

SBAC Bank PLC.

Unaudited Financial Statements

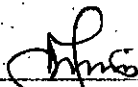
For the first quarter ended 31 March 2024

SBAC Bank PLC.
Consolidated Balance Sheet (Unaudited)
As at 31 March 2024

	Note	31 March 2024 Taka	31 December 2023 Taka
PROPERTY AND ASSETS			
Cash			
Cash in hand (Including foreign currencies)	3	1,322,490,888	986,784,658
Balance with Bangladesh Bank and its agent bank(s) (Including foreign currencies)	4	4,770,084,934	4,240,008,595
		6,092,575,822	5,226,793,253
Balance with other banks and financial institutions			
In Bangladesh	5	2,451,808,034	2,491,722,217
Outside Bangladesh		684,040,203	480,862,223
		3,135,848,237	2,972,584,440
Money at call on short notice			
Investments:			
Government	7	14,317,363,037	16,290,335,637
Others		2,224,931,814	2,217,305,796
		16,542,294,851	18,507,641,433
Loans, advances and lease / investments			
Loans, cash credit, overdrafts etc. / investments	8	86,800,622,056	85,345,812,070
Bills purchased and discounted		1,278,254,527	1,298,382,733
		88,078,876,583	86,644,194,803
Fixed assets including premises, furniture and fixtures	9	1,481,602,351	1,494,412,309
Other assets	10	2,002,845,667	2,418,506,928
Non-banking assets			
TOTAL ASSETS		117,334,043,511	117,264,133,166
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11	3,972,119,220	3,262,983,361
Deposits and other accounts			
Current / Al-wad'iah current deposits and other accounts	12	12,077,637,165	12,699,833,374
Special notice / mudaraba special notice deposits		6,351,347,643	5,912,385,204
Bills payable		5,587,376,813	5,011,369,023
Savings bank / mudaraba savings deposits		6,602,836,699	6,578,429,379
Fixed / mudaraba term deposits		46,518,728,948	48,386,387,676
Other deposits		14,384,893,872	14,733,176,576
		91,522,821,140	93,321,581,232
Subordinated bonds			
Other liabilities	13	10,435,902,337	9,554,218,317
TOTAL LIABILITIES		105,930,842,697	106,138,782,910
Capital/ Shareholders' equity			
Paid up capital	14.3	8,241,916,500	8,241,916,500
Statutory reserve	15	2,486,942,756	2,486,942,756
General reserve			
Non-controlling (Minority) interest	14.4	439,218	435,111
Other reserve (revaluation reserve on Govt. Securities)	16	99,999,046	22,049,131
Capital reserve	16.1	3,269,920	3,269,920
Foreign currency translation reserve	16.2	12,710,366	12,710,366
Surplus in profit and loss account	17	557,923,008	358,026,473
TOTAL SHAREHOLDERS' EQUITY		11,403,200,814	11,125,350,257
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		117,334,043,511	117,264,133,166

	Note	31 March 2024 Taka	31 December 2023 Taka
OFF-BALANCE SHEET ITEMS			
Contingent liabilities			
Acceptance and endorsements	18	4,925,360,506	4,682,195,862
Letters of guarantee		15,698,353,300	14,011,516,153
Irrevocable letters of credit		5,763,535,921	6,146,781,395
Bills for collection		6,683,958,339	4,518,447,260
Other contingent liabilities		-	-
Total		33,071,208,066	29,358,940,670
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		-	-
Claims against the Bank not acknowledged as debt		-	-
Total		-	-
Total off-balance sheet items including contingent liabilities		33,071,208,066	29,358,940,670
Net asset value per share (NAV)	40	13.84	13.27

Accompanying notes form an integral part of these financial statements.



Chief Financial Officer



Company Secretary



Chairman



Director



Managing Director & CEO

Dhaka, 11 May 2024

SBAC Bank PLC.
Consolidated Profit and Loss Account (Unaudited)
For the first quarter ended 31 March 2024

	Note	31 March 2024 Taka	31 March 2023 Taka
Interest income / profit on investments	21	2,025,646,824	1,552,331,969
Less: Interest / profit on deposits and borrowings etc.	22	1,484,847,393	1,247,629,238
Net interest income		540,799,431	304,702,731
Income from investments in shares and securities	23	549,149,116	449,647,604
Commission, exchange and brokerage	24	290,356,340	198,991,987
Other operating income	25	61,537,585	36,590,216
		901,043,041	685,229,807
Total operating income		1,441,842,472	989,932,538
Salary and allowances	26	463,769,230	390,827,255
Rent, taxes, insurance, electricity etc.	27	58,369,850	39,003,327
Legal and professional expenses	28	870,196	923,115
Postage, stamp, telecommunication etc.	29	1,581,090	1,617,717
Stationery, printing, advertisement etc.	30	17,743,250	14,207,773
Chief executive's salary and fees	31	3,180,000	3,180,000
Directors' fees	32	264,000	296,000
Auditors' fees	33	-	-
Charges on loan losses		-	-
Depreciation and repair of bank's assets	34	94,139,928	96,886,256
Other expenses	35	70,125,374	67,943,879
Total operating expenses		710,042,918	614,885,322
Profit before provision		731,799,554	375,047,216
Provision for loan			
Specific provision	13.3	48,174,508	41,243,212
Special general provision - COVID-19	13.4	-	(783,634)
General provision on loans and advances - main operation	13.3	90,000,000	14,607,927
General provision on loans and advances - OBU	13.3	(831,877)	234,108
General provision on off balance sheet items	13.5	11,020,530	20,988,529
		148,363,161	76,290,142
Provision for rebate to good borrowers		-	-
Provision for diminution in value of investments	13.7	101,655,806	1,738,247
Other provision		-	-
Total provision		250,018,967	78,028,389
Total Profit before taxes		481,780,587	297,018,827
Provision for taxation	36	281,854,108	158,209,990
Net profit after taxation		199,926,479	138,808,837
Earnings per share (EPS)	41	0.24	0.17

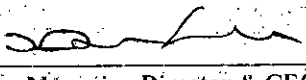
Accompanying notes form an integral part of these financial statements.


Chief Financial Officer


Company Secretary


Chairman


Director


Managing Director & CEO

Dhaka, 11 May 2024

SBAC Bank PLC.
Consolidated Cash Flow Statement (Unaudited)
For the first quarter ended 31 March 2024

	Note	31 March 2024 Taka	31 March 2023 Taka
A) Cash flows from operating activities			
Interest receipts in cash		1,924,364,483	1,533,499,220
Interest payments		1,339,775,154	(890,015,708)
Dividend receipts		14,601,462	27,236,313
Income from investments		549,149,116	336,146,297
Recoveries on loans and advances previously written-off		-	-
Fees and commission receipts in cash		135,818,115	37,026,322
Cash payments to employees		(466,949,230)	(394,303,255)
Cash payments to suppliers		(17,743,250)	(9,028,102)
Income taxes paid		(261,854,108)	(249,435,114)
Receipts from other operating activities		61,520,462	36,590,216
Payments for other operating activities		(70,125,374)	(67,943,879)
Operating profit before changes in operating assets and liabilities		3,208,556,830	359,772,310
Increase / decrease in operating assets and liabilities			
Net proceeds from trading securities		(695,121,992)	(679,121,996)
Loans and advances to other banks		-	(250,000,000)
Loans and advances to customers		(1,454,809,986)	(1,092,400,232)
Increase / decrease of other assets		(77,886,633)	(55,811,609)
Deposits from other banks		(1,481,383,457)	1,551,028,322
Deposits from customers		(1,798,760,092)	(1,026,889,757)
Increase / decrease of other liabilities account of customers		-	-
Increase / decrease of trading liabilities		-	-
Increase / decrease of other liabilities		881,684,020	840,268,835
		(4,626,278,140)	(712,926,437)
Net cash from operating activities		(1,417,721,310)	(353,154,127)
B) Cash flows from investing activities			
Net proceeds from sale of Government securities		28,884,607,153	28,384,707,053
Payments for Purchase of Government securities		(28,688,406,111)	(29,225,708,512)
Purchase of property, plant and equipment		(12,809,958)	(40,174,640)
Sale proceeds of property, plant and equipment		-	-
Net cash from investing activities		183,391,084	(881,176,099)
C) Cash flows from financing activities			
Borrowing from other banks, financial institutions and agents		709,135,859	312,732,675
Dividends paid		-	-
Receipts from issue of ordinary share		-	-
Net cash from financing activities		709,135,859	312,732,675
D) Net increase / (decrease) in cash (A+B+C)		(525,194,367)	(921,597,551)
E) Effects of exchange rate changes on cash and cash-equivalent		1,554,240,733	164,100,339
F) Cash and cash-equivalents at beginning period		8,199,377,693	8,195,935,669
G) Cash and cash-equivalents at end of period (D+E+F)		9,228,424,059	7,438,438,457
H) Cash and cash-equivalents at end of period			
Cash in hand including foreign currencies	3	1,322,490,888	1,035,508,706
Balances with Bangladesh Bank and its agent bank(s)	4	4,770,084,934	4,320,497,206
Balances with other Banks and Financial institutions	5	3,135,848,237	2,082,432,545
		9,228,424,059	7,438,438,457

Accompanying notes form an integral part of these financial statements.


