & Fis	471,814,500	3,660,872,000	621,079,316
Securities purchased under Reverse Repo				
1	From Bangladesh Bank	-	-	-
2	From other Banks & Fis	-	6,957,070,838	1,234,014,464

		31.12.2022 Taka	31.12.2021 Taka
12.5 Analysis by security			
Secured (assets pledge as security for liabilities)		-	-
Unsecured		35,385,087,024	44,565,190,826
		35,385,087,024	44,565,190,826
12.6 Repayment pattern			
Repayable on demand		160,000,000	9,800,000,000
Repayable on maturity		35,225,087,024	34,765,190,826
		35,385,087,024	44,565,190,826
12.7 Maturity grouping			
Repayable on demand		160,000,000	9,800,000,000
Repayable within 1 month		1,685,300,200	2,102,100,000
Over 1 month but within 3 months		10,073,467	13,300,000
Over 3 month but within 6 months		69,394,402	112,007,976
Over 6 months but within 1 year		28,468,549,541	27,421,134,930
Over 1 year but within 5 years		4,991,769,414	5,116,647,920
Over 5 years		-	-
		35,385,087,024	44,565,190,826
12(a) Consolidated borrowings from other banks, financial institutions and agents			
Dhaka Bank Limited	(Note: 12)	35,385,087,024	44,565,190,826
Dhaka Bank Securities Limited		2,419,774,459	2,469,143,600
Dhaka Bank Investment Limited		-	-
		37,804,861,483	47,034,334,426
Less: Inter company transaction		2,419,774,459	2,443,588,172
		35,385,087,024	44,590,746,254
13. Deposits and other accounts			
Current Accounts and other Accounts	(Note: 13.1)	44,148,445,755	34,172,428,617
Bills payable	(Note: 13.2)	2,401,706,309	2,210,072,255
Savings bank deposits	(Note: 13.3)	29,697,933,319	28,665,174,772
Term deposits	(Note: 13.4)	167,179,220,175	165,369,672,802
		243,427,305,558	230,417,348,446
Non-interest bearing accounts			
13.1 Current Accounts and other accounts			
Current account		21,959,262,441	21,413,607,385
Foreign currency deposits		2,766,301,963	709,708,660
Margin under letter of credit		3,702,948,161	2,172,042,129
Margin under letter of guarantee		2,011,939,253	2,175,585,977
Deposits awaiting disposal		4,427,604	6,655,106
Sundry deposit	(Note: 13.1.1)	13,703,566,333	7,694,829,360
		44,148,445,755	34,172,428,617
13.1.1 Sundry deposit			
F.C held against back to back L/C		12,217,090,540	6,770,323,307
Sundry creditors		1,422,372,671	859,777,565
Unclaimed deposits		48,261,086	49,863,228
Security deposits		15,842,036	14,865,260
		13,703,566,333	7,694,829,360
13.2 Bills payable			
Pay order		2,347,338,799	2,138,966,358
Demand draft		54,367,510	71,105,897
		2,401,706,309	2,210,072,255
Total non-interest bearing accounts		46,550,152,064	36,382,500,872
Interest bearing Account			
13.3 Savings bank deposits			
Savings account		28,899,001,821	27,834,881,770
Mudaraba savings accounts		798,931,498	830,293,002
		29,697,933,319	28,665,174,772
13.4 Term deposits			
Special notice deposits		25,801,568,388	30,557,754,773
Unclaimed dividend account*		13,505,360	13,777,169
Fixed deposits		113,275,543,547	105,774,839,230
Deposit pension scheme		25,662,113,292	27,917,440,800
Gift cheque		38,049,461	36,575,166
Non Resident Foreign Currency Deposit (NFCD)		2,388,440,127	1,069,285,664
		167,179,220,175	165,369,672,802

*As per Clause (3) (vii) of the BSEC Directive No. BSEC/CMRRCD/2021-386/03 dated 14 January 2021, a separate line item 'Unclaimed Dividend Account' is disclosed vide note no. 13.4 in the audited annual financial statements.



	31.12.2022 Taka	31.12.2021 Taka
13.4 (a) Consolidated term deposits		
Dhaka Bank Limited	167,179,220,175	165,369,672,802
Dhaka Bank Securities Limited	-	-
Dhaka Bank Investment Limited	-	-
Less: Inter company transaction	167,179,220,175	165,369,672,802
	447,594,546	471,787,581
	166,731,625,629	164,897,885,221
Total interest bearing account	196,877,153,494	194,034,847,574
Total deposits and other accounts	243,427,305,558	230,417,348,446
13.5 Deposits and other accounts		
Deposits from banks	557,133,853	5,756,437,539
Deposits from customers	242,870,171,705	224,660,910,907
	243,427,305,558	230,417,348,446
Deposits from banks		
Current deposits and other Accounts	-	-
Savings bank/mudaraba	145,906	74,971,995
Special notice deposits	556,987,947	3,184,989
Fixed deposits	-	5,678,280,555
	557,133,853	5,756,437,539
Deposits from customers		
i) Current deposits and other accounts		
Current account	21,959,262,441	21,413,607,385
Foreign currency deposits	2,766,301,963	709,708,660
Margin under letter of credit	3,702,948,161	2,172,042,129
Margin under letter of guarantee	2,011,939,253	2,175,585,977
Deposits awaiting disposal	4,427,604	6,655,106
Sundry deposit	13,703,566,333	7,694,829,360
	44,148,445,755	34,172,428,617
ii) Bills payable		
Pay order	2,347,338,799	2,138,966,358
Demand draft	54,367,510	71,105,897
	2,401,706,309	2,210,072,255
iii) Savings deposits		
Savings account	28,899,001,821	27,834,881,770
Mudaraba savings accounts	798,785,592	755,321,007
	29,697,787,413	28,590,202,777
iv) Term deposits		
Special notice deposits	25,244,580,441	30,554,569,784
Unclaimed dividend account	13,505,360	13,777,169
Fixed deposits	113,275,543,547	100,096,558,675
Deposit pension scheme	25,662,113,292	27,917,440,800
Gift cheque	38,049,461	36,575,166
Non Resident Foreign Currency Deposit (NFCD)	2,388,440,127	1,069,285,664
	166,622,232,228	159,688,207,258
	242,870,171,705	224,660,910,907
13.6 Payable on demand and time deposits		
a) Demand deposits		
Current account	21,959,262,441	21,413,607,385
Savings deposits (10%)	2,969,793,332	2,866,517,477
Foreign currency deposits	2,766,301,963	709,708,660
Margin under letter of credit	3,702,948,161	2,172,042,129
Margin under letter of guarantee	2,011,939,253	2,175,585,977
Deposits awaiting disposal	4,427,604	6,655,106
Sundry deposit	13,703,566,333	7,694,829,360
Bills payable	2,401,706,309	2,210,072,255
	49,519,945,396	39,249,018,349
b) Time deposits		
Savings deposits (90%)	26,728,139,987	25,798,657,295
Special notice deposits	25,815,073,748	30,571,531,942
Fixed deposits	113,275,543,547	105,774,839,230
Deposit pension scheme	25,662,113,292	27,917,440,800
Gift cheque	38,049,461	36,575,166
Non Resident Foreign Currency Deposit (NFCD)	2,388,440,127	1,069,285,664
	193,907,360,162	191,168,330,097
	243,427,305,558	230,417,348,446



		31.12.2022 Taka	31.12.2021 Taka
13.7	Maturity grouping of deposits and other accounts		
	Other than bank deposits		
	Payable on demand	46,588,201,524	36,419,076,038
	Payable within 1 month	57,344,313,341	60,227,835,394
	Over 1 month but within 3 months	55,575,062,736	51,205,599,790
	Over 3 months but within 6 months	13,893,765,684	12,801,399,948
	Over 6 months but within 1 year	27,787,531,368	25,602,799,895
	Over 1 year but within 5 years	25,008,778,231	23,042,519,906
	Over 5 years but within 10 years	16,672,518,821	15,361,679,937
		242,870,171,705	224,660,910,908
	Inter-bank deposits		
	Payable on demand	-	-
	Payable within 1 month	557,133,853	78,156,984
	Over 1 month but within 3 months	-	-
	Over 3 months but within 6 months	-	5,678,280,555
	Over 6 months but within 1 year	-	-
	Over 1 year but within 5 years	-	-
	Over 5 years but within 10 years	-	-
		557,133,853	5,756,437,539
		243,427,305,558	230,417,348,446
13.8	Sector wise deposits		
	Government	3,078,056,107	2,402,754,596
	Public sector	8,293,644,347	9,723,324,991
	Private sector	232,055,605,103	218,291,268,859
		243,427,305,558	230,417,348,446
13 (a)	Consolidated deposits and other accounts		
	Dhaka Bank Limited	243,427,305,558	230,417,348,446
	Dhaka Bank Securities Limited	-	-
	Dhaka Bank Investment Limited	-	-
		243,427,305,558	230,417,348,446
	Less: Inter company transaction	447,594,546	471,787,581
		242,979,711,012	229,945,560,865
14.	Bond		
	Non convertible subordinated bond	3,600,000,000	5,200,000,000
	Perpetual Bond	1,420,000,000	-
		5,020,000,000	5,200,000,000

14.1 The Bank issued 1st tranche of redeemable non-convertible subordinated bond of Taka 2,000,000,000 and the Bond has been fully redeemed in December 2017.

The Bank issued 2nd tranche of non-convertible subordinated bond of Tk. 3,000,000,000 with consent of BSEC vide letter no. BSEC/CI/DS-34/2015/643 dated 28 December 2015 and subsequently approved by Bangladesh Bank vide letter no. BRPD(BFIS)661/14B(P)2016-2474 dated 17 April 2016 to strengthen the capital base in line with the newly introduced Capital Adequacy Guidelines under BASEL-III Accord. The redemption of the Bond has been started from the year 2019 (total outstanding is Tk 60 Crore as of 31 December 2022). The Bond will be fully redeemed in the year 2023.

Moreover, the Bank issued 3rd tranche of non-convertible subordinated bond of Tk. 5,000,000,000 with consent of BSEC vide letter no. BSEC/CI/CPLC/DS-210/2009/210 dated 28 March 2018 and from Bangladesh Bank vide letter no. BRPD (BFIS) 661/14B (P) 2018-2569 dated 17 April 2018. The redemption of the bond has been started from the year 2021 (total outstanding is Tk 300 Crore as of 31 December 2022) and will be fully redeemed in the year 2025.

14.2 Dhaka Bank Limited has successfully launched the first Perpetual Bond of Tk. 200.00 crore. The issuance process of "Dhaka Bank Perpetual Bond" was initiated back in 2021 and with subsequent approvals from the regulators, the Bank had partially completed subscription of Tk. 200.00 crore within 31 December 2022. Basic features of the bond are:

Coupon rate: Reference rate Plus Coupon margin

Here, reference rate is the latest available 20 years treasury bond rate as published by Debt Management Department of Bangladesh Bank on the quotation day and coupon margin is 2%.

Coupon range: 6.0% to 10.0%.

Contingent Convertible feature: This bonds are contingent convertible and this conversion will only be executed if the Bank's consolidated common equity Tier-I (CET-I) falls below 4.5% and the conversion amount will be to the extent of shortfall amount for reaching CET-I @ 4.5%.

Subscriber wise perpetual bond are:

Individual subscribers

-	-
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Institutional subscriber

NCC Bank Limited
Community Bank Bangladesh Limited
Mercantile Bank Limited

850,000,000	-
170,000,000	-
400,000,000	-
1,420,000,000	-
1,420,000,000	-



		31.12.2022 Taka	31.12.2021 Taka
15. Other liabilities			
Accrued interest		363,082,299	265,539,251
Provision on loans and advances	(Note: 15.1)	15,904,877,588	14,045,034,484
Provision for good borrower	(Note: 15.2)	28,133,697	28,133,697
Provision for Off-Balance Sheet exposure	(Note: 15.3)	1,359,203,325	1,597,915,109
Interest suspense account	(Note: 15.4)	4,147,589,700	3,245,968,658
Provision for expenses	(Note: 15.5)	496,692,007	135,585,744
Provision for other assets	(Note: 15.6)	78,074,233	13,544,445
Fund for Dhaka Bank Foundation	(Note: 36.1)	74,134,084	41,556,867
Provision for current tax	(Note: 15.7)	13,240,564,896	10,919,279,963
Tax deducted at source & payable		545,587,210	343,541,272
Excise duty payable		318,249,184	274,187,629
Other account payable	(Note: 15.9)	5,394,927,536	4,016,528,906
		41,951,115,760	34,926,816,025
15(a) Consolidated other liabilities			
Dhaka Bank Limited	(Note: 15)	41,951,115,760	34,926,816,025
Dhaka Bank Securities Limited		896,328,555	987,334,866
Dhaka Bank Investment Limited		7,639,807	11,354,655
		42,855,084,122	35,925,505,546
Less: Inter-company transactions			
Dhaka Bank Securities Limited		53,812,719	55,787,264
Dhaka Bank Investment Limited		3,004,793	1,173,725
		56,817,512	56,960,989
		42,798,266,610	35,868,544,558
15.1 Provision for loans and advances			
i) The movement in specific provision for bad and doubtful debts:			
Provision held at the beginning of the year		7,341,149,764	7,493,423,907
Specific provision	(+)	2,489,781,010	251,717,178
Additional provision against special general provision-COVID-19	(+)	(415,791)	415,791
Recoveries from written off loans	(+)	-	-
Fully provided debt written off	(-)	(879,001,614)	(372,493,454)
Provision no longer required	(-)	(57,203,296)	(31,913,658)
Provision held at the end of the year		8,894,310,073	7,341,149,764
ii) The movement in general provision on unclassified loans:			
Provision held at the beginning of the year		6,703,884,719	5,521,876,369
Provision no longer required	(-)	(378,026,759)	(588,768,641)
Additional provision against special general provision-COVID-19	(+)	(176,886,486)	191,828,459
Additional provision except special general provision-COVID-19	(+)	861,596,041	1,578,948,532
Provision held at the end of the year		7,010,567,515	6,703,884,719
		15,904,877,588	14,045,034,484
15.2 Provision for good borrower			
Opening balance		28,133,697	30,163,697
Add: Addition during the year		-	-
Less: Disbursement during the year		-	2,030,000
		28,133,697	28,133,697
15.3 Provision for off-balance sheet exposures			
Opening balance		1,597,915,109	1,107,092,712
Add: Addition during the year		(238,711,785)	490,822,398
		1,359,203,324	1,597,915,109
Bank has made provision @ 1.00% on off balance sheet exposure (i.e. Acceptance & endorsement, letter of credit and letter of guarantee) as per BRPD Circular no. 14 dated 23 September 2012 from current year's profit.			
15.4 Interest suspense account			
Balance at the beginning of the year		3,245,968,658	2,694,392,204
Amount transferred to "Interest Suspense" A/C during the year	(+)	2,956,338,432	1,866,484,447
Amount recovered from "Interest Suspense" A/C during the year	(-)	(1,952,657,075)	(1,305,450,967)
Amount written off during the year	(-)	(102,060,316)	(9,457,026)
Balance at the end of the year		4,147,589,700	3,245,968,658
15.5 Provision for expenses			
Provision for audit fees		2,213,750	2,110,250
Provision for house rent, bonus, utility, risk premium etc.		35,248,490	23,056,835
Provision for promotional expenses for exchange houses		1,913,806	620,059
Provision for superannuation fund		88,044,260	18,681,000
Provision for gratuity fund		219,271,701	81,360,000
Provision for travel passage		150,000,000	9,757,600
		496,692,007	135,585,744



	31.12.2022 Taka	31.12.2021 Taka
15.6 Provision for other assets		
Balance at the beginning of the year	13,544,445	13,544,445
Add: Addition during the year	64,529,788	-
Less: Adjustment during the year	-	-
	78,074,233	13,544,445
15.7 Provision for current tax		
Opening balance	10,919,279,963	8,882,170,853
Add: Provision made during the year	2,237,640,615	2,037,109,110
	13,156,920,578	10,919,279,963
Add: Provision for prior year	83,644,318	-
	13,240,564,896	10,919,279,963
The charge for taxation is based upon profit for the year comprises:		
Current tax on taxable income	2,237,640,615	2,037,109,110
Provision for prior years	83,644,318	-
	2,321,284,933	2,037,109,110
Net deferred tax liability/(asset) originated for temporary differences	(85,673,014)	21,292,924
Income tax on profit	2,235,611,919	2,058,402,034

Provision for current tax of Taka 2,237,640,615 has been accounted for as prescribed by Finance Act, of the accounting profit of the Bank after considering some of the add backs to income and disallowances of expenditure as per Income Tax Ordinance, 1984.

Income Tax Assessment for the years from 1995 to 2006 have since been completed and Bank got Tax Clearance Certificate up to 2006 (Assessment year 2007-2008) from the income tax authority. But under section 120 of Income Tax Ordinance, 1984, the assessment for the year 2004, 2005 and 2006 had been re-opened and the Bank had filed appeal to the Honorable High Court against the additional demand. The Bank has also filed appeal against the assessment order for the year 2007, 2008, 2009, 2010, 2011 to the Honorable High Court. The Bank received Tax Clearance Certificate for the year 2012, 2013, 2014, 2015, 2016 & 2017. But under section 120 of income Tax Ordinance 1984, the assessment for the year 2014 had been re-opened at 07.01.2019 and the file is under DCT and waiting for Revise order after Appeal. And for the year 2018 & 2019 tribunal & Revise order is completed. For 2020, tax Assessment is completed and apply for Appeal. 2021 tax return has been submitted. For 2022, tax return will be submitted within the stipulated time.

Corporate tax position of the bank has been shown in Annexure-H.

15.7.1 Reconciliation of effective tax rate

	31.12.2022		31.12.2021	
	%	Taka	%	Taka
Profit before income tax as per profit and loss account		3,895,454,880		4,114,129,692
Income tax as per applicable tax rate	37.50%	1,460,795,580	37.50%	1,542,798,634
Factors affecting the tax charge for current year				
Non deductible expenses	15.75%	613,455,493	8.81%	362,468,777
Inadmissible expenses/provisions	28.88%	1,124,959,791	22.91%	942,649,634
Admissible expenses	-16.30%	(634,991,949)	-11.53%	(474,486,657)
Tax exempted income	-5.35%	(208,540,580)	-4.76%	(195,881,663)
Tax savings from reduced tax rates	-2.12%	(82,699,024)	-2.93%	(120,697,472)
Tax savings from reduced tax rates for dividend	-0.91%	(35,324,626)	-0.46%	(18,962,806)
Tax loss/(savings) from reduced tax rates for capital gain	0.00%	(14,069)	-0.02%	(728,299)
Income from gain on sale of fixed assets	0.00%	-	0.00%	(51,038)
Last year adjustment	2.15%	83,644,318	0.00%	-
Total income tax expenses	59.59%	2,321,284,933	49.51%	2,037,109,110

15.7(a) Consolidated provision for current tax

Dhaka Bank Limited	(Note: 15.7)	13,240,564,896	10,919,279,963
Dhaka Bank Securities Limited		97,509,392	139,288,139
Dhaka Bank Investment Limited		4,260,090	9,936,117
		13,342,334,378	11,068,504,220



		31.12.2022 Taka	31.12.2021 Taka
15.8 Deferred tax liabilities/(asset)			
31 December 2022			
	<u>Carrying amount</u>	<u>Tax base</u>	<u>Taxable/(deductible) temporary difference</u>
Fixed asset excluding land	2,741,685,174	3,241,054,556	(499,369,382)
Deductible temporary difference :			
Provision against classified loan (BL)	(853,083,367)	-	(853,083,367)
Right of use-assets	1,244,430,821	-	1,244,430,821
Lease obligation	(1,387,316,434)	-	(1,387,316,434)
			(1,495,338,362)
Applicable tax rate			37.5%
Deferred tax liability/(asset)			(560,751,886)
31 December 2021			
	<u>Carrying amount</u>	<u>Tax base</u>	<u>Taxable/(deductible) temporary difference</u>
Fixed Asset excluding land	2,945,778,984	3,317,019,591	(371,240,607)
Deductible temporary difference :			
Provision against classified loan (BL)	(786,037,429)	-	(786,037,429)
Right of use of assets	1,084,774,925	-	1,084,774,925
Lease obligation	(1,194,373,882)	-	(1,194,373,882)
			(1,266,876,993)
Applicable tax rate			37.5%
Deferred tax liability/(asset)			(475,078,872)
Deferred tax expense/(income)		<u>31.12.2022 Taka</u>	<u>31.12.2021 Taka</u>
Closing deferred tax (asset)/liability		(560,751,886)	(475,078,872)
Opening deferred tax (asset)/liability		(475,078,872)	(496,371,796)
		(85,673,014)	21,292,924

Deferred tax is provided using the balance sheet method for timing difference arising between the tax base of assets and liabilities and their carrying values for reporting purposes as per International Accounting Standard (IAS) 12 and BRPD circular no. 11 dated 12 December 2011.

15.8(a) Consolidated deferred tax liabilities/(asset)		<u>31.12.2022 Taka</u>	<u>31.12.2021 Taka</u>
Dhaka Bank Limited		(85,673,014)	21,292,924
Dhaka Bank Securities Limited		3,041,946	7,250,565
Dhaka Bank Investment Limited		-	-
		(82,631,068)	28,543,489
15.9 Other account payable			
3 months and 5 years Bangladesh/Sanchay Patra & BB Foreign Invest. Bond		21,826,706	13,810,851
Application, processing, membership & utilisation fee		363,293,284	11,141,407
Adjusting account credit		915,082,897	267,563,948
Export proceeds suspense		1,549,581,973	1,394,366,598
Finance from bill discounting OBU	(Note: 15.9.1)	6,562,292	126,874,870
Compensation income of Islamic Banking operations	(Note: 15.9.2)	151,069,989	33,494,850
ATM settlement account		165,968,868	83,899,818
Import payment suspense		274,849,570	850,145,501
Provision for start-up fund	(Note: 15.9.3)	57,455,612	40,857,182
Provision for CSR fund	(Note: 15.9.4)	501,919,911	-
Lease liabilities as per IFRS 16	(Note: 15.9.5)	1,387,316,434	1,194,373,882
		5,394,927,536	4,016,528,906



	31.12.2022 Taka	31.12.2021 Taka
15.9.1 Authorised Dealer branches maintained cover fund through Offshore Banking Unit (OBU) to further facilitate the exporters in accordance with FE Circular no.03 dated 04 February 2013 of Bangladesh Bank.		
15.9.2 The amount represents profits on various overdue Investments of Islamic Banking operations which has been maintained as per Shariah Principle.		
15.9.3 Provision for start-up fund		
1% of net profit on audited FS 2020	20,299,906	20,299,906
1% of net profit on audited FS 2021	20,557,277	20,557,277
1% of net profit on audited FS 2022	16,598,430	-
	<u>57,455,612</u>	<u>40,857,182</u>

Following Bangladesh Bank circular no.04 dated 29 March 2021, circular no. 04 dated 19 April 2021 and circular Letter no. 05 dated 26 April 2021 of SME & Special Programs Department (SMESPD); Bank need to built up a fund within 5 (five) years from 2021 from 1% of their net profit (based on audited financial statements) to distribute in favor of the 'Start-Up' entrepreneurs. The fund transfer process from net profit will have to start mandatorily at the time of yearly accounts finalization from December 2020.

- 15.9.4** In compliance with Bangladesh Bank instruction vide letter reference no.BRPD(CMS)651/9(16)Kha/2022-11348 dated 08 November 2022, Dhaka Bank Limited has to maintain Special CSR fund from 50% of income from treasury function for the month of May and June 2022 which is Tk. 80.30 crore before tax and after tax is Tk. 50.19 crore.
- 15.9.5** Refer to Note 2.13.1 implementation of IFRS 16 and its relevant assumptions and disclosures for the relevant accounting policy.

16 Share capital

16.1 Authorised Capital

2,000,000,000 ordinary shares of Tk.10 each

20,000,000,000 10,000,000,000

The Bank increased its Authorized Capital from Tk.1000.00 crore to Tk.2000.00 crore by passing a Special Resolution in the 27th AGM held on Thursday, June 23, 2022.

16.2 Issued, Subscribed and Paid-up Capital

949,624,753 ordinary shares (2021: 949,624,753 ordinary shares of Tk. 10.00 each) of Tk.10.00 each

9,496,247,530 8,958,724,090

- 537,523,440

9,496,247,530 9,496,247,530

*The Bank increased its paid up capital through issuance of 6% Bonus shares i.e. 53,752,344 ordinary shares of Tk.10.00 each on 15/07/2021.

The denomination of the face value of share was fixed at Tk. 10.00 per share instead of Tk. 100.00 per share by passing a special resolution in the 4th EGM of the Bank held on July 04, 2010.

16.3 Initial Public Offer (IPO)

Out of the total issued, subscribed and paid up capital of the Bank 1,320,000 Ordinary shares of Tk.100 each amounting to Tk.132,000,000 was raised through public offering of shares held in 24 February 2000.

16.4 Right issue

The Bank has increased its paid up capital twice by issuance of 2R:5 and 1R:2 right share at par on 15 April 2003 and 30 November 2005 respectively.