Chief Financial Officer


Company Secretary


Chairman


Director


Managing Director & CEO

Dhaka, 11 May 2024


SBAC Bank PLC.
Consolidated Statement of Changes in Equity (Unaudited)
For the first quarter ended 31 March 2024

Particulars	Paid Up Capital Taka	Statutory Reserve Taka	Other Reserve Taka	Capital Reserve	F.C. Translation Reserve Taka	Retained Earnings Taka	Minority Interest Taka	Total Taka
Balance as on 01 January 2024	8,241,916,500	2,486,942,756	22,049,131	3,269,920	12,710,366	358,026,473	435,111	11,125,350,257
Net profit for the period	-	-	-	-	-	199,926,479	-	199,926,479
Transfer to statutory reserve	-	-	-	-	-	-	-	-
Transfer to statup fund	-	-	-	-	-	-	-	-
Revaluation of Govt. treasury bills, bonds and other investments	-	-	77,949,915	-	-	-	-	77,949,915
Foreign currency translation gain/loss not recognized in the income statement	-	-	-	-	-	-	-	-
Transfer to capital reserve	-	-	-	-	-	-	-	-
Non-controlling (Minority) interest	-	-	-	-	-	(29,944)	4,107	(25,837)
Cash dividend paid	-	-	-	-	-	-	-	-
Stock dividend issued	-	-	-	-	-	-	-	-
Balance as on 31 March 2024	8,241,916,500	2,486,942,756	99,999,046	3,269,920	12,710,366	557,923,008	439,218	11,403,200,814


For the quarter ended 31 March 2023

Particulars	Paid Up Capital Taka	Statutory Reserve Taka	Other Reserve Taka	Capital Reserve	F.C. Translation Reserve Taka	Retained Earnings Taka	Minority Interest Taka	Total Taka
Balance as on 01 January 2023	8,160,313,370	2,204,928,598	65,228,536	516,704	7,933,440	390,293,727	432,182	10,829,646,557
Net profit for the period	-	-	-	-	-	138,808,837	-	138,808,837
Transfer to statutory reserve	-	-	-	-	-	-	-	-
Transfer to statup fund	-	-	-	-	-	-	-	-
Revaluation of Govt. treasury bills	-	-	67,529,453	-	-	-	-	67,529,453
Foreign currency translation gain/loss not recognized in the income statement	-	-	-	-	2,134,674	-	-	2,134,674
Non-controlling (Minority) interest	-	-	-	-	-	(7,036)	7,036	-
Cash dividend paid	-	-	-	-	-	-	-	-
Stock dividend issued	-	-	-	-	-	-	-	-
Balance as on 31 March 2023	8,160,313,370	2,204,928,598	132,757,989	516,704	10,068,114	529,095,528	439,218	11,038,119,521

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


Chief Financial Officer


Company Secretary


Chairman


Director


Managing Director & CEO

Dhaka, 11 May 2024

SBAC Bank PLC.
Consolidated Liquidity Statement (asset and liabilities maturity analysis)
As at 31 March 2024

Particulars	Within one month	Within one to three months	Within three to twelve months	Within one to five years	More than five years	Total
	Taka	Taka	Taka	Taka	Taka	Taka
Assets:						
Cash in hand (including foreign currencies)	1,322,490,888	-	-	-	-	1,322,490,888
Balance with Bangladesh Bank and its agent Banks	1,395,316,934	-	-	-	3,374,768,000	4,770,084,934
Balance with other banks & financial institutions	973,480,216	235,167,503	851,417,887	22,366,939	1,053,415,692	3,135,848,237
Money at call on short notice	-	-	-	-	-	-
Investments	443,630,820	883,508,978	451,153,269	1,491,183,379	13,272,818,405	16,542,294,851
Loans and advances	12,777,037,980	17,399,080,863	27,976,535,015	16,951,551,940	12,974,670,785	88,078,876,583
Fixed assets including premises, furniture and fixtures	26,646,203	53,292,405	239,815,822	1,061,732,103	100,115,818	1,481,602,351
Other assets	344,442,283	552,178,499	807,904,684	48,491,152	249,829,049	2,002,845,667
Non-Banking assets	-	-	-	-	-	-
Total Assets	17,283,045,324	19,123,228,248	30,326,826,677	19,575,325,513	31,025,617,749	117,334,043,511
Liabilities:						
Borrowing from Bangladesh Bank, other banks, financial institutions and agents	907,254,327	1,375,580,009	1,194,044,729	135,784,455	359,455,700	3,972,119,220
Deposits and other accounts	12,195,666,239	15,130,802,520	24,549,665,209	18,649,342,478	20,997,344,694	91,522,821,140
Provisions and other liabilities	50,062,302	383,978,070	1,965,229,950	1,221,520,899	6,815,111,116	10,435,902,337
Total Liabilities	13,152,982,868	16,890,360,599	27,708,939,888	20,006,647,832	28,171,911,510	105,930,842,697
Net liquidity surplus	4,130,062,456	2,232,867,649	2,617,886,789	(431,322,319)	2,853,706,239	11,403,200,814
Cumulative liquidity surplus	4,130,062,456	6,362,930,105	8,980,816,894	8,549,494,575	11,403,200,814	

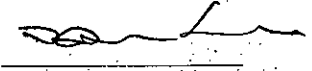
Net result of the liquidity statement represents the shareholders' equity.


Chief Financial Officer


Company Secretary


Chairman


Director


Managing Director & CEO

Dhaka, 11 May 2024

SBAC Bank PLC.
Balance Sheet (Unaudited)
As at 31 March 2024

	Note	31 March 2024 Taka	31 December 2023 Taka
PROPERTY AND ASSETS			
Cash			
Cash in hand (Including foreign currencies)	3.1	1,322,476,900	986,768,332
Balance with Bangladesh Bank and its agent bank(s) (Including foreign currencies)	4.1	4,770,084,934	4,240,008,595
		6,092,561,834	5,226,776,927
Balance with other banks and financial institutions			
In Bangladesh	5.1	2,428,779,860	2,471,272,225
Outside Bangladesh		684,040,203	480,862,223
		3,112,820,063	2,952,134,448
Money at call on short notice			
	6	-	-
Investments:			
Government	7.1	14,317,363,037	16,290,335,637
Others		1,988,993,920	1,979,822,848
		16,306,356,957	18,270,158,485
Loans, advances and lease / investments			
Loans, cash credit, overdrafts etc. / investments	8.1	86,465,167,841	85,543,225,936
Bills purchased and discounted		1,278,254,527	1,298,382,733
		87,743,422,368	86,841,608,669
Fixed assets including premises, furniture and fixtures	9.1	1,463,347,973	1,475,738,963
Other assets	10.1	2,857,183,748	2,755,249,387
Non-banking assets		-	-
TOTAL ASSETS		117,575,692,943	117,521,666,880
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11.1	3,972,119,220	3,262,983,361
Deposits and other accounts			
Current / Al-wadeeah current deposits and other accounts	12.1	12,077,637,165	12,701,291,707
Special notice / mudaraba special notice deposits		6,377,365,224	5,970,630,318
Bills payable		5,587,376,813	5,011,369,023
Savings bank / mudaraba savings deposits		6,602,836,699	6,578,429,379
Fixed / mudaraba term deposits		46,872,878,948	48,736,337,676
Other deposits		14,384,893,872	14,733,176,576
		91,902,988,721	93,731,234,679
Subordinated bonds		-	-
Other liabilities	13.1	10,346,021,615	9,444,922,435
TOTAL LIABILITIES		106,221,129,556	106,439,140,475
Capital/ Shareholders' equity			
Paid up capital	14.3	8,241,916,500	8,241,916,500
Statutory reserve	15	2,486,942,756	2,486,942,756
General reserve		-	-
Other reserve (revaluation reserve on Govt. Securities)	16	99,999,046	22,049,131
Foreign currency translation reserve	16.2	12,710,366	12,710,366
Surplus in profit and loss account	17.1	512,994,719	318,907,652
TOTAL SHAREHOLDERS' EQUITY		11,354,563,387	11,082,526,405
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		117,575,692,943	117,521,666,880

OFF-BALANCE SHEET ITEMS**Contingent liabilities**

Acceptance and endorsements

Letters of guarantee

Irrevocable letters of credit

Bills for collection

Other contingent liabilities

Total**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

Total**Total off-balance sheet items including contingent liabilities****Net asset value per share (NAV)**

Note

31 March 2024

31 December 2023

Taka

Taka

18

4,925,360,506

4,682,195,862

15,698,353,300

14,011,516,153

5,763,535,921

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Accompanying notes form an integral part of these financial statements.

Chief Financial Officer

Company Secretary

Chairman

Director


Managing Director & CEO

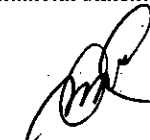
Dhaka, 11 May 2024

SBAC Bank PLC.
Profit and Loss Account (Unaudited)
For the first quarter ended 31 March 2024

	Note	31 March 2024 Taka	31 March 2023 Taka
Interest income / profit on investments	21.1	2,025,646,824	1,550,232,491
Less: Interest / profit on deposits and borrowings etc.	22.1	1,488,639,060	1,251,701,494
Net interest income		537,007,764	298,530,997
Income from investments in shares and securities	23.1	547,358,002	445,859,327
Commission, exchange and brokerage	24.1	280,907,311	190,657,945
Other operating income	25.1	61,520,462	36,584,560
		889,785,775	673,101,832
Total operating income		1,426,793,539	971,632,829
Salary and allowances	26.1	457,570,640	385,268,310
Rent, taxes, insurance, electricity etc.	27.1	58,005,250	38,648,016
Legal and professional expenses	28.1	847,196	882,865
Postage, stamp, telecommunication etc.	29.1	1,575,090	1,610,217
Stationery, printing, advertisement etc.	30.1	17,547,308	14,152,674
Chief executive's salary and fees	31	3,180,000	3,180,000
Directors' fees	32.1	216,000	176,000
Auditors' fees	33.1		
Charges on loan losses			
Depreciation and repair of bank's assets	34.1	93,641,060	96,438,835
Other expenses	35.1	68,250,853	66,379,187
Total operating expenses		700,833,397	606,736,104
Profit before provision		725,960,142	364,896,725
Provision for loan			
Specific provision	13.3	48,174,508	41,243,212
Special general provision - COVID-19	13.4	-	(783,634)
General provision on loans and advances - main operation	13.3	90,000,000	14,607,927
General provision on loans and advances - OBU	13.4	(831,877)	234,108
General provision on off balance sheet items	13.5	11,020,530	20,988,529
		148,363,161	76,290,142
Provision for rebate to good borrowers		-	-
Provision for diminution in value of investments	13.7	101,655,806	1,738,247
Other provision		-	-
Total provision		250,018,967	78,028,389
Total Profit before taxes		475,941,175	286,868,336
Provision for taxation	36	281,854,108	155,095,344
Net profit after taxation		194,087,067	131,772,992
Earnings per share (EPS)	41.1	0.24	0.16

Accompanying notes form an integral part of these financial statements.