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16.5 History of paid-up capital

Year	Declaration	No. of share	Value in capital	Cumulative
1995	Initial capital	1,000,000	100,000,000	100,000,000
1996	10% stock dividend	100,000	10,000,000	110,000,000
1997	20% stock dividend	220,000	22,000,000	132,000,000
1998	9% Stock, 10% cash dividend & IPO	118,800	11,880,000	275,880,000
1999	25% cash	-	-	275,880,000
2000	25% cash & 10% stock dividend	275,880	27,588,000	303,468,000
2001	25% cash & 25% stock dividend	758,670	75,867,000	379,335,000
2002	20% cash & (15,17,340 nos. right shares)	15,17,340	151,734,000	531,069,000
2003	15% cash & 25% stock dividend	1,327,672	132,767,200	663,836,200
2004	35% stock & 1R:2	5,642,608	564,260,800	1,228,097,000
2005	5% stock dividend	614,048	61,404,800	1,289,501,900
2006	10% cash & 20% stock dividend	2,579,003	257,900,300	1,547,402,300
2007	25% stock dividend	3,868,505	386,850,500	1,934,252,875
2008	15% cash & 10% stock dividend	1,934,252	193,425,200	2,127,678,200
2009	25% stock dividend	5,319,195	531,919,500	2,659,597,800
2010	35% stock dividend	9,308,592	93,085,920	3,590,457,030
2011	5% cash & 30% stock dividend	107,713,710	1,077,137,100	4,667,594,130
2012	16% stock dividend	74,681,506	746,815,060	5,414,409,190
2013	17% cash & 5% stock dividend	27,072,045	270,720,450	5,685,129,640
2014	14% cash & 10% stock dividend	56,851,296	568,512,960	6,253,642,600
2015	6% cash & 10% stock dividend	62,536,426	687,900,686	6,879,006,860
2016	10% Cash & 5% stock dividend	34,395,033	722,295,720	7,222,957,200
2017	12.5% stock dividend	90,286,965	812,582,685	8,125,826,850
2018	5% cash & 5% stock dividend	40,629,134	853,211,819	8,532,118,190
2019	5% cash & 5% stock dividend	42,660,590	895,872,409	8,958,724,090
2020	6% cash & 6% stock dividend	53,752,344	949,624,753	9,496,247,530
2021	12% Cash Dividend	-	-	9,496,247,530

16.6 Percentage of shareholding

Particulars	31.12.2022		31.12.2021	
	% of holdings	Value of shares (Tk.)	% of holdings	Value of shares (Tk.)
1. Local ownership				
Government	-	-	-	-
Bank/Financial Institutions	13.66	1,296,917,810	13.88	1,317,874,730
Sponsors	42.65	4,050,292,830	41.12	3,904,554,350
General public	40.14	3,811,513,080	41.23	3,915,683,600
Mutual fund	0.25	24,130,000	0.49	46,330,880
Unit funds	2.23	211,830,090	2.21	209,966,930
ICB account holders	0.11	10,096,890	0.11	10,110,370
ICB head office (Investors A/C)	0.04	3,995,990	0.04	4,077,990
ICB mutual fund	0.02	1,674,800	0.02	1,674,800
ICB unit fund	0.21	19,514,010	0.20	19,131,860
ICB AMCL unit fund	0.04	3,504,620	0.04	3,504,620
Non-Resident Bangladeshi (NRB)	0.08	7,838,330	0.08	7,843,830
ICB Asset Management Company Ltd.	0.16	15,000,000	0.16	15,000,000
ICB Investors A/C, local office	0.09	9,000,000	0.09	9,000,000
ICB Capital Management Limited	0.17	16,369,080	0.18	16,923,570
ICB AMCL First Mutual Fund	0.15	14,570,000	0.15	14,570,000
Other investor's A/C	-	-	-	-
	100.00	9,496,247,530	100.00	9,496,247,530
2. Foreign ownership				
Financial company	-	-	-	-
Individual investors	-	-	-	-
	100.00	9,496,247,530	100.00	9,496,247,530



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16.7 Classification of shareholders by holding

Holdings	31.12.2022		31.12.2021	
	No. of share holders	Number of shares	No. of share holders	Number of shares
1 to 500 shares	8,157	1,290,257	8,995	1,422,715
501 to 5,000 shares	8,164	15,038,157	9,372	17,196,999
5,001 to 10,000 shares	1,242	8,851,218	1,519	10,984,987
10,001 to 20,000 shares	698	9,995,207	878	12,593,744
20,001 to 30,000 shares	246	6,125,098	316	7,854,237
30,001 to 40,000 shares	120	4,224,926	169	5,954,114
40,001 to 50,000 shares	87	3,992,893	106	4,898,560
50,001 to 100,000 shares	165	11,937,957	231	16,505,090
100,001 to 1,000,000 shares	232	73,611,511	277	83,378,836
1000001 to above shares	119	814,557,529	125	788,835,471
	19,230	949,624,753	21,988	949,624,753

16.8 Name of the directors and their shareholdings as on

Sl. No.	Name of Directors	31.12.2022		31.12.2021	
		No. of shares	Value of share (Tk.)	No. of shares	Value of share (Tk.)
1	Mr. Abdul Hai Sarker	21,659,028	216,590,280	21,659,028	216,590,280
2	Mr. Amanullah Sarker	18,994,753	189,947,530	18,994,753	189,947,530
3	Mr. Altaf Hossain Sarker	26,483,568	264,835,680	26,483,568	264,835,680
4	Mrs. Rokshana Zaman	23,263,191	232,631,910	23,263,191	232,631,910
5	Mr. Reshadur Rahman	32,609,209	326,092,090	32,609,209	326,092,090
6	Mr. Tahidul Hossain Chowdhury	19,072,123	190,721,230	19,072,123	190,721,230
7	Mr. Md. Amirullah	18,994,749	189,947,490	18,994,749	189,947,490
8	Mr. Abdullah Al Ahsan	18,996,379	189,963,790	18,996,379	189,963,790
9	Mr. Mohammed Hanif	30,000,000	300,000,000	28,926,152	289,261,520
10	Mr. Khondoker Monir Uddin	40,771,941	407,719,410	27,271,941	272,719,410
11	Mrs. Rakhi Das Gupta	18,993,431	189,934,310	18,993,431	189,934,310
12	Mr. Jashim Uddin	18,994,921	189,949,210	18,994,921	189,949,210
13	Mr. Mirza Yasser Abbas	34,975,142	349,751,420	34,975,142	349,751,420
14	Mrs. Manoara Khandaker	19,028,344	190,283,440	19,028,344	190,283,440
15	Mr. Ahabab Ahmad	Nil	Nil	Nil	Nil
16	Mr. Feroz Ahmed	Nil	Nil	Nil	Nil
17	Dr. Mohammad Ali Taslim	Nil	Nil	Nil	Nil
	Total	342,836,779	3,428,367,790	328,262,931	3,282,629,310

16.9 Capital to Risk Weighted Assets Ratio (CRAR) as per BASEL III

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

Paid up capital		9,496,247,530	9,496,247,530
Statutory reserve		9,496,247,530	9,086,264,187
General reserve		6,560,631	6,560,631
Surplus in profit and loss account		1,725,490,083	1,631,778,599
		20,724,545,774	20,220,850,947
Less : Regulatory adjustment			
Deferred Tax Assets (DTA)		319,906,262	294,764,036
Book value of Goodwill and value of all other intangible assets**		430,055,670	493,451,057
(Written down value of software which is treated as intangible assets)		19,974,583,842	19,432,635,854
Additional Tier-I Capital (AT 1)		1,420,000,000	-
Total Tier-I Capital		21,394,583,842	19,432,635,854

Tier-II Capital (gone concern capital)

General provision	(Note - 16.9.1)	8,369,770,840	8,301,799,828
Asset revaluation reserve	(Note-18.2)	-	-
Revaluation reserve for HTM & HFT securities	(Note - 16.9.2)	-	-
Non-convertible subordinated bond	(Note-16.9.3)	2,000,000,000	3,600,000,000
		10,369,770,840	11,901,799,828
Less : Regulatory adjustment		-	-
Total Tier-II Capital		10,369,770,840	11,901,799,828
A. Total Eligible Capital		31,764,354,682	31,334,435,682



	31.12.2022 Taka	31.12.2021 Taka
B. Risk Weighted Assets		
Credit risk		
Balance sheet business	160,004,725,187	157,705,928,113
Off-Balance sheet business	36,429,471,680	36,597,189,957
	196,434,196,866	194,303,118,070
Market risk	10,073,530,796	3,105,991,084
Operational risk	18,398,947,781	16,489,525,111
Total Risk Weighted Assets	224,906,675,444	213,898,634,265
C. Required Capital on Risk Weighted Assets	28,113,334,431	26,737,329,283
D. Capital Surplus/(Shortfall) [A-C]	3,651,020,251	4,597,106,399
Total Capital Ratio (%)*	14.12%	14.65%

Capital requirement	31.12.2022		31.12.2021	
	Required (%)	Held (%)	Required (%)	Held (%)
Tier-I Capital (going concern capital)	8.50%	9.51%	8.50%	9.08%
Tier-II Capital (gone concern capital)	4.00%	4.61%	4.00%	5.56%
Total	12.50%	14.12%	12.50%	14.65%

* CRAR has been calculated as per the return submitted to Bangladesh Bank.

- 16.9.1** As per Risk Based Capital Adequacy Guideline for Banks under BASEL-III, 2014, the Tier 2 Capital under heading "General Provision" was limited to the actual amount of General Provision or 1.25% of Credit Risk Weighted Assets, which is lower. In subsequent BRPD Circular Letter no. 05 dated 31 May 2016, full amount of General Provision is allowed to be treated as part of Tier-II Capital.
- 16.9.2** As per risk based capital adequacy guidelines for banks under BASEL-III, the revaluation reserve for assets and securities will diminish at 20% per year on the base amount of 31 December 2014 so that the whole revaluation reserve amount will not get capital treatment after the end of five years (starting from January 2015).
- 16.9.3** As per the risk based capital adequacy guidelines in line with Basel-III issued in December 2014 by Bangladesh Bank, the amount of subordinated debt in the regulatory capital will have to be reduced (amortized) in the last 05 (five) years of the bond's life by 20% from the amount of the instrument. Dhaka Bank Limited 2nd Subordinated Bond amounting Tk. 3,000,000,000 was issued on May, 2016 which is treated as Supplementary Capital (Tier- II). The tenure of the bond is 7 years. Hence, the reduction of the bond amount from regulatory capital has started from May 2019. Also DBL 3rd Subordinated Bond amounting Tk. 5,000,000,000 was issued on August, 2018 which is treated as Supplementary Capital (Tier- II). The tenure of the bond is 7 years. Hence, the reduction of the bond amount from regulatory capital has started from August 2021.

Capital to Risk weighted Assets Ratio (CRAR) has been calculated as per risk based capital adequacy guidelines in line with BASEL-III issued in December 2014, DOS Circular no. 02 dated 04 April 2015 & BRPD Circular no. 05 dated 31 May 2016 on reporting CRAR & leverage ratio by Bangladesh Bank.

16.9(a) Consolidated Capital to Risk Weighted Assets Ratio (CRAR) as per BASEL III

Tier-I Capital (going - concern capital)

Common Equity Tier-I Capital (CET 1)

Paid up capital	9,496,247,530	9,496,247,530
Minority interest	72,795	71,485
Statutory reserve	9,496,247,530	9,086,264,187
General reserve	6,560,631	6,560,631
Surplus in profit and loss account	2,408,813,895	2,302,003,177
	21,407,942,381	20,891,147,010

Less : Regulatory adjustment

Book value of Goodwill and value of all other intangible assets**	430,055,670	493,451,057
(**Written down value of software which is treated as intangible assets)		
Deferred Tax Assets (DTA)	390,345,391	368,245,111
	20,587,541,320	20,029,450,842

Additional Tier-I Capital (AT 1)

Total Tier-I Capital	1,420,000,000	-
	22,007,541,320	20,029,450,842

Tier-II Capital (gone concern capital)

General provision	8,369,770,840	8,301,799,828
Asset revaluation reserve	-	-
Revaluation reserve for HTM & HFT securities	(Note-18.2)	-
Non-convertible subordinated bond	(Note-16.9.1)	2,000,000,000
	10,369,770,840	11,901,799,828

Less : Regulatory adjustment

Total Tier-II Capital	10,369,770,840	11,901,799,828
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A. Total Eligible Capital	32,377,312,160	31,931,250,670
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	31.12.2022 Taka	31.12.2021 Taka
B. Risk Weighted Assets		
Credit risk		
Balance sheet business	160,579,850,810	157,346,809,684
Off-Balance sheet business	36,429,471,680	36,597,189,957
	197,009,322,490	193,943,999,641
Market risk	13,635,933,413	7,098,392,616
Operational risk	18,750,144,145	16,840,954,739
Total Risk-weighted Assets	229,395,400,048	217,883,346,996
C. Required Capital on Risk Weighted Assets	28,674,425,006	27,235,418,375
D. Capital Surplus/(Shortfall) [A-C]	3,702,887,154	4,695,832,296
Total Capital Ratio (%)*	14.11%	14.66%

Capital requirement	31.12.2022		31.12.2021	
	Required (%)	Held (%)	Required (%)	Held (%)
Tier-I Capital (going concern capital)	8.50%	9.59%	8.50%	9.19%
Tier-II Capital (gone concern capital)	4.00%	4.52%	4.00%	5.46%
Total	12.50%	14.11%	12.50%	14.66%

* CRAR has been calculated as per the return submitted to Bangladesh Bank.

Capital to Risk weighted Assets Ratio (CRAR) has been calculated as per risk based capital adequacy guidelines in line with BASEL-III issued in December 2014, DOS Circular no. 02 dated 04 April 2015 & BRPD Circular no. 05 dated 31 May 2016 on reporting CRAR & leverage ratio by Bangladesh Bank.

17. Statutory reserve

Opening balance	9,086,264,187	8,263,438,249
Add: Addition during the year	409,983,343	822,825,938
	9,496,247,530	9,086,264,187

As per Section 24 of The Bank Company Act, 1991 and amendment thereon, every scheduled bank is required to build up statutory reserve and before declaring dividend, will transfer profit equivalent to 20.0% of PBT to the said reserve until the sum of the said reserve and share premium account becomes equal to the paid up capital.

18. Other reserve

General reserve	(Note 18.1)	6,560,631	6,560,631
Assets revaluation reserve	(Note 18.2)	-	-
Investment revaluation reserve	(Note 18.3)	48,159,035	20,997,128
		54,719,666	27,557,759

18(a) Consolidated other reserve

Dhaka Bank Limited	54,719,666	27,557,759
Dhaka Bank Securities Limited	53,900,000	53,900,000
Dhaka Bank Investment Limited	-	-
	108,619,666	81,457,759

18.1 General reserve

Opening balance	6,560,631	6,560,631
Add: Addition during the year	-	-
	6,560,631	6,560,631
Less: Transfer to capital account for issue of bonus shares	-	-
	6,560,631	6,560,631

As per rule, bonus share/cash dividend may be issued out of surplus of the profit of the year. If there is any shortfall, that may be covered from General Reserve Account as per approval of the Board of Directors of the Bank.

18.2 Assets revaluation reserve

Opening balance	-	-
Less : Adjustment for reversal	-	-
	-	-



	31.12.2022 Taka	31.12.2021 Taka
18.3 Investment revaluation reserve		
Revaluation reserve for HTM securities		
Opening balance	20,997,128	38,351,544
Add: Addition during the year	16,943,491	730,174
Less: Adjustment during the year	(133,753)	(18,084,590)
Closing balance	37,806,866	20,997,128
Revaluation reserve for HFT securities		
Opening balance	-	10,298,425
Add: Addition during the year	101,678,186	23,905,234
Less: Adjustment during the year	(91,326,017)	(34,203,659)
Closing balance	10,352,169	-
	48,159,035	20,997,128
Interest income of HTM and HFT securities transferred to Revaluation Reserve Account as per Bangladesh Bank DOS Circular no. 05 dated 26 May 2008 of which 50% of revaluation reserve for HTM & HFT used to be treated as Supplementary Capital. Now as per BASEL-III accord, capital treatment of the same is being diminished by 20% each year.		
19. Surplus in profit and loss account		
Opening balance	1,631,778,599	1,514,780,946
Add: Post-tax profit for the year	1,659,842,961	2,055,727,658
Transferred from general reserve	-	-
Prior year adjustment made during the year	-	-
	3,291,621,560	3,570,508,604
Less: Transfer to statutory reserve	409,983,343	822,825,938
Start-up fund	16,598,430	40,857,182
Stock dividend	-	537,523,440
Cash dividend	1,139,549,704	537,523,445
	1,566,131,477	1,938,730,005
	1,725,490,083	1,631,778,599
19(a) Consolidated surplus in profit and loss account (attributable to equity holders of DBL)		
Opening balance	2,302,003,177	2,108,972,761
Add: Post-tax profit for the period	1,672,942,195	2,136,460,422
Transferred from general reserve	-	-
Adjustment made during the period	-	-
	3,974,945,372	4,245,433,183
Less: Transfer to statutory reserve	409,983,343	822,825,938
Start-up fund	16,598,430	40,857,182
Transfer to investment fluctuation fund	-	4,700,000
Stock dividend	-	537,523,440
Cash dividend	1,139,549,704	537,523,445
Stock dividend paid by subsidiary	-	-
	1,566,131,477	1,943,430,005
	2,408,813,895	2,302,003,177
19.1 (a) Non-controlling interest		
Opening balance	71,485	63,411
Addition for the year from Dhaka Bank Securities Limited	1,007	7,331
Addition for the year from Dhaka Bank Investment Limited	303	743
	72,795	71,485
20. Profit & loss account		
Income		
Interest, discount and similar income	16,210,256,283	14,913,888,936
Dividend income	201,855,008	108,358,891
Fee, commission and brokerage	2,043,325,994	2,403,533,419
Gains less losses arising from dealing securities	-	-
Gains less losses arising from investment securities	3,683,542,890	3,340,137,085
Gains less losses arising from dealing in foreign currencies	3,905,805,027	932,193,361
Income from non-banking assets	-	-
Other operating income	227,923,780	254,588,576
Profit less losses on interest rate changes	-	-
	26,272,708,982	21,952,700,267
Expenses		
Interest, fee and commission	12,801,155,909	10,394,221,944
Administrative expenses	3,917,248,460	3,140,040,280
Other operating expenses	1,560,353,056	831,756,999
Depreciation and repairs of Bank's assets	1,098,603,900	958,818,995
	19,377,361,325	15,324,838,218
	6,895,347,657	6,627,862,049



	31.12.2022 Taka	31.12.2021 Taka
21 Contingent liabilities		
Acceptances & endorsements	69,491,221,305	64,281,656,460
Irrevocable letters of credit	24,768,423,842	52,467,266,855
Usance/Defer letter of credit	8,949,475,190	27,651,816,925
Sight letter of credit	3,930,805,223	7,544,225,434
Back to back letter of credit	4,493,675,068	7,296,759,526
BD-Sight (EDF)	1,106,068,269	3,494,044,969
Back to back - local	6,288,400,093	6,480,420,001
Letters of guarantee	44,887,153,787	45,816,134,359
Bid bond	1,952,801,194	1,657,181,160
Performance bond	22,265,404,014	22,319,335,177
Counter guarantee	894,217,459	400,806,269
Other guarantee	17,303,698,766	16,347,591,086
Shipping guarantee	2,471,032,354	5,091,220,667
Bills for collection	15,505,026,211	15,917,400,906
Local bills for collection	8,070,964,321	9,224,652,599
Foreign bills for collection	7,434,061,890	6,692,748,307
Other contingent liabilities	14,664,438,227	12,894,500,770
Bangladesh/Pratirakhkha/Paribar Sanchay Patra	1,932,940,000	1,954,140,000
ICB unit certificate	51,340,900	51,340,900
Forward exchange position	1,427,969,749	600,600,272
US investment & premium bond	411,073,784	346,685,300
Contingent interest suspense	10,841,113,793	9,941,734,298
	169,316,263,372	191,376,959,350

21.1 The amount represents the forward position of foreign currencies at the end of the period 31 December 2022 which are very short term in nature and adjustment are made on a continuous basis.

21.2 Letters of guarantee

Money for which the Bank is contingently liable in respect of guarantees given favouring:

Directors	-	-
Government	31,825,268,589	25,260,818,899
Bank and other financial institutions	1,549,205,260	464,884,807
Others	11,512,679,938	20,090,430,653
	44,887,153,787	45,816,134,359



		2022 Taka	2021 Taka
22. Interest income/profit on investments			
Term loan		8,626,033,075	7,641,239,588
Overdrafts		4,376,150,342	4,360,104,969
Loan against trust receipt		485,690,740	550,521,534
Packing credits		59,597,893	46,835,007
Cash credits/Bai-Muajjal		377,475,644	387,292,330
Payment against Documents		3,903,079	3,667,731
House building loan		179,414,259	182,427,706
Transport loan		209,413,151	221,124,064
Syndicate loan		487,825,818	506,764,774
Lease rental/izara		468,947,647	488,790,324
Credit card		81,769,385	73,278,875
Total interest/profit & rental income on loans & advances		15,356,221,033	14,462,046,902
Call lending and fund placement with banks		827,362,630	433,161,209
Accounts with foreign banks		26,672,620	18,680,825
		<u>16,210,256,283</u>	<u>14,913,888,936</u>
22(a) Consolidated Interest income/profit on investments			
Dhaka Bank Limited	(Note: 22)	16,210,256,283	14,913,888,936
Dhaka Bank Securities Limited		112,772,226	93,199,651
Dhaka Bank Investment Limited		-	-
		16,323,028,509	15,007,088,587
Less: Intercompany transaction		167,528,060	149,189,060
		<u>16,155,500,449</u>	<u>14,857,899,527</u>
23. Interest/profit paid on deposits and borrowings etc.			
Savings account including mudaraba		528,418,200	506,610,090
Special notice deposit		1,041,871,314	797,741,642
Term deposits		5,603,898,111	4,442,901,726
Deposits under Scheme		2,564,911,153	2,970,191,112
Call borrowing & fund placement		538,427,346	39,058,111
Non-convertible Subordinate Bond		351,676,164	459,405,478
Repurchase agreement (REPO)		151,668,990	207,205
Overseas accounts charges		25,794,223	27,886,309
HTM/HFT securities		637,148,873	658,753,518
Others	(Note: 23.1)	1,357,341,535	491,466,753
		<u>12,801,155,909</u>	<u>10,394,221,944</u>
23.1 Others			
Interest paid on NFCD		62,901,627	11,218,057
Interest/profit paid against refinance from Bangladesh Bank		367,741,149	252,879,157
Interest paid on gift cheque		700,325	597,093
Interest paid on excel account		480,838	569,637
Interest paid on Fund Borrowing-OBU		925,517,596	226,202,809
Treasury bond premium	(Note: 23.1.a)	-	-
		<u>1,357,341,535</u>	<u>491,466,753</u>
23.1.a	Treasury bond premium expenses reflects the amount of interest accrued up to the date of purchase of the treasury bond. This amount has been paid at the time of purchase of the bond.		
23(a) Consolidated interest/profit paid on deposits & borrowings etc.			
Dhaka Bank Limited	(Note: 23)	12,801,155,909	10,394,221,944
Dhaka Bank Securities Limited		167,295,847	165,919,205
Dhaka Bank Investment Limited		-	-
		12,968,451,756	10,560,141,149
Less: Inter company transaction		181,553,841	162,636,314
		<u>12,786,897,915</u>	<u>10,397,504,835</u>
24. Investment income			
Interest on treasury bills/bonds		2,517,723,414	2,335,608,812
Profit on govt. Islamic bond		44,963,168	36,683,708
Capital gain on government securities		556,108,214	522,351,102
Interest on commercial papers		-	-
Interest on subordinated bond & perpetual bond		465,642,139	438,899,897
Profit on Beximco Green Sukuk al Istisnaa		99,054,795	3,945,205
Dividend on shares		201,855,008	108,358,891
		<u>3,885,346,738</u>	<u>3,445,847,615</u>



		2022 Taka	2021 Taka
24(a) Consolidated investment income			
Dhaka Bank Limited	(Note: 24)	3,885,346,738	3,445,847,615
Dhaka Bank Securities Limited		118,243,601	170,090,228
Dhaka Bank Investment Limited		-	-
		4,003,590,339	3,615,937,843
25. Commission, exchange and brokerage			
Commission on letter of credit		927,779,106	964,595,708
Commission on letter of guarantee		270,689,873	283,123,010
Commission on remittance/bills		163,637,994	130,512,953
Processing fee consumer loan		30,472,570	41,569,993
Other comm/fees (Clearing, cash tr., risk prem., utilisation fee etc.)		497,678,437	862,857,703
Rebate from foreign bank outside Bangladesh		23,672,119	20,530,156
Commission & fee on credit card		129,395,896	100,343,896
Exchange gain including gain from foreign currency dealings		3,905,805,027	932,193,361
		5,949,131,021	3,335,726,780
25(a) Consolidated commission, exchange and brokerage			
Dhaka Bank Limited	(Note: 25)	5,949,131,021	3,335,726,780
Dhaka Bank Securities Limited		92,363,798	182,016,679
Dhaka Bank Investment Limited		-	-
		6,041,494,819	3,517,743,459
26. Other operating income			
Other income on credit card and ATM		32,596,288	29,942,018
Incidental charges		57,234,641	54,879,858
Swift charge recoveries		37,583,607	33,690,913
Locker rent		13,129,600	12,488,800
Capital gain on sale of shares	(Note: 26.1)	51,160	2,648,361
Profit from sale of fixed assets		563,883	396,333
Recovery from written off loans		85,221,768	123,190,654
Forfeited amount from DBL Provident Fund	(Note: 26.2)	1,593,993	-
		227,974,940	257,236,937
26.1 Capital gain on sale of shares			
Sale proceeds of Shares		600,770	4,794,246
Less: Cost of Shares		549,610	2,145,885
		51,160	2,648,361
26.2 Forfeited amount from DBL Provident Fund			
As per the guideline of the Financial Reporting Council (FRC) reference memo no. 179/FRC/FRM/Porggapon/2020/2 dated 7 July 2020, forfeited amount from the DBL provident Fund has been refunded to Dhaka Bank Limited.			
26(a) Consolidated other operating income			
Dhaka Bank Limited	(Note: 26)	227,974,940	257,236,937
Dhaka Bank Securities Limited		1,996,493	1,349,169
Dhaka Bank Investment Limited		14,025,781	13,447,254
		243,997,214	272,033,360
Less: Inter company transaction		14,025,781	13,447,254
		229,971,433	258,586,106
27. Salary and allowances			
Basic salary		973,248,423	852,348,750
Allowances		1,248,091,177	1,125,710,872
Bonus & ex-gratia		441,342,496	179,788,552
Leave fare assistance		153,068,353	145,215,031
Bank's contribution to superannuation fund		88,044,260	18,681,000
Bank's contribution to gratuity fund		219,271,701	81,360,000
Bank's contribution to provident fund		96,130,135	85,126,614
		3,219,196,546	2,488,230,819
27(a) Consolidated salary and allowances			
Dhaka Bank Limited	(Note: 27)	3,219,196,546	2,488,230,819
Dhaka Bank Securities Limited		44,993,423	37,412,552
Dhaka Bank Investment Limited		2,249,492	725,284
		3,266,439,461	2,526,368,655

		2022 Taka	2021 Taka
28. Rent, taxes, insurance, electricity etc.			
Office rent	(Note: 28.1)	87,467,103	102,006,327
Electricity and lighting		79,559,984	74,717,404
Regulatory charges		20,007,279	17,355,795
Insurance		157,828,539	140,678,860
		344,862,906	334,758,386
28.1 Office rent			
Actual office rent		537,447,774	509,080,909
Less: Reversal of rent expenses due to depreciation and interest expenses under IFRS 16 "Leases"		449,980,671	407,074,582
		87,467,103	102,006,327
While implementing IFRS 16 Leases, the Bank recorded interest expense on lease liabilities and depreciation on right of use assets instead of charging rental expense (excluding VAT) against those rental premises that have been treated as right of use assets and presented in the balance sheet under IFRS 16.			
Lease concession for application of practical expedient for Covid-19 as per IFRS 16 have been adjusted with office rent.			
28.2 Electricity and lighting			
Electricity and lighting costs from July 2022 to December 2022		42,198,983	-
		42,198,983	-
Electricity and lighting costs from July 2022 to December 2022 has been disclosed as per BRPD circular no. 28 dated 26 July 2022.			
28(a) Consolidated rent, taxes, insurance, electricity etc.			
Dhaka Bank Limited	(Note: 28)	344,862,906	334,758,386
Dhaka Bank Securities Limited		5,645,474	5,569,832
Dhaka Bank Investment Limited		-	-
		350,508,380	340,328,218
29. Legal expenses			
Legal expenses		27,407,014	13,945,735
Other professional fees		20,719,555	22,637,323
		48,126,569	36,583,058
29(a) Consolidated legal expenses			
Dhaka Bank Limited	(Note: 29)	48,126,569	36,583,058
Dhaka Bank Securities Limited		203,750	32,250
Dhaka Bank Investment Limited		130,750	486,127
		48,461,069	37,101,435
30. Postage, stamps, telecommunication etc.			
Stamps, postage & courier		4,878,518	5,440,947
Telephone charges		8,524,946	7,630,833
Fax, internet & radio link charges		31,985,929	31,732,036
		45,389,393	44,803,816
30(a) Consolidated postage, stamps, telecommunication etc.			
Dhaka Bank Limited	(Note: 30)	45,389,393	44,803,816
Dhaka Bank Securities Limited		442,738	401,796
Dhaka Bank Investment Limited		-	-
		45,832,131	45,205,612
31. Stationery, printing, advertisement etc.			
Table stationery		15,398,346	16,011,537
Printing stationery		34,610,935	54,868,425
Security stationery		5,157,067	16,630,816
Computer stationery		41,873,245	29,510,662
Advertisement		142,558,504	99,838,712
		239,598,097	216,860,152
31(a) Consolidated stationery, printing, advertisement etc.			
Dhaka Bank Limited	(Note: 31)	239,598,097	216,860,152
Dhaka Bank Securities Limited		1,854,743	2,859,023
Dhaka Bank Investment Limited		-	-
		241,452,840	219,719,175



		2022	2021
		Taka	Taka
32. Chief executive's salary and fees			
Basic salary		10,424,000	9,345,000
House rent allowances		720,000	720,000
Living allowances		360,000	360,000
Medical allowances		120,000	120,000
Bonus		2,760,000	2,600,000
		14,384,000	13,145,000
32(a) Consolidated chief executive's salary and fees			
Dhaka Bank Limited	(Note: 32)	14,384,000	13,145,000
Dhaka Bank Securities Limited		-	-
Dhaka Bank Investment Limited		-	-
		14,384,000	13,145,000
33. Directors' fees			
Directors fees		3,379,200	3,513,600
Fees related to Shariah Council Meeting		98,000	35,200
Board/Executive Committee/Shariah Council meeting expenses		-	-
		3,477,200	3,548,800
As per Bangladesh Bank's Circular, BRPD Circular no. 11, dated 4 October 2015, each director was entitled to have Taka 8,000 as honorarium for attending each meeting.			
33(a) Consolidated directors' fees			
Dhaka Bank Limited	(Note: 33)	3,477,200	3,548,800
Dhaka Bank Securities Limited		976,332	831,589
Dhaka Bank Investment Limited		-	-
		4,453,532	4,380,389
34. Auditor's fees		2,213,750	2,110,250
34(a) Consolidated auditor's fees			
Dhaka Bank Limited	(Note: 34)	2,213,750	2,110,250
Dhaka Bank Securities Limited		287,500	1,207,500
Dhaka Bank Investment Limited		92,000	69,000
		2,593,250	3,386,750
35. Depreciation and repairs of the Bank's assets			
<u>Depreciation & amortization</u>			
Building & renovation		36,927,185	18,667,708
Furniture & fixture		55,706,169	39,276,436
Office appliance & equipment		220,660,896	183,594,148
Computer		31,143,504	17,559,473
Software		77,369,443	85,683,356
Motor vehicle		42,877,292	47,107,784
Right of use-assets (ROU) as per IFRS 16	(Annexure D)	412,237,372	373,177,065
		876,921,861	765,065,970
<u>Repair & Maintenance:</u>			
Office Premises		46,827,467	37,635,316
Office Equipment		41,629,654	33,930,853
Office Furniture		2,521,608	2,496,969
Motor Vehicle		18,024,585	12,920,488
Computer and Accessories		736,626	2,382,633
Software (AMC)		111,942,099	104,386,766
		221,682,039	193,753,025
		1,098,603,900	958,818,995
35(a) Consolidated depreciation and repairs of the Bank's assets			
Dhaka Bank Limited	(Note: 35)	1,098,603,900	958,818,995
Dhaka Bank Securities Limited		23,271,615	17,038,326
Dhaka Bank Investment Limited		-	-
		1,121,875,515	975,857,321