Chief Financial Officer


Company Secretary


Chairman


Director


Managing Director & CEO

Dhaka, 11 May 2024

SBAC Bank PLC.
Cash Flow Statement (Unaudited)
For the first quarter ended 31 March 2024

	Notes	31 March 2024 Taka	31 March 2023 Taka
A) Cash flows from operating activities			
Interest receipts in cash		1,924,364,483	1,532,965,982
Interest payments		1,339,775,154	(897,220,444)
Dividend receipts		14,601,462	25,361,251
Income from investments		549,149,116	334,233,082
Recoveries on loans and advances previously written-off		-	-
Fees and commission receipts in cash		135,818,115	28,692,280
Cash payments to employees		(466,949,230)	(388,624,310)
Cash payments to suppliers		(17,743,250)	(8,991,119)
Income taxes paid		(261,854,108)	(246,320,468)
Receipts from other operating activities		61,520,462	36,584,560
Payments for other operating activities		(70,125,374)	(66,379,187)
Operating profit before changes in operating assets and liabilities		3,208,556,830	350,301,627
Increase / decrease in operating assets and liabilities			
Sale / purchase of trading securities		(695,121,992)	(679,121,996)
Loans and advances to other banks		-	(250,000,000)
Loans and advances to customers		(1,454,809,986)	(1,100,761,146)
Increase / decrease of other assets		(44,299,121)	(52,299,580)
Deposits from other banks		(1,481,383,457)	1,551,028,322
Deposits from customers		(1,798,760,092)	(1,029,108,334)
Increase / decrease of other liabilities account of customers		-	-
Increase / decrease of trading liabilities		-	-
Increase / decrease of other liabilities		881,684,020	832,854,499
		(4,592,690,628)	(727,408,235)
Net cash from operating activities		(1,384,133,798)	(377,106,608)
B) Cash flows from investing activities			
Net Proceeds from sale of securities		28,884,607,153	28,397,771,396
Payments for Purchase of securities		(28,721,993,623)	(29,225,708,512)
Purchase of property, plant and equipment		(12,809,958)	(39,721,890)
Sale proceeds of property, plant and equipment		-	-
Net cash from investing activities		149,803,572	(867,659,006)
C) Cash flows from financing activities			
Borrowing from other banks, financial institutions and agents		709,135,859	312,732,675
Dividends paid		-	-
Receipts from issue of ordinary share		-	-
Net cash from financing activities		709,135,859	312,732,675
D) Net increase / (decrease) in cash (A+B+C)		(525,194,367)	(932,032,939)
E) Effects of exchange rate changes on cash and cash-equivalent		1,551,664,889	164,100,339
F) Cash and cash-equivalents at beginning period		8,178,911,375	8,183,979,231
G) Cash and cash-equivalents at end of period (D+E+F)		9,205,381,897	7,416,046,631
H) Cash and cash-equivalents at end of period			
Cash in hand including foreign currencies	3	1,322,476,900	1,035,483,819
Balances with Bangladesh Bank and its agent bank(s)	4	4,770,084,934	4,320,497,206
Balances with other Banks and Financial institutions	5	3,112,820,063	2,060,065,606
		9,205,381,897	7,416,046,631

Accompanying notes form an integral part of these financial statements.


Chief Financial Officer


Company Secretary


Chairman


Director


Managing Director & CEO

Dhaka. 11 May 2024

SBAC Bank PLC.
Statement of Changes in Equity (Unaudited)
For the first quarter ended 31 March 2024

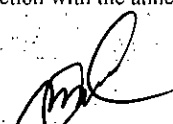
Particulars	Paid Up Capital Taka	Statutory Reserve Taka	Other Reserve Taka	F.C. Translation Reserve Taka	Retained Earnings Taka	Total Taka
Balance as on 01 January 2024	8,241,916,500	2,486,942,756	22,049,131	12,710,366	318,907,652	11,082,526,405
Net profit for the period	-	-	-	-	194,087,067	194,087,067
Transfer to statutory reserve	-	-	-	-	-	-
Transfer to startup fund	-	-	-	-	-	-
Revaluation of Govt. treasury bills, bonds and other investments	-	-	77,949,915	-	-	77,949,915
Foreign currency translation gain/loss not recognized in the income statement	-	-	-	-	-	-
Stock dividend issued	-	-	-	-	-	-
Cash dividend paid	-	-	-	-	-	-
Balance as on 31 March 2024	8,241,916,500	2,486,942,756	99,999,046	12,710,366	512,994,719	11,354,563,387

For the quarter ended 31 March 2023

Particulars	Paid Up Capital Taka	Statutory Reserve Taka	Other Reserve Taka	F.C. Translation Reserve Taka	Retained Earnings Taka	Total Taka
Balance as on 01 January 2023	8,160,313,370	2,204,928,598	65,228,536	7,933,440	358,143,419	10,796,547,363
Net profit for the period	-	-	-	-	131,772,992	131,772,992
Transfer to statutory reserve	-	-	-	-	-	-
Transfer to startup fund	-	-	-	-	-	-
Revaluation of Govt. treasury bills, bonds and other investments	-	-	67,529,453	-	-	67,529,453
Foreign currency translation gain/loss not recognized in the income statement	-	-	-	2,134,674	-	2,134,674
Stock dividend issued	-	-	-	-	-	-
Cash dividend paid	-	-	-	-	-	-
Balance as on 31 March 2023	8,160,313,370	2,204,928,598	132,757,989	10,068,114	489,916,411	10,997,984,482

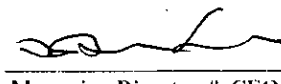
These financial statements should be read in conjunction with the annexed notes.


Chief Financial Officer


Company Secretary


Chairman


Director


Managing Director & CEO

Dhaka, 11 May 2024

SBAC Bank PLC.
Liquidity Statement (asset and liabilities maturity analysis)
As at 31 March 2024

Particulars	Within one month	Within one to three months	Within three to twelve months	Within one to five years	More than five years	Total
	Taka	Taka	Taka	Taka	Taka	Taka
Assets:						
Cash in hand (including foreign currencies)	1,322,476,900	-	-	-	-	1,322,476,900
Balance with Bangladesh Bank and its agent Banks	1,395,316,934	-	-	-	3,374,768,000	4,770,084,934
Balance with other banks & financial institutions	973,480,216	235,167,503	851,417,887	1,052,754,457	-	3,112,820,063
Money at call on short notice	-	-	-	-	-	-
Investments	443,630,820	883,508,978	451,153,269	1,255,245,485	13,272,818,405	16,306,356,957
Loans and advances	12,777,037,980	17,399,080,863	27,976,535,015	17,124,971,882	12,465,796,628	87,743,422,368
Fixed assets including premises, furniture and fixtures	26,486,606	52,973,211	238,379,456	1,035,687,079	109,821,621	1,463,347,973
Other assets	327,677,331	546,128,886	787,608,292	48,491,152	1,147,278,087	2,857,183,748
Non-Banking assets	-	-	-	-	-	-
Total Assets	17,266,106,787	19,116,859,441	30,305,093,919	20,517,150,055	30,370,482,741	117,575,692,943
Liabilities:						
Borrowing from Bangladesh Bank, other banks, financial institutions and agents	907,254,327	1,375,580,009	1,194,044,729	135,784,455	359,455,700	3,972,119,220
Deposits and other accounts	12,195,666,239	15,130,802,520	24,929,832,790	18,649,342,478	20,997,344,694	91,902,988,721
Provisions and other liabilities	49,999,174	379,235,320	1,961,778,828	1,220,777,752	6,734,230,541	10,346,021,615
Total Liabilities	13,152,919,740	16,885,617,849	28,085,656,347	20,005,904,685	28,091,030,935	106,221,129,556
Net liquidity surplus	4,113,187,047	2,231,241,592	2,219,437,572	511,245,370	2,279,451,806	11,354,563,387
Cumulative liquidity surplus	4,113,187,047	6,344,428,639	8,563,866,211	9,075,111,581	11,354,563,387	

Net result of the liquidity statement represents the shareholders' equity.


Chief Financial Officer


Company Secretary


Chairman


Director


Managing Director & CEO

Dhaka, 11 May 2024

SBAC Bank PLC.
Notes to the Financial Statements
as at and for the first quarter ended 31 March 2024

I General information

1.1 Status of the bank

SBAC Bank PLC. (the "Bank") was incorporated in Bangladesh as a public limited company with limited liability by shares as on February 20, 2013 under the Companies Act 1994 to carry out banking business. The registered office of the Bank is BSC Tower, 2-3 Rajuk Avenue, Motijheel, Dhaka-1000, Bangladesh. It obtained license from Bangladesh Bank for carrying out banking business on March 25, 2013 under the Bank Companies Act 1991. The Bank has been carrying out its business in Bangladesh through its eighty nine (89) branches; thirty one (31) sub-branches all over Bangladesh and one (01) Off-shore banking unit in head office. The Bank went for initial public offering in 2021 and its share is listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited from 11 August 2021 as a publicly traded company. The Bank's name was amended to "SBAC Bank PLC." from South Bangla Agriculture and Commerce Bank Ltd under Bank Company's Act 1991 section 31 vide BRPD letter ref BRPD(LS-1)/745(68)/2024-985 dated 31 January, 2024.

1.2 Nature of business

Principal activities

The principal activities of the Bank are to carry on all kinds of commercial banking business in Bangladesh i.e. accepting customer deposits, lending to retail, small and medium enterprise (SME) and corporate customers, trade financing, lease financing, project financing, issuing letters of credit, interbank borrowing and lending, dealing with government securities etc. In addition to the traditional banking system, the Bank started Islamic Shariah base banking business through Islamic banking windows (IBW) in 10 branches of the Bank during the period.

Off-shore Banking Unit (OBU)

The Off-shore Banking Unit (OBU) of the Bank is the separate business entity governed by the applicable rules & regulations and guidelines of Bangladesh Bank. The Bank obtained the permission for conducting the activities of OBU under reference letter no. BRPD (03)/744(127)/2020-5140 dated 15 July 2020 of Bangladesh Bank. The Bank started the operation of OBU on 22 October 2020. The number of OBU was one as at 31 March 2023, located at International Division, Head Office, SBAC Bank PLC., Dhaka.

The principal activities of the OBUs are to provide commercial banking services through its Unit within the rules & regulations and guidelines of Bangladesh Bank applicable for the Off-shore Banking Units.

Agent Banking Outlet

The Bank has started agent banking operation in 2022 with a view to reach unbanked population particularly in the geographically dispersed areas and offer banking services to potential customers who are currently out of traditional banking periphery. The Bank has 31 agent outlets across the country. This service includes offering all types of deposit accounts and other banking services including bills payments, inward foreign remittance, fund transfer etc.

Information regarding subsidiary

The Bank has 01 (one) subsidiary, SBAC Bank Investment Limited.

SBAC Bank Investment Limited

SBAC Bank Investment Limited, a subsidiary company of the Bank, incorporated as a private company, limited by shares, registered with the Registrar of Joint Stock Companies and Firms vide certificate of incorporation no. C-169950/2021 dated 21 March 2021 under the Companies Act 1994. SBAC Bank Investment Limited got the Trading Right Entitlement Certificate (TREC) no. Nibondhon/DSE/TREC#267/2021/294 dated 01 September 2021 of Dhaka Stock Exchange Limited (DSE). The primary activity of the company is to act as a stock broker & dealer to execute buy and sell order and to maintain its own portfolio as well as customers' portfolio under the discretion of customers.



2 Basis of preparation of financial statements and significant accounting policies

2.1 Basis of preparation of financial statements

The financial statements of the Bank as at 31 March 2024 have been prepared on going concern basis under historical cost convention and in accordance with the "First Schedule" of the Bank Companies Act, 1991 as amended by BRPD Circular No. 14 dated 25th June 2003, other Circulars of Bangladesh Bank, International Financial Reporting Standards (IFRS), the Companies Act 1994, the Securities and Exchange Rules 1987, and other laws and rules applicable for Banks in Bangladesh. The Financial Reporting Act 2015 (FRA) was enacted in 2015. Under the FRA, the Financial Reporting Council (FRC) is formed and it is yet to issue financial reporting standards for public interest entities such as banks. The Bank Companies Act 1991 has been amended to require banks to prepare their financial statements under such financial reporting standards. As per the provisions of the FRA and hence International Financial Reporting Standards (IFRS) as approved by the Institute of Chartered Accountants of Bangladesh (ICAB) are still applicable. In case of any requirement of the Bank Companies Act 1991, and provisions and circulars issued by Bangladesh Bank differ with those of other regulatory authorities and IFRS, the requirements of the Bank Companies Act 1991, and provisions and circulars issued by Bangladesh Bank prevailed. Material departures from the requirements of IFRS are as follows:

i) Presentation of Financial statements

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

Bangladesh Bank: The presentation of the 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 (amendment up to date) 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 classifications.

ii) Investment in shares and securities (Equity Shares, Mutual Funds etc.)