	2022 Taka	2021 Taka
36. Other Expenses		
Contractual service charge (own & third party)	393,479,604	357,347,578
Fuel costs	33,734,046	23,938,057
Entertainment (canteen & other)	31,875,504	22,707,969
AGM & conference expense	610,000	86,564
Donation	715,970,077	166,314,424
Subscription	6,740,921	5,298,869
Travelling expenses	13,811,553	7,270,987
Conveyance	16,540,130	12,837,236
Branch opening expenses	899,133	985,699
Godown expenses	1,806,195	1,971,120
Training expenses	8,594,895	3,831,812
Bond issue expenses	2,123,750	600,000
Books and papers	1,721,069	534,452
WASA charges	6,057,951	7,091,905
Staff uniform	3,082,143	3,600,026
Potted plants	1,575,396	2,239,912
Business development & promotion	66,825,991	29,818,562
Reuters charges	3,559,686	2,871,886
Fees and expenses for credit card	86,566,895	60,764,179
ATM network service charges	19,614,080	20,836,297
Dhaka Bank Foundation	74,134,084	41,556,867
Interest expense for lease liability as per IFRS 16	71,029,954	59,252,599
	1,560,353,056	831,756,999
36.1 Fund for Dhaka Bank Foundation		
Opening balance	41,556,867	32,140,751
Add: Addition during the year	74,134,084	41,556,867
Less: Transferred to DBL Foundation Trustee Account	(41,556,867)	(32,140,751)
Closing balance	74,134,084	41,556,867
Dhaka Bank Limited has been contributing towards Dhaka Bank Foundation since 2003 as per the decision of the Board of Directors of Dhaka Bank Limited.		
36.2 Fuel costs		
Fuel costs from July 2022 to December 2022	19,115,775	-
	19,115,775	-
Fuel costs from July 2022 to December 2022 has been disclosed as per BRPD circular no. 28 dated 26 July 2022.		
36(a) Consolidated other expenses		
Dhaka Bank Limited	1,560,353,056	831,756,999
Dhaka Bank Securities Limited	9,424,010	8,682,380
Dhaka Bank Investment Limited	193,300	270,200
	1,569,970,366	840,709,579
37. Provision against loans & advances		
On classified loans & advances	2,489,781,010	251,717,178
On classified loans & advances (Special General Provision-COVID-19)	(415,791)	415,791
On unclassified loans & advances (Special General Provision-COVID-19)	(176,886,486)	191,828,459
On unclassified loans & advances (except Special General Provision-COVID-19)	861,596,041	1,578,948,532
	3,174,074,774	2,022,909,960
37(a) Consolidated provision against loans & advances		
Dhaka Bank Limited	3,174,074,774	2,022,909,960
Dhaka Bank Securities Limited	20,000,000	100,000,000
Dhaka Bank Investment Limited	-	-
	3,194,074,774	2,122,909,960



		2022 Taka	2021 Taka
38. Provision for diminution in value of investments			
In quoted shares			
Opening balance		-	-
Less: Adjustment during the year/period		-	-
Add: Addition during the year/period		-	-
Closing balance		-	-
Unquoted		-	-
		-	-
38(a) Consolidated provision for diminution in value of investments			
Dhaka Bank Limited		-	-
Dhaka Bank Securities Limited		25,000,000	-
Dhaka Bank Investment Limited		-	-
		25,000,000	-
39. Other provisions			
Provision for Off-Balance Sheet items	(Note: 39.1)	(238,711,785)	490,822,398
Provision for other assets	(Note: 15.6)	64,529,788	-
		(174,181,997)	490,822,398
39.1 Provision against Off Balance Sheet exposures			
On Off-Balance Sheet exposures		(238,711,785)	490,822,398
The Bank has made provision @ 1.00% on Off-Balance Sheet exposure (i.e. Acceptance & endorsement, letter of credit & letter of guarantee) as per BRPD Circular number 14 dated 23.09.2012 from current year's profit.			
39(a) Consolidated other provisions			
Dhaka Bank Limited	(Note: 39)	(174,181,997)	490,822,398
Dhaka Bank Securities Limited		-	-
Dhaka Bank Investment Limited		-	-
		(174,181,997)	490,822,398
40. Earnings Per Share (EPS)			
Net profit after taxation		1,659,842,961	2,055,727,658
Number of ordinary shares outstanding		949,624,753	949,624,753
Earnings Per Share (EPS)-Restated		1.75	2.16
Earnings Per Share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares outstanding as of 31 December 2022 as per International Accounting Standards (IAS 33).			
40(a) Consolidated Earnings Per Share (CEPS)			
Net profit after taxation		1,672,943,505	2,136,468,496
Less: Non-controlling interest		1,310	8,074
Net profit attributable to the shareholders of parent company		1,672,942,195	2,136,460,422
Number of ordinary shares outstanding		949,624,753	949,624,753
Consolidated Earnings Per Share (CEPS)-Restated		1.76	2.25
41. Receipts from other operating activities			
Exchange earnings		309,543,212	137,868,252
Other operating income		142,189,289	133,649,950
		451,732,501	271,518,202
Non Operating Income		-	-
		451,732,501	271,518,202
41(a) Consolidated receipts from other operating activities			
Dhaka Bank Limited	(Note: 41)	451,732,501	271,518,202
Dhaka Bank Securities Limited		1,996,493	1,349,169
Dhaka Bank Investment Limited		14,025,781	13,447,254
		467,754,775	286,314,625
Less: Intercompany Transactions		14,025,781	13,447,254
		453,728,994	272,867,371



		2022 Taka	2021 Taka
42. Payments for other operating activities			
Rent, taxes, insurance, lighting etc.		794,843,577	741,832,968
Directors' fees & Meeting expenses		3,477,200	3,548,800
Repair of bank's assets		221,682,039	193,753,025
Other expenses		987,403,190	772,504,400
		2,007,406,006	1,711,639,193
Dhaka Bank Foundation		(74,134,084)	(41,556,867)
		1,933,271,922	1,670,082,326
42(a) Consolidated payments for other operating activities			
Dhaka Bank Limited	(Note: 42)	1,933,271,922	1,670,082,326
Dhaka Bank Securities Limited		10,400,342	9,513,969
Dhaka Bank Investment Limited		193,300	270,200
		1,943,865,564	1,679,866,495
43. Other assets			
Stationery, stamps, printing materials etc.		7,347,590	9,091,651
Advance rent and advertisement		291,115,088	283,356,015
Security deposit		23,101,430	23,768,197
Preliminary, formation, work in progress and organisation expenses, renovation/development expenses and prepaid expenses		195,046,934	188,625,655
Branch adjustments		-	(20,225,612)
Suspense account		(38,957,953)	168,073,533
Other assets		641,867,498	420,741,043
		1,119,520,587	1,073,430,482
(Increase)/decrease during the year/period		(46,090,105)	19,801,314
43(a) Consolidated other assets			
Dhaka Bank Limited	(Note: 43)	(46,090,105)	19,801,314
Dhaka Bank Securities Limited		51,051,417	(58,681,785)
Dhaka Bank Investment Limited		(673,509)	1,117,232
(Increase)/decrease during the year/period		4,287,803	(37,763,239)
44. Other liabilities			
Provision against expenses		496,692,007	135,585,744
Provision for other assets		13,544,445	13,544,445
Interest suspense account		4,147,589,700	3,245,968,658
Other account payable		3,448,235,579	2,781,297,842
		8,106,061,731	6,176,396,689
Amount transferred to DBL Foundation Trustee Account		(41,556,867)	(32,140,751)
Adjustment of Loss on shares from Provision for decrease in value of Investment		-	-
Rebate disbursed to good borrowers		-	(2,030,000)
Adjustment of loan from provision		(1,314,231,670)	(993,175,752)
Increase/(decrease) during the year/period		573,876,505	(912,661,353)
44(a) Consolidated other liabilities			
Dhaka Bank Limited	(Note: 44)	573,876,505	(912,661,353)
Dhaka Bank Securities Limited		(148,876,435)	(465,920,809)
Dhaka Bank Investment Limited		(12,043,160)	(28,267,512)
(Increase)/decrease during the year/period		412,956,909	(1,406,849,674)



	2022 Taka	2021 Taka
45 Reconciliation statement of cash flows from operating activities		
Net profit after taxation	1,659,842,961	2,055,727,658
Addition of :		
Depreciation	876,921,861	765,065,970
Provision (tax)	2,235,611,919	2,058,402,034
Provision (loans and others)	3,074,026,861	2,555,289,225
Increase in interest payable	-	-
Decrease in interest receivable	97,543,048	(50,682,518)
Prior year adjustment made during the year/period	-	-
IFRS 16 effect	(378,950,717)	(347,821,983)
Provision for CSR fund	501,919,911	-
Deduction:		
Effects of exchange rate changes on cash & cash equivalent	(3,596,261,815)	(794,325,109)
Proceeds from sale of fixed assets	(563,883)	(396,333)
Proceeds from sale of securities	(556,108,214)	(522,351,102)
Decrease in interest payable	-	-
Increase in interest receivable	215,971,132	(371,263,175)
Income taxes paid	(2,191,930,935)	(1,677,177,698)
Operating profit before changes in operating assets and liabilities	<u>1,938,022,128</u>	<u>3,670,466,968</u>
46 Calculation of Net Operating Cash Flow Per Share (NOCFPS)		
Net cash flow from operating activities (Solo)	(11,479,259,495)	4,873,301,762
Net cash flow from operating activities (consolidated)	(11,507,451,455)	5,039,897,653
Number of ordinary shares outstanding	949,624,753	949,624,753
Net Operating Cash Flow Per Share (NOCFPS)-Solo	(12.09)	5.13
Net Operating Cash Flow Per Share (NOCFPS)-Consolidated	(12.12)	5.31
47 Calculation of Net Asset Value Per Share (NAVPS)		
Shareholders' Equity (Solo)	20,772,704,809	20,241,848,075
Shareholders' Equity (Consolidated)	21,510,001,416	20,966,044,138
Number of ordinary shares outstanding	949,624,753	949,624,753
Net Asset value Per Share (NAVPS)-Solo	21.87	21.32
Net Asset value Per Share (NAVPS)-Consolidated	22.65	22.08



48 Segment reporting

(Figure in '000)

Particulars	Conventional Banking	Islamic Banking	Off-Shore Banking Unit (OBU)	Dhaka Bank Securities Limited (DBSL)	Dhaka Bank Investment Limited (DBIL)	Total
Total operating income	12,576,036	421,543	473,974	158,080	14,026	13,643,659
Allocated expenses	6,468,357	93,994	13,854	87,100	2,666	6,665,971
Operating profit (before tax & provision)	6,107,679	327,549	460,120	70,981	11,360	6,977,689
Total provision (loans/advances & others)	3,835,247	-	(835,355)	45,000	-	3,044,893
Profit before tax	2,272,431	327,549	1,295,474	25,981	11,360	3,932,796
Provision for income tax	2,235,612	-	-	15,912	8,328	2,259,852
Net profit	36,820	327,549	1,295,474	10,069	3,032	1,672,944
Segment assets	307,180,600	17,068,648	17,632,778	5,486,755	324,284	347,693,066
Segment liabilities & equity	307,180,600	17,068,648	17,632,778	5,486,755	324,284	347,693,066



49 Events after reporting period

- Board of Directors in its 443rd meeting held on 30 April 2023 decided to recommend 6% cash and 6% stock dividend subject to approval of shareholders and regulatory authorities.
- Dhaka Bank Investment Limited has obtained merchant banking license from Bangladesh Securities and Exchange Commission on 30 March 2023 vide reference no. Registration Certificate no.- M.B-2021/102.

50 General

50.1 Core risk management

BRPD circular no.17 (7 October 2003) and BRPD circular no. 4 (5 March 2007) require banks to put in place an effective risk management system. Bangladesh Bank monitors the progress of implementation of these guidelines through its on-site inspection teams through routine inspection. The risk management systems in place at the Bank are discussed below.

50.1.1 Credit risk

It arises mainly from lending, trade finance, leasing and treasury businesses. This can be described as potential loss arising from the failure of a counter party to perform as per contractual agreement with the Bank. The failure may result from unwillingness of the counter party or decline in his/her financial condition. Therefore, the Bank's credit risk management activities have been designed to address all these issues.

The Bank has segregated duties of the officers/executives, involved in credit related activities. Separate Corporate/SME/Retail divisions have been formed at Head Office which are entrusted with the duties of maintaining effective relationship with customers, marketing of credit products, exploring new business opportunities etc. Moreover, credit approval, administration, monitoring and recovery functions have been segregated. For this purpose, three separate units have been formed within the Credit Risk Management (CRM) Division. These are (a) Credit Risk Management Unit (b) Central Processing Center and (c) Special Assets Management Division to Credit Monitoring and Recovery. Credit Risk Management Unit is entrusted with the duties of maintaining asset quality, assessing risk in lending, sanctioning credit, formulating policy/strategy for lending operation etc. For retail lending, a separate Retail Unit is there, for SME their is a separate SME unit and for Agriculture, there is also a separate Agriculture Division to assess risk, approve and monitor those loans.

A thorough risk assessment is done before sanction of any credit facility at Credit Risk Management Units. The risk assessment includes borrower risk analysis, financial analysis, industry analysis, historical performance of the customer, security of the credit facility etc. The assessment process starts at the relationship level and ends at Credit Risk Management Unit when it is approved/declined by the competent authority. Credit approval authority has been delegated to the individual executives. Proposals beyond their delegation are approved/declined by the Executive Committee and/or the Board of Directors of the Bank.

In determining Single borrower/Large loan limit, the instructions of Bangladesh Bank are strictly followed. Internal audit is conducted at regular intervals to ensure compliance of Bank's and Regulatory policies. Loans are classified as per Bangladesh Bank's guidelines.

50.1.2 Asset liability management risk

For better management of asset and liability risk, the Bank has an established Assets Liability Committee (ALCO) which meets at least once a month. The members of ALCO as at 31 December 2022 were as follows:

Managing Director & Chief Executive Officer
Additional Managing Director
DMD - Risk Management
DMD - Operations
DMD - CEMO
Chief Risk Officer
Chief Financial Officer
Head of Corporate Banking
Head of Treasury
Head of Credit Risk Management
Head of Retail Banking
Head of Islamic Banking Division

The ALCO's primary function is to formulate policies and guidelines for the strategic management of the Bank using pertinent information that has been provided through the ALCO process together with knowledge of the individual businesses managed by members of the committee. ALCO regularly reviews the Bank's overall asset and liability position, forward looking asset and liability pipeline, overall economic position, the Banks' liquidity position, capital adequacy, balance sheet risk, interest risk and makes necessary changes in its mix as and when required.



The Bank maintains specified liquidity and funding ratio limits to ensure financial flexibility to cope with unexpected future cash demands. ALCO monitors the liquidity and funding ratios on an ongoing basis and ascertains liquidity requirements under various stress situations. In order to ensure liquidity against all commitments, the Bank reviews the behaviour patterns of liquidity requirements. The Bank has an approved Liquidity Contingency Plan (LCP) which is reviewed and updated on an annual basis by ALCO. All regulatory requirements including CRR, SLR and RWA are reviewed by ALCO.

50.1.3 Foreign exchange risk

Foreign exchange risk is defined as the potential change in earnings due to change in market prices. The foreign exchange risk of the Bank is minimal as all the transactions are carried out on behalf of the customers against underlying L/C commitments and other remittance requirements.

Treasury Department independently conducts the transactions and the back office of treasury is responsible for verification of the deals and passing of their entries in the books of account. All foreign exchange transactions are revalued at Mark-to-Market rate as determined by Bangladesh Bank at the month-end. The Bank maintains various nostro accounts in order to conduct operations in different currencies including TK. The senior management of the Bank sets limits for handling nostro account transactions. All Nostro accounts are reconciled on a monthly basis and outstanding entries beyond 30 days are reviewed by the management for its settlement.

As per BRPD circular no. 04 dated 12 April 2022, if there is any entry unreconciled as at 31 December for 6 months or more, provision is maintained accordingly.

50.1.4 Internal control and compliance division

Effective internal controls are the foundation of safe and sound banking. A properly designed and consistently enforced system of operational and financial internal control helps a bank's management safeguard the Bank's resources, produce reliable financial reports and comply with laws and regulations. Effective internal control also reduces the possibility of significant errors and irregularities and assists in their timely detection when they do occur.

Internal Control and Compliance Division (ICCD) operates independently as a division consisting three units (Audit & Inspection, Monitoring and Compliance) with prime responsibility to determine risks by evaluating overall Business, Operations & Credit Portfolios of the Bank. The key objective of ICC is to assist and guide in all aspects of the Bank using adequate resources for identification of weaknesses and taking appropriate measures to overcome the same to be a compliant bank.

ICC has a unique reporting line to the Bank's Board of Directors through the Audit Committee and to the Managing Director & CEO. Thus, it acts as a bridge between the board and the Bank's management. An effective organisational structure has been established by exercising durable Internal Control culture within the Bank.

50.1.5 Reputation risk arising from money laundering incidences

Money laundering risk is defined as the loss of reputation and expenses incurred as penalty for being negligent in prevention of money laundering. For mitigating the risks, the Bank has a designated Head of Internal Control & Compliance at Head Office and Compliance Officers at branches who independently review the transactions of the accounts to verify suspicious transactions. Manuals for prevention of money laundering have been established and Transaction Profile has been introduced. Training is continuously given to all the category of Officers and Executives for developing awareness and skill for identifying suspicious activities/transactions.

50.1.6 Information technology

Relevant hardware, software and networking equipment is in place to support operations of online branches, internet banking, SMS service, call centre, Tele Banking, POS and ATM network. These devices are providing superior performance resulting in better end-user satisfaction. To ensure uninterrupted and smooth customer service in all branches and SME centres, IT division continuously work on performance tuning for database and application, networking and server hardware on regular basis. Continuous investments are going on to do the necessary upgradation on hardware and software to increase the Bank's centralised online banking and other peripheral service requirements.



50.2 Audit committee

According to BRPD circular no.12 dated 23 December 2002, all banks are advised to constitute an audit committee comprising members of the Board. The audit committee will assist the Board in fulfilling its oversight responsibilities including implementation of the objectives, strategies and overall business plans set by the Board for effective functioning of the Bank. The committee will review the financial reporting process, the system of internal control and management of financial risks, the audit process, and the Bank's process for monitoring compliance with laws and regulations and its own code of business conduct.

The Bank, being a listed entity bank, have a board of directors from whom to select an audit committee. The Audit Committee of the Board of Directors consist of four members of the Board which meets on a regular basis with the senior management of the Bank, and with the internal and external auditors to consider and review the nature and scope of the reviews and the effectiveness of the systems of internal control and compliance as well as the financial statements of the Bank. All audit reports issued by internal and external auditors and all inspection/audit reports issued by Bangladesh Bank are sent to the Audit Committee.

50.2.1 Particulars of audit committee

Pursuant to the BRPD Circular no. 12 dated 23 December 2002, the Audit Committee of the Board of Directors as at 31 December 2022 consisted of the following 5 members of the Board:

<u>Name</u>	<u>Status with bank</u>	<u>Status with committee</u>	<u>Educational qualification</u>
Mr. Ahabab Ahmad	Independent Director	Chairman	B.A. (Hons.), M.A.
Dr. Mohammad Ali Taslim	Independent Director	Member	B.A (Hons.; Economics), MA (Economics; DU), MA (Canada), Ph.D.(Australia)
Mr. Md. Aman Ullah Sarker	Director	Member	Master of Arts
Mr. Abdullah Al Hsan	Director	Member	Master of Commerce
Mr. Tahidul Hossain Chowdhury	Director	Member	Bachelor of Arts

50.2.2 Meetings held by the Audit Committee with senior management to consider and review the Bank's Financial Statements:

During the period under review the Audit Committee held several meetings to oversee/review various functions including reviewing the quarterly financial statements in compliance with the Bangladesh Bank circulars.

Meetings held by the committee during the year by date:

106th Audit Committee Meeting held on 13 January 2022
107th Audit Committee Meeting held on 25 April 2022
108th Audit Committee Meeting held on 11 May 2022
109th Audit Committee Meeting held on 24 July 2022
110th Audit Committee Meeting held on 25 October 2022
111th Audit Committee Meeting held on 13 December 2022

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

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

50.3 Interest rate risk

Interest rate risk may arise either from trading portfolio or from non-trading portfolio. The trading portfolio of the Bank consists of Government treasury bills and bonds of different maturities. Interest rate risk arises from mismatch between the future yield of an asset and their funding cost. Asset Liability Committee (ALCO) monitors the interest rate movement on a regular basis and Treasury Division actively manages the Balance Sheet gap profitably on a regular basis.



50.4 Equity risk

Equity risk arises from movement in market value of equities held. The risks are monitored by Special Banking Wing under a well designed policy framework. The total market value of equities held was higher than the total cost price at the balance sheet date (**Annexure-B**).

50.5 Operational risk

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

50.6 Implementation of BASEL-III

BASEL-III reforms are the response of BASEL Committee on Banking Supervision (BCBS) to improve the banking sector's ability to absorb shocks arising from financial and economic stress, whatever the source, thus reducing the risk of spill over from the financial sector to the real economy.

The Committee introduced transitional arrangements to implement the new standards that help to ensure that the banking sector can meet the higher capital standards through reasonable earnings retention and capital raising while still supporting lending to the economy. In line with the BASEL framework, Bangladesh Bank issued transitional arrangements for BASEL-III implementation in Bangladesh. The phase-in arrangements for BASEL-III implementation in Bangladesh has been effective from 1 January 2015 in accordance with BRPD circular no. 18 dated 21 December 2014.

Internal Capital Adequacy Assessment Process (ICAAP)

Internal Capital Adequacy Assessment Process (ICAAP) represents the Bank's own assessment of its internal capital requirements. The Bank's approach to calculating its own internal capital requirement has been to take the minimum capital required for credit risk, market risk and operational risk under Pillar-I as the starting point, assess whether this is sufficient to cover those risks and then identify other risks (Pillar-II) and assess prudent level of capital to meet them.

The assessment is undertaken using time series of data and Bangladesh Bank's guidelines on Risk Based Capital Adequacy to assess the likelihood of occurrence and potential impact. Purposes of Internal Capital Adequacy Assessment Process are to:

i) inform the Board of Directors about

- assessing risks
- initiatives to mitigate identified risks
- capital requirement to support the operations in light of identified risks

ii) comply with Bangladesh Bank's requirement.

50.7 Exchange rates

The assets and liabilities as at 31 December 2022 and 31 December 2021 in foreign currencies have been converted to BDT at the following rates:

	31.12.2022 Taka	31.12.2021 Taka
USD 1 =	103.29	85.80
GBP 1 =	124.34	116.16
AUD 1 =	69.31	61.94
EUR 1 =	109.82	97.19
CHF 1 =	110.85	93.39
JPY 1 =	0.77	0.74
SAR 1 =	27.32	22.72
SGD 1 =	76.81	64.31



50.8 Credit rating of the Bank

As per the BRPD instruction circular no. 6 dated 5 July 2006, the Bank has done its credit rating by Emerging Credit Rating Limited based on the financial statements dated 31 December 2021.

Particulars	Date of Rating	Long term	Short term	Rating Valid
Entity Rating	17-May-22	AA	ST-2	07-Apr-23
		Very strong capacity & very high quality	Strong capacity for timely repayment	

50.9 Number of employees

The number of employees engaged for the whole year or part thereof who received a total remuneration of TK 36,000 p.a. or above were 2,070 at the end of December 2022 (2021: 1,571).

50.10 Impact of COVID 19:

The spread of coronavirus globally has led the World Health Organization (WHO) to classify it as a pandemic on 11 March 2020 and like most of the other countries, Bangladesh Government has also taken restrictive measures to contain its further spread affecting free movement of people and goods. The events that occurred due to the pandemic are currently fast evolving with the extent of the impact on the economy resulting in adjusting the financial statements (as necessary). Though the full measurement of the impact of the events after the reporting date is difficult to estimate at this stage, management is of the view that the Bank will not be adversely affected by this pandemic as the Bank is not experiencing or likely to experience any significant change in its business activity. Considering the nature of the Bank's business, management is of the view that there is no significant event that cast doubt on its ability to continue as a going concern. Currently, the Bank also has adequate resources to continue in operation for the foreseeable future.

Though as at the date of these financial statements, no material impact has been identified by management on the Bank's financial position, results of operations and cash flows, management has decided to continuously monitor, evaluate and measure the impacts on the operations of the Bank by remaining alert to the changing situations.



50.11 Highlights on the overall activities of the Bank

SI No.	Particulars	31.12.2022	31.12.2021
1	Paid up capital	9,496,247,530	9,496,247,530
2	Total capital	31,764,354,682	31,334,435,682
3	Capital surplus / (deficit) (Note - 16.9)	3,651,020,251	4,597,106,399
4	Total assets	346,556,213,151	335,351,203,372
5	Total deposits	243,427,305,558	230,417,348,446
6	Total loans and advances	239,685,748,429	215,458,643,693
7	Total contingent liabilities and commitments	169,316,263,372	191,376,959,350
8	Credit Deposit Ratio (%)	87.38	84.34
9	Percentage of classified loans against total loans and advances (%)	5.08	3.32
10	Profit after tax and provision	1,659,842,961	2,055,727,658
11	Amount of classified loans during the period	12,187,739,287	7,144,654,581
12	Provisions kept against classified loans	8,894,310,073	7,341,149,764
13	Provision surplus / (deficit)	-	-
14	Cost of fund [deposit cost & overhead cost] (%)	6.42	6.25
15	Interest earning Assets	292,170,778,003	283,025,597,232
16	Non-interest earning Assets	54,385,435,148	52,325,606,140
17	Return on Investment (ROI) [%]	7.58	7.78
18	Return on Assets (ROA) [%]	0.49	0.65
19	Income from Investments	3,885,346,738	3,445,847,615
20	Earning Per Share (Taka)	1.75	2.16
21	Net income per share (Taka)	7.26	6.98
22	Price Earning Ratio (Times)	7.55	6.10

50.12 Previous year's figures have been rearranged, wherever necessary, to conform with the current period's presentation.



Dhaka Bank Limited
Currency wise Balances with Nostro Accounts
As at 31 December 2022

Name of the bank	Location	Name of currency	31.12.2022			31.12.2021		
			Amounts in foreign currency	Conversion rate	Equivalent amounts in Taka	Amounts in foreign currency	Conversion rate	Equivalent amounts in Taka
Standard Chartered Bank	New York	USD	7,584,453	103.29	783,418,646	2,879,011	85.80	247,019,185
Mashreq Bank	New York	USD	2,941,003	103.29	303,784,159	1,794,813	85.80	153,994,977
Habib American Bank, OBU	New York	USD	1,712,508	103.29	176,889,527	3,895,344	85.80	334,220,549
J P Morgan AG,OBU	New York	EUR	-	109.82	-	293,292	97.19	28,504,693
Indusind Bank Mumbai,OBU	ACU	USD	1,028	103.29	106,226	7,296	85.80	625,974
Standard Chartered Bank,OBU	New York	USD	2,788,355	103.29	288,016,669	1,828,242	85.80	156,863,148
Commerz Bank	Frankfurt	USD	15,176,930	103.29	1,567,666,043	888,825	85.80	76,261,188
Habib American Bank	USA	USD	(602,112)	103.29	(62,193,793)	1,027,154	85.80	88,129,834
Wells Fargo Bank N.A.	New York	USD	974,514	103.29	100,660,204	959,350	85.80	82,312,237
JP Morgan Chase Bank NA	USA	USD	812,146	103.29	83,888,797	1,443,237	85.80	123,829,726
Standard Chartered Bank	Mumbai	ACUD	839,485	103.29	86,712,712	1,929,357	85.80	165,538,855
Sonali Bank	Kolkata	ACUD	107,522	103.29	11,106,288	407,359	85.80	34,951,430
AB Bank	Mumbai	ACUD	209,209	103.29	21,609,794	1,162,525	85.80	99,744,603
Nepal Bangladesh Bank	Nepal	ACUD	61,658	103.29	6,368,790	343,058	85.80	29,434,404
Sampath Bank	Srilanka	ACUD	32,172	103.29	3,323,140	181,071	85.80	15,535,882
Bhutan National Bank	Bhutan	ACUD	119,951	103.29	12,390,080	89,971	85.80	7,719,526
Bank of Bhutan	Bhutan	ACUD	17,970	103.29	1,856,152	61,938	85.80	5,314,266
Habib Metropolitan Bank Ltd.	Pakistan	ACUD	191,310	103.29	19,760,937	545,169	85.80	46,775,527
ICICI Bank Limited	India	ACUD	223,480	103.29	23,083,856	551,181	85.80	47,291,371
Mashreq Bank	Mumbai	ACUD	227,758	103.29	23,525,777	1,651,440	85.80	141,693,556
United Bank Of India	Kolkata	ACUD	2,338	103.29	241,466	1,230,521	85.80	105,578,686
Axis Bank Ltd, India	Mumbai	ACUD	38,978	103.29	4,026,108	741,471	85.80	63,618,199
Union Bank of Switzerland	Switzerland	CHF	12,335	110.85	1,367,416	73,092	93.39	6,825,872
Commerz Bank	Frankfurt	EUR	185,105	109.82	20,327,559	32,703	97.19	3,178,347
Standard Chartered Bank	Frankfurt	EUR	49,083	109.82	5,390,082	149,452	97.19	14,525,093
UniCredit S.P.A.	Milano	EUR	38,624	109.82	4,241,585	79,666	97.19	7,742,671
United Bank Of India	Kolkata	EUR	5,559	109.82	610,419	39,182	97.19	3,808,086
Commerz Bank	Frankfurt	AUD	46,678	69.31	3,235,259	79,263	61.94	4,909,488
Standard Chartered Bank	Japan	JPY	18,461,037	0.77	14,214,998	30,064,997	0.74	22,335,286
Standard Chartered Bank	London	GBP	28,553	124.34	3,550,358	32,769	116.16	3,806,447
Commerz Bank	Frankfurt	CAD	33,961	75.62	2,568,079	159,757	66.72	10,659,671
Al-Rajhi Bank	Saudi Arabia	SAR	37,506	27.32	1,024,808	86,875	22.72	1,973,404
Zhejiang Chouzhou Commercial Bank	China	USD	35,495	103.29	3,666,349	-	-	-
HDFC Bank Limited	Mumbai	ACUD	43,870	103.29	4,531,446	-	-	-
Total					3,520,969,936			2,134,722,181

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



**Dhaka Bank Limited
Investment in Shares
As at 31 December 2022**

(Amount in Taka)

Name of the Company	Face Value	No. of Shares	Average Cost Price	Total Cost Price	Market Price Per Share	Total Market Value
Quoted						
The ACME Laboratories Ltd.	10	500,000	52.00	26,000,000	85.00	42,500,000
IFIC Bank Ltd.	10	44,212,857	8.05	355,810,842	11.50	508,447,856
British American Tobacco Bangladesh Company Ltd.	10	4,400	543.42	2,391,056	518.70	2,282,280
BRAC Bank Ltd.	10	30,000	41.27	1,238,100	38.50	1,155,000
Mercantile Bank Ltd.	10	69,000	14.24	982,802	13.60	938,400
Trust Bank Ltd.	10	5,421	33.66	182,455	34.90	189,193
ICB AMCL CMSF GOLDEN JUB	10	623,411	10.00	6,234,110		6,234,110
Unquoted						
Shanta First Income Unit Fund	10	18,936,550	10.56	200,000,000		200,000,000
UCB Taqwa Growth Fund	10	1,000,000	10	10,000,000		10,000,000
City Sugar Industries Ltd.	100,000	4,000	100,000	400,000,000		400,000,000
United Ashuganj Energy Ltd.	10	160,000,000	10	1,600,000,000		1,600,000,000
Flamingo Fashions Ltd.	100	1,520,000	100	152,000,000		152,000,000
Jinnat Knitwears Ltd.	100	1,000,000	100	100,000,000		100,000,000
United Tank Terminal Ltd.	10	40,000,000	10	400,000,000		400,000,000
Total				3,254,839,365		3,423,746,839

The cost price of investment in shares represents the book value as on 31.12.2022 being ordinary shares of different companies purchased from primary and secondary markets.