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 Banking Regulation and Policy Department (BRPD) circular no. 14 dated 25 June 2003 investments in quoted shares and unquoted shares are revalued at the year end at market price and as per net assets value of last audited balance sheet respectively. And as per DOS Circular Letter No. 10 date 28 June 2015 investments in mutual fund (open-end) is revalued at lower of cost and higher of market value and 95% of NAV. As per DOS Circular No. 01 date 10 February 2020 any investment under the special fund for investment in capital market is not revalued i.e. presented at cost. Provision should be made for any loss arising from diminution in value of investment; otherwise investments are recognised at cost.

iii) Revaluation gains/losses on Government securities

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



Bangladesh Bank: As per BRPD circular letter no. 53 (22 December 2022), BRPD circular letter no. 52 (20 October 2020), BRPD circular No. 16 (21 July 2020), BRPD circular no.24 (17 November 2019), BRPD circular no.6 (19 May 2019), BRPD circular no.4 (16 May 2019), BRPD circular no.3 (21 April 2019), BRPD circular no.15 (27 September 2017), BRPD circular no.16 (18 November 2014), BRPD circular no. 14 dated 23 September 2012, BRPD circular no. 19 dated 27 December 2012, BRPD circular no. 05 dated 29 May 2013 & BRPD circular no. 16 dated 18 November 2014, a general provision at 0.25% to 2% under different categories of unclassified loans (good/standard loans) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard loans, doubtful loans and bad losses has to be provided at 20%, 50% and 100% respectively for loans and advances depending on time past due. Again as per BRPD circular no. 10 dated 18 September 2007 and BRPD circular no. 14 dated 23 September 2012, a general provision at 1% is required to be provided for all off-balance sheet exposures. Such provision policies are not specifically in line with those prescribed by IFRS 9. However, if there is any stay order issued by the Honorable High Court Division of the Supreme Court of Bangladesh against any non-performing loans for reporting such loans as unclassified category, the Bank maintains at least general provision for such loans under unclassified loan category as per Bangladesh Bank guidelines. Where Bangladesh Bank suggests any additional provision to be maintained for such loans, the Bank complies with that.

iv) Provision on loans and advances/investments

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 month expected credit losses that may result from default events on such loans and advances that are possible within 12 months after reporting date.

Bangladesh Bank: As per BRPD circular letter no. 53 (22 December 2022), BRPD circular letter no. 52 (20 October 2020), BRPD circular No. 16 (21 July 2020), BRPD circular no.24 (17 November 2019), BRPD circular no.6 (19 May 2019), BRPD circular no.4 (16 May 2019), BRPD circular no.3 (21 April 2019), BRPD circular no.15 (27 September 2017), BRPD circular no.16 (18 November 2014), BRPD circular no. 14 dated 23 September 2012, BRPD circular no. 19 dated 27 December 2012, BRPD circular no. 05 dated 29 May 2013 & BRPD circular no. 16 dated 18 November 2014, a general provision at 0.25% to 2% under different categories of unclassified loans (good/standard loans) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard loans, doubtful loans and bad losses has to be provided at 20%, 50% and 100% respectively for loans and advances depending on time past due. Again as per BRPD circular no. 10 dated 18 September 2007 and BRPD circular no. 14 dated 23 September 2012, a general provision at 1% is required to be provided for all off-balance sheet exposures. Such provision policies are not specifically in line with those prescribed by IFRS 9. However, if there is any stay order issued by the Honorable High Court Division of the Supreme Court of Bangladesh against any non-performing loans for reporting such loans as unclassified category, the Bank maintains at least general provision for such loans under unclassified loan category as per Bangladesh Bank guidelines. Where Bangladesh Bank suggests any additional provision to be maintained for such loans, the Bank complies with that.

v) 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 become 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 liability in the balance sheet.

vi) Other comprehensive income and appropriation of profit

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

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



vii) 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.

viii) 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 guarantee liability is 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 25th June 2003, financial guarantees such as letters of credit, letters of guarantee will be treated as off-balance sheet items. No liability is recognized for the guarantee except the cash margin. As per BRPD Circular No.01 dated 03 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 (which includes undrawn loan commitments). However, general provision is maintained against such guarantees complying with the BRPD Circular No. 06 Dated 25 April, 2023

ix) Cash and cash equivalents

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

Bangladesh Bank: Some cash and cash equivalent items such as money at call on short notice, treasury bills with maturity of more than three months and prize bond are not shown as cash and cash equivalents. Money at call on short notice is shown separately in the balance sheet. Treasury bills with maturity of more than three months and prize bond are shown under investment in the balance sheet.

x) 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. However, as per Debt Management Department (DMD) circular letter no. 7 dated 29 July 2012, non primary dealer banks are eligible to participate in the Assured Liquidity Support (ALS) program, whereby such banks may enter collateralized repo arrangements with Bangladesh Bank. Here the selling bank accounts for the arrangement as a loan, thereby continuing to recognize the asset.

xi) Non-banking asset

IFRS: No indication of Non-banking assets is found in any IFRS.

Bangladesh Bank: As per BRPD 14, there is a separate balance sheet item named Non-banking assets existed in the standard format.

xii) Cash flow statement

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

Bangladesh Bank: As per BRPD Circular No. 14 dated 25th June 2003, cash flow is the mixture of direct and indirect methods.

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

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



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

xiv) Presentation of intangible assets

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

Bangladesh Bank: There is no regulation for intangible assets in BRPD Circular No. 14 dated 25th June 2003.

xv) Off-balance sheet items

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

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

xvi) Loans and advances net of provision

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

Bangladesh Bank: As per BRPD Circular No. 14 dated 25th June 2003, provision on loans and advances/investments are presented separately as liability and cannot be netted off against loans and advances.

xvii) 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.

2.2 Going concern basis of accounting

The accompanying financial statements have been prepared on going concern assumption that the Bank will continue its 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. The rating outlook of the Bank as reported by all the rating agencies is 'Stable'.

2.3 Basis of consolidation

The consolidated financial statements include the financial statements of the Bank and its one subsidiary, SBAC Bank Investment Limited, made up to the end of the financial year as on 31 March 2024. The consolidated financial statements have been prepared in accordance with IFRS 10 "Consolidated Financial Statements" using purchase method. The consolidated financial statements have been prepared by using uniform accounting policies for like transactions and other events in similar circumstances.

Subsidiary

Subsidiary is an enterprise which is controlled by the parent company. Control exists when the parent company has the power, directly and indirectly, to govern the financial and operating policies of an enterprise from the date of control commences until the date that control ceases. The financial statements of subsidiary are included in the consolidated financial statements from the date that the control effectively commences until the date that it control effectively ceases.

Transactions eliminated on consolidation

All intra-group transactions, balances, income and expenses are eliminated on consolidation. Profit and Loss resulting from transactions is also eliminated on consolidation.

2.4 Use of estimates and judgment

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

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

In particular, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are described below:

- a. Provisions on loans and advances
- b. Income tax provision



- c. Deferred Tax
- d. Useful life of fixed assets and right of use assets
- e. Defined benefit obligation-gratuity
- f. Lease liabilities

2.5 Consistency

In accordance with IFRS framework for the presentation of financial statements together with IAS-1 and IAS-8, the Bank discloses its information consistently from one period to the next. Where selecting and applying new accounting policies, changes in accounting policies, correction of errors, the amount involved are accounted for and disclosed retrospectively in accordance with the requirement of IAS-8. However, for changes in the accounting estimates the related amount is recognized prospectively in the current period and in the next period or periods.

2.6 Foreign currency transactions

a) Functional and presentation currency

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

b) Foreign currencies translation

Foreign currency transactions are converted into equivalent BDT using the prevailing 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 BDT at weighted average rate of inter-bank market as determined by Bangladesh Bank on the closing date of every month. Balances held in foreign currencies other than US Dollar are converted into equivalent US Dollar at buying rates of New York closing of the previous day and converted into equivalent BDT.

Assets and liabilities of off-shore Banking Unit (OBU) are translated at the exchange rate prevailing at the balance sheet date. Income and expenses in the profit and loss account of OBU are translated at an average rate approximating the exchange rates at the year end. Resulting exchange differences are recognized as a separate component of equity.

As per IAS 21, Foreign Currency Transactions i.e. both the foreign currency denominated monetary and non-monetary items of the OBUs are translated at historical rate because the OBUs are considered as an integral part of the Bank's operation not a foreign operation due to specific regulations governing the OBU and its unique nature.

c) Commitments

Commitments for outstanding forward foreign exchange contracts disclosed in these financial statements are translated at contracted rates. Contingent liabilities / commitments for letters of credit and letters of guarantee denominated in foreign currencies are expressed in Taka terms at the rates of exchange ruling on the balance sheet date.

d) Transaction gains and losses

The resulting exchange transaction gains and losses are included in the profit and loss account.

2.7 Cash flow statement

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

2.8 Statement of changes in equity

The statement of changes in equity reflects information about the increase or decrease in net assets or wealth during the year.

2.9 Statement of liquidity

The liquidity statement of assets and liabilities as on the reporting date has been prepared either on the basis of their maturity schedule or residual maturity term as provided in the statement.

2.10 Reporting period

These financial statements of the Bank cover period from 1 January to 31 March 2024.



2.11 Investment in Govt. Securities

In accordance with Bangladesh Bank guideline the Bank has classified investment into the following categories :

- Held to Maturity (HTM)
- Held for Trading (HFT)

In accordance with DOS circular No.05 (26 May 2008) and DOS circular 5 (28 January 2009) treasury securities held for Statutory Liquidity Ratio (SLR) compliance could be classified as either HTM or HFT. HTM securities which have not matured as at the balance sheet date are amortised at the year end and gains or losses on amortisation are recognised in other reserve as a part of equity. Coupon interest on HTM securities is recognised in profit and loss account. HFT securities are revalued on the basis of mark to market on weekly basis and at year end 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 are recognised in the profit and loss account.

2.12 Investment in quoted / unquoted securities

The investment in quoted shares are revalued as per market price in the stock exchange(s). The Bank's investments in shares (unquoted) are recorded at cost and income thereon is accounted for when the right to receive payment is established. Provisions are made for any loss arising from diminution in value of investments. Bonus share in their own self will have no value as the fair value of each shareholder's interest should be unaffected by the bonus issue, hence no accounting entries are passed in the book for bonus share received.