Dhaka Bank Limited

Details information on advances

More than 10% of bank's total capital (Funded & Non-funded)

(Based on Capital 3,176.44 Crore)

(Taka in Thousand)

Sl. No.	Name of the Client	Outstanding as on 31.12.2022		Total
		Funded	Non funded	
1	AKIJ GROUP	1,680,350	7,821,867	9,502,217
2	KABIR GROUP	3,738,077	2,290,124	6,028,201
3	SAIHAM GROUP	3,044,149	2,866,132	5,910,281
4	ARMANA-SQ GROUP	2,903,729	2,989,471	5,893,200
5	UNITED GROUP	2,207,444	3,668,430	5,875,874
6	MEGHNA GROUP	-	5,670,564	5,670,564
7	BULK GROUP	283,408	5,107,224	5,390,632
8	BASHUNDHARA GROUP	4,808,592	552,265	5,360,857
9	DOREEN GROUP	1,443,008	3,686,121	5,129,129
10	T.K. GROUP	1,493,406	3,470,223	4,963,629
11	EXPERIENCE GROUP	3,066,013	1,624,275	4,690,288
12	PAKIZA GROUP	3,595,340	993,120	4,588,460
13	CONFIDENCE GROUP	1,866,001	2,703,260	4,569,261
14	ACI GROUP	3,640,234	598,279	4,238,513
15	KARNAFULY GROUP	1,238,312	2,983,585	4,221,897
16	BSRM GROUP	1,670,692	2,511,929	4,182,621
17	BANGLA TRAC	2,185,768	1,862,318	4,048,086
18	ABUL KHAIR GROUP	797,294	3,185,601	3,982,895
19	DENIM ASIA & OTHERS	3,397,498	535,759	3,933,257
20	MIR GROUP	2,729,313	1,173,926	3,903,239
21	STERLING GROUP	708,924	3,091,650	3,800,574
22	HABIB GROUP	3,555,562	139	3,555,701
23	PRAN-RFL GROUP	1,759,770	1,747,486	3,507,256
24	FCI GROUP	1,865,163	1,482,415	3,347,578
25	NDE GROUP	1,056,503	2,249,900	3,306,403
26	E ENGINEERING GROUP	2,164,352	1,089,860	3,254,212
Total		56,898,902	65,955,923	122,854,825



Dhaka Bank Limited
Schedule of Fixed Assets including premises, furniture & fixtures
As at 31 December 2022

Asset Group	Cost (Taka)				Rate of Depreciation (%)	Depreciation (Taka)				Book value (Taka)
	Opening balance of cost as on 1 January 2022	Additions during the period	Adjustment (Sale/Discard)	Closing balance of cost as on 31 December 2022		Accumulated depreciation as on 1 January 2022	Charge during the period	Adjustment (Sale/Discard)	Closing balance as on 31 December 2022	
Land	4,658,655,505	-	-	4,658,655,505		-	-	-	-	4,658,655,505
Building & Renovation	1,470,482,156	26,177,494	-	1,496,659,650	2.5	151,039,473	36,927,185	-	187,966,658	1,308,692,992
Furniture & Fixtures	766,981,535	23,496,293	1,362,989	789,114,839	10	416,346,905	55,706,169	1,222,414	470,830,660	318,284,180
Office Appliances & Equipment	1,933,369,997	162,219,700	7,071,228	2,088,518,469	20	1,336,674,506	220,660,896	7,071,144	1,550,264,258	538,254,212
Computer	317,439,032	22,557,615	106,990	339,889,657	20	211,828,420	31,143,504	106,984	242,864,940	97,024,717
Software	821,929,327	13,974,056	-	835,903,383	10	328,478,270	77,369,443	-	405,847,713	430,055,670
Motor Vehicle	339,784,269	12,306,184	-	352,090,453	20	259,839,758	42,877,292	-	302,717,050	49,373,403
Right of use assets (ROU)	2,364,048,808	637,337,575	-	3,001,386,383		1,082,592,441	412,237,372		1,494,829,813	1,506,556,570
Work-in-progress - land & building	68,978,394	52,326,408	86,677,299	34,627,503		-	-		-	34,627,503
Total December 2022	12,741,669,023	950,395,326	95,218,506	13,596,845,843		3,786,799,773	876,921,861	8,400,543	4,655,321,091	8,941,524,752
Total December 2021	12,072,807,599	4,418,867,778	3,750,006,354	12,741,669,023		3,052,035,553	765,065,970	30,301,749	3,786,799,773	8,954,869,250



Dhaka Bank Limited

Recovery of loans previously written-off during the year 2022

(Amount in Taka)

Sl. No.	Name of borrowers	Amount written-off	Amount of provision kept at the time of written-off	Suit value	Amount recovered after loan written-off
Corporate Loan					
1	Hridhi Knitwear	2,451,893	1,971,304	3,538,941	2,451,893
2	CPM Blue Online Ltd.	7,944,405	7,633,088	9,765,400	3,400,000
3	Aapon Corporation	552,856	502,008	740,000	550,000
4	Green Arrow International	7,496,151	4,725,784	5,949,104	900,000
5	Gonoshasthaya Antibiotic Ltd.	71,628,580	60,192,640	75,998,182	6,000,000
6	Featherlite Ltd.	84,783,950	71,099,585	90,556,329	16,000,000
7	A. Zaman & Brothers	46,085,076	35,810,467	62,880,000	5,470,000
8	Ahnaf & Co.	17,855,447	15,742,193	20,846,469	2,970,000
9	Akash Stone Crusing Industries	6,826,783	1,024,017	7,203,303	6,826,783
10	Orchid Travels and Tours	56,970,536	40,360,887	51,260,000	7,290,000
11	Parisha Trade System Ltd.	70,247,889	56,126,471	66,577,867	7,420,000
12	Ahasan Ullah Bricks	9,571,323	1,435,698	12,060,000	190,000
13	Rafique Traders	36,192,872	25,193,206	40,017,149	16,992,872
Sub Total		418,607,761	321,817,348	447,392,744	76,461,548
Retail Loan					
1	Various clients	56,663,621	33,943,171	96,905,015	16,849,353
Sub Total		56,663,621	33,943,171	96,905,015	16,849,353
Grand Total		475,271,382	355,760,519	544,297,759	93,310,901



Dhaka Bank Limited

Details of borrowers for written-off loan during the year 2022

(Amount in Taka)

Sl. No.	Name of borrowers	Amount written-off	Amount of interest suspense kept at the time of written-off	Amount of provision kept at the time of written-off	Suit value
Corporate & SME Loan					
1	Towhidul Alam	907,398	72,983	834,415	2,044,019
2	Bollywood Kitchen	2,505,855	475,633	2,030,222	2,880,000
3	Comilla Spring Works	2,669,497	181,858	2,487,639	2,680,000
4	Jamuna Fashion	891,447	-	891,447	2,220,000
5	Jewel Pant House	2,574,499	-	2,574,499	5,010,000
6	M.M. Fabrics	5,415,633	-	5,415,633	10,970,000
7	Julhas Garments	2,093,306	-	2,093,306	4,690,000
8	New Jahura Garments	1,906,864	35,355	1,871,509	2,210,000
9	Rasullah Washing and Dyeing	3,520,380	301,018	3,219,362	8,650,000
10	Masud Variety Store	6,179,498	1,203,465	4,976,034	9,380,000
11	Chittagonj Ispat Ltd.	85,062,150	13,187,460	71,874,690	1,306,753,652
12	Rubya Vegetable Oil Mills Ltd.	83,938,661	13,213,328	70,725,333	-
13	Rubya Oxygen Ltd.	23,802,952	3,802,952	20,000,000	-
14	H Steel Rerolling Mills	324,984,411	49,987,311	274,997,100	-
15	Salma Shipping Corporation	288,399,291	13,867,768	274,531,524	360,440,000
16	Manjurul Ahsan & Co.	114,417,207	-	114,417,207	-
17	Kirtan Khola Integrated Farming	16,692,754	803,871	15,888,883	-
	Sub Total	965,961,804	97,133,001	868,828,803	1,717,927,672
Retail Loan					
(Amount in Taka)					
Sl. No.	Type of loans	Amount written-off	Amount of interest suspense kept at the time of written-off	Amount of provision kept at the time of written-off	Suit value (in million)
1	Car Loan	2,062,838	953,927	836,374	4,894,791.10
2	Credit Card	6,584,727	562,160	6,035,604	6,726,040.22
3	Personal Loan	6,712,081	3,411,227	3,300,833	9,334,219.58
	Sub Total	15,359,646	4,927,314	10,172,811	20,955,050.90
	Grand Total	981,321,450	102,060,316	879,001,614	1,738,882,722



Dhaka Bank Limited

Related Party Disclosures

A. i) Name of the Directors and their interest in the Bank as on 31 December 2022:

Sl. No.	Name of directors	Designation	% of interest as on 31 December 2022
1	Mr. Abdul Hai Sarker	Chairman	2.281
2	Mr. Amanullah Sarker	Vice-Chairman	2.000
3	Mrs. Rokshana Zaman	Director	2.450
4	Mr. Altaf Hossain Sarker	Director	2.789
5	Mr. Reshadur Rahman	Director	3.434
6	Mr. Tahidul Hossain Chowdhury	Director	2.008
7	Mr. Khondoker Monir Uddin	Director	4.293
8	Mr. Md. Amirullah	Director	2.000
9	Mr. Abdullah Al-Ahsan	Director	2.000
10	Mr. Mohammed Hanif	Director	3.159
11	Mrs. Rakhi Das Gupta	Director	2.000
12	Mr. Mirza Yasser Abbas	Director	3.683
13	Mr. Jashim Uddin	Director	2.000
14	Mrs. Manoara Khandaker	Director	2.004
15	Mr. Ahabab Ahmad	Independent Director	Nil
16	Mr. Feroz Ahmed	Independent Director	Nil
17	Dr. Mohammad Ali Taslim	Independent Director	Nil

ii) Name of the Directors and their interest in the Bank as on 31 December 2021:

Sl. No.	Name of directors	Designation	% of interest as on 31 December 2021
1	Mr. Abdul Hai Sarker	Chairman	2.281
2	Mr. Jashim Uddin	Vice-Chairman	2.000
3	Mrs. Rokshana Zaman	Director	2.450
4	Mr. Altaf Hossain Sarker	Director	2.789
5	Mr. Reshadur Rahman	Director	3.434
6	Mr. Tahidul Hossain Chowdhury	Director	2.008
7	Mr. Khondoker Monir Uddin	Director	2.872
8	Mr. Md. Amirullah	Director	2.000
9	Mr. Abdullah Al-Ahsan	Director	2.000
10	Mr. Mohammed Hanif	Director	3.046
11	Mrs. Rakhi Das Gupta	Director	2.000
12	Mr. Mirza Yasser Abbas	Director	3.683
13	Mr. Amanullah Sarker	Director	2.000
14	Mrs. Manoara Khandaker	Director	2.004
15	Mr. M.A. Yussouf Khan	Independent Director	Nil
16	Mr. A.S. Salahuddin Ahmed	Independent Director	Nil
17	Mr. Ahabab Ahmad	Independent Director	Nil



iii) Name of Directors and their interest in different entities as on 31 December 2022

Sl. No.	Name	Status with the Bank	Name of the firms/Companies in which they have interest	Status in the interested entities
1	Mr. Abdul Hai Sarker	Chairman	Shohagpur Textile Mills Ltd.	Chairman & CEO
			Purbani Fabrics Ltd.	Chairman & CEO
			Karim Textiles Ltd.	Chairman & CEO
			Purbani Traders	Proprietor
			Purbani Yarn Dyeing Ltd.	Chairman & CEO
			Karim Spinning Mills Ltd.	Chairman & CEO
			Purbani Synthetic Spinning Ltd.	Chairman & CEO
			Purbani Rotor Spinning Ltd.	Chairman & CEO
			Purbani Fisheries	Proprietor
			Purbani Fashion Ltd.	Chairman & CEO
			Purbani Agro Processing Ltd.	Chairman & CEO
			Purbani Lifestyle Ltd.	Director
			Dhaka Bank Securities Ltd.	Director
2	Mr. Md. Aman Ullah Sarker	Vice Chairman	Rahmat Spinning Mills Ltd.	Managing Director
			Logos Apparels Ltd.	Chairman
			Belkuchi Spinning Mills Ltd.	Chairman
			Rahmat Sweaters (BD) Ltd.	Chairman
			Shahi Products	Partner
3	Mr. Reshadur Rahman	Director	National Traders	Proprietor
			RR Trading & Co.	Proprietor
			RR Shipping Lines	Proprietor
			RR Holdings Ltd.	Chairman & Managing Director
			R.R. Architecture & Engineering Co. Ltd.	Shareholder
			RR Aviation Ltd.	Chairman
			Alliance Deep Sea Fishing Ltd.	Shareholder
			Alliance Infrastructure Engineering Pvt. Ltd.	Shareholder
			RNPG Alliance	Managing Partner
			Alliance Bags Ltd.	Shareholder
			Quality Grains Ltd.	Shareholder
			Quality Breeders Ltd.	Shareholder
			Trade Hub Bangladesh Ltd.	Chairman
Dhaka Bank Securities Ltd.	Director			
4	Mrs. Rokshana Zaman	Director	Dhaka Enterprise	Proprietress
			M/s. Manehor Fisheries	Proprietress
			Maksuda & Maksuda-2 Cargo Vessel	Proprietress
			Dhaka Bank Securities Limited	Director
5	Mr. Altaf Hossain Sarker	Director	Rahmat Textiles Ltd.	Managing Director
			Rahmat Knit Dyeing & Finishing Ltd.	Managing Director
			China Plastic (BD) Ltd.	Chairman & Managing Director
			Rahmat Fashion Wear Ltd.	Director
			Rahmat Rotors Ltd.	Chairman
			Dhaka Bank Securities Ltd.	Chairman
6	Mr. Khondoker Monir Uddin	Director	GDS Chemical Bangladesh (Pvt.) Ltd.	Managing Director
			Universal Business Machines Limited	Managing Director
			Metro Home Ltd.	Managing Director
			STS Capital Ltd.	Managing Director
			STS Holdings Ltd.	Shareholder
			Spring Valley Ltd.	Director
			Shanta Holdings Ltd.	Managing Director
			Shanta Medical Center Ltd.	Managing Director
			SPL Holdings Limited	Director
			Appolo Hospital Dhaka Ltd.	Managing Director
			Shanta International School Dhaka	Managing Director
			Shanta Securities Ltd.	Managing Director
			Shanta Capital Management Ltd.	Managing Director
			Shanta Technologies Ltd.	Chairman
			Shanta Multiverse Ltd.	Chairman
Shanta Lifestyle Ltd.	Managing Director			
Shanta Distribution Ltd.	Managing Director			
7	Mr. Mohammed Hanif	Director	Hanif Steels Ltd.	Managing Director
			Hanif Spinning Mills Ltd.	Managing Director
			National Foundry & Engineering Works (Pvt.) Ltd.	Managing Director
			Hanif Maritime Limited	Managing Director
8	Mr. Tahidul Hossain Chowdhury	Director	City Pharmaceuticals Ltd.	Managing Director
			Central Hospital Ltd.	Director
			HURDCO International School Ltd.	Director
			Hotel Victory Ltd.	Managing Director
			Dhaka Bank Investment Ltd.	Director



9	Mr. Amir Ullah	Director	Dhaka Bank Investment Ltd.	Chairman
10	Mr. Abdullah Al Ahsan	Director	Aroma Poultry Ltd. Aroma Fisheries Ltd.	Director Director
11	Mr. Jashim Uddin	Director	Impel Shares & Securities Ltd. Rafid Enterprize HURDCO International School Ltd. Dhaka Imperial Hospital Ltd.	Chairman Proprietor Director Shareholder
12	Mr. Mirza Yasser Abbas	Director	Mirza Enterprise Dhaka Bank Investment Ltd. Predictable Process Ltd. LOUD Limited	Executive Director Managing Director Chairman
13	Mrs. Manoara Khandaker	Director	Total Pack & Packaging Bari & Pack Plastic Ltd.	Proprietress Director
14	Mrs. Rakhi Das Gupta	Director	Uniroyal Securities Ltd.	Chairman
15	Mr. Ahabab Ahmad	Independent Director	-	
16	Mr. Feroz Ahmed	Independent Director	-	
17	DR. MOHAMMAD ALI TASILIM	Independent Director	-	

iv) Share issued to Directors & Executives without consideration or exercisable at discount: Nil

v) Related party Transactions: Tk. 23,343,299.94

vi) Lending Policies to related parties:

Lending to related parties is effected as per requirements of Section 27 (1) of The Bank Company Act, 1991, and amendment thereon.

vii) During the period 1 January 2022 to 31 December 2022, the Bank concluded business deals with the following directors/organisations in which the directors had interest:

Name	Relationship	Nature of Transactions	Transaction Value during the year	Balance at 31.12.2022
ABDULLAH AL AHSAN	DIRECTOR	Loans, advances and lease/investments	237,293	4,843,686
ALTAF HOSSAIN SARKER	DIRECTOR	Loans, advances and lease/investments	37,274	37,274
AMIR ULLAH	DIRECTOR	Loans, advances and lease/investments	3,463,817	9,156,740
JASHIM UDDIN	DIRECTOR	Loans, advances and lease/investments	50	192
MD AMIRULLAH	DIRECTOR	Loans, advances and lease/investments	158,899	179,162
MIRZA YASSER ABBAS	DIRECTOR	Loans, advances and lease/investments	34,424	410,200
MOHAMMED HANIF	DIRECTOR	Loans, advances and lease/investments	-	115
Mr. Khondoker Jamil Uddin	DIRECTOR	Loans, advances and lease/investments	1,402,751	1,402,751
JASHIM UDDIN	Guarantor	Loans, advances and lease/investments	398,335	831,160
MONOARA KHANDAKER	PROPRIETOR	Loans, advances and lease/investments	5,596,448	6,482,020
Total				23,343,300



SUBSIDIARIES				
Name	Relationship	Nature of transactions	Transaction Value during the year	Balance at 31.12.2022
Dhaka Bank Securities Limited	Subsidiary	Deposit	32,403,912	128,091,573
Dhaka Bank Investment Limited	Subsidiary	Deposit	8,210,877	319,502,973
Dhaka Bank Securities Limited	Subsidiary	Credit Facility	23,813,714	2,419,774,459
Dhaka Bank Securities Limited	Subsidiary	Investment	-	1,499,999,940
Dhaka Bank Investment Limited	Subsidiary	Investment	-	249,999,940
Dhaka Bank Investment Limited	Subsidiary	Account receivable	1,831,068	3,004,793
Dhaka Bank Securities Limited	Subsidiary	Account receivable	1,974,545	53,812,719
Dhaka Bank Securities Limited	Subsidiary	Interest income	19,828,092	163,934,571
Dhaka Bank Securities Limited	Subsidiary	Interest expense	1,489,092	3,593,489
Dhaka Bank Investment Limited	Subsidiary	Interest expense	578,527	14,025,781

- viii) Business other than Banking business with any related concern of the Directors as per Section 18(2) of The Bank Company Act, 1991, and amendment thereon:

Lease agreement:

1. Lease agreement for Uttara Branch was executed with Mrs. Rokshana Zaman (Director of the Bank) & Mr. Hasanuzzaman (son of Mrs. Rokshana Zaman, Director of the Bank).

2. Lease agreement for Data Recovery Center-HO & Retail Business Center-HO were executed with Mrs. Rokshana Zaman (Director of the Bank) & Tanveen Zaman (Daughter of Mrs. Rokshana Zaman, Director of the Bank).

3. Lease agreement for Shahjahanpur Branch of the Bank was executed with Mr. Mirza Abbas Uddin Ahmed, Lessor, who is the father of Mr. Mirza Yasser Abbas, Director of the Bank.

4. Lease agreement for Dhaka Bank Training Institute Hostel & Central Godown(925/B, Shahidbagh, Dhaka) of the Bank was executed with Mr. Mirza Abbas Uddin Ahmed, Lessor, who is the father of Mr. Mirza Yasser Abbas, Director of the Bank.

5. Lease agreement for Central Godown (532/4, Shahidbagh, Dhaka) of the Bank was executed with Ms. Shahida Mirza Pashu, Lessor, who is the aunt of Mr. Mirza Yasser Abbas, Director of the Bank.

Service provider:

6. Omni Technologies, a service provider company which provides various sorts of services to the Bank and Mr. Hasanuzzaman is Director in its board who is the son of Mrs. Rokshana Zaman, Director of the Bank. Following the latest Bangladesh Bank circular, contract with Omni Technologies has been cancelled accordingly.

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



Dhaka Bank Limited
Statement of Tax Position
As at 31 December 2022

Sl. No.	Assessment Year	Income Year	Latest amount of tax assessed by tax authority	Present status
1	2005-2006	2004	279,283,553	Re-opened U/S:120 Filed Appeal to Honorable High Court
2	2006-2007	2005	331,227,509	Re-opened U/S:120 Filed Appeal to Honorable High Court
3	2007-2008	2006	472,195,169	Re-opened U/S:120 Filed Appeal to Honorable High Court
4	2008-2009	2007	903,317,788	Filed Appeal to Honorable High Court
5	2009-2010	2008	1,047,311,318	Filed Appeal to Honorable High Court
6	2010-2011	2009	1,157,121,534	Filed Appeal to Honorable High Court
7	2011-2012	2010	1,338,468,847	Filed Appeal to Honorable High Court
8	2012-2013	2011	1,465,747,928	Filed Appeal to Honorable High Court Case no 28 of 2015
9	2013-2014	2012	874,087,065	Case settle after CT Appeal /Tax Clearance Certificate received
10	2014-2015	2013	959,854,165	Case settle after CT Appeal /Tax Clearance Certificate received
11	2015-2016	2014	1,170,165,870	Case settle at DCT Level & Tax Clearance Certificate received but file Re-open u/s 120 date 15.01.2019 by showing additional income Tk. 65,416,887/- and tax claim 27,529,530/-. We further go for Appeal and the Appeal order received..
12	2016-2017	2015	1,086,383,035	After 1st Appeal as per revised order due Tax paid and apply for tax clearance Certificate.
13	2017-2018	2016	1,463,073,057	Assessment Completed & due tax paid & Tax clearance certificate received in time
14	2018-2019	2017	1,497,654,717	Assessment Completed & due tax paid & Tax clearance certificate received in time
15	2019-2020	2018	1,856,472,490	Assessment Completed & Tribunal order found.
16	2020-2021	2019	1,737,446,278	Assessment Completed & Tribunal order found.
17	2021-2022	2020	1,641,694,248	Assessment Order Found & for some issue we go to Appeal within 17 November 2022
18	2022-2023	2021	-	Tax return Submitted within 15 September 2022
19	2023-2024	2022	-	Income tax return will be submitted within stipulated time.

Note:

Though it appears from the above disclosure that the Bank have tax file open in different years for various grounds mainly for interpretation of laws and the treatment. The appeal filed at different level from Commissioner of Taxes Appeal to Honorable High Court Division. Where, the Bank did not received proper judgement through appeal from tax department, the Bank preferred appeal before Honorable High Court Division. Under the appeals filed so far, the Bank has both refund claim from tax office and tax claim from tax department as well. However, the Bank are reviewing all pending tax claim every year and the Bank believes that its provision for tax liabilities are adequate for all open tax years based on its assessment of many factors, including interpretations of tax law and prior experience.



Dhaka Bank Limited

Distribution of Profit under Islamic Banking Operation

Dhaka Bank has been operating two Islamic Banking branches in complying with the rules of Islamic Shariah, which absolutely prohibits receipts of and payments of interest in any form. The modus operandi of these two branches is totally different from other conventional branches. A separate balance sheet and income statement are being maintained as recommended by the Central Shariah Board for Islamic Banking in Bangladesh.

Final Rates on Mudaraba Deposit Products of Islamic Banking for the period from January to December 2022

Dhaka Bank Limited has successfully completed the business period from January 2022 to December 2022 and declared final profit rates on various Mudaraba Deposits Accounts to the depositors.

The final rates of various Mudaraba Deposits Accounts of Banks as per approved weight age for the period from January 2022 to December 2022 have come up lower than declared provisional profit rates of Mudaraba Deposits Accounts.

As Final rates of Mudaraba Savings Deposit Account, Mudaraba SND Deposit Account for Banks, Mudaraba Short Notice Deposit Accounts, Mudaraba Term Deposit 36 Months, 24 Months, 12 Months, 6 Months, 3 Months, 1 Month, Mudaraba Hajj Saving Scheme, Mudaraba Double Deposit Scheme & Mudaraba Deposit Pension Scheme come up lower than declared provisional profit rates as per approved weightage. We declared provisional profit rates of Mudaraba Deposit Accounts as final rates for the year-2022 considering present market position.

Sl. No.	Type of deposit	Weightage	Final rate
			For the period From January to December 2022
1	Mudaraba Savings Deposit	0.26	1.32%
2	Mudaraba SND Deposit For Bank	0.49	2.50%
3	Mudaraba Short Notice Deposit	0.49	2.50%
	Mudaraba Term Deposit Account		
	36 Months	1.17	5.95%
	24 Months	1.17	5.95%
	12 Months	1.17	5.95%
	6 Months	1.17	5.95%
	3 Months	1.17	5.95%
	1 Months	0.59	3.00%
5	Mudaraba Hajj Savings Scheme	1.08	5.49%
6	Mudaraba Deposit Double Scheme	1.23	6.21%
7	Mudaraba Deposit Pension Scheme	1.16	5.89%



Dhaka Bank Limited (Islamic Banking)
Balance Sheet
As at 31 December 2022

	Notes	31.12.2022 Taka	31.12.2021 Taka
PROPERTY AND ASSETS			
Cash	1	665,181,648	550,601,934
Cash in hand (including foreign currencies)	1.1	44,986,814	38,578,702
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	1.2	620,194,834	512,023,232
Balance with other banks and financial institutions	2	-	-
In Bangladesh	2.1	-	-
Outside Bangladesh	2.2	-	-
Money at call on short notice	3	-	-
Investment in securities	4	2,075,500,000	1,675,500,000
Government	4.1	1,075,500,000	675,500,000
Others	4.2	1,000,000,000	1,000,000,000
Investments	5	7,817,964,623	5,582,418,900
Bai Muajjal, murabaha, HPSM, izara etc.	5.1	7,803,732,573	5,576,776,044
IBPI	6	14,232,050	5,642,856
Fixed assets including premises, furniture and fixtures	7	52,665,150	33,718,894
Other assets	8	6,457,336,869	6,926,497,955
Non-banking assets	9	-	-
Total Assets		17,068,648,290	14,768,737,683
LIABILITIES & CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	-	-
Deposits and other accounts	11	16,186,821,453	13,784,960,619
Current accounts & other accounts		723,104,966	588,808,828
Bills payable		11,180,206	18,484,448
Savings bank deposits		798,931,497	830,293,002
Term deposits		14,653,604,784	12,347,374,341
Non Convertible Subordinated Bond	12	-	-
Other liabilities	13	554,277,869	483,071,366
Total Liabilities		16,741,099,322	14,268,031,985
Capital/Shareholders' Equity			
Total Shareholders' Equity		327,548,968	500,705,698
Paid-up capital		-	-
Statutory reserve		-	-
Other reserve		-	-
Surplus in profit and loss account		327,548,968	500,705,698
Total Liabilities & Shareholders' Equity		17,068,648,290	14,768,737,683



Notes	31.12.2022 Taka	31.12.2021 Taka	
Off-Balance Sheet items			
Contingent liabilities	14	3,496,646,687	4,270,172,454
Acceptances and endorsements	1,001,893,247	1,223,595,993	
Irrevocable letters of credit	479,345,174	607,943,302	
Letter of guarantee	230,800,066	169,272,973	
Bills for collection	35,068,481	23,034,627	
Other contingent liabilities	1,749,539,719	2,246,325,559	
Other commitments	-	-	
Documentary credit and short term trade-related transactions	-	-	
Forward assets purchased and forward deposits placed	-	-	
Undrawn note issuance and revolving underwriting facilities	-	-	
Undrawn formal standby facilities, credit lines and other commitments	-	-	
Total off-balance sheet items including contingent liabilities	3,496,646,687	4,270,172,454	

These financial statements should be read in conjunction with the annexed notes 1 to 29.



Dhaka Bank Limited (Islamic Banking)
Profit & Loss Account
For the year ended 31 December 2022

	Notes	2022 Taka	2021 Taka
Profit on investments	15	1,051,458,331	993,734,630
Profit paid on deposits and borrowings etc.	16	(820,991,509)	(536,958,942)
Net Interest Income		230,466,822	456,775,688
Income from Investment	17	144,017,963	40,628,913
Commission, exchange and brokerage	18	28,130,412	44,854,276
Other operating income	19	18,927,905	38,252,320
		191,076,280	123,735,509
Total operating income (a)		421,543,102	580,511,198
Salary and allowances	20	43,638,049	32,350,797
Rent, taxes, insurance, electricity etc.	21	11,093,691	10,147,126
Legal expenses	22	3,075,937	543,315
Postage, stamps, telecommunication etc.	23	674,881	502,301
Stationery, printing, advertisement etc.	24	1,556,712	1,033,310
Chief executive's salary and fees	25	-	-
Directors' fees	26	98,000	35,200
Auditors' fees	27	-	-
Depreciation and repairs of Bank's assets	28	22,523,988	25,687,159
Other expenses	29	11,332,876	9,506,291
Total operating expenses (b)		93,994,134	79,805,500
Profit before provision & Taxes (c = (a-b))		327,548,968	500,705,698

These financial statements should be read in conjunction with the annexed notes 1 to 29.



Dhaka Bank Limited
(Islamic Banking)
Notes to the Financial Statements
For the year ended 31 December 2022

		31.12.2022 Taka	31.12.2021 Taka
1.	Cash		
	Cash in hand (Note:1.1)	44,986,814	38,578,702
	Balance with Bangladesh Bank and its agent bank(s) (Note: 1.2)	620,194,834	512,023,232
		665,181,648	550,601,934
1.1	Cash in hand		
	In local currency	44,924,838	37,763,602
	In foreign currencies	61,976	815,100
		44,986,814	38,578,702
	Cash in hand (local currency) includes balance of cash held at Automated Teller Machine (ATM)		
1.2	Balance with Bangladesh Bank and its agent bank(s)		
	Balance with Bangladesh Bank		
	In local currency	620,194,834	512,023,232
	Conventional	-	-
	Al-Wadiah current account	620,194,834	512,023,232
	In foreign currencies	-	-
		620,194,834	512,023,232
	Balance with Sonali Bank as agent of Bangladesh Bank	-	-
		620,194,834	512,023,232
2.	Balance with other banks and financial institutions		
	In Bangladesh (Note: 2.1)	-	-
	Outside Bangladesh (Note: 2.2)	-	-
		-	-
2.1	In Bangladesh		
	Current Deposits		
		-	-
		-	-
	Special Notice Deposits (SND)		
		-	-
		-	-
	Fixed Deposits		
	<u>Commercial Banks</u>		
		-	-
		-	-
	<u>Financial Institutions</u>		
		-	-
		-	-
		-	-
2.2	Outside Bangladesh (Nostro Accounts)		
	Current Deposits		
		-	-
		-	-



		31.12.2022 Taka	31.12.2021 Taka
3. Money at call on short notice			
With banking companies	(Note: 3.1)	-	-
With non-banking financial institutions	(Note: 3.2)	-	-
		<u>-</u>	<u>-</u>
3.1 With banking companies		<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>
3.2 With non-banking financial institutions		<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>
4. Investment in securities			
Government securities	(Note: 4.1)	1,075,500,000	675,500,000
Other investments	(Note: 4.2)	1,000,000,000	1,000,000,000
		<u>2,075,500,000</u>	<u>1,675,500,000</u>
4.1 Government securities			
Bangladesh Bank bills	(Note: 4.1.1)	-	-
Treasury bonds	(Note: 4.1.2)	-	-
Government islamic bond		-	100,000,000
Government Ijarah Sukuk		1,075,500,000	575,500,000
Prizebond		-	-
		<u>1,075,500,000</u>	<u>675,500,000</u>
4.1.1 Bangladesh Bank bills			
7 days Bangladesh Bank bills		-	-
91 days treasury bills		-	-
182 days treasury bills		-	-
364 days treasury bills		-	-
		<u>-</u>	<u>-</u>
4.1.2 Treasury bonds			
2 years Bangladesh government treasury bond		-	-
5 years Bangladesh government treasury bond		-	-
10 years Bangladesh government treasury bond		-	-
15 years Bangladesh government treasury bond		-	-
20 years Bangladesh government treasury bond		-	-
		<u>-</u>	<u>-</u>
4.2 Other investments			
Investment in shares	(Note: 4.2.1)	-	-
Investment in subordinated bonds	(Note: 4.2.2)	-	-
Investment in commercial Paper	(Note: 4.2.3)	-	-
Investment on Beximco Green Sukuk al Istisna'a		1,000,000,000	1,000,000,000
		<u>1,000,000,000</u>	<u>1,000,000,000</u>
4.2.1 Shares			
Quoted (Publicly Traded)		-	-
Unquoted		-	-
		<u>-</u>	<u>-</u>
4.2.2 Investment in subordinated bonds		<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>
4.2.3 Investment in commercial paper		<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>



		31.12.2022 Taka	31.12.2021 Taka
5. Investments			
Bai Muajjal, murabaha, HPSM, izara etc. IBPI	(Note: 5.1) (Note: 6)	7,803,732,573 14,232,050 7,817,964,623	5,576,776,044 5,642,856 5,582,418,900
5.1 Bai Muajjal, murabaha, HPSM, izara etc. Broad category-wise breakup			
In Bangladesh			
Murabaha (Purchase Order)		1,181,050,486	718,702,872
Murabaha (Term Financing)		761,856,203	742,432,713
MPI trust receipt		138,495,252	366,070,499
Murabaha import bill (PAD)			
Bai Muajjal		2,945,548,532	1,669,696,173
Ijara (Lease Financing) (Note-5.3)		1,394,822,937	751,844,225
Shirkatul Mulk (Hire Purchase)		333,256,699	358,647,302
Other investments		1,048,702,463	969,382,260
		7,803,732,573	5,576,776,044
Outside Bangladesh		-	-
		7,803,732,573	5,576,776,044
5.2 Residual maturity grouping of investments including IBPI			
Repayable on demand		1,772,688,587	1,678,136,318
Not more than 3 months		1,767,235,464	401,837,755
More than 3 months but not more than 6 months		1,088,610,256	837,500,630
More than 6 months but not more than 1 year		329,388,831	484,399,030
More than 1 year but not more than 5 years		1,517,750,164	1,199,348,595
More than 5 years		1,342,291,321	981,196,572
		7,817,964,623	5,582,418,900
5.3 Investment in lease/izara finance			
Lease rental receivable within 1 year		409,777,490	249,858,717
Lease rental receivable more than 1 year		1,406,808,326	613,498,716
Total lease/ izara rental receivable		1,816,585,816	863,357,433
Less: unearned interest/profit receivable		421,762,879	111,513,208
Net investment in lease/izara finance		1,394,822,937	751,844,225
5.4 Investments under the following broad categories			
Investments		3,451,694,274	3,299,560,031
Bai Murabaha/Bai Muajjal		4,352,038,299	2,277,216,013
		7,803,732,573	5,576,776,044
Bills purchased and discounted	(Note: 6)	14,232,050	5,642,856
		7,817,964,623	5,582,418,900
5.5 Investments on the basis of significant concentration including IBPI			
a. Investments to allied concerns of Directors		-	-
b. Investments to chief executive		-	-
c. Investments to other senior executives		-	-
d. <u>Investments to customer's group:</u>			
Agriculture investments		38,966,333	-
Commercial lending		88,484,381	97,158,750
Export financing		-	
Consumer credit scheme		73,316,659	86,054,543
Special program investments (SME)		473,568,109	484,144,066
Staff investments		9,393,066	20,747,042
Others		7,134,236,075	4,894,314,499
		7,817,964,623	5,582,418,900



	31.12.2022 Taka	31.12.2021 Taka
5.6 Industry-wise investments		
Agricultural	460,713,931	-
Pharmaceuticals	-	-
Textile & garment	861,003,039	917,453,553
Chemical	837,442,174	636,843,724
Food & allied	223,428,813	227,972,952
Transport & communication	7,328,269	13,803,664
Electronics & automobile	2,106,317	20,055,000
Housing & construction	481,068,079	463,756,999
Engineering & metal industries including ship breaking	1,101,028,828	1,515,003,022
Energy & power	296,779,439	322,241,229
Service	616,951,499	605,482,184
Others	2,930,114,236	859,806,573
	7,817,964,623	5,582,418,900
5.7 Geographical location-wise (division) distribution		
Urban		
Dhaka region	6,560,846,153	3,765,229,503
Chattagram region	1,257,118,470	1,817,189,397
South region	-	-
North region	-	-
Sylhet region	-	-
	7,817,964,623	5,582,418,900
Rural		
Dhaka region	-	-
Chattagram region	-	-
South region	-	-
North region	-	-
Sylhet region	-	-
	7,817,964,623	5,582,418,900
5.8 Sector-wise investments		
Government & autonomous bodies	-	-
Financial Institutions (Public & Private)	-	-
Private sector	7,817,964,623	5,582,418,900
	7,817,964,623	5,582,418,900
5.9 Classification of investments		
Unclassified		
Standard	7,343,779,759	4,806,993,011
Special mention account	65,444,164	71,716,960
	7,409,223,923	4,878,709,971
Classified		
Sub-Standard	10,322,129	14,585,573
Doubtful	-	-
Bad or loss	398,418,571	689,123,357
	408,740,700	703,708,929
	7,817,964,623	5,582,418,900



			31.12.2022 Taka	31.12.2021 Taka
5.10	A) Provision required for investments			
	Status	Rate %		
	Unclassified			
	Unclassified	0.25,1,1.25,2,2.75,3 & 100	322,158,724	295,342,099
	Special mention account	1	654,442	1,039,895
			322,813,166	296,381,994
	Classified:			
	Sub-Standard	5 & 20	272,073	437,567
	Doubtful		-	-
	Bad or loss	100	238,200,404	637,591,654
			238,472,476	638,029,221
	Required provision for investments		561,285,642	934,411,215
	Total provision maintained		561,285,642	934,411,215
	Excess/short provision		-	-
	B) Provision for good borrower		-	-
	C) Provision required for Off-Balance Sheet exposures			
	Status	Rate %		
	Acceptances and endorsements	1	10,018,932	12,235,960
	Letters of credit	1	4,793,452	6,079,433
	Letters of guarantee	1	2,308,001	1,692,730
	Required provision		17,120,385	20,008,123
	Total provision maintained		17,120,385	20,008,123
	Excess/short provision		-	-
5.11	Securities against investments including IBPI			
	a. Secured			
	Collateral of movable/immovable assets		5,108,110,784	4,766,767,553
	Local banks & financial institutions guarantee		-	-
	Foreign banks guarantee		-	-
	Export documents		14,232,049	5,642,856
	Government guarantee		-	-
	Fixed Deposits Receipts			
	Own FDR		303,821,735	268,327,747
	FDR of other banks		-	-
	Personal guarantee		663,232,694	120,138,276
	Corporate guarantee		-	-
	Other Securities		1,728,194,673	421,542,468
	Government bonds		-	-
			7,817,591,934	5,582,418,900
			372,689	-
	b. Unsecured		7,817,964,623	5,582,418,900
6.	IBPI			
	In Bangladesh		14,232,050	5,642,856
	Outside Bangladesh		-	-
			14,232,050	5,642,856
6.1	Maturity grouping of IBPI			
	Payable within 1 month		2,639,859	2,421,173
	Over 1 month but less than 3 months		10,123,802	2,268,678
	Over 3 months but less than 6 months		1,468,389	953,005
	6 months or more		-	-
			14,232,050	5,642,856



	31.12.2022 Taka	31.12.2021 Taka
7. Fixed assets including premises, furniture and fixtures		
Cost		
Land	-	-
Building	-	-
Furniture and fixture including office decoration	7,409,830	7,049,830
Office appliances and equipment	28,492,459	22,312,495
Computer	4,078,136	3,572,636
Software	421,959	421,959
Bank's vehicle	2,850,375	2,850,375
Right of use assets (ROU) as per IFRS 16	128,545,962	95,455,299
	171,798,721	131,662,594
Less: Accumulated depreciation	119,133,571	97,943,700
	52,665,150	33,718,894
8. Other assets		
Investment in shares of subsidiary companies	-	-
Stationery, stamps, printing materials etc.	69,452	62,842
Advance rent	123,916	6,411,290
Prepaid expenses against advertisement	407,926	407,926
Profit accrued and other receivable	7,337,790	7,328,955
Security deposit	315,000	315,000
Preliminary, formation, work in progress, renovation expenses and prepaid expenses	1,337,633	771,801
Branch adjustments	6,437,526,448	6,898,123,594
Suspense account	1,098,641	6,403,810
Others (Note: 8.1)	9,120,063	6,672,737
	6,457,336,869	6,926,497,955
8.1 Others		
Advance tax (Note: 8.1.1)	128,575	83,575
Deferred tax assets	-	-
Account receivable others (Note: 8.1.2)	8,991,488	6,589,162
	9,120,063	6,672,737
8.1.1 Advance tax		
Opening balance	83,575	53,575
Add: Paid during the year/period	128,575	83,575
	212,150	137,150
Less: Adjustment during the year/period	83,575	53,575
	128,575	83,575
8.1.2 Account receivable others		
Receivable against Bangladesh/Paribar Sanchaya Patra	-	-
Fees receivable	988,632	153,995
Receivable from share sale proceeds	-	-
Dividend receivable	-	-
Finance to AD branches for local documentary bill purchased	-	-
Finance to AD branches for import bill discounting	-	-
Protestation account	-	-
ATM settlement account	-	-
Receivable from exchange houses	-	-
Excise duty receivable	8,002,856	6,435,167
Receivable from Dhaka Bank Investment Limited	-	-
Receivable from Dhaka Bank Securities Limited	-	-
	8,991,488	6,589,162
9. Non-banking Assets		
Land and building	-	-



		31.12.2022 Taka	31.12.2021 Taka
10.	Borrowings from other banks, financial institutions and agents		
	In Bangladesh (Note: 10.1)	-	-
	Outside Bangladesh (Note: 10.2)	-	-
		-	-
10.1	In Bangladesh		
	Call borrowing	-	-
		-	-
	Term borrowing	-	-
		-	-
	Bangladesh Bank refinance		
	Small and Medium Enterprise	-	-
	Syndication	-	-
	Green Banking	-	-
	Export development fund	-	-
	FSSP fund	-	-
	Mudaraba refinance	-	-
	Stimulus fund	-	-
		-	-
	Total	-	-
10.2	Outside Bangladesh	-	-
		-	-
		-	-
11.	Deposits and other accounts		
	Current and other accounts (Note: 11.1)	723,104,966	588,808,828
	Bills payable (Note: 11.2)	11,180,206	18,484,448
	Savings deposits (Note: 11.3)	798,931,497	830,293,002
	Term deposits (Note: 11.4)	14,653,604,784	12,347,374,341
		16,186,821,453	13,784,960,619
	Non-profit bearing accounts		
11.1	Current and other accounts		
	Current account	558,022,611	421,365,720
	Foreign currency deposits	327,178	49,744
	Margin under letter of credit	130,749,979	140,657,804
	Margin under letter of guarantee	19,690,044	9,589,366
	Deposits awaiting disposal	-	-
	Sundry deposit (Note: 11.1.1)	14,315,154	17,146,194
		723,104,966	588,808,828
11.1.1	Sundry deposit		
	F.C held against back to back L/C	3,966,500	2,296,208
	Sundry creditors	9,518,748	14,019,980
	Unclaimed deposits	829,906	830,006
	Risk fund	-	-
	Security deposits	-	-
	Advance lease rent	-	-
		14,315,154	17,146,194



	31.12.2022 Taka	31.12.2021 Taka
11.2 Bills payable		
Pay order	11,180,206	18,484,448
Demand draft	-	-
	11,180,206	18,484,448
Total non-profit bearing accounts	734,285,172	607,293,276
<u>Profit bearing Account</u>		
11.3 Savings deposits		
Savings account	-	-
Mudaraba savings accounts	798,931,497	830,293,002
	798,931,497	830,293,002
11.4 Term deposits		
Special notice deposits	1,153,808,466	783,153,073
Fixed deposits	12,620,192,220	10,704,886,908
Deposit pension scheme	879,361,598	859,100,360
Gift cheque	242,500	234,000
Non Resident Foreign Currency Deposit (NFCD)	-	-
	14,653,604,784	12,347,374,341
Total profit bearing Account	15,452,536,281	13,177,667,343
Total deposits and other accounts	16,186,821,453	13,784,960,619
12. Non convertible subordinated bond	-	-
13. Other liabilities		
Accrued profit	36,254	34,013
Provision on loans and advances	-	-
Provision for good borrower	-	-
Provision for Off-Balance Sheet exposure	-	-
Profit suspense account	401,499,836	416,749,393
Provision against expenses	21,000,000	-
Provision for decrease in value of investments	-	-
Provision for other assets	-	-
Provision for current tax	-	-
Deferred tax liability	-	-
Tax deducted at source & payable	17,723,041	6,316,347
Excise duty payable	14,424,815	9,848,470
Other account payable (Note: 13.1)	99,593,923	50,123,144
	554,277,869	483,071,366
13.1 Other account payable		
3 months and 5 years Bangladesh/Sanchay patra & BB foreign invest. bond	-	-
Application, processing, membership & utilisation fee	6,512,643	32,075
Adjusting account credit	3,417,497	1,175,125
Export proceeds suspense	493,223	344,058
Finance from Bill Discounting OBU	48,168	40,011
Compensation Income of Islamic Banking operations	47,922,690	15,790,616
ATM settlement account	-	-
Import payment suspense	-	-
Baina against non-banking assets	-	-
Lease liabilities as per IFRS 16	41,199,702	32,741,259
	99,593,923	50,123,144



14

Contingent liabilities**Acceptance & endorsement****Letters of credit**

Usance/Defer letter of credit

Sight letter of credit

Back to back letter of credit

BD-Sight (EDF)

Back to back - local

Letters of guarantee

Bid bond

Performance bond

Counter guarantee

Other guarantee

Shipping guarantee

Bills for collection

Local bills for collection

Foreign bills for collection

Other contingent liabilities

Bangladesh/Pratirakhkha/Paribar sanchay Patra

ICB unit certificate

Forward exchange position

US investment & premium bond

Contingent profit suspense

	31.12.2022 Taka	31.12.2021 Taka
Acceptance & endorsement	1,001,893,247	1,223,595,993
Letters of credit	479,345,174	607,943,302
Usance/Defer letter of credit	253,661,104	133,600,965
Sight letter of credit	219,559,193	474,342,337
Back to back letter of credit	-	-
BD-Sight (EDF)	-	-
Back to back - local	6,124,877	-
Letters of guarantee	230,800,066	169,272,973
Bid bond	4,800,000	18,101,059
Performance bond	34,809,502	27,964,763
Counter guarantee	-	-
Other guarantee	140,474,933	95,221,834
Shipping guarantee	50,715,631	27,985,317
Bills for collection	35,068,481	23,034,627
Local bills for collection	32,802,479	21,152,374
Foreign bills for collection	2,266,002	1,882,253
Other contingent liabilities	1,749,539,719	2,246,325,559
Bangladesh/Pratirakhkha/Paribar sanchay Patra	-	-
ICB unit certificate	-	-
Forward exchange position	-	-
US investment & premium bond	-	-
Contingent profit suspense	1,749,539,719	2,246,325,559
	3,496,646,687	4,270,172,454



	2022 Taka	2021 Taka
15. Profit on investments		
Term investment	110,723,667	122,915,344
Bai Muajjal	109,789,104	206,558,851
Investment against imported Merchandise/Murabaha	-	-
Investment against trust receipt	25,258,159	71,129,252
Packing credits	-	-
Bai-Muajjal	-	-
Payment against documents	-	-
House Building investment	109,746	205,260
Transport investment	-	-
Syndicate investment	-	-
Lease rental/izara	109,730,284	62,348,384
Credit card	-	-
Total profit & rental income on investments	355,610,960	463,157,091
Call lending and fund placement with banks	-	-
Inter branch profit received	695,847,371	530,577,539
	1,051,458,331	993,734,630
16. Profit paid on deposits and borrowings etc.		
Savings account including Mudaraba	13,801,223	18,115,945
Special notice deposit	95,504,771	11,104,854
Term deposits	626,407,150	416,287,509
Deposits under scheme	85,276,568	91,233,206
Call borrowing & fund placement	-	-
Non-convertible subordinate bond	-	-
Repurchase agreement (REPO)	-	-
Overseas accounts charges	-	7,400
Leased assets	-	-
HTM/HFT securities	-	590
Others	1,797	209,438
	820,991,509	536,958,942
16.1 Others		
Profit paid on NFCB	-	-
Profit paid against refinance from Bangladesh Bank	-	208,532
Profit paid on gift cheque	1,797	906
Profit paid on excel account	-	-
Profit on finance bill rediscounting	-	-
Profit on Fund Borrowing-OBU	-	-
Treasury bond premium	-	-
	1,797	209,438
17. Income from investment		
Profit on treasury bills/bonds	-	-
Profit on govt. Islamic bonds	44,963,168	36,683,708
Capital gain on government securities	-	-
Profit on Beximco Green Sukuk al Istisnaa	99,054,795	3,945,205
Dividend on shares	-	-
	144,017,963	40,628,913
18. Commission, exchange and brokerage		
Commission on letter of credit	18,708,668	26,014,600
Commission on letter of guarantee	2,030,829	2,617,492
Commission on remittance/bills	1,374,130	707,553
Processing fee consumer loans	296,239	151,906
Other comm/fees (Clearing, cash tr., risk prem., utilisation fee etc.)	11,157,919	15,658,772
Rebate from foreign bank outside Bangladesh	-	-
Commission & fee on credit cards	492,225	396,792
Exchange gain including gain from foreign currency dealings	(5,929,598)	(692,839)
	28,130,412	44,854,276
19. Other operating income		
Other Income on Credit Card and ATM	726,700	615,200
Incidental charges	1,389,005	2,928,870
Swift charge recoveries	777,200	689,750
Recovery from written off loans	16,035,000	34,018,500
	18,927,905	38,252,320

(Note: 16.1)



	2022 Taka	2021 Taka
20. Salary and allowances		
Basic salary	15,323,965	11,683,162
Allowances	20,085,944	15,416,637
Bonus & ex-gratia	4,368,271	2,209,759
Leave fare assistance	2,340,333	1,888,333
Bank's contribution to gratuity fund	-	-
Bank's contribution to provident fund	1,519,536	1,152,906
	43,638,049	32,350,797
21. Rent, taxes, insurance, electricity etc.		
Office rent	3,083,670	4,472,805
Electricity and lighting	901,737	716,064
Regulatory charges	191,166	81,860
Insurance	6,917,118	4,876,398
	11,093,691	10,147,126
21.1 Office rent		
Actual office rent	24,840,620	30,270,541
Reversal of rent expenses due to depreciation and interest expenses under IFRS 16 "Leases"	21,756,950	25,797,736
	3,083,670	4,472,805
22. Legal expenses		
Legal expenses	3,074,537	543,315
Other professional fees	1,400	-
	3,075,937	543,315
23. Postage, stamps, telecommunication etc.		
Stamps, postage & courier	180,451	115,159
Telephone charges	104,946	100,642
Fax, internet & radio link charges	389,484	286,500
	674,881	502,301
24. Stationery, printing, advertisement etc.		
Table stationery	259,089	212,238
Printing stationery	524,860	482,037
Security stationery	95,094	71,868
Computer stationery	200,833	77,675
Advertisement	476,836	189,492
	1,556,712	1,033,310
25. Chief executive's salary and fees		
Basic salary	-	-
House rent allowances	-	-
Living allowances	-	-
Medical allowances	-	-
Bonus	-	-
	-	-
26. Directors' fees		
Directors fees	-	-
Fees related to Shariah Council Meeting	98,000	35,200
Board/Executive Committee/Shariah Council Meeting expenses	-	-
	98,000	35,200
27. Auditor's fees	-	-
28. Depreciation and repairs of Bank's assets		
<u>Depreciation & Amortization</u>		
Building	-	-
Furniture & Fixture	695,160	696,383
Office Appliance & Equipment	1,417,169	1,645,544
Computer	242,407	196,642
Software	-	-
Motor Vehicle	-	47,505
Right of use assets (ROU) as per IFRS 16	18,835,136	22,206,057
	21,189,872	24,792,131

(Note: 21.1)



Repair & Maintenance:

Office Premises
Office Equipment
Office Furniture
Motor Vehicle
Computer and accessories
Software (AMC)

2022 Taka	2021 Taka
618,859	345,145
541,745	389,374
56,282	28,940
69,870	51,014
12,160	56,555
35,200	24,000
1,334,116	895,028
22,523,988	25,687,159

29. Other expenses

Contractual service charge (own & third party)
Fuel costs
Entertainment (canteen & other)
AGM & conference expense
Donation
Subscription
Travelling expenses
Conveyance
Branch opening expenses
Godown expenses
Training expenses
Bond issue expenses
Books and papers
WASA charges
Staff uniform
Potted plants
Business development & promotion
Reuters charges
Fees and expenses for credit card
ATM network service charges
Contribution to superannuation fund
Profit expense for lease liability as per IFRS 16
Miscellaneous expenses

7,194,965	5,752,805
390,271	209,773
306,021	206,693
-	-
-	10,000
-	-
215,511	64,322
183,921	124,074
105,098	309,150
-	28,000
55,039	433,808
-	-
9,644	6,730
38,000	6,000
47,375	48,617
72,000	75,450
-	-
-	-
120,360	19,575
108,000	123,000
-	-
2,486,671	2,088,294
-	-
11,332,876	9,506,291



Dhaka Bank Limited (Off-Shore Banking Unit)
Balance Sheet

As at 31 December 2022

Notes	31.12.2022		31.12.2021	
	USD	Taka	USD	Taka
PROPERTY AND ASSETS				
Cash	2,138,001	220,839,920	846,698	72,646,692
Cash in hand (including foreign currencies)				
Balance with Bangladesh Bank & Sonali Bank (including foreign currencies)	2,138,001	220,839,920	846,698	72,646,692
Balance with other banks and financial institutions	5,089,804	525,739,628	6,063,104	520,214,364
In Bangladesh	-	-	-	-
Outside Bangladesh	5,089,804	525,739,628	6,063,104	520,214,364
Money at call on short notice	-	-	-	-
Investments	-	-	-	-
Government	-	-	-	-
Others	-	-	-	-
Loans, advances and lease/investments	3 158,040,030	16,324,381,398	311,265,264	26,706,559,692
Loans, cash credits, overdrafts etc./Investments	3.1 154,570,688	15,966,023,714	289,884,313	24,872,074,092
Bills purchased and discounted	3.2 3,469,342	358,357,684	21,380,951	1,834,485,600
Fixed assets including premises, furniture and fixtures	1,109	114,502	4,537	389,308
Other assets	4 5,437,974	561,703,028	2,194,809	188,314,634
Non-banking assets				
Total Assets	170,706,918	17,632,778,475	320,374,414	27,488,124,690
LIABILITIES AND CAPITAL				
Liabilities				
Borrowings from other banks, financial institutions and agents	5 143,256,433	14,797,343,769	293,133,369	25,150,843,054
Deposits and other accounts	6 11,733,440	1,211,978,681	14,895,436	1,278,028,413
Current accounts & other accounts	8,714,139	900,106,932	12,900,232	1,106,839,938
Bills payable	-	-	-	-
Other deposits	3,019,301	311,871,749	1,995,204	171,188,475
Other liabilities	7 19,349,779	1,998,690,866	10,336,049	886,833,014
Total Liabilities	174,339,651	18,008,013,316	318,364,854	27,315,704,481
Capital/Shareholders' Equity				
Paid-up capital	-	-	-	-
Statutory reserve	-	-	-	-
Other reserve	-	-	-	-
Surplus in Profit and Loss Account	(3,632,733)	(375,234,841)	2,009,560	172,420,208
Total Shareholders' Equity	(3,632,733)	(375,234,841)	2,009,560	172,420,208
Total Liabilities & Shareholders' Equity	170,706,918	17,632,778,475	320,374,414	27,488,124,690

The notes 1 to 16 form an integral part of these financial statements.