2.13 Loans and advances

Loans and advances 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.

Loans and advances are measured at amortised cost. These are stated gross, with accumulated specific and general provisions for loans and advances being shown under other liabilities.

2.14 Provisions on loans and advances

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 Bangladesh Bank BRPD circular letter no. 53 dated 22 December 2022, BRPD circular no. BRPD circular letter no. 53 dated 30 December 2021, BRPD circular no. 52 dated 29 December 2021, BRPD circular letter no. 50 dated 14 December 2021, BRPD circular no. 19 dated 26 August 2021, 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. 24 (17 November 2019), BRPD circular no.6 (19 May 2019), BRPD circular no. 5 (16 May 2019) and BRPD circular no.3 (21 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.14 (23 September 2012), BRPD circular no. 19 (27 December 2012) and BRPD circular no. 05 (29 May 2013). 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 for general provision is 1% to 2% and specific provision is 5% to 100%.

The provisioning rates are as follows:

	2023	2022
General provision on:		
Unclassified general loans and advances/investments	1.00%	1.00%
Unclassified small and medium enterprise financing	0.25%	0.25%
Unclassified loans/investment for housing finance	1.00%	1.00%
Unclassified loans/investment for loans to professionals	2.00%	2.00%
Unclassified consumer financing other than housing finance and loans for professionals	2.00%	2.00%
Unclassified agricultural loans	1.00%	1.00%
Specific provision on:		
Unclassified loans/advances rescheduled under BRPD 05/2019	100.00%	100.00%



Substandard loans and advances/investments other than agricultural loans and cottage, micro & small enterprise finance	20.00%	20.00%
Substandard loans and advances on cottage, micro & small enterprise finance	5.00%	5.00%
Doubtful loans and advances/investment other than agricultural loans and cottage, micro & small enterprise finance	50.00%	50.00%
Doubtful loans and advances on cottage, micro & small enterprise finance	20.00%	20.00%
Substandard and doubtful on agricultural loans	5.00%	5.00%
Bad/loss advances/investments	100.00%	100.00%

Special general provision for COVID 19

Loans and advances on cottage, micro & small enterprise finance	1.00%	1.00%
Other than SME loans and advances	2.00%	2.00%

In line with Bangladesh Bank BRPD Circular no. 04 dated January 29, 2015, All restructured loans treated as Special Mention Account (SMA) for the purpose of classification. Provision was made at existing applicable rate of SMA with additional 1%.

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, 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.

Loans are normally written off, when there is no realistic prospect of recovery of these amounts and in accordance with BRPD circular No.01 (06 February 2019), BRPD circular No.13 (07 November 2013) and BRPD circular No.2 (13 January 2003). A separate Debt Collection Unit (DCU) has been set up which monitors loans written off and legal action taken through the money loan court. These write-offs do not undermine or affect the amount claimed against the borrower by the Bank.

The DCU maintains a separate record for all individual cases written off by each branch. The DCU follow-up on the recovery efforts of these written off loans and reports to management on a periodic basis. Written off loans and advances are reported to the Credit Information Bureau (CIB) of Bangladesh Bank.

2.15 Property, plant and equipment

Property, plant & equipment are recognized if it is probable that future economic benefits associated with the assets will flow to the Bank and the cost of the assets can be reliably measured.

a) All fixed assets 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 asset to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes. Expenditure incurred after the assets have been put into operation, such as repairs and maintenance, is normally charged off as revenue expenditure in the period in which it is incurred.

b) Depreciation is charged for the period at the following rates using straight-line method on all fixed assets:

Category of fixed assets	Rate
Motor vehicles	20%
Machinery & equipments	20%
Furniture & Fixture	10%
Interior Decoration	10%
Computer & Accessories	20%
Software	20% or remaining usable periods
Other tools	20%
Right of use assets	Remaining lease periods

c) For additions during the period, depreciation is charged from the month those have been booked and for disposal depreciation is charged up to the previous month of disposal.



d) On disposal of fixed assets, the book value of the assets are eliminated from the fixed assets schedule and gain or loss on such disposal is reflected in the income statement, which is determined with reference to the book value of the asset and net sale proceeds.

e) Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset have been capitalized as part of the cost of the asset as per IAS 23.

2.16 Intangible asset

An intangible asset is to be recognized only if it is probable the future economic benefits attributable to the asset will flow to the bank and the cost of the asset can be measured reliably. Recognition & measurement of intangible asset are guided by IAS 38 – "Intangible Asset". Due to following BRPD circular no. 14 dated 25th June 2003 intangible assets are not disclosed in a separate line rather in is reported under fixed assets. However, separate line item along with the rate of amortization is identifiable in the detail schedule of fixed assets.

2.17 Provisions for other assets

BRPD circular No.12 dated 12 April 2022 requires provision as per following rates :

Particulars	Outstanding Period	Rate
Advance for revenue expenses	more than 6 months but less than 12 months	50%
	more than 12 months	100%
Advance for capital expenses	more than 12 months	100%
Legal expenses realizable from customers	from transaction date	50%
	more than 12 months	100%
Protested Bills	from transaction date	100%
Unadjusted debit entries in inter-branch transaction	more than 1 year but less than 2 years	50%
	more than 2 years	100%
Unadjusted debit entries in nostro account	more than 6 months but less than 12 months	50%
	more than 12 months	100%
Accrued Interest on loans and advances, investments and other accrued income	more than 6 months but less than 12 months	50%
	more than 12 months	100%
Security Deposits (not collected from expiry date)	more than 1 year but less than 2 years	50%
	more than 2 years	100%
Unadjusted sanchayapatra, wage earners' bond, army pension fund, civil pension fund etc.	more than 1 year but less than 2 years	50%
	more than 2 years	100%
Other Assets	more than 6 months but less than 12 months	50%
	more than 12 months	100%

2.18 Non banking assets

There are no assets acquired in exchange for loan during the period of financial statements.

2.19 Securities purchased under re-sale agreement

Securities purchased under re-sale agreements are treated as collateralized lending and recorded at the consideration paid and interest accrued thereon. The amount lent is shown as an asset either as loans and advances to customers or loans to other banks.

The difference between purchase price and re-sale price is treated as interest received and accrued evenly over the life of Repo agreement.

2.20 Reconciliation of inter-bank and inter-branch account

Accounts with regard to inter-bank are reconciled regularly and there are no differences which may affect the financial statements significantly. Un-reconciled entries / balances in the case of inter-branch transactions as on the reporting date are Nil.

2.21 Statutory reserve

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



2.22 Other reserve

Other reserve comprises investment revaluation reserve and fixed assets revaluation reserve. When carrying amount of an item of property, plant and equipment is increased as a result of revaluation, the increased amount is classified directly to equity under heading of assets revaluation reserve as per IAS 16 – “Property, Plant and Equipment”. As per Bangladesh Bank DOS circular no. 5 dated 26th May 2008, revaluation gain arising from revaluation of government securities under HFT category is kept directly in equity under revaluation gain account which is disclosed with other reserve while preparing the financial statements.

2.23 Non-controlling (minority) interest in subsidiary

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

2.24 Deposits and other accounts

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

2.25 Borrowings from other banks, financial institutions and agents

Borrowed funds include call money deposits, borrowings, re-finance borrowings and other term borrowings from banks. These are stated in the balance sheet at amounts payable. Interest paid / payable on these borrowings is charged to the profit and loss account.

2.26 Employees benefits

a. Short term benefits

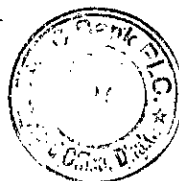
Short-term benefits are employee benefits which fall due wholly within twelve month after the end of the period in which the employees render the related service. The Bank provides various short term benefits to its employees like incentive bonus, leave fare assistance etc.

b. Provident fund

The benefits of provident fund are given to the employees of the Bank in accordance with the Provident Fund Rules as per Income Tax Act 2023. The Provident Fund was recognized by National Board of Revenue on 12th May 2015. Separate bank account is maintained to manage the fund. All confirmed employees of the Bank contribute 10% of their basic salary as subscription to the Fund. The Bank also contributes equal amount to the Fund. Interest earned from the investments of fund is credited to the members' accounts on yearly basis.

c. Gratuity

As per the Employees Service Rules of the Bank, gratuity shall be admissible to all regular employees who have completed continuous service for a period of 7 (seven) years in the Bank but in case of experienced banker recruited through head hunting the admissible period is 5 (five) years. The amount of gratuity shall be calculated at the rate of 2 (two) months' last drawn basic pay for each completed years of service. The Bank is developing the fund to meet up its future obligation. National Board of Revenue recognized the gratuity fund on 10 April 2016. The provision is kept as per Actuary Valuation.



d. Workers Profit Participation Fund and Welfare Fund

SRO-336-AIN/2010 dated 5-10-2010 issued by the 'Ministry of Labour and Employment' declares the status of business of certain institutions and companies along with Bank & insurance companies as "Industrial Undertakings" for the purposes of Chapter-XV of the Bangladesh Labour Act, 2006 (as amended up to 2013) which deals with the workers' participation in company's profit by way of 'Workers Participation Fund' and 'Welfare Fund'. This Act requires the "Industrial Undertakings" to maintain provision for workers' profit participation fund @ 5% on net profit. Since this requirement contradicts with the 'Section 11' of the 'Bank Company Act 1991 (as amended up to 2018)', Banks in Bangladesh took up the issue collectively and sought opinion from 'Association of Bankers Bangladesh Limited (ABB)' on the same. ABB wrote a letter to the 'Ministry of Finance' of Government of People's Republic of Bangladesh on 09.03.2016 to draw attention of the honorable Finance Minister regarding relevance and applicability of Chapter XV of the Bangladesh Labour Act, 2006 (as amended up to 2013) for Bank Companies and to obtain a direction on the issue. The 'Ministry of Finance' revealed their opinion that WPPF should not be relevant for Bank Companies and therefore, it should not be applied there. They also sought for an opinion on this issue from Bangladesh Bank. Subsequently, Bangladesh Bank agreed on all the logics and legal opinion collected by the ABB and expressed their consensus with them on 29.11.2016. In this backdrop, the 'Ministry of Finance' has given their instruction, vide letter no. 53.00.0000.311.22.002.17.130 dated 14.02.2017, for not applying Chapter XV of the Bangladesh Labour Act, 2006 (as amended up to 2013) in Bank Companies.

e. Other benefits

Other benefits include house building loan, consumer finance and car loan at a concessional rate.

2.27 Provision for liabilities

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

2.28 Provision for Off-balance sheet items:

Off-balance sheet items have been disclosed under contingent liabilities and other commitments as per Bangladesh Bank guidelines. Provision @1% against off-balance sheet exposures (L/Cs and Guarantees etc) in addition to the existing provisioning arrangement is made as per BRPD Circular No. 14 dated 23rd September, 2012 and BRPD Circular No. 07 dated 21 June 2018.