Off-Balance Sheet Items

Notes	31.12.2022		31.12.2021	
	USD	Taka	USD	Taka
CONTINGENT LIABILITIES				
8				
Acceptances and endorsements	12,354,095	1,276,087,782	13,987,029	1,200,087,061
Irrevocable letters of credit	7,402,718	764,646,739	13,561,838	1,163,605,705
Letter of guarantee	51,700	5,340,266	-	-
Bills for collection	8,459,486	873,803,181	9,422,657	808,463,968
Other contingent liabilities	492,734	50,895,858	34,576	2,966,583
Sub-total:	28,760,734	2,970,773,825	37,006,099	3,175,123,317
OTHER COMMITMENTS				
Documentary credit and short term trade-related transactions	-	-	-	-
Forward assets purchased and forward deposits placed	-	-	-	-
Undrawn note issuance and revolving underwriting facilities	-	-	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-	-	-
Sub-total:	-	-	-	-
Total off-balance sheet items including contingent liabilities	28,760,734	2,970,773,825	37,006,099	3,175,123,317

The notes 1 to 16 form an integral part of these financial statements.



Dhaka Bank Limited (Off-Shore Banking Unit)
Profit and Loss Account
For the year ended 31 December 2022

	Notes	2022		2021	
		USD	Taka	USD	Taka
Interest income/profit received	9	9,197,142	949,997,657	8,509,922	730,151,346
Interest/profit paid on deposits and borrowings etc.	10	(6,007,701)	(620,551,630)	(2,578,182)	(221,207,978)
Net Interest Income		3,189,442	329,446,027	5,931,741	508,943,368
Income from investment		-	-	-	-
Commission, exchange and brokerage	11	1,360,655	140,545,773	539,774	46,312,625
Other operating income	12	38,554	3,982,310	43,091	3,697,202
Total Operating Income (a)		4,588,651	473,974,110	6,514,606	558,953,195
Salary and allowances		-	-	-	-
Rent, taxes, insurance, electricity etc.		6,667	688,642	7,903	678,102
Legal expenses		99,948	10,323,934	133,011	11,412,340
Postage, stamps, telecommunication etc.		14,284	1,475,428	13,876	1,190,518
Stationery, printing, advertisement etc.		1,488	153,656	1,495	128,287
Chief executive's salary and fees		-	-	-	-
Directors' fees		-	-	-	-
Auditors' fees		-	-	-	-
Depreciation and repairs of Bank's assets		3,293	340,125	4,623	396,653
Other expenses	13	8,448	872,587	11,239	964,266
Total operating expenses (b)		134,127	13,854,372	172,146	14,770,166
Profit/(Loss) before provision (c)=(a-b)		4,454,523	460,119,738	6,342,460	544,183,029
Provision against loans and advances (d)		8,087,257	835,354,579	4,332,900	371,762,821
Total Profit before taxes (c-d)		(3,632,733)	(375,234,841)	2,009,560	172,420,208

The notes 1 to 16 form an integral part of these financial statements.



Dhaka Bank Limited (Off-Shore Banking Unit)

Cash Flow Statement

For the period ended 31 December 2022

Notes	2022		2021	
	USD	Taka	USD	Taka
Cash flows from operating activities				
Interest receipts	9,197,142	949,997,657	8,509,922	730,151,346
Interest payments	(6,007,701)	(620,551,630)	(2,578,182)	(221,207,978)
Receipts from other operating activities	14 1,399,209	144,528,083	582,865	50,009,827
Payments for other operating activities	15 (134,300)	(13,872,174)	(172,192)	(14,774,093)
Operating profit before changes in operating assets & liabilities	4,454,351	460,101,936	6,342,414	544,179,102
Increase/Decrease in operating assets and liabilities:				
Loans and advances to customers	100,512,217	10,382,178,294	(121,763,831)	(10,447,336,704)
Other assets	(3,614,858)	(373,388,393)	239,728	20,568,686
Deposits & borrowings from other banks	(100,234,569)	(10,353,499,285)	98,234,300	8,428,502,918
Deposits from customers	(639,442)	(66,049,732)	3,902,949	334,873,015
Other liabilities account of customers				
Other liabilities	2,679,724	276,795,880	(5,979,644)	(513,053,497)
Net cash flows from operating activities (A)	3,157,423	326,138,700	(19,024,085)	(1,632,266,480)
Cash flows from Investing activities (B)	-	-	-	-
Cash flows from financing activities (C)				
Profit/Loss remitted to Head Office	(1,669,239)	(172,420,208)	(6,069,432)	(520,757,224)
Net cash flows in financing activities	(1,669,239)	(172,420,208)	(6,069,432)	(520,757,224)
Net increase/(Decrease) in cash (A+B+C)	1,488,183	153,718,492	(25,093,516)	(2,153,023,704)
Cash and cash equivalents at beginning period	5,739,622	592,861,056	32,003,319	2,745,884,759
Cash and cash equivalents at end of period	7,227,806	746,579,548	6,909,803	592,861,055
Closing cash and cash equivalents				
Cash in hand	-	-	-	-
Balance with Bangladesh Bank & Sonali Bank	2,138,001	220,839,920	846,698	72,646,692
Balance with other banks & financial institutions	5,089,804	525,739,628	6,063,104	520,214,364
Money at call on short notice	-	-	-	-
Prize bond	-	-	-	-
Total	7,227,806	746,579,548	6,909,803	592,861,055

The notes 1 to 16 form an integral part of these financial statements.



Dhaka Bank Limited (Off-shore Banking Unit)
Liquidity Statement
(Asset and Liability Maturity Analysis)
As at 31 December 2022

	Upto 01 month		1 - 3 months		3 - 12 months		1 - 5 years		More than 5 years		Total	
	USD	Taka	USD	Taka	USD	Taka	USD	Taka	USD	Taka	USD	Taka
Assets:												
Cash in hand	-	-	-	-	-	-	-	-	-	-	-	-
Balance with Bangladesh Bank & Sonali Bank (including foreign currencies)	2,138,001	220,839,920	-	-	-	-	-	-	-	-	2,138,001	220,839,920
Balance with other banks and financial institutions	5,089,804	525,739,628	-	-	-	-	-	-	-	-	5,089,804	525,739,628
Money at call on short notice	-	-	-	-	-	-	-	-	-	-	-	-
Investment	-	-	-	-	-	-	-	-	-	-	-	-
Loans and advances	48,108,897	4,969,297,875	50,646,572	5,231,421,153	45,526,412	4,702,545,985	12,863,570	1,328,712,837	894,580	92,403,548	158,040,030	16,324,381,398
Fixed assets including premises, furniture and fixtures	-	-	-	-	-	-	1,109	114,502	-	-	1,109	114,502
Other assets	-	-	-	-	104,692	10,813,964	-	-	5,333,282	550,889,064	5,437,974	561,703,028
Non-banking assets	-	-	-	-	-	-	-	-	-	-	-	-
Total Assets	55,336,703	5,715,877,423	50,646,572	5,231,421,153	45,631,104	4,713,359,949	12,864,678	1,328,827,339	6,227,861	643,292,612	170,706,918	17,632,778,475
Liabilities:												
Borrowing from Bangladesh Bank, Other banks, financial institutions and agents	-	-	-	-	(143,256,433)	(14,797,343,769)	-	-	-	-	(143,256,433)	(14,797,343,769)
Deposits & other accounts	(9,447,864)	(975,895,419)	(756,805)	(78,172,472)	(1,528,770)	(157,910,790)	-	-	-	-	(11,733,440)	(1,211,978,681)
Other liabilities	(3,002,216)	(310,106,960)	-	-	(15,009)	(1,550,299)	(1,137,930)	(117,539,878)	(15,194,624)	(1,569,493,728)	(19,349,779)	(1,998,690,866)
Total Liabilities	(12,450,080)	(1,286,002,379)	(756,805)	(78,172,472)	(144,800,212)	(14,956,804,859)	(1,137,930)	(117,539,878)	(15,194,624)	(1,569,493,728)	(174,339,651)	(18,008,013,316)
Net Liquidity Gap	42,886,623	4,429,875,043	49,889,766	5,153,248,681	(99,169,108)	(10,243,444,910)	11,726,748	1,211,287,460	(8,966,763)	(926,201,115)	(3,632,733)	(375,234,841)
Cumulative Liquidity Gap	42,886,623	4,429,875,043	92,776,389	9,583,123,724	(6,392,719)	(660,321,186)	5,334,029	550,966,275	(3,632,733)	(375,234,841)	-	-



Dhaka Bank Limited (Off-shore Banking Unit)
Notes to the Financial Statements
As at and for the year ended 31 December 2022

1 Nature of Business

Offshore Banking Unit is a separate business unit of Dhaka Bank Limited, governed under the Rules & Guidelines of Bangladesh Bank. Currently, the Bank has two OBUs in DEPZ & CEPZ. The Bank obtained DEPZ Offshore Banking Unit permission vide letter no. BRPD (P)744(92)/2005-2181 dated 18 June 2005. The Bank commenced the operation of its Offshore Banking Unit with effect from 10 May 2006.

The Bank obtained CEPZ Offshore Banking Unit permission vide letter no. BRPD (P-3)744(92)/2017-123 dated 05 January 2017. The Bank commenced the operation of its CEPZ Offshore Banking Unit with effect from 12 February 2017.

2 Significant accounting policy

2.1 Basis of accounting

The accounting records of the units are maintains in USD forms and the financial statements are made up to 31 December and are prepared under the historical cost convention and in accordance with first schedule of the Bank Company (amendment) Act, 2013, other Bangladesh Bank circulars, International Financial Reporting Standards adopted as International Accounting Standards (IAS), the Companies Act, 1994, the Listing Regulations of the Stock Exchanges, the Securities and Exchange Rule, 2020 and other laws and rules applicable in Bangladesh on a going concern basis.

2.2 Allocation of common expenses

Establishment expenses in the nature of rent, rates, taxes, salaries, management expenses, printing & stationery, electricity & lighting, postage, stamps, telecommunication etc. have not been separately accounted for in the Financial Statements.

3 Loans, advances and lease/investments

3.1 Loans, cash credits & overdrafts etc:

In Bangladesh

	31.12.2022		31.12.2021	
	USD	Taka	USD	Taka
Overdraft	13,851,967	1,430,807,035	16,777,742	1,439,530,292
Term loan	19,345,228	1,998,220,865	57,720,710	4,952,436,905
Short term loan	-	-	-	-
Loan against accepted bills	3,154,751	325,862,795	7,328,365	628,773,689
Loan against trust receipt	-	-	-	-
Payment against documents	-	-	-	-
Other loans	118,218,742	12,211,133,019	208,057,497	17,851,333,206
	154,570,688	15,966,023,714	289,884,313	24,872,074,092

Outside Bangladesh

Sub-total **154,570,688** **15,966,023,714** **289,884,313** **24,872,074,092**

3.2 Bills purchased and discounted

Payable in Bangladesh:

Inland bills purchased

Payable outside Bangladesh:

Foreign bills purchased & discounted

	3,469,342	358,357,684	21,380,951	1,834,485,600
	-	-	-	-
Sub-total	3,469,342	358,357,684	21,380,951	1,834,485,600

Total **158,040,030** **16,324,381,398** **311,265,264** **26,706,559,692**

3.3 Residual maturity grouping of loans including bills purchased and discounted

Repayable on demand	48,108,897	4,969,297,875	26,029,848	2,233,360,964
Not more than 3 months	50,646,572	5,231,421,153	93,849,947	8,052,325,481
More than 3 months but not more than 1 year	45,526,412	4,702,545,985	135,950,933	11,664,590,049
More than 1 year but not more than 5 years	12,863,570	1,328,712,837	8,149,643	699,239,405
More than 5 years	894,580	92,403,548	47,284,893	4,057,043,793
	158,040,030	16,324,381,398	311,265,264	26,706,559,692

3.4 Maturity grouping of bills purchased & discounted

Payable within 1 month	2,433,604	251,373,492	9,699,360	832,205,058
Over 1 month but less than 3 months	995,260	102,803,098	11,252,757	965,486,552
Over 3 months but less than 6 months	40,478	4,181,094	428,834	36,793,990
6 months or more	-	-	-	-
	3,469,342	358,357,684	21,380,951	1,834,485,600



	31.12.2022		31.12.2021	
	USD	Taka	USD	Taka
3.5 Loans on the basis of significant concentration including bills purchased & discounted:				
a. Advances to allied concerns of directors	-	-	-	-
b. Advances to chief executive	-	-	-	-
c. Advances to other senior executives	-	-	-	-
d. <u>Advances to customer's group:</u>				
Agriculture loan	-	-	-	-
Commercial lending	-	-	-	-
Export financing	8,952,008	924,677,092	471,776	40,478,401
Consumer credit scheme	-	-	-	-
Small and Medium Enterprise (SME)	-	-	-	-
Staff loan	-	-	-	-
Others	149,088,022	15,399,704,306	310,793,488	26,666,081,290
	158,040,030	16,324,381,398	311,265,264	26,706,559,692
3.6 Industry - wise loans including bills purchased & discounted				
Agricultural	-	-	-	-
Pharmaceuticals	-	-	-	-
Textile & garment	54,051,917	5,583,168,455	43,702,425	3,749,668,096
Chemical	-	-	-	-
Food & allied	-	-	-	-
Transport & communication	-	-	-	-
Electronics & automobile	-	-	-	-
Housing & construction	-	-	-	-
Engineering & metal industries including ship breaking	-	-	-	-
Energy & power	3,019,786	311,921,800	43,520,316	3,734,043,074
Service	-	-	-	-
Others	100,968,327	10,429,291,143	224,042,524	19,222,848,522
	158,040,030	16,324,381,398	311,265,264	26,706,559,692
3.7 Geographical location - wise loans and advances				
Dhaka region	119,196,884	12,312,167,951	231,340,947	19,849,053,281
Chattogram region	38,843,146	4,012,213,447	79,924,317	6,857,506,411
South region	-	-	-	-
North region	-	-	-	-
Sylhet region	-	-	-	-
Other	-	-	-	-
	158,040,030	16,324,381,398	311,265,264	26,706,559,692
3.8 Sector wise loans				
In Bangladesh				
Government & autonomous bodies	-	-	-	-
Financial institutions (Public & Private)	100,426,241	10,373,297,564	223,378,703	19,165,892,732
Other public sector	-	-	-	-
Private sector	57,613,789	5,951,083,834	87,886,561	7,540,666,960
	158,040,030	16,324,381,398	311,265,264	26,706,559,692
Outside Bangladesh				
	158,040,030	16,324,381,398	311,265,264	26,706,559,692
3.9 Classification of loans & advances				
Unclassified (including staff loan)	139,481,936	14,407,465,727	298,284,053	25,592,771,732
Special mention account	3,930,707	406,013,335	7,504,867	643,917,593
Sub-Standard	240,269	24,818,068	-	-
Doubtful	92,713	9,576,596	-	-
Bad or loss	14,294,405	1,476,507,673	5,476,345	469,870,367
	158,040,030	16,324,381,398	311,265,264	26,706,559,692
3.10 Provision required for loans and advances				
Status	Rate%			
Unclassified	1,2 & 4	1,666,210	172,107,340	3,382,917
Special mention account	1 & 4	151,296	15,627,809	131,900
		1,817,506	187,735,149	3,514,817
Classified:				
Sub-Standard	20	48,054	4,963,614	-
Doubtful	50	46,357	4,788,298	-
Bad or loss	100	12,698,412	1,311,653,214	4,338,163
		12,792,822	1,321,405,125	4,338,163
Required provision for loans & advances		14,610,328	1,509,140,274	7,852,980
Total provision maintained		14,610,328	1,509,140,274	7,852,980
Excess/short provision		-	-	-

	2022		2021	
	USD	Taka	USD	Taka
10 Interest/profit paid on deposits and borrowings etc.				
Term deposits	20,783	2,146,744	10,129	869,045
Fund borrowings	5,986,918	618,404,886	2,568,053	220,338,933
Inter branch interest paid	-	-	-	-
	6,007,701	620,551,630	2,578,182	221,207,978
11 Commission, exchange and brokerage				
Commission/fees income	676,385	69,865,612	579,529	49,723,623
Exchange gain including gain form foreign currency dealings	684,271	70,680,161	(39,755)	(3,410,998)
	1,360,655	140,545,773	539,774	46,312,625
12 Other operating income				
Postage charge recoveries	13,108	1,353,949	15,097	1,295,305
Swift charge recoveries	24,895	2,571,481	26,380	2,263,404
Other fees	551	56,880	1,614	138,493
	38,554	3,982,310	43,091	3,697,202
13 Other expenses				
Contractual service charge	4,278	441,930	6,005	515,253
Petrol, oil and lubricants (vehicle & generator)	1,040	107,437	1,651	141,690
Entertainment (canteen & other)	2,452	253,224	2,714	232,883
Travelling	-	-	-	-
Conveyance	555	57,323	545	46,739
Training expenses	-	-	-	-
Books and papers	-	-	-	-
Staff uniform	-	-	-	-
Potted plants	-	-	-	-
Business development & promotion	-	-	-	-
Other charges	-	-	13	1,153
Interest expense for lease liability as per IFRS 16	123	12,674	309	26,548
	8,448	872,587	11,239	964,266
14 Cash received from other operating activities				
Commission & exchange	1,360,655	140,545,773	539,774	46,312,625
Other operating income	38,554	3,982,310	43,091	3,697,202
	1,399,209	144,528,083	582,865	50,009,827
15 Cash paid for other operating activities				
Office operating expenses	134,300	13,872,174	172,192	14,774,093
16 General				
16.1 Fixed assets of this unit are appearing in the books of the main operation of the bank and depreciation is also charged to Profit & Loss Account of the main operation of the bank.				
16.2 Assets and liabilities have been converted into Taka Currency @ US\$ 1 = Tk. 103.2927 (2021 : US\$ 1 = Tk 85.80) which represents the period end mid rate of exchange as at 31 December 2022. Incomes and expenses have been converted using weighted average mid rate @ 89.09 in 2022.				
16.3 Previous year's/period's figures have been rearranged, where considered necessary, to conform to current period's presentation.				





Rahman Rahman Huq
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To whom it may concern

This is to certify that as detailed in the Annexure-K, Dhaka Bank Limited made the custodian transactions on account of custodian services provided during the year ended 31 December 2022, which have been verified with the books of account, invoices and other related documents as produced to us for our verification.

We also certify that management of the Bank prepared and fairly presented of the income and expenses in accordance with the requirement of the Securities and Exchange Commission (Securities Custodian Service) Rules 2003, and made necessary disclosures in the Bank's audited financial statements for the year ended 31 December 2022.

Ali Ashfaq, Partner, Enrolment no: 509
Rahman Rahman Huq, Chartered Accountants

Dhaka, 30 April 2023



Dhaka Bank Limited

Profit and Loss Account of Custodian Service
for the year ended 31 December 2022

	<u>2022</u> <u>Taka</u>	<u>2021</u> <u>Taka</u>
Operating income		
Commission, exchange and brokerage	95,618	818,667
Other operating income	1,300	1,540
Total operating income	<u>96,918</u>	<u>820,207</u>
Salaries and allowances	216,298	205,998
Rates & taxes	126,500	126,500
Legal expenses	-	-
Postage, stamp, telecommunication etc.	-	-
Stationery, printing, advertisement etc.	-	-
Depreciation and repair of bank's assets	-	-
Audit fees	74,750	69,000
Total operating expenses	<u>417,548</u>	<u>401,498</u>
Operating profit	<u>(320,630)</u>	<u>418,709</u>



Annexure-L

Independent Auditor's Report and Audited
Financial Statements
of
Dhaka Bank Securities Limited

Dhaka Bank Securities Limited
Independent Auditor's Report
and
Audited Financial Statements
For the year ended 31 December 2022



ACNABIN

Chartered Accountants

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**Independent Auditor's Report
To the Shareholders of Dhaka Bank Securities Limited**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Dhaka Bank Securities Limited ("the Company"), which comprise the statement of financial position as at 31 December 2022, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Dhaka Bank Securities Limited as at 31 December 2022, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

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 Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to the fact as disclosed in Note # 5 to the financial statements, which describes the matter related to recognition of deferred tax asset and notes # 20.1 and # 20.2 which describe the basis for maintaining provision on unrealized losses in respect of own portfolio investment and margin loan to clients. Our opinion is not modified in respect of this matter.

Other Information

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

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

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



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When we read the other information, if we concluded that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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

Management is responsible for the preparation of the financial statements that give a true and fair view in accordance with IFRSs, the Companies Act 1994, the Securities and Exchange Rules, 2020 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 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 Company's internal control.
- 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 Company'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 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 Company to cease to continue as a going concern.





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- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Report on other Legal and Regulatory Requirements

We also report that the financial statements comply with the Companies Act 1994, the Securities and Exchange Rules 2020 and the other applicable laws and regulations. We, as required by law, further report that:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of these books; and
- c) the statements of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account and returns.

Dhaka,
14 March 2023

Signed for and on behalf of
ACNABIN
Chartered Accountants

Md. Moniruzzaman, FCA
Partner

ICAB Enrollment No. 787

DVC:2303210787AS107065

Dhaka Bank Securities Limited
Statement of Financial Position
As at 31 December 2022

	Notes	31.12.2022 Taka	31.12.2021 Taka
ASSETS			
Non-Current Assets			
		1,061,794,027	1,023,644,007
Property, plant and equipment	3	61,233,170	20,041,205
Investments in un-quoted shares	4	930,121,728	930,121,728
Deferred tax assets	5	70,439,129	73,481,075
Current assets			
		4,424,961,245	4,593,418,102
Investment in quoted shares	6	2,348,063,154	2,304,865,181
Margin loan	7	1,575,595,165	1,592,249,192
Accounts and other receivable	8	38,407,464	66,756,948
Advance income tax	9	174,158,096	176,678,456
Advances, deposits and prepayments	10	14,047,781	36,749,715
Cash and cash equivalents	11	274,689,585	416,118,610
TOTAL ASSETS		5,486,755,272	5,617,062,109
EQUITY AND LIABILITIES			
Equity			
		2,170,652,259	2,160,583,642
Paid up capital	12	2,097,435,620	2,087,000,620
Investment fluctuation fund	13	53,900,000	53,900,000
Retained earnings	14	19,316,639	19,683,022
Non-current liabilities			
		38,896,487	7,587,091
Lease liabilities	16		
Current liabilities			
		3,277,206,526	3,448,891,376
Current portion of long term loan	15.a	-	25,555,428
Short term loan	17	2,419,774,459	2,443,588,172
Accounts payable	18	255,124,239	379,946,419
Provision for income tax	19	97,509,392	140,144,269
Provision for diminution in value of investments	20	445,203,271	400,203,271
Other liabilities	21	59,595,166	59,453,816
Total Liabilities		3,316,103,013	3,456,478,467
TOTAL EQUITY AND LIABILITIES		5,486,755,272	5,617,062,109

The annexed notes from 1 to 42 form an integral part of these financial statements.


Managing Director


Director


Director

This is the statement of financial position referred to in our separate report of even date.

Dhaka,
14 March 2023

Signed for and on behalf of
ACNABIN
Chartered Accountants


Md. Moniruzzaman, FCA
Partner

ICAB Enrollment No. 787
DVC: 2303210787AS107065

Dhaka Bank Securities Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 31 December 2022

	Notes	2022 Taka	2021 Taka
Operating Income			
Brokerage commission income	22	108,198,656	220,529,165
Direct expenses	23	15,834,858	38,512,486
Net brokerage commission income		92,363,798	182,016,679
Interest income	24	112,772,226	93,199,651
Interest expense	25	167,295,847	165,919,205
Net interest income		(54,523,621)	(72,719,554)
Net investment income	26	118,243,601	170,090,228
Gain on Sales of fixed assets	27	225,000	-
Fees and other income	28	1,771,492	1,349,169
Total operating income		158,080,271	280,736,522
Operating expenses			
Salaries and allowances	29	44,993,423	37,412,552
Rent, taxes, insurance, electricity etc.	30	5,645,474	5,569,832
Legal expenses	31	203,750	32,250
Postage, stamp, telecommunication etc.	32	442,738	401,796
Stationary, printing, advertisement etc.	33	1,854,743	2,859,023
Directors' fees and meeting expenses	34	976,332	831,589
Audit fee	35	287,500	1,207,500
Repairs and maintenance	36	9,185,856	6,767,600
Other expenses	37	9,424,010	8,682,380
Depreciation and amortization	38	14,085,759	10,270,726
Total operating expenses		87,099,585	74,035,247
Profit before provision and tax		70,980,686	206,701,274
Less: Provision for diminution in value of investments		45,000,000	100,000,000
Provision for loss on own portfolio	19.1	25,000,000	-
Provision for loss on margin loan	20.2	20,000,000	100,000,000
Profit before provision for income tax		25,980,686	106,701,274
Less: Provision for income tax			
Current tax	39	12,870,123	26,145,273
Deferred tax expense/(income)	40	3,041,946	7,250,565
Net profit after tax		15,912,069	33,395,838
Other comprehensive income		-	-
Total comprehensive income		10,068,617	73,305,436

The annexed notes from 1 to 42 form an integral part of these financial statements.


Managing Director



Director


Director

This is the statement of profit or loss and other comprehensive income referred to in our separate report of even

Dhaka,
14 March 2023

Signed for and on behalf of
ACNABIN
Chartered Accountants


Md. Moniruzzaman, FCA
Partner

ICAB Enrollment No. 787

DVC: 2303210787AS107065

Dhaka Bank Securities Limited
Statement of Changes in Equity
For the year ended 31 December 2022



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(Amount in Taka)

Particulars	Share Capital	Investment Fluctuation Fund	Retained Earnings	Total Equity
Balance as at 01 January 2022	2,087,000,620	53,900,000	19,683,022	2,160,583,642
Net Profit for the year	-	-	10,068,617	10,068,617
Bonus shares issued	10,435,000	-	(10,435,000)	-
Balance as at 31 December 2022	2,097,435,620	53,900,000	19,316,639	2,170,652,259
Balance as at 01 January 2021	2,087,000,620	49,200,000	(48,922,415)	2,087,278,206
Net Profit for the year	-	-	73,305,436	73,305,436
Transfer to investment fluctuation fund	-	4,700,000	(4,700,000)	-
Balance as at 31 December 2021	2,087,000,620	53,900,000	19,683,022	2,160,583,642

The annexed notes from 1 to 42 form an integral part of these financial statements.

Dhaka,
14 March 2023


Managing Director


Director


Director



Dhaka Bank Securities Limited
Statement of Cash Flows
For the year ended 31 December 2022

	Notes	2022 Taka	2021 Taka
A. Cash flows from operating activities:			
Net profit before tax for the year		25,980,686	106,701,274
Adjustment for:			
Gain on sales of fixed assets		(225,000)	-
Depreciation of tangible Assets	38	3,460,821	2,513,782
Amortization of Right of Use (RoU) assets	38	10,624,938	7,756,944
Cash generated from operating activities before changes in working capital		39,841,445	116,972,000
Changes in working capital:			
Decrease/(Increase) in accounts and other receivable		28,349,484	(31,764,592)
Decrease/(Increase) in margin loans to clients		16,654,027	83,266,926
(Increase)/Decrease in advance income tax		2,520,361	(30,906,571)
(Decrease)/Increase in provision for unrealized losses		45,000,000	(443,668,774)
(Increase)/Decrease in advances, deposits and prepayments		22,701,934	(26,917,193)
(Decrease)/Increase in accounts payable		(124,822,180)	96,207,806
(Decrease)/Increase in other liabilities		31,450,744	5,838,915
Income tax	19.1	(55,505,001)	(24,298,757)
		(33,650,631)	(372,242,240)
Net cash flow/(used in) from operating activities		6,190,814	(255,270,240)
B. Cash flows from investing activities:			
Acquisition of property, plant and equipment	3	(11,457,358)	(18,046,712)
Acquisition of Right of Use (RoU) assets	3	(43,820,367)	(13,161,542)
Disposal of Property, Plant & Equipment		225,000	-
Encashment of un-quoted shares/securities		-	8,800,000
(Investment)/Encashment in quoted shares/securities		(43,197,973)	(327,692,279)
Net cash (used in)/flow from investing activities		(98,250,698)	(336,938,991)
C. Cash flow from financing activities:			
(Repayment)/receipt of loan from Dhaka Bank Limited		(23,813,713)	749,425,500
Repayment of loan from ICB stimulus fund	15.a	(25,555,428)	(32,908,622)
Net cash flows from/(used in) financing activities		(49,369,141)	716,516,878
D. Net Surplus in cash and cash equivalents (A+B+C)		(141,429,026)	124,307,648
E. Unrealised foreign exchange gain/(loss)		-	-
F. Cash and cash equivalents at the beginning of the year		416,118,610	291,810,962
G. Cash and cash equivalents at the end of the year		274,689,585	416,118,610

The annexed notes from 1 to 42 form an integral part of these financial statements.