2.29 Provision for current taxation

Current tax is the tax expected to be payable on the taxable profit for the year, calculated using tax rates as prescribed in the Income Tax Act 2023 and relevant Statutory Regulatory Orders (SRO) and any adjustment to tax payable in respect of previous years. As per the Finance Act 2023 the current income tax rate applicable for the banks is 37.50%. The estimation of current tax provision involves making judgments regarding admissibility of certain expenses as well as estimating the amount of other expenses for tax purposes.

2.30 Provision for deferred tax

Deferred tax liabilities / assets are the amount of income tax payable / recoverable in future years in respect of taxable /deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing difference arising between the carrying values of assets, liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted at the balance sheet date. The impact on the account of changes in the deferred tax assets and liabilities has also been recognized in the profit and loss account as per IAS 12 "Income Taxes".

2.31 Revenue recognition

The various types of revenue are recognised by the Bank under the following ways:

2.31.1 Interest income (conventional banking)

In terms of the provision of the IFRS 9 - "Financial Instruments" the interest income is recognized on accrual basis. In accordance with BRPD circular No.14 (23 September 2012) as amended by BRPD circular No. 19 (27 December 2012) 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. The interest is then kept in a memorandum account. Interest received on sub-standard loans, doubtful loans and bad/loss loans are retained in the "Interest Suspense Account" until the loan is no longer considered to be impaired.



2.31.2 Profit on investment (islamic banking)

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

2.31.3 Investment income

Income on investments is recognized on accrual basis. Investment income includes discount on treasury bills and interest on treasury bonds. Capital gain on investments in shares is also included in investment income. Capital gain is recognized when it is realized.

2.31.4 Fees and commission income

The Bank earns fees and commission from a diverse range of services provided to its customers. Fees and commission income is recognized on realization basis. Commission charged to customers on letters of credit and letters of guarantee are credited to income at the time of effecting the transactions.

2.31.5 Dividend income on shares

Dividend income from an investment is recognised when the Bank's right to receive payment is established (declared and approved by the shareholders in the Annual General Meeting of the investee).

2.31.6 Interest paid on borrowings and deposits (conventional banking)

Interest paid on borrowings and deposits is calculated on daily basis and recognized on accrual basis.

2.31.7 Profit shared on deposits (islamic banking)

Profit on deposits are recognized on accrual basis. Mudaraba depositors of the IBW share income derived from investing activities deploying the Mudaraba funds. Income under these categories includes profit, dividend, capital gain, rent, exchange gain and any other gain derived from deployment of Mudaraba funds.

2.31.8 Management and other expenses

Expenses incurred by the Bank are recognized on accrual basis.

2.32 Earnings per share (EPS)

Earnings per share (EPS) have been calculated in accordance with IAS 33 – “Earnings per Share”, which is shown on the face of the Profit & Loss Account. This has been calculated by dividing the net profit after tax by the weighted average number of ordinary shares outstanding as on 31 March 2024. This represents the number of ordinary shares outstanding at the beginning of the year plus the number of ordinary shares issued during the year multiplied by a time weighted factor. The time weighted factor is the number of days the specific shares are outstanding as a proportion of the total number of days in the year.

No diluted earnings per share are required to be calculated for the period, as there was no element or scope for dilution during the period under review.

2.33 Off-setting financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount reported in the Balance Sheet when and only when the Bank has a legal right to offset the recognized amount and 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 by the accounting standards or for gains or losses arising from a group of similar transactions.

2.34 Leases

IFRS 16 Leases is effective for the annual reporting periods beginning on or after 1 January 2019. IFRS 16 defines that 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. Under IFRS 16, an entity shall be recognizing a right-of-use (ROU) asset (i.e. the right to use the office building, branches, service centre, call centre, warehouse, etc.) and a corresponding lease liability. The asset and the liability are initially measured at the present value of unavoidable lease payments. The depreciation of the lease asset (ROU) and the interest on the lease liability is recognized in the profit or loss account over the lease term replacing the previous heading ‘lease rent expenses’.



The Bank applied IFRS 16 using modified retrospective approach where the bank measured the lease liability at the present value of the remaining lease payments, discounted it using incremental borrowing rate at the date of initial application, and recognised a right-of-use asset at the date of the initial application on a lease by lease basis.

Right-of-use assets are measured at cost, less any accumulated depreciation, and adjusted for any re-measurement of lease liabilities. Right-of-use assets are depreciated on a straight-line basis over the lease term. The right-of-use assets are presented under property, plant and equipment in the financial statements.

After initial recognition of lease liability, the Bank increase the carrying amount to reflect the interest on the lease liability and thereafter reduce the carrying amount while the lease payments has been made. And re-measured the carrying amount for any lease modifications.

While implementation IFRS 16, the Bank observed that IFRS 16 is expected to have impact on various regulatory capital and liquidity ratios as well as other statutory requirements issued by various regulators. In addition, there are no direction from National Board of Revenue (NBR) regarding treatment of lease rent, depreciation on ROU assets and interest on lease liability for income tax purposes and applicability of VAT on such items. Finally, paragraph 5 of IFRS 16 provide the recognition exemptions to short-term leases and leases for which the underlying asset is of low value. Although, paragraphs B3 to B8 of the Application Guidance (Appendix B) of IFRS 16 provide some qualitative guidance on low value asset, but these guidance is focused towards moveable asset. Immovable asset like rental of premises (i.e. real estate) is not covered on those guidance, nor any benchmark on quantification guidance on low value items have been agreed locally in Bangladesh.

The Bank has defined 'low value' asset which are to be excluded from IFRS 16 requirement and considered lease of 'Generator space' and 'ATM Booths' and other installations' as low value asset. The Bank recognises lease payments associated with these leases as an expense. On transaction to IFRS 16 the weighted average incremental borrowing rate applied to lease liabilities recognized under IFRS 16 was 6%.

Bank has applied "COVID 19 related rent concession (amendment to IFRS 16 2020,)" and "COVID 19 related rent concession (amendment to IFRS 16 2021,)" regarding the amendment of lease modification clause i.e. 46A & 46B and applied the practical expedient to rent concessions that meet the conditions in paragraph 46B.

2.35 Dividend policy

The Bank's policy is to maximize the shareholders' wealth. As a result, the bank tries to allocate optimum dividend to the shareholders for each operational year, after payment of income tax, transfer of fund to regulatory reserve, provision for loans and advances, etc. Final dividend is recognized when it is approved by the shareholders in the Annual General Meeting. The payment of dividend is made within the time prescribed by the Bangladesh Securities and Exchange Commission.

2.36 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 Credit Rating Information and Services Limited (CRISL)

Particulars	Date of Rating	Long term	Short term	Rating Valid
Credit Rating Information and Services Limited (CRISL)	25 June 2023	A	ST-2	24 June 2024

2.37 Accounting standards adopted

The Institute of Charters Accountants of Bangladesh (ICAB) is the official standard setting body as well as the regulator of accounting profession of the country. ICAB has adopted most of the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs). The Bank has applied all the applicable IASs and IFRSs for preparation and presentation of these financial statements except described in note no. 2.1.

Name of IASs / IFRSs	IASs / IFRSs	No.	Status
Presentation of Financial Statements	IAS	1	*Complied
Inventories	IAS	2	Not Applicable
Statement of Cash Flows	IAS	7	*Complied
Accounting Policies, Changes in Accounting Estimates and Errors	IAS	8	Complied
Events after the Reporting Period	IAS	10	Complied

Income Taxes	IAS	12	Complied
Property, Plant and Equipment	IAS	16	Complied
Employee Benefits	IAS	19	Complied
Accounting for Government Grants and Disclosures of Government Assistance	IAS	20	Not Applicable
The Effects of Changes in Foreign Exchange Rates	IAS	21	Complied
Borrowing Costs	IAS	23	Not Applicable
Related Party Disclosures	IAS	24	Complied
Accounting and Reporting by Retirement Benefit Plans	IAS	26	Not Applicable
Separate Financial Statements	IAS	27	Complied
Investments in Associates and Joint Ventures	IAS	28	Not Applicable
Financial Reporting in Hyperinflationary Economics	IAS	29	Not Applicable
Financial Instruments : Presentation	IAS	32	*Complied
Earnings Per Share	IAS	33	Complied
Interim Financial Reporting	IAS	34	Complied
Impairment of Assets	IAS	36	Complied
Provisions, Contingent Liabilities and Contingent Assets	IAS	37	*Complied
Intangible Assets	IAS	38	Complied
Financial Instruments : Recognition and Measurement	IAS	39	*Complied
Investment Property	IAS	40	Not Applicable
Agriculture	IAS	41	Not Applicable
First-time Adoption of International Financial Reporting Standards	IFRS	1	Complied
Share-based Payment	IFRS	2	Not Applicable
Business Combinations	IFRS	3	Complied
Non-current Assets Held for Sale and Discontinued Operations	IFRS	5	*Complied
Exploration for and Evaluation of Mineral Resources	IFRS	6	Not Applicable
Financial Instruments : Disclosures	IFRS	7	*Complied
Operating Segments	IFRS	8	Complied
Financial Instruments	IFRS	9	*Complied
Consolidated Financial Statements	IFRS	10	Complied
Joint Arrangements	IFRS	11	Not Applicable
Disclosure of Interests in Other Entities	IFRS	12	Complied
Fair Value Measurement	IFRS	13	*Complied
Regulatory Deferral Accounts	IFRS	14	Not Applicable
Revenue from Contracts with Customers	IFRS	15	Complied
Leases	IFRS	16	Complied
Insurance Contracts	IFRS	17	Not Applicable

* Subject to departure disclosed in note no. 2.1.

2.38 New accounting standards not yet adopted

The Bank has consistently applied the accounting policies as set out above to all periods presented in these financial statements. The various amendments to standards, including any consequential amendments to other standards, with the date of initial application of 1 January 2022 have been considered. However, these amendments have no material impact on the financial statements of the Bank.

In December 2017, ICAB vide letter 1/1/ICAB-2017 decided to adopt IFRS replacing BFRS effective for annual periods beginning on or after 1 January 2018. However, since issued BFRS have been adopted from IFRS without any major modification, such changes would not have any material impact on these financial statements.



A number of standards and amendments to standards are effective for annual periods beginning on or after 1 January 2019 and earlier application is permitted. However, the Bank has not early applied the following new standards in preparing these financial statements.

(a) IFRS 17 Insurance contract

IFRS 17 was issued in May 2017 and applies to annual reporting periods beginning on or after 1 January 2021. IFRS 17 establishes the principles for the recognition, measurement, presentation and disclosure of insurance contracts within the scope of the standard. The objective of IFRS 17 is to ensure that an entity provides relevant information that faithfully represents those contracts. The Bank has not yet assessed in potential impact of IFRS 17 on its financial statements.