Dhaka,
14 March 2023


Managing Director

 Director  Director

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Dhaka Bank Securities Limited
Notes to the Financial Statements
As at and for the year ended 31 December 2022

1. Company and its activities**1.1 Legal status of the Company**

Dhaka Bank Securities Limited (the "Company") (the name of company has been changed from DBL Securities Limited to Dhaka Bank Securities Limited with effect from 27 April 2014) was incorporated with the Registrar of Joint Stock Companies and Firms (RJSCF) vide registration no. C-85857/10 dated 19 July 2010 as a private limited company by shares having its registered office at Adamjee Court (1st Floor), 115-120, Motijheel C/A, Dhaka -1000 which was converted as a public limited company by shares in May 2016. The Company is the Trading Right Entitlement Certificate (TREC) holder of both of the stock exchanges of the country (TREC No. 193 in DSE and TREC No. 081 in CSE). The Company commenced its business operations from 13 February 2011 as a wholly owned subsidiary company of Dhaka Bank Limited.

1.2 Principal activities of the Company

The principal activities of the Company are to act as a TREC Holder of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited to carry on the business of brokers in stocks, shares and securities, commercial papers, bonds, debentures, debenture stocks, foreign currencies, treasury bills and/or any financial instruments. The Company has seven branches in Bangladesh located at Adamjee Court-Motijheel, DSE Building-Motijheel, Dhanmondi, Uttara, Gulshan, Agrabad and Sylhet. Dhaka Bank Securities Limited possesses following licenses from regulatory authorities:

Name of authority	License/Registration No.	Purpose
Bangladesh Securities and Exchange Commission (BSEC)	3.1/DSE-193/2011/453	Stock Broker Business with DSE
Bangladesh Securities and Exchange Commission (BSEC)	3.1/DSE-193/2011/454	Stock Dealer Business with DSE
Bangladesh Securities and Exchange Commission (BSEC)	3.2/CSE-081/2011/260	Stock Broker Business with CSE
Bangladesh Securities and Exchange Commission (BSEC)	3.2/CSE -081/2011/261	Stock Dealer Business with CSE
Bangladesh Securities and Exchange Commission (BSEC)	CDBL- DP 17	Depository Functions with Central Depository Bangladesh Limited (CDBL)
Dhaka Stock Exchange Limited (DSE)	TREC NO. 193	Trading with DSE
Chittagong Stock Exchange Limited (CSE)	TREC NO. 081	Trading with CSE

2. Significant accounting policies**2.1 Basis of presentation of financial statements**

These financial statements have been prepared in accordance with International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) and no adjustment has been made for inflationary factors affecting the financial statements. The accounting policies, unless otherwise stated, have been consistently applied by the Company.

2.2 Basis of measurement

The financial statements have been prepared based on historical cost convention basis. The accounting policies, unless otherwise stated, have been consistently applied by the Company and are consistent with those of the previous years.





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2.3 Components of financial statements

- Statement of Financial Position
- Statement of Profit or Loss and Other Comprehensive Income
- Statement of Changes in Equity
- Statement of Cash Flows
- Notes to the Financial Statements

2.4 Regulatory compliance

In preparation of the Financial Statements, Dhaka Bank Securities Limited complies with the applicable provisions of the following major laws/ statutes:

- The Companies Act, 1994;
- The Income Tax Ordinance, 1984;
- The Income Tax Rules, 1984;
- The Negotiable Instruments Act, 1881;
- The Value Added Tax and Supplementary Duty Act, 2012;
- The Value Added Tax and Supplementary Duty Rules, 2016;
- The Securities and Exchange Rules, 2020;
- The Securities and Exchange Commission Act, 1993;
- The Securities and Exchange Commission (Stock-Dealer, Stock-Broker and Authorized Representatives) Rules, 2000; and
- Other applicable laws and regulations.

2.5 Presentation and functional currency and level of precision

The financial statements have been presented in Bangladeshi Taka (BDT), which is the Company's functional currency. All financial information presented in BDT has been rounded off to the nearest integer.

2.6 Use of estimates and judgments

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses. It also requires disclosure of contingent assets and liabilities at the year end.

Provisions and accrued expenses are recognized in the financial statements in line with International Accounting Standard (IAS) 37: "Provisions, Contingent Liabilities and Contingent Assets" when - the Company has a legal or constructive obligation as a result of past event; and

- i. It is probable that an outflow of economic benefit will be required to settle the obligation.
- ii. A reliable estimate can be made for the amount of the obligation.

2.7 Consistency

In accordance with the IFRS framework for the presentation of financial statements together with IAS 1 and IAS 8, Dhaka Bank Securities Limited applies the accounting disclosure principles consistently from one year to the next. Where selecting and applying new accounting policies, changes in accounting policies applied, corrections of errors, the amounts involved are accounted for and retrospectively accordance with the requirement of IAS 8. We however, have applied the same accounting principles in 2022 as was for in financial statements for 2021.

2.8 Going concern

The Company has adequate resources to continue its operation for the foreseeable future. For this reason, the management continue to adopt going concern basis in preparing the financial statements. Conversely, the company has neither any intention nor any legal or regulatory compulsion to halt operations and liquidate its assets in the near term at what may be very low fire-sale prices. The current credit facilities and adequate resources of the company provide sufficient funds to meet the present requirements of its existing businesses and operations. Management assessed the going concern and found no threat thereon.

2.9 Statement of cash flows

Statement of Cash Flows is prepared in accordance with International Accounting Standard (IAS) 7: "Statement of Cash Flows" and the cash flows from operating activities are presented under the indirect method as prescribed by the Securities and Exchange Rules, 2020.





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2.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand and cash at bank which are held and are available for use by the Company without any restriction. There is insignificant risk of change in the value of the above items.

2.11 Investment in shares of stock exchanges

In accordance with section 8 of the Exchanges Demutualization Act, 2013, both stock exchange membership has been converted into shares through the issuance of two completely de-linked assets to the former members in the exchange, namely (a) fully paid-up shares and (b) trading right. Exchanges shall have the authority to issue Trading Right Entitlement Certificate (TREC), as per the Exchanges Demutualization Act, 2013 and as outlined in the scheme, to provide the right to trade any enlisted securities to eligible brokers and dealers. Such TRECs will be totally separate from the ownership of the Exchange as there is no obligation for TREC holders to be or remain shareholders of the exchange.

2.12 Property, plant and equipment

2.12.1 Recognition and measurement

All property, plant and equipment are stated at cost less accumulated depreciation as per IAS-16 "Property, plant and equipment". The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use.

2.12.2 Depreciation and amortization

Property, plant and equipment are stated at cost less accumulated depreciation. Depreciation is charged using the straight-line method on the acquisition cost of PPE and such cost is written off over the estimated useful lives of assets, in accordance with IAS 16. Depreciation is charged on additions when the related assets are put into use and no depreciation is charged from the date of disposal. The rates of depreciation used to write off the amount of assets are as follows:

Nature of assets	Rate of Depreciation
Furniture and fixtures	10%
Office appliance and equipment	20%
Computer equipment's	20%
Software	20%
Motor vehicles	20%

2.13 Intangible assets and amortization of intangible assets

The main item included in intangible asset is computer software. Intangible assets are recognized if it is probable that future economic benefits that are attributable to the asset will flow to the Company and the cost of the asset can be measured reliably in accordance with IAS 38: "Intangible assets". Accordingly, these assets are stated in the Statement of Financial Position at cost less accumulated amortization. Intangible assets are amortized over a period of five (05) years.

2.14 Application of International Financial Reporting Standard (IFRS-16)

Right-of-Use (RoU) assets:

The cost of rented floor as per Agreement for Head Office, DSE Building Branch, Uttara Branch are shown as per IFRS-16: Lease. Amortization is separately shown in the schedule of Property, Plant and equipment.

Dhaka Bank Securities Limited recognizes the right of use assets at the commencement date of the lease (i.e. the date the underlying asset is available for use). RoU assets are measured at cost less any accumulated depreciation and impairment of losses and adjusted for any measurement of lease liabilities. The cost of RoU assets includes the amount of lease liabilities recognize, initial direct cost incurred, and lease payment made at or before the commencement date less any lease incentives received. Right-of-use assets are Amortized on a straight line basis over the lease term, or remaining Year of the lease term.





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Lease Liabilities:

At the commencement of the lease, the company recognizes lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payment include fixed and variable lease payment (less any adjustment for initial payment), and amount is expected to be paid under residual value of guarantees. In 2022, the company reassessed all lease payment of existing contracts remaining Year considering a cut-off date beginning of 2022. The lease liabilities are presented in the note #16 of these financial statements. Leases where the company does not transfer substantially all of the risk and benefit of ownership of any asset are classified as operating assets.

2.15 Provision for income tax

2.15.1 Current tax

Provision for current tax is made on the basis of the profit for the year as adjusted for taxation purpose in accordance with the provision of Income Tax Ordinance, 1984 and Finance Act 2022. The rate of tax is 27.5% for the year 2022, 30% for the year 2021, 32.50% for the year 2020 and 35% for the year 2019.

2.15.2 Deferred tax

Deferred tax arises due to temporary difference deductible or taxable for the events or transaction recognized in the income statement. Deferred tax assets are the amount of income taxes recoverable in future periods in respect of deductible temporary differences. Deferred tax liabilities are the amount of income taxes payable in future periods in respect of taxable temporary differences. Deferred tax is measured using tax rates and tax laws that have been enacted or substantially enacted by the reporting date.

2.16 Revenue recognition

Revenue is recognized when the goods or services are transferred to the customer, at the transaction price and in accordance with the International Financial Reporting Standards (IFRS) 15: Revenue from contracts with customers.

i. Brokerage commission

Brokerage commission is recognized as income when selling or buying order executed.

ii. Interest Income from margin loan

Interest Income from margin loan is recognized on accrual basis. Such income is calculated on daily margin loan balance of the respective parties. Income is recognized on monthly basis and applied to the customers' account on quarterly basis. In case of negative equity margin loan account, interest is credited to suspense account instead of income account where the equity becomes negative.

iii. Dividend income and profit/ (loss) on sale of marketable securities

Dividend income is recognized when right to receive payment is established whereas profit or loss arising from the sale of securities is accounted for only when shares are sold in the market and profit is realized or loss is incurred.

2.17 Recognition and measurement of financial Instruments

In accordance with International Financial Reporting Standard (IFRS) 9, financial assets may be recognized at fair value, with gain and losses taken to the income statement in net investment income. A financial asset or financial liability is classified as held for trading if it is acquired or incurred principally for the purpose of selling or repurchasing it in the near term.

Financial Assets

Financial assets of the company include cash and bank balances, accounts and other receivable. The company initially recognizes receivable on the date they are originated. All other financial assets are recognized initially on the date at which the company becomes a party to the contractual provisions of the transaction. The company derecognizes a financial asset when, and only when the contractual rights or probabilities of receiving the cash flows from the asset expire or it transfer the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risk and rewards of ownership of the financial asset are transferred. Dhaka Bank Securities Limited disburses margin loans to client @ 50%. Besides, the company invests in the capital market to maintain its own portfolio.





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Financial Liabilities

Dhaka Bank Securities Limited had a long term loan with Investment Corporation of Bangladesh (ICB) amounting Tk. 9.78 crores @ 4% p.a. from September 12, 2019 to September 12, 2022. the loan is fully repaid this year.

Dhaka Bank Securities Limited has a Overdraft facility with Dhaka Bank Limited, Branch with the limit of 247.00 (Two hundred and Forty Seven) crores @ 7.38% p.a.

2.19 Provision for loss on margin loan

As per Bangladesh Securities and Exchange Commission (BSEC) Circular No. BSEC/SRI/Policy/3/2020/68 dated 12 January 2020, the company may keep 20% Provision against unrealized loss in the Portfolio account of the company as on 31 December 2019. The validity of this circular has been extended up to 31 December 2023.

2.20 Investment fluctuation fund

As per the decision of the board of directors, 5% of capital gain during a year is transferred to investment fluctuation fund account to manage the company's future own portfolio risk.

2.21 Related party disclosure

As per International Accounting Standards (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 operational decisions. The Company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with related parties.

2.22 Branch accounting

The Company has 7 (Seven) branch offices (including head office), with no overseas branch as at 31 December 2022. Accounts of the branches are maintained at the head office which are included in the accompanying financial statements.

2.23 Reporting period

The company's reporting period is 01 January 2022 to 31 December 2022.

2.24 Events after the balance sheet date

Events after the balance sheet date that provides additional information about company's financial position at the balance sheet date are reflected in the financial statements. Events after the balance sheet date that are material but not adjusting event are discussed in the notes.

2.25 Providend Fund for Employees

The providend fund for employees is maintained by the parent company i.e. Dhaka Bank Limited. We reimburse the amount as per HR rule.

2.26 General

Figures have been rounded off to the nearest integer.





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Chartered Accountants

	31.12.2022 Taka	31.12.2021 Taka
3. Property, plant and equipment		
I. Tangible Assets		
(A) Cost :		
Opening balance	46,147,954	41,262,784
Add: Addition during the year	11,457,358	4,885,170
	57,605,312	46,147,954
Less: Disposal during the year	1,911,303	-
	<u>55,694,009</u>	<u>46,147,954</u>
(B) Accumulated depreciation		
Opening balance	38,564,029	36,050,247
Add: Charged during the year	3,460,821	2,513,782
	42,024,850	38,564,029
Less: Disposal during the year	1,911,303	-
	<u>40,113,547</u>	<u>38,564,029</u>
(C) Written down value (A-B)	<u>15,580,462</u>	<u>7,583,925</u>
II. Right of Use (RoU) Assets:		
(A) Cost :		
Opening balance	28,496,128	15,334,586
Add: Addition during the year	43,820,367	13,161,542
	<u>72,316,495</u>	<u>28,496,128</u>
(B) Accumulated amortization		
Opening balance	16,038,849	8,281,905
Add: Charged during the year	10,624,938	7,756,944
	<u>26,663,787</u>	<u>16,038,849</u>
(C) Written down value (A-B)	<u>45,652,708</u>	<u>12,457,280</u>
Total written down value	<u>61,233,170</u>	<u>20,041,205</u>

Schedule of property, plant and equipment is given in Annexure-A.

4. Investment in un-quoted shares			
Investment in shares of DSE	(Note : 4.1)	661,843,958	661,843,958
Investment in shares of CSE	(Note : 4.2)	250,000,000	250,000,000
Central Depository Bangladesh Limited (CDBL)		18,277,770	18,277,770
		<u>930,121,728</u>	<u>930,121,728</u>

4.1	Stock exchange	Allotment Status	Number of Shares	31.12.2022	31.12.2021
	Dhaka Stock Exchange Limited (DSE)	Allotted (53%; 40%)	2,886,042	352,983,428	352,983,428
		Blocked (47%; 60%)	2,525,287	308,860,530	308,860,530
			<u>5,411,329</u>	<u>661,843,958</u>	<u>661,843,958</u>

4.2	Stock exchange	Allotment Status	Number of Shares	31.12.2022	31.12.2021
	Chittagong Stock Exchange Limited (CSE)	Allotted (40%; 40%)	1,714,932	100,000,000	100,000,000
		Blocked (60%; 60%)	2,572,398	150,000,000	150,000,000
			<u>4,287,330</u>	<u>250,000,000</u>	<u>250,000,000</u>

5. Deferred tax assets	Accounting Base	Tax Base	31.12.2022
			Taka
As at 31 December 2022			Deductible Temporary Difference
Property, plant and equipment	15,580,462	14,536,606	1,043,856
RoU Assets	45,652,709	-	45,652,709
Lease liabilities	(38,896,487)	-	(38,896,487)
Provision for margin loan account	(263,942,367)	-	(263,942,367)
	<u>(241,605,682)</u>	<u>14,536,606</u>	<u>(256,142,288)</u>
Applicable tax rate			27.50%
Deferred tax assets as on 31 December 2022			<u>(70,439,129)</u>

Total provision against margin loan account is Taka 26.39 Crore (Note: 20.2)

Further noted here that considering the nature of capital market, there is a chance of making gain from the share market. In that aspect, provision against unrealized loss of earlier years has not been considered in deferred tax calculation.





	Accounting Base	Tax Base	31.12.2021 Taka
As at 31 December 2021			
Property, plant and equipment	7,583,925	13,448,663	(5,864,738)
RoU Assets	12,457,280	-	12,457,280
Lease liabilities	(7,587,091)	-	(7,587,091)
Provision for margin loan account	(243,942,367)	-	(243,942,367)
	(231,488,253)	13,448,663	(244,936,916)
Applicable tax rate			30.00%
Deferred tax assets as at 31 December 2021			(73,481,075)

6. Investment in quoted shares

	31.12.2022 Taka	31.12.2021 Taka
Investment in own portfolio/dealer account	2,234,864,633	2,172,464,197
Ledger balance in BO Account (Dealer)	981,441	20,311,613
Investment in Special Portfolio (ICB Fund)	112,196,325	112,083,142
Ledger balance in BO Account (Special Portfolio-ICB Fund)	20,755	6,229
	2,348,063,154	2,304,865,181

- 6.1 The investments in shares are categorized as at fair value through profit or loss as per IFRS 9 : Financial Instruments. The details of the investments are as follows:

Investment in own portfolio/dealer account:

Business segments	No. of shares	Total cost of shares in 2022	Market value of shares in 2022	Total cost of shares in 2021
Banks/Finance	9,192,120	429,159,257	332,638,497	236,599,798
Insurance	112,196	16,105,907	7,525,323	15,977,455
Bond	77,527	6,980,531	6,899,903	-
Mutual fund	183,167	1,831,670	1,778,552	1,831,670
Fuel and power	5,683,302	444,511,870	296,565,863	458,289,154
Cement	-	-	-	53,554,322
Pharmaceuticals and chemicals	1,653,324	325,814,704	280,286,095	373,974,375
Engineering / travel and leisure	1,743,509	579,432,870	447,910,311	610,892,124
Textile	300,000	4,815,000	2,820,000	4,815,000
Food, tannery and miscellaneous	655,120	426,212,824	326,357,934	416,530,299
		2,234,864,633	1,702,782,478	2,172,464,197

Investment in Special Portfolio (ICB Fund):

Business segments	No. of shares	Total cost of shares in 2022	Market value of shares in 2022	Total cost of shares in 2021
Banks/Finance	222,600	14,669,340	10,350,900	17,408,400
Insurance	44,577	7,465,310	3,187,256	7,465,516
Fuel and power	1,320,000	63,259,532	44,880,000	63,254,400
Cement	72,000	6,916,320	4,665,600	6,920,192
Pharmaceuticals and chemicals	107	136,380	130,315	430,542
Engineering / travel and leisure	44,003	16,604,092	12,611,260	16,604,092
Food, tannery and miscellaneous	5,000	3,145,350	2,593,500	-
		112,196,325	78,418,831	112,083,142
		2,347,060,958	1,781,201,308	2,284,547,339

7. Margin loan

Opening balance	1,603,525,090	2,149,660,773
Add: Disbursed during the year	181,807,450	623,063,938
	1,785,332,540	2,772,724,711
Less: Realized during the year	177,603,136	151,386,193
Written off interest suspense account	-	474,144,655
Written off margin loan	-	543,668,774
Gross margin loan outstanding	1,607,729,403	1,603,525,090
Less: Closing balance of interest suspense account	32,134,239	11,275,898
	1,575,595,165	1,592,249,192



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Name of the Bank	Branch Name	Account Type	Account No.	31.12.2022 Taka	31.12.2021 Taka
B. Bank Accounts for Dealer Operations					
IFIC Bank Limited	Stock Ex. Br.	SND A/C	1090358447041	1,541,732	20,050,321
IFIC Bank Limited	Stock Ex. Br.	CD A/C	1090358447001	5,000	5,000
IFIC Bank Limited	Stock Ex. Br.	SND A/C	190.168.404.041	657,231	638,679
IFIC Bank Limited	Stock Ex. Br.	SND A/C	1090.358002.041	177,572	-
IFIC Bank Limited	Stock Ex. Br.	SND A/C	190.168.403.041	66,852	5,592,261
Dhaka Bank Limited	Gulshan	STD A/C	215.150.2242	137,235	466,322
Standard Chartered	Motijheel	CA A/C	32.1183892.01	102,553	103,393
				2,688,175	26,855,976
C. Bank Accounts for Company's own Transactions					
Dhaka Bank Limited	Local	STD A/C	201.150.2960	1,470,100	8,143,196
				1,470,100	8,143,196
				274,569,585	416,013,610

12. Share capital

Authorized capital

500,000,000 ordinary shares @ Tk. 10 each

5,000,000,000 **5,000,000,000**

Paid up capital

Opening Balance

2,087,000,620 2,087,000,620

Add: Stock dividend for financial year 2021

10,435,000 -

2,097,435,620 **2,087,000,620**

Name of Shareholders	% of Shareholding	Number of Shares held	Amount Taka	Amount Taka
1. Dhaka Bank Limited Represented By: Mr. Altaf Hossain Sarker Mr. Reshadur Rahman Mr. Abdul Hai Sarker Ms. Rokshana Zaman Mr. Khondoker Monir Uddin Mr. Emranul Huq	99.999997%	209,743,556	2,097,435,560	2,087,000,560
2. Mr. Dilawar Hossain	0.000001%	1	10	10
3. Mr. Choudhury Md. Humayun Kabir	0.000001%	1	10	10
4. Mr. Md. Mahbubur Rahman	0.000001%	1	10	10
5. Mr. Mahfuzur Rahman	0.000001%	1	10	10
6. Mr. Suez Islam	0.000001%	1	10	10
7. Mrs. Shahnaz Naznin	0.000001%	1	10	10
100%		209,743,562	2,097,435,620	2,087,000,620

13. Investment fluctuation fund

Opening balance

53,900,000 49,200,000

Add: Addition during the year

- 4,700,000

53,900,000 **53,900,000**

14. Retained earnings

Opening balance

19,683,022 (48,922,415)

Add: Net profit for the year

10,068,617 73,305,436

Less: Bonus shares issued

29,751,639 24,383,021

Less: Transfer to investment fluctuation fund

10,435,000 -

- 4,700,000

19,316,639 **19,683,022**

15. Long term loan net of current maturity

Opening balance

- 58,464,050

Less: Paid during the year

- 32,908,622

Less: Transferred to current portion of long term loan

- 25,555,428

- 25,555,428

15.a Current portion of long term loan

ICB Stimulus Fund

25,555,428 -

Add: Transferred to current portion of long term loan

- 25,555,428

Less: Paid during the year

25,555,428 -

25,555,428 -

- **25,555,428**

Investment Corporation of Bangladesh (ICB) vide their Sanction Advice No. ICB/51/509 Dated July 08, 2019 offered Dhaka Bank Securities Limited loan amounting Taka. 9.78 Crore from the Stimulus Fund for affected small investors. The loan will be repaid through 12 equal quarterly installments at an interest rate of 4% p.a from September 12, 2019 to September 12, 2022.

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	31.12.2022 Taka	31.12.2021 Taka
16. Lease liabilities		
Opening balance	7,587,091	4,977,017
Add: Addition during the year	46,668,841	14,207,519
	54,255,932	19,184,536
Less: Adjustment during the year	15,359,445	11,597,445
	38,896,487	7,587,091
17. Short term loan		
Loan from Dhaka Bank Limited (Note: 17.1)	2,419,774,459	2,443,588,172
17.1 Loan from Dhaka Bank Limited		
Opening balance	2,443,588,172	1,694,162,672
Add: Addition during the year	861,086,286	3,642,425,500
	3,304,674,458	5,336,588,172
Less: Repayment during the year	884,900,000	2,893,000,000
	2,419,774,459	2,443,588,172
Dhaka Bank Limited, vide their Sanction Letter No. DBL/HO/CRM/LO-335(B)/S-1388/2022/14206 dated 26 December 2022, renewed the overdraft facility of Taka. 2,470 million in favor of Dhaka Bank Securities Limited up to 31 December 2023.		
18. Accounts payable		
Payable to clients	232,198,163	358,018,586
IPO application money	-	9,400,000
Payable to Vendors/Suppliers	826,216	-
Payable to DSE Broker	3,716,570	851,484
Payable to CSE Broker	781	21,321
Payable to CDBL	231,496	1,116,459
Interest payable to clients for CCBA	18,151,013	10,538,568
	255,124,239	379,946,419
19. Provision for income tax		
Opening balance	140,144,269	138,157,100
Add: Adjustment for previous year	-	140,653
	140,144,269	138,297,753
Add: Provision made during the year	12,870,123	26,145,273
	153,014,393	164,443,026
Less: Adjustment during the year	55,505,001	24,298,757
	97,509,392	140,144,269
19.1 Provision for loss on own portfolio		
Opening Balance	147,500,000	207,500,000
Add: Addition during the year	25,000,000	-
Less: Transfer to provision for margin loan	-	60,000,000
Closing balance	172,500,000	147,500,000
20. Provision for diminution in value of investments		
Provision for loss on own portfolio (Note: 20.1)	172,500,000	147,500,000
Provision for loss on margin loan (Note: 20.2)	263,942,367	243,942,367
Provision for stipulation fund for affected investors (Note: 20.3)	8,760,904	8,760,904
	445,203,271	400,203,271
20.1 Provision for loss on own portfolio		
Opening balance	147,500,000	207,500,000
Add: Addition during the year	25,000,000	-
Less: Transferred to provision for margin loan	-	60,000,000
Closing balance	172,500,000	147,500,000

As per Bangladesh Securities and Exchange Commission (BSEC) Circular No. BSEC/SRI/Policy/3/2020/68 dated 12 January 2020, the company may keep Provision against unrealized loss in the Portfolio account of the company as on 31 December 2022. The validity of this circular has been extended up to 31 December 2023. The company kept Taka. 172.50 million as provision against Taka. 565.86 million unrealised loss of own portfolio, where minimum requirement was Taka. 113.17 million upto 31 December 2022 as per above circular.





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20.2 Provision for loss on margin loan

Opening balance
Less: Written off during the year
Add: Transferred from Provision for Own Portfolio
Add: Addition during the year
Closing balance

31.12.2022 Taka	31.12.2021 Taka
243,942,367	627,611,141
-	543,668,774
243,942,367	83,942,367
-	60,000,000
20,000,000	100,000,000
263,942,367	243,942,367

As per Bangladesh Securities and Exchange Commission (BSEC) Circular No. BSEC/SRI/Policy/3/2020/68 dated 12 January 2020, the company may keep Provision against Negative Equity in the Portfolio account of the Margin Loan Clients of the company as on 31 December 2022. The validity of this circular has been extended up to 31 December 2023. The company kept Taka. 263.94 million as provision against Taka. 470.09 million unrealized loss of margin loan, where minimum requirement was Taka. 94.02 million upto 31 December 2022 as per above circular.

20.3 Provision for stipulation fund for affected investors

8,760,904 **8,760,904**

In connection with downturn situation of Capital Market, the Bangladesh Securities and Exchange Commission (BSEC) announced the stock market stimulus package on November 23, 2011, which included some immediate steps to the relief of mostly institutional investors and pledges for some special schemes for non-institutional investors. We have formed the Stimulus fund for affected Investors.