2.39 Information about business segments

Segments information is presented in respect of group's business. Business segments report consists of products and services whose risks and returns are defend from those of other business segments. These Segments comprise conventional banking, islamic banking, offshore banking and SBAC Bank Investment Ltd.

2.40 Utilization of IPO fund

During that period, the Bank has fully utilized the fund collected through Initial Public Offering and subsequently obtained Auditor's report M/S G.Kibria & Co. Chartered Accountants for the utilization of fund received through IPO. The said utilization has been made withing the time stipulated in the prospectus.

2.41 General

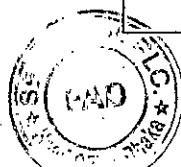
- i) Figures appearing in these financial statements have been rounded off to the nearest Taka.
- ii) Figures of 2023 have been rearranged as per current year's presentation.

2.42 Approval of the Financial Statements

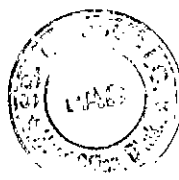
The Board of Directors of the Bank, approved the financial statements of the Bank for the first quarter ended 31 March 2024, in its 181st meeting held on 11 May 2024, and signed these statements on the same day.



	31 March 2024 Taka	31 December 2023 Taka
3. Cash in hand (including foreign currencies) - Consolidated		
SBAC Bank PLC. (note 3.1)	1,322,476,900	986,768,332
SBAC Bank Investment Limited	13,988	16,326
	1,322,490,888	986,784,658
3.1 Cash in hand (including foreign currencies) of the Bank		
Local currency	1,315,479,942	978,940,764
Foreign currencies	6,996,958	7,827,568
	1,322,476,900	986,768,332
4. Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies) - Consolidated		
SBAC Bank PLC (note 4.1)	4,770,084,934	4,240,008,595
SBAC Bank Investment Limited	-	-
	4,770,084,934	4,240,008,595
4.1 Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies) of the Bank		
Bangladesh Bank		
In local currency	4,075,863,243	3,653,881,902
In foreign currencies	694,221,691	586,126,693
	4,770,084,934	4,240,008,595
Sonali Bank Limited (as Agent of Bangladesh Bank) - local currency	-	-
	4,770,084,934	4,240,008,595
5. Balance with other banks and financial institutions - Consolidated		
In Bangladesh		
SBAC Bank PLC (note 5.1)	2,428,779,860	2,471,272,225
SBAC Bank Investment Limited	49,045,755	78,695,106
	2,477,825,615	2,549,967,331
Less : Inter company transactions	26,017,581	58,245,114
	2,451,808,034	2,491,722,217
Outside Bangladesh		
SBAC Bank PLC (note 5.1)	684,040,203	480,862,223
SBAC Bank Investment Limited	-	-
	684,040,203	480,862,223
	3,135,848,237	2,972,584,440
5.1 Balance with other banks and financial institutions of the Bank		
In Bangladesh		
Main Operation (note 5.3)	2,371,221,363	2,604,736,456
Off-shore Banking Unit	87,777,062	78,557,733
Less: Inter bank transactions	(30,218,565)	(212,021,964)
	2,428,779,860	2,471,272,225
Outside Bangladesh		
Main Operation (note 5.4)	684,040,203	480,862,223
	3,112,820,063	2,952,134,448
5.2 Balance with other banks and financial institutions - Main Operation		
In Bangladesh (note 5.3)	2,371,221,363	2,604,736,456
Outside Bangladesh (note 5.4)	684,040,203	480,862,223
	3,055,261,566	3,085,598,679
5.3 In Bangladesh		
Balance with other banks :		
In current deposit accounts with		
Sonali Bank Limited	47,906,979	86,817,940
Dutch Bangla Bank Limited	-	-
Eastern Bank Limited	9,208,469	-
	57,115,448	86,817,940



	31 March 2024 Taka	31 December 2023 Taka
In special notice deposit accounts with		
Janata Bank Limited	26,316,182	27,485,502
Eastern Bank Limited	12,302,268	37,927,405
Sonali Bank Limited	-	11,952
Mercantile Bank Limited	407,459	406,754
Bank Asia Limited	26	26
Standard Bank Limited	89,987	89,917
Jamuna Bank Limited	14,827	16,840
Al-Arafa Islami Bank Limited	11,758	12,208
Trust Bank Limited	29,054,695	20,103,115
Union Bank Limited	3,037	3,686
IFIC Bank Limited	16,176	16,599
Rupali Bank Limited	2,100	5,108,800
	68,218,515	91,182,804
In fixed deposit accounts with		
Citizen Bank PLC	400,000,000	400,000,000
	400,000,000	400,000,000
Balance with financial institutions :		
Phoenix Finance Limited	195,800,000	195,800,000
International Leasing & Financial Services Limited	578,500,000	578,500,000
Industrial & Infrastructure Development Finance Company Limited	15,900,000	16,600,000
Far-east Finance and Investment Limited	257,500,000	257,500,000
FAS Finance Limited	264,300,000	264,300,000
Premier Leasing and Finance Limited	130,600,000	130,700,000
Union Capital Limited	173,000,000	173,000,000
Bangladesh Finance and Investment Company Limited	200,000,000	200,000,000
	1,815,600,000	1,816,400,000
Placement of fund with SBAC Bank Off-shore Banking Unit	30,287,400	210,335,712
	2,371,221,363	2,604,736,456



5.4 Outside Bangladesh

In demand deposit accounts (non-interest bearing) with

Particulars	Currency	31 March 2024			31 December 2023		
		Amount in foreign currency	Exchange rate for per unit	Amount in Taka	Amount in foreign currency	Exchange rate for per unit foreign currency	Amount in Taka
AB Bank, Mumbai	ACU	412,579	110.00	45,383,731	774,338	110.00	85,177,163
AXIS Bank Ltd., Mumbai	ACU	701,610	110.00	77,177,064	281,064	110.00	30,917,062
Habib Metropolitan Bank Ltd., Karachi	ACU	36,384	110.00	4,002,194	7,824	110.00	860,594
Sonali Bank Ltd. Kolkata	ACU	478,335	110.00	52,616,823	478,335	110.00	52,616,823
United Bank of India, Kolkata	ACU	197,136	110.00	21,685,002	190,129	110.00	20,914,175
Yes Bank Ltd.	ACU	165,130	110.00	18,164,311	37,360	110.00	4,109,611
Sonali Bank (UK) Ltd.	EURO	24,872	118.72	2,952,928	24,872	122.13	3,037,743
Aktif Yatirim Bankasi A.S.	EURO	3,666	118.72	435,267	216,515	122.13	26,443,627
Banca UBAE SPA	EURO	30,510	118.72	3,622,224	302,615	122.13	36,959,227
Sonali Bank (UK) Ltd.	GBP	10,432	138.85	1,448,484	41,158	140.73	5,792,393
National Bank of Pakistan,	JPY	3,934,452	0.7268	2,859,560	2,120,271	0.7800	1,644,503
Habib American Bank, NY	USD	651,102	110.00	71,621,215	1,561,909	110.00	171,810,018
Koomin Bank, Seoul	USD	481,367	110.00	52,950,413	92,781	110.00	10,205,896
Mashreq Bank PSC, New York	USD	2,919,798	110.00	321,177,832	98,135	110.00	10,794,853
Sonali Bank (UK) Ltd.	USD	41,647	110.00	4,581,134	86,921	110.00	9,561,308
Bank of HUZHO Co	CNY	220,678	15.24	3,362,023	646,970	15.48	10,017,227
				684,040,203			
							480,862,223
In demand deposit accounts (interest bearing)							
Total Outside Bangladesh				684,040,203			480,862,223

5.5 Maturity grouping of balance with other banks and financial institutions of the Bank

	31 March 2024 Taka	31 December 2023 Taka
On demand	165,464,173	567,680,163
Within one month	808,016,043	491,182,804
Within one to three months	235,167,503	400,000,000
Within three to twelve months	851,417,887	1,493,271,481
Within one to five years	-	-
More than five years	-	-
	2,060,065,606	2,952,134,448

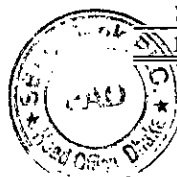
6. Money at call on short notice

With banks
With non bank financial institutions

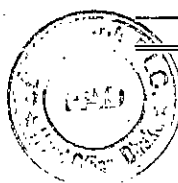
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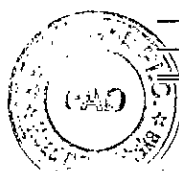
	31 March 2024 Taka	31 December 2023 Taka
7. Investments in shares & securities - Consolidated		
Government :		
SBAC Bank PLC	14,317,363,037	16,290,335,637
SBAC Bank Investment Limited	14,317,363,037	16,290,335,637
Other :		
SBAC Bank PLC	1,988,993,920	1,979,822,848
SBAC Bank Investment Limited	235,937,894	237,482,948
	2,224,931,814	2,217,305,796
	16,542,294,851	18,507,641,433
7.1 Investments in shares & securities of the Bank		
Government securities		
Treasury bills		
91-day treasury bills	-	-
182-day treasury bills	-	-
364-day treasury bills	-	-
30-day Bangladesh Bank bills	-	-
Treasury bonds		
2-Year treasury bonds	-	-
3-Year treasury bonds	-	-
5-Year treasury bonds	48,300,593	54,039,059
10-Year treasury bonds	1,361,670,268	1,523,446,734
15-Year treasury bonds	7,212,209,620	8,069,073,293
20-Year treasury bonds	5,965,182,556	6,367,344,251
Ijarah Sukuk Bond	274,330,000	274,330,000
	14,861,693,037	16,288,233,337
Total treasury bills and bonds	14,861,693,037	16,288,233,337
Prize bonds	1,694,300	2,102,300
Total Government securities	14,863,387,337	16,290,335,637
Other investments (note 7.3)	1,988,993,920	1,979,822,848
	16,852,381,257	18,270,158,485
7.2 Classification of investments in shares & securities of the Bank as per Bangladesh Bank Circular		
Government treasury bills and bonds		
Held for Trading (HFT)	1,533,506,649	11,654,168
Held to Maturity (HTM)	11,225,147,929	16,002,249,169
Re-measured	-	-
Ijarah Sukuk Bond	274,330,000	274,330,000
Encumbered Govt. securities	1,282,684,159	-
Total treasury bills and bonds	14,315,668,737	16,288,233,337
Reverse-REPO with Bangladesh Bank	-	-
Prize bonds	1,694,300	2,102,300
Total Government securities	14,317,363,037	16,290,335,637
Other investments (note 7.3)	1,988,993,920	1,979,822,848
	16,306,356,957	18,270,158,485
7.3 Other investments		
In quoted shares	1,423,717,553	1,414,546,647
In quoted mutual funds	101,694,996	101,694,830
In unquoted shares	3,581,371	3,581,371
In preference shares	460,000,000	460,000,000
	1,988,993,920	1,979,822,848
7.4 Maturity grouping of investments		
On demand	1,876,331	2,102,300
Within one month	441,754,489	494,955,712
Within one to three months	883,508,978	989,911,424
Within three to twelve months	451,153,269	505,486,403
Within one to five years	1,255,245,485	1,406,416,773
More than five years	13,272,818,405	14,871,285,873
	16,306,356,957	18,270,158,485