21. Other liabilities

Accrued interest expenses - Loan from Banks and NBFIs
Audit fees
Accrued expenses-Others
VAT current A/C
Withholding tax liabilities

53,812,719	55,787,264
287,500	287,500
4,912,201	2,100,580
338,483	266,953
244,262	1,011,518
59,595,166	59,453,816





	2022 Taka	2021 Taka
22. Brokerage commission income		
Brokerage - DSE	106,062,797	218,130,720
Brokerage - CSE	2,135,860	2,398,445
	108,198,656	220,529,165
23. Direct expenses		
Laga charges (Note: 23.1)	9,026,977	19,566,645
Howla Charge	14,850	-
CDBL Expense-Daily settlement (Pay in/Pay out)	4,148,924	10,404,773
Sales Associate Commission	2,644,107	8,541,068
	15,834,858	38,512,486
23.1 Laga charges		
Laga charges- Dhaka Stock Exchange Limited (DSE)	8,938,428	18,979,349
Laga charges- Chittagong Stock Exchange Limited (CSE)	88,549	587,296
	9,026,977	19,566,645
24. Interest income		
Interest on margin loan	133,520,742	103,384,003
Add: Interest income on bank deposit A/C	109,825	1,091,546
Less: Transferred to Interest Suspense Account	20,858,341	11,275,898
	112,772,226	93,199,651
25. Interest expense		
On loan from Dhaka Bank Limited	163,934,571	163,024,201
On loan from Investment Corporation of Bangladesh (ICB)	512,802	1,849,026
Interest Expense for leased liability	2,848,474	1,045,978
	167,295,847	165,919,205
26. Net investment income		
Gain on sale of shares (Note: 26.1)	10,486,180	94,280,021
Dividend on shares	107,757,421	75,810,207
	118,243,601	170,090,228
26.1 Gain on sale of shares		
Sale price of shares	571,815,182	5,315,001,601
Less: Cost price of shares	561,329,002	5,220,721,580
	10,486,180	94,280,021
27 Gain on sell of fixed asset	225,000	-
28 Fees and other income		
Account opening and closing fees	95,539	89,329
BO renewal fees	534,450	442,400
IPO processing fees	15,925	50,130
Central Depository Bangladesh Limited (CDBL) (Note: 28.1)	1,043,707	596,184
Other income	81,871	171,127
	1,771,492	1,349,169
28.1 Central Depository Bangladesh Limited		
A. Central Depository Bangladesh limited (CDBL) income		
CDBL Income-transfer in/out	459,680	546,776
CDBL income-bonus/Right/IPO/split/demat	29,236	5,268
CDBL Income-Pledge/unpledge	1,805,883	805,376
	2,294,799	1,357,420

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	2022 Taka	2021 Taka
B. Central Depository Bangladesh limited (CDBL) expenses		
CDBL expense-Transfer in/out	255,283	307,260
CDBL expense-bonus/ Right/IPO/split/demat	1,760	45
CDBL expense-Pledge/unpledge	988,050	447,431
CDBL expense-monthly connection fees	6,000	6,500
	1,251,092	761,237
Net CDBL income (A-B)	1,043,707	596,184
29. Salaries and allowances		
Basic salaries	16,577,001	13,216,461
Allowances	18,617,472	16,673,565
Leave fare assistance	3,154,766	2,577,100
Employer's contribution to provident fund	1,652,519	1,318,077
Bonus	4,991,665	3,627,349
	44,993,423	37,412,552
30. Rent, taxes, insurance, electricity etc.		
Rent expenses	2,706,329	2,837,237
Insurance expense	95,030	110,767
Electricity Expenses	1,625,293	1,584,862
Fuel expense - generator / pool car	3,600	21,412
Water and sewerage	419,200	293,281
Renewal of registration certificates, trade license etc.	796,023	722,273
	5,645,474	5,569,832
31. Legal expenses		
	203,750	32,250
32. Postage, stamp, telecommunication etc.		
Postage and Courier	25,247	22,203
Stamps- Judicial / Non-Judicial	17,055	45,085
Telephone /Fax /PABX expenses	60,776	19,742
Mobile /Internet /Cable TV bills	339,660	314,766
	442,738	401,796
33. Stationary, printing, advertisement etc.		
Stationeries expense- (printed materials)	1,466,469	2,505,245
Stationeries - general (table/petty stationeries)	212,513	180,148
Stationeries- computer consumable (paper & accessories)	175,061	172,130
Publicity expenses (leaflet, banner, bill board etc.)	700	1,500
	1,854,743	2,859,023
34. Directors' fees and meeting expenses		
Director's fees	499,200	656,800
Meeting, seminar and conference expenses	477,132	174,789
	976,332	831,589
35. Audit fee		
Statutory Audit Fee	287,500	287,500
Special Audit Fee	-	920,000
	287,500	1,207,500

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	2022 Taka	2021 Taka
36. Repairs and maintenance		
Office premises	2,204,242	1,198,343
Furnitures and fixtures	545,662	705,262
Office and electric appliances	3,080,745	1,203,099
Computer, software, printer, UPS etc.	1,044,802	1,261,195
Vehicles	993,022	1,111,962
Network connectivity expense	1,317,383	1,287,739
	9,185,856	6,767,600
37. Other expenses		
Bank charges	67,384	65,614
Excise duty expense	263,000	178,000
Commission expenses- bank guarantees	1,802,306	1,955,900
Regular canteen expense	1,898,177	1,672,181
Entertainment Expense	183,217	103,785
Contractual service charges	546,795	609,962
Cleaning and maintenance services	1,325,875	1,325,500
Staff uniform expenses	102,925	29,725
Support staff expense	1,854,427	1,613,887
Security guard expenses	413,424	413,424
Training and Development Expenses	13,980	9,795
Conveyance expense	398,873	379,234
Business promotion expenses	319,804	170,441
Newspapers	92,840	5,960
IPO Processing Fees	27,000	27,000
Contribution to investors' protection fund	48,551	84,446
Miscellaneous - (others)	65,433	37,526
	9,424,010	8,682,380
38. Depreciation and amortization		
Depreciation of Tangible Assets	3,460,821	2,513,782
Amortization of Right of Use (RoU) Assets	10,624,938	7,756,944
	14,085,759	10,270,726
39. Provision for income tax		
Current tax	12,870,123	26,145,273
40. Deferred tax expense/(income)		
Closing balance of deferred tax assets	(70,439,129)	(73,481,075)
Opening balance of deferred tax assets	(73,481,075)	(80,731,640)
Deferred tax expense	3,041,946	7,250,565





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41 Related party transactions

Name of the Related Party	Relationship	Nature of Transaction	Transaction during the year	Closing Balance as at 31.12.2022	Closing Balance as at 31.12.2021
Dhaka Bank Limited	Parent Company	Loan	(23,813,713)	2,419,774,459	2,443,588,172
Dhaka Bank Limited	Parent Company	Consolidated Customers' Bank A/C	(26,672,570)	125,493,395	152,165,966
Dhaka Bank Limited	Parent Company	Bank A/Cs for Dealer Operation	(329,087)	137,235	466,322
Dhaka Bank Limited	Parent Company	SND A/C for Company's own Transactions	(6,673,096)	1,470,100	8,143,196
Mrs. Rokshana Zaman and Ms. Tanveen Zaman	Director and her Daughter	Advance Rent for Leased Premises	(2,241,000)	-	2,241,000

42 Date of authorization

The Board of Directors has authorized these financial statements for issue on 14 March 2023.

Dhaka,
14 March 2023


Managing Director


Director


Director



Dhaka Bank Securities Limited
Schedule of Property, Plant and Equipment
 As at 31 December 2022

A. Tangible Assets

Particulars	Cost				Rate (%)	Depreciation				Written Down Value as at 31.12.2022
	Balance as at 01.01.2022	Addition during the year	Disposal during the year	Balance as at 31.12.2022		Balance as at 01.01.2022	Depreciation during the year	Writeoff during the year	Balance as at 31.12.2022	
Furniture and fixtures	17,955,546	7,810,387	685,637	25,080,296	10%	13,124,198	1,374,484	685,637	13,813,045	11,267,251.10
Office appliances and equipment	7,894,741	2,150,470	690,895	9,354,316	20%	7,482,866	596,548	690,895	7,388,519	1,965,796.14
Computer	12,713,412	1,496,501	534,771	13,675,142	20%	12,057,071	571,039	534,771	12,093,339	1,581,802.64
Motor vehicles	7,584,255	-	-	7,584,255	20%	5,899,893	918,750	-	6,818,643	765,612.00
Sub-total	46,147,954	11,457,358	1,911,303	55,694,009		38,564,029	3,460,821	1,911,303	40,113,547	15,580,462

B. Intangible Assets

Particulars	Cost				Rate (%)	Amortization				Written Down Value as at 31.12.2022
	Balance as at 01.01.2022	Addition during the year	Disposal during the year	Balance as at 31.12.2022		Balance as at 01.01.2022	Amortization during the year	Writeoff during the year	Balance as at 31.12.2022	
Software	4,831,461	-	-	4,831,461	20%	4,831,461	-	-	4,831,461	-
Sub-total	4,831,461	-	-	4,831,461		4,831,461	-	-	4,831,461	-

C. Right of Use (ROU) Assets

Particulars	Cost					Amortization				Written Down Value as at 31.12.2022
	Balance as at 01.01.2022	Addition during the year	Disposal during the year	Balance as at 31.12.2022		Balance as at 01.01.2022	Amortization during the year	Writeoff during the year	Balance as at 31.12.2022	
Right of Use (ROU) Assets	28,496,128	43,820,367	-	72,316,495		16,038,849	10,624,938	-	26,663,787	45,652,709
Sub-total	28,496,128	43,820,367	-	72,316,495		16,038,849	10,624,938	-	26,663,787	45,652,709
As at 31 December 2022	79,475,542	55,277,725	-	132,841,964		59,434,339	14,085,759	-	71,608,795	61,233,171



Dhaka Bank Securities Limited
Schedule of Property, Plant and Equipment
 As at 31 December 2021

A. Tangible Assets

Particulars	Cost				Rate (%)	Depreciation				Written Down Value as at 31.12.2021
	Balance as at 01.01.2021	Addition during the year	Disposal during the year	Balance as at 31.12.2021		Balance as at 01.01.2021	Depreciation during the year	Writeoff during the year	Balance as at 31.12.2021	
Furniture and fixtures	13,754,654	4,200,892		17,955,546	10%	12,206,045	918,153		13,124,198.2	4,831,348
Office appliances and equipment	7,824,651	70,090		7,894,741	20%	7,260,411	222,455		7,482,866.42	411,874
Computer	12,099,224	614,188		12,713,412	20%	11,602,653	454,418		12,057,071.16	656,341
Motor vehicles	7,584,255	-		7,584,255	20%	4,981,137	918,756		5,899,893	1,684,362
Sub-total	41,262,784	4,885,170		46,147,954		36,050,247	2,513,782		38,564,029	7,583,925

B. Intangible Assets

Particulars	Cost				Rate (%)	Amortization				Written Down Value as at 31.12.2021
	Balance as at 01.01.2021	Addition during the year	Disposal during the year	Balance as at 31.12.2021		Balance as at 01.01.2021	Amortization during the year	Writeoff during the year	Balance as at 31.12.2021	
Software	4,831,461	-		4,831,461	20%	4,831,461	-		4,831,461	-
Sub-total	4,831,461	-		4,831,461		4,831,461	-		4,831,461	-

C. Right of Use (ROU) Assets

Particulars	Cost				Rate (%)	Amortization				Written Down Value as at 31.12.2021
	Balance as at 01.01.2021	Addition during the year	Disposal during the year	Balance as at 31.12.2021		Balance as at 01.01.2021	Amortization during the year	Writeoff during the year	Balance as at 31.12.2021	
Right of Use (ROU) Assets	15,334,586	13,161,542	-	28,496,128		8,281,905	7,756,944	-	16,038,849	12,457,280
Sub-total	15,334,586	13,161,542	-	28,496,128		8,281,905	7,756,944	-	16,038,849	12,457,280

As at 31 December 2021	61,428,831	18,046,712		79,475,542		49,163,613	10,270,726		59,434,339	20,041,205
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Annexure-M

Independent Auditor's Report and Audited
Financial Statements
of
Dhaka Bank Investment Limited

Dhaka Bank Investment Ltd.
Independent Auditor's Report
and
Audited Financial Statements
For the year ended 31 December 2022

Independent Auditor's Report
To the Shareholders of Dhaka Bank Investment Ltd.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Dhaka Bank Investment Ltd. which comprise the statement of financial position as at 31 December 2022, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Dhaka Bank Investment Ltd. as at 31 December 2022, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

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 Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to the fact as disclosed in Note # 2.8 to the financial statements, which describes that, necessary License to operate as a Merchant Banker has yet to be issued in favour of the Company by Bangladesh Securities and Exchange Commission (BSEC), although the Company filed application to BSEC on 31 March 2014 for such license. In this connection, another request letter was sent to BSEC by the Company on 04 April 2021, 02 November 2021, 15 March 2022, 11 October 2022 and 28 November 2022. The management of the Company informed that they are following up the matter with BSEC and hopeful to get the license very soon. Our opinion is not modified in respect of this matter.

Other Information

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

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

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

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

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 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 Company's internal control.
- 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 Company'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 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 Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Report on other Legal and Regulatory Requirements

We also report that the financial statements comply with the Companies Act 1994 and the other applicable laws and regulations. We, as required by law, further report that:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of these books; and
- c) the statements of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account and returns.

Dhaka,

08 FEB 2023

Signed for and on behalf of
ACNABIN
Chartered Accountants



Md. Moniruzzaman, FCA
Partner
ICAB Enrollment No. 787

DVC:2302120787AS715388

Dhaka Bank Investment Ltd.
Statement of Financial Position
As at 31 December 2022

	Notes	31.12.2022 Taka	31.12.2021 Taka
ASSETS			
Non Current Assets			
		-	-
Current Assets			
		324,284,036	324,966,957
Cash and cash equivalents	4	319,502,973	311,292,096
Other asset	5	4,781,063	13,674,861
Total Assets		324,284,036	324,966,957
EQUITY AND LIABILITIES			
Equity			
		316,644,229	313,612,302
Paid up capital	6	250,000,000	250,000,000
Retained earnings	7	66,644,229	63,612,302
Liabilities			
Non-Current Liabilities			
		-	-
Current Liabilities			
		7,639,807	11,354,655
Provision for income tax	8	4,260,090	9,839,997
Other liabilities	9	3,379,717	1,514,658
Total Liabilities		7,639,807	11,354,655
Total Equity and Liabilities		324,284,036	324,966,957

The annexed notes from 1 to 16 form an integral part of these financial statements.


Managing Director & CEO


Director


Chairman

This is the statement of financial position referred to in our separate report of even date.

Dhaka,

08 FEB 2023

Signed for and on behalf of
ACNABIN
Chartered Accountants



Md. Moniruzzaman, FCA
Partner


ICAB Enrollment No. 787


DVC : 2302120787AS715388

Dhaka Bank Investment Ltd.
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 31 December 2022

	Notes	2022 Taka	2021 Taka
Operating Income			
Interest income		-	-
Other income	10	14,025,781	13,447,254
		14,025,781	13,447,254
Operating Expenses			
General and administrative expenses	11	2,472,242	794,284
Financial expenses	12	193,300	756,327
Total operating expenses		2,665,542	1,550,611
Profit before Tax		11,360,239	11,896,643
Provision for income tax (Current tax)	8	(8,328,312)	(4,461,241)
Net Profit after Tax		3,031,927	7,435,402
Other comprehensive income		-	-
Total comprehensive Income		3,031,927	7,435,402

The annexed notes from 1 to 16 form an integral part of these financial statements.


Managing Director & CEO


Director


Chairman

This is the statement of profit or loss and other comprehensive income referred to in our separate report of even date.

Dhaka,

08 FEB 2023

Signed for and on behalf of
ACNABIN
Chartered Accountants



Md. Moniruzzaman, FCA
Partner

ICAB Enrollment No. 787

DVC : 2302120787AS715388

Dhaka Bank Investment Ltd.
Statement of Changes in Equity
For the year ended 31 December 2022

Particulars	Share Capital	Retained Earnings	Total Equity
Balance as at 01 January 2022	250,000,000	63,612,302	313,612,302
Net profit for the year	-	3,031,927	3,031,927
Balance as at 31 December 2022	250,000,000	66,644,229	316,644,229
Balance as at 01 January 2021	250,000,000	56,176,901	306,176,901
Net profit for the year	-	7,435,402	7,435,402
Balance as at 31 December 2021	250,000,000	63,612,302	313,612,302

The annexed notes from 1 to 16 form an integral part of these financial statements.

Dhaka,


Managing Director & CEO


Director


Chairman



Dhaka Bank Investment Ltd.
Statement of Cash Flows
For the year ended 31 December 2022


	2022 Taka	2021 Taka
A. Cash flows from operating activities		
Profit before tax	11,360,239	11,896,643
Increase/(Decrease) in provision for audit fees	23,000	(345,000)
Decrease/(Increase) in advance income tax	9,567,308	(1,456,449)
(Increase)/Decrease in interest receivable	(673,509)	1,117,232
Decrease in provision for income tax	(13,908,219)	(28,194,445)
Increase in other liability	1,842,059	271,933
Net cash flow from/(used in) operating activities	8,210,877	(16,710,086)
B. Cash flows from investing activities	-	-
C. Cash flows from financing activities	-	-
D. Net surplus/(deficit) in cash and cash equivalents (A+B+C)	8,210,877	(16,710,086)
E. Unrealised foreign exchange gain/(loss)	-	-
F. Cash and cash equivalents at the beginning of the year	311,292,096	328,002,182
G. Cash and cash equivalents at the end of the year	319,502,973	311,292,096
Cash and Cash Equivalents		
Cash in hand	-	-
Cash at bank	319,502,973	311,292,096
	319,502,973	311,292,096

The annexed notes from 1 to 16 form an integral part of these financial statements.

Dhaka,


Managing Director & CEO


Director


Chairman

Dhaka Bank Investment Ltd.
Notes to the Financial Statements
As at and for the year ended 31 December 2022

1. Company and its activities

1.1 Legal status and nature of the company

Dhaka Bank Investment Ltd. was incorporated with the Registrar of Joint Stock Companies and Firms (RJSCF) vide registration no. C-112730/13 dated 02 December, 2013 as a Private Company Limited by Shares having its registered office at Biman Bhaban (1st Floor), 100, Motijheel C/A, Dhaka -1000. The company is yet to obtain Merchant Banking License from Bangladesh Securities and Exchange Commission (BSEC).

1.2 Principal activities and nature of operation

The principal activities of the company are to carry on the business of Merchant Banking in all its aspects and to act as Issue Managers in order to issue and offers, whether by way of public offer or otherwise of shares, stocks, debentures, bonds, units, notes, bills, warrants or any other instruments, to carry on the business of securities management and brokerage, Custodian service, Investment and Asset Management, Portfolio Management, Capital Market operations etc.

2. Basis of preparation and significant accounting policies

2.1 Statement of compliance

The financial statements have been prepared in accordance with International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs).

2.2 Other regulatory compliances

As required, Dhaka Bank Investment Ltd. also complies with the applicable provisions of the following major laws/ statutes:

- Company Act 1994;
- Securities and Exchange Rules, 2020;
- Securities and Exchange Commission Act, 1993;
- Securities and Exchange Commission (Stock-Dealer, Stock-Broker and Authorized Representatives) Rules, 2000;
- Income Tax Ordinance, 1984;
- Income Tax Rules, 1984;
- The Value Added Tax and Supplementary Duty Act, 2012;
- The Value Added Tax and Supplementary Rules Act, 2016;
- Negotiable Instruments Act, 1881; and
- Other applicable laws and regulations.

2.3 Basis of measurement

The financial statements except for cash flow information have been prepared on accrual basis of accounting.

2.4 Components of financial statements

- Statement of Financial Position
- Statement of Profit or Loss and Other Comprehensive Income
- Statement of Changes in Equity
- Statement of Cash Flows
- Notes to the Financial Statements

2.5 Functional and presentational currency

These financial statements are presented in Bangladeshi Taka (BDT) which is the functional currency of the company. The amounts in these financial statements have been rounded off to the nearest integer.



2.6 Use of estimates and judgments

Preparation of financial statements requires management to make judgments, estimates and assumptions that affect the reported amount of assets and liabilities, income and expenses. These financial statements contained information about the assumptions it made about the future and other major sources of estimation uncertainty at the end of the reporting year that have a significant risk of resulting in a material adjustment to the carrying amount of assets, liabilities, income and expenses within the next financial year.

In accordance with the guidelines as prescribed by IAS 37: Provisions, Contingent Liabilities and Contingent Assets. Provisions are recognized in the flowing situation:

- When the company has an obligation as a result of past events,
- When it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- Reliable estimates can be made of the amount of the obligation.

2.7 Consistency

In accordance with the IFRS framework for the presentation of financial statements together with IAS 1 and IAS 8, Dhaka Bank Investment Ltd. applies the accounting disclosure principles consistently from one year to the next. Where selecting and applying new accounting policies, changes in accounting policies applied, corrections of errors, the amounts involved are accounted for and retrospectively accordance with the requirement of IAS 8. We however, have applied the same accounting principles in 2022 as was for in financial statements for 2021.

2.8 Going concern

The management has assessed the going concern for upcoming year, though the core business operation is not yet started but Management had applied for merchant banking license on 31 March 2014 to Bangladesh Security and Exchange Commission (BSEC) and we didn't get any response from BSEC till 03 April 2021, then we again sent an application for reconsideration of merchant banking license on 04 April 2021 to Bangladesh Security and Exchange Commission (BSEC). The management has further sent detail documents to BSEC in several dates on November 2, 2021, March 15, 2022 and October 11, 2022. The management has received another letter dated: November 02, 2022 from BSEC for submission of further documents regarding the issuance of Merchant Banking License. Accordingly, the management has further sent required documents to BSEC on November 28, 2022. We hope the management will receive the positive reply from BSEC very soon regarding the starting of our Merchant Banking Operation.

2.9 Reporting year

The financial year of the Company covers twelve months from 01 January 2022 to 31 December 2022.

3. Significant accounting policies

The accounting policies set out below have been applied consistently (otherwise as stated) to all years presented in these financial statements.

3.1 Preliminary Expenses

Preliminary expenditure is recognized for formation, registration and capital raising of the company including legal and other professional services. Written off of preliminary expenditure is recognised in statement of profit or loss and other comprehensive income.

3.2 Financial assets

The financial assets of the company includes cash and bank balances and other assets. These are recognized at the date they are originated.

The company derecognizes a financial asset when the contractual rights to the cash flows from the asset expires, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred.



3.2.1 Cash and cash equivalents

Cash and cash equivalents include cash in hand, cash at bank and fixed deposits which are held and are available for use by the Company without any restriction. There is insignificant risk of change in the value of the above items.

3.2.2 Other assets

Dhaka Bank Investment Ltd. maintains other asset through advance income tax and interest receivable. Advance income tax is posted when DBIL pays any source tax through bank accounts and interest receivable is recognized when the interest arises.

3.3 Financial liabilities

The company recognizes all financial liabilities on the accounting date which is the date the company becomes a party to the contractual provisions of the instrument. The company derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired. Financial liabilities comprise trade payables and other financial obligations.

3.3.1 Other liabilities

The company recognizes its accounts payables at the time the service is received as on date. DBIL shows its trade payables as other liabilities in its financial position

3.4 Provision for income tax

Though the company is yet to obtain Merchanting Banking License from Bangladesh Securities and Exchange Commission, provision for income tax is made on the basis of Company's computation based on the best estimate of taxable profit in accordance with Income Tax Ordinance, 1984 in each accounting year.

3.5 Operating expenses

DBIL records general and administrative expenses as operating expenses. These includes amortization, audit fees and bank charges.

3.6 Income tax expenses

Income tax expenses comprise current income tax. Income tax expense is recognized in the Statement of Profit or Loss and Other Comprehensive Income except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

As the company is subject to tax though it has not obtain of license of Merchant Banking it is currently charging tax @37.50% as applicable with nature.

3.7 Events after the balance sheet date

Events after the balance sheet date that provide additional information about the Company's position at the balance sheet date are reflected in the financial statements. Events after the balance sheet date that are not adjusting event are disclosed in the notes if material.

3.8 General

- i. Figures have been rounded off to the nearest integer.
- ii. The company did not yet obtained BIN/VAT registration certificate.
- iii. The company is currently operating with limited resources.



4. Cash and cash equivalents

Cash in hand
Cash at bank

(Note: 4.1)

31.12.2022 Taka	31.12.2021 Taka
-	-
319,502,973	311,292,096
319,502,973	311,292,096

4.1 Cash at bank

Name of the Bank	Branch Name	Account No.
Short Term Deposit		
Dhaka Bank Limited	Local Office	201.150.3401
Dhaka Bank Limited	Gulshan Circle-2	102.150.0018

31.12.2022 Taka	31.12.2021 Taka
524,569	61,947
367,110	1,874,223
891,680	1,936,170

Investment at Bank (Term Deposit)		
Dhaka Bank Limited	Local Office	201.341.351
Dhaka Bank Limited	Local Office	201.343.0329
Dhaka Bank Limited	Gulshan Circle-2	102.341.1174
Dhaka Bank Limited	Kakrail	106.343.0126
Dhaka Bank Limited	Kakrail	106.341.0217
Dhaka Bank Limited	Kakrail	106.343.0148
Dhaka Bank Limited	Local Office	201.343.0351

31.12.2022	31.12.2021
-	-
-	-
141,864,166	136,241,194
-	-
23,114,732	23,114,732
103,632,396	100,000,000
50,000,000	50,000,000
318,611,294	309,355,926
319,502,973	311,292,096

5. Other asset

Advance income tax
Interest receivable

(Notes:5.1)

1,336,119	10,903,426
3,444,944	2,771,435
4,781,063	13,674,861

5.1 Advance income tax

Opening balance
Add: Addition during the year
Less: Adjustment during the year

(Note: 5.1.1)

10,903,426	9,446,978
1,336,119	1,456,449
10,903,426	-
1,336,119	10,903,426

5.1.1 Addition during the year

Tax deducted at source

1,336,119	1,456,449
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6. Share Capital

6.1 Authorized Capital

200,000,000 ordinary shares @ Tk. 10 each.

2,000,000,000	2,000,000,000
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6.2 Issued, Subscribed and Paid up Capital

25,000,000 ordinary shares of Taka 10 each fully paid.

250,000,000	250,000,000
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The shareholding position is as follows:

Sl. #	Name of Shareholders	Number of Shares held	% of Shareholding	31.12.2022 Taka	31.12.2021 Taka
1.	Dhaka Bank Limited, Represented By Mr. Md. Amirullah Mr. Tahidul Hossain Chowdhury Mr. Mirza Yasser Abbas	24,999,994	99.999976%	249,999,940	249,999,940
2.	Mr. Shafiqul Islam Sarker	1	0.000001%	10	10
3.	Mr. Mohammad Ashiqur Rahman	1	0.000001%	10	10
4.	Mr. Hasanuzzaman	1	0.000001%	10	10
5.	Mr. Asif Hanif	1	0.000001%	10	10
6.	Mr. Latiful Bari	1	0.000001%	10	10
7.	Ms. Nabila Mirza	1	0.000001%	10	10
Total		25,000,000	100%	250,000,000	250,000,000

7. Retained earnings

Opening balance		63,612,302	56,176,901
Add: Net Profit for the year		3,031,927	7,435,402
		66,644,229	63,612,302

8. Provision for income tax

Opening balance		9,839,997	33,573,201
Add: Addition during the year	(Note: 8.1)	8,328,312	4,461,241
Less: Adjustment during the year	(Note: 8.2)	13,908,219	28,194,445
		4,260,090	9,839,997

8.1 Addition during the year

Current tax on profit before tax during the year		4,260,090	4,461,241
Shortfall of previous year tax provision		4,068,222	-
		8,328,312	4,461,241

Dhaka Bank Investment Ltd. submitted tax returns till assessment Year 2022-2023.

8.2 Assessment year 2015-2016

Assessment year 2015-2016		1,265,109	4,179,549
Assessment year 2016-2017		1,171,221	3,939,320
Assessment year 2017-2018		827,665	2,766,398
Assessment year 2018-2019		828,952	2,770,785
Assessment year 2019-2020		277,929	2,190,020
Assessment year 2020-2021		2,856,762	5,173,076
Assessment year 2021-2022		2,219,340	7,175,297
Assessment year 2022-2023		4,461,241	-
		13,908,219	28,194,445

9. Other liabilities

Payable to Dhaka Bank Limited		3,004,793	1,173,725
Provision for audit fees	(Note: 9.1)	92,000	69,000
Salary payable for December 2022		199,731	256,321
Tax deducted at source		83,193	15,612
		3,379,717	1,514,658

9.1 Provision for audit fees

Opening balance		69,000	414,000
Add : Addition during the year		92,000	69,000
Less : Adjustment during the year		69,000	414,000
		92,000	69,000

	31.12.2022 Taka	31.12.2021 Taka
10. Other income		
Interest on SND	22,556	100,044
Interest on FDR A/C	14,003,225	13,347,209
	<u>14,025,781</u>	<u>13,447,254</u>
11. General and administrative expenses		
Salary expense	2,249,492	725,284
Professional fees	130,750	-
Audit fees	92,000	69,000
	<u>2,472,242</u>	<u>794,284</u>
12. Financial expenses		
Professional fees	-	486,127
Bank charges & Others (Excise duty)	193,300	270,200
	<u>193,300</u>	<u>756,327</u>

13. Related party disclosure

Name of the related party	Relationship	Nature of transaction	Transaction during the year	Closing Balance as at 31.12.2022	Closing Balance as at 31.12.2021
Dhaka Bank Limited	Parent Company	Regulatory Transaction	4,178,518	3,004,793	1,173,725
Dhaka Bank Limited	Parent Company	FDR	9,255,368	318,611,294	309,355,926
Dhaka Bank Limited	Parent Company	STD	1,044,490	891,680	1,936,170

14. Fixed Assets & Human Resources

There is no fixed assets of the company as at 31 December 2022.

15. Contingent Liabilities

There is no such contingent liabilities of the company as 31 December 2022 to report.

16. Date of Authorisation

The Board of Directors has authorized these financial statements for issue on 08 February 2023.