	31 March 2024 Taka	31 December 2023 Taka
8. Loans, advances and lease / investments - Consolidated		
Loans, cash credit, overdrafts etc. / investments :		
SBAC Bank PLC(note 8.1)	86,465,167,841	85,543,225,936
SBAC Bank Investment Limited	335,454,215	366,451,452
	86,800,622,056	85,909,677,388
Less : Inter-company transaction		563,865,318
	86,800,622,056	85,345,812,070
Bills purchased and discounted :		
SBAC Bank PLC(note 8.1)	1,278,254,527	1,298,382,733
SBAC Bank Investment Limited		
	1,278,254,527	1,298,382,733
	88,078,876,583	86,644,194,803
8.1 Loans, advances, lease and investments of the Bank		
Loans, cash credit, overdrafts etc. / investments :		
Main Operation	86,433,438,677	85,322,817,536
Off-shore banking unit	31,729,164	220,408,400
	86,465,167,841	85,543,225,936
Bills purchased and discounted :		
Main Operation	1,278,254,527	1,298,382,733
Off-shore banking unit		
	1,278,254,527	1,298,382,733
	87,743,422,368	86,841,608,669
8.2 Loans, cash credit, overdrafts etc. / investments of the Bank		
In Bangladesh:		
Overdrafts / bai murabaha	24,812,512,987	24,602,963,320
Cash credit / bai murabaha :		
General cash credit / bai murabaha	5,519,106,388	5,471,553,793
Agriculture cash credit / bai murabaha	124,046,386	125,708,865
SME cash credit	8,479,541,422	8,872,071,634
General cash credit under stimulus finance	111,407,589	109,924,237
SME cash credit / bai murabaha under stimulus finance	23,888,986	27,113,113
	14,257,990,771	14,606,371,642
Loans, lease and investments :		
Loans against trust receipt / murabaha post import	2,318,951,527	2,015,405,514
Export packing credit	200,358,965	217,908,427
Payment against document	243,266,269	565,290,912
Time loans	4,197,618,351	4,242,944,431
EDF loans	862,741,491	777,245,804
Demand loans / murabaha	6,216,335,266	5,787,270,400
Lease finance	715,578,551	725,597,160
House building finance / HPSM real estate	1,376,069,053	1,363,716,940
General term loans / bai murabaha	22,804,766,772	22,335,915,891
SME term loans / bai murabaha	5,242,024,421	5,073,638,765
Agriculture term loans / bai murabaha	794,151,289	820,270,533
Short term micro credit	964,729,202	986,950,687
Personal loans / HPSM	81,115,791	80,351,969
Auto loans / HPSM vehicles	73,314,323	74,023,649
Credit Card	375,741,142	358,371,596
Block account for rescheduled loan	271,816,968	272,053,135
Staff loans / HPSM	624,355,538	636,935,161
	47,362,934,919	46,333,890,974
	86,433,438,677	85,543,225,936
Outside Bangladesh	86,433,438,677	85,543,225,936
8.3 Bills purchased and discounted of the Bank		
Inside Bangladesh		
Inland bills purchased and discounted	1,120,133,563	1,165,843,434
Outside Bangladesh		
Foreign bills purchased and discounted	158,120,964	132,539,299
	1,278,254,527	1,298,382,733



	31 March 2024 Taka	31 December 2023 Taka
8.4 Maturity grouping of loans, advances and lease / investments including bills purchased and discounted		
On demand	6,304,429,233	6,239,633,257
Within one month	6,472,608,747	6,406,084,247
Within one to three months	17,399,080,863	17,220,255,726
Within three to twelve months	27,976,535,015	27,688,996,395
Within one to five years	17,124,971,882	16,948,963,996
More than five years	12,465,796,631	12,337,675,048
	87,743,422,371	86,841,608,669
8.5 Loans, advances and lease / investments including bills purchased and discounted are classified into following broad categories		
(a) Loans, advances and lease / investments (note 8.2)		
In Bangladesh		
Loans	47,362,934,919	46,333,890,974
Cash credit	14,257,990,771	14,606,371,642
Overdraft	24,812,512,987	24,602,963,320
	86,433,438,677	85,543,225,936
Outside Bangladesh	86,433,438,677	85,543,225,936
(b) Bills purchased and discounted (note 8.3)		
In Bangladesh	1,120,133,563	1,165,843,434
Outside Bangladesh	158,120,964	132,539,299
	1,278,254,527	1,298,382,733
	87,711,693,204	86,841,608,669
8.6 Loans, advances and lease / investments including bills purchased and discounted on the basis of significant concentration		
i. Loans, advances and lease / investments to Directors of the bank	203,568,865	167,616,922
ii. Loans, advances and lease / investments to CEO and other senior executives	433,547,923	443,277,658
iii. Loans, advances and lease / investment to staffs other than in sl. no. ii	190,807,615	189,908,530
iv. Loans, advances and lease / investments to customers' group	86,915,498,013	86,040,805,559
	87,743,422,416	86,841,608,669
iv. Disclosure on large loans		
Disclosure on large loans i.e. loan sanctioned to any individual or enterprise or any organization of a group amounting to 10% or more of the Bank's total capital and classified amount therein and measures taken for recovery of such loan have been furnished as under. Mentionable that, total capital (Tier I + Tier II) of the Bank on solo basis was Taka 11,546,963,532 as at 31 December 2023.		
(a) Number of the clients to whom loans and advances sanctioned more than 10% of the Bank's total capital	17	17
(b) Amount of outstanding loans and advances to the clients mentioned in iv (a) above	16,713,944,257	16,519,623,894
(c) Amount of classified loans and advances out of the amount mentioned in iv (b) above		
(d) Measures taken for recovery of the amount mentioned in iv (c) above		
8.7 Geographical location-wise loans, advances and lease / investments including bills purchased and discounted		
Urban		
Dhaka Division	54,307,531,075	53,749,366,436
Chattogram Division	8,703,291,199	8,613,840,080
Khulna Division	5,825,317,415	5,765,445,678
Rajshahi Division	2,449,520,252	2,424,344,451
Barishal Division	1,297,231,655	1,283,898,903
Sylhet Division	447,077,540	442,482,544
Rangpur Division	1,823,330,003	1,804,590,091
Mymensingh	200,121,395	198,064,577
	75,053,420,534	74,282,032,760
Rural		
Dhaka Division	4,787,013,410	4,737,813,205
Chattogram Division	3,085,841,547	3,054,125,731
Khulna Division	3,672,663,580	3,634,916,495
Rajshahi Division	115,944,224	114,752,566
Barishal Division	584,223,540	578,218,978
Sylhet Division	327,322,487	323,958,315
Rangpur Division	116,993,046	115,790,619
	12,690,001,834	12,559,575,909
	87,743,422,368	86,841,608,669

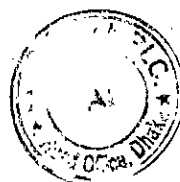


	31 March 2024 Taka	31 December 2023 Taka
8.8 Industry-wise loans, advances and lease / investments including bills purchased and discounted		
Agriculture, fisheries and forestry	3,099,164,068	3,067,311,325
Agro base processing industries	6,979,545,006	6,907,810,292
Small & medium enterprise financing (SMEF)	30,973,011,272	30,654,675,320
RMG & textile industries	9,704,033,367	9,604,296,771
Hospitals, clinics & medical colleges	620,140,806	613,767,092
Trade & commerce	7,392,378,401	7,316,400,647
Transport and communications	585,713,056	579,693,185
Rubber & plastic industries	1,749,517,099	1,731,535,825
Iron, steel & aluminium industries	4,188,863,032	4,145,810,527
Printing & Packaging industries	256,960,256	254,319,257
Other manufacturing industries	8,042,685,703	7,960,024,188
Housing & construction industries	1,213,885,335	1,201,409,204
Consumer credit	1,163,629,786	1,151,670,174
Others	11,773,895,181	11,652,884,862
	87,743,422,368	86,841,608,669

8.9 Broad economic sector-wise segregation of loans, advances and lease / investments including bills purchased and discounted		
Government and autonomous bodies		
Other public sector		
Private sector	87,743,422,368	86,841,608,669
	87,743,422,368	86,841,608,669

8.10 Required provision for loans, advances and lease / investments including bills purchased and discounted					
Particulars	Amount of outstanding loans and advances as at 31 March 2024	Base for Provision	Rate	Amount of required provision as at 31 March 2024	Amount of required provision as at 31 December 2023
I) General provision :					
a) Consumer finance	476,011,420	476,011,420	2.00%	9,520,228	9,427,172
b) Staff loans	624,355,538	624,355,538	0.00%	-	-
c) Housing finance	1,520,122,819	1,520,122,819	1.00%	15,201,228	13,565,856
d) Loans to professional	-	-	2.00%	-	-
e) Small & medium enterprise	28,959,742,951	28,959,742,951	0.25%	72,399,357	70,220,464
f) Loans to BH, MB, SD, etc.	1,274,917,603	1,274,917,603	1.00%	12,749,176	13,236,549
g) Agricultural and micro credit	2,859,614,651	2,859,614,651	1.00%	28,596,147	30,666,614
h) Others	46,822,853,053	46,822,853,053	1.00%	468,228,531	436,082,529
i) Special general provision- COVID-19	-	-	1%, 1.5% & 2%	75,066,248	75,066,248
	82,537,618,035	82,537,618,035		681,760,915	648,265,433
II) Specific provision :					
a) Unclassified	-	1,230,986,572	100.00%	1,230,986,572	1,179,765,989
b) Unclassified	-	136,588,862	100.00%	136,588,862	136,588,862
b) Sub-standard (CMS)	69,746,048	19,988,033	5.00%	999,402	998,441
c) Sub-standard (other)	121,558,203	60,707,882	20.00%	12,141,576	10,403,325
d) Doubtful (CMS)	363,584,462	73,174,290	20.00%	14,634,858	14,472,330
e) Doubtful (other)	6,603,235	6,172,051	50.00%	3,086,025	71,458,881
f) Bad / loss	4,612,583,222	1,788,255,868	100.00%	1,788,255,868	1,758,065,742
	5,174,075,170	1,527,617,689		3,186,693,163	3,171,753,570
Total provision required*	87,711,693,205	84,065,235,724		3,868,454,078	3,820,019,003
Total provision maintained				3,601,720,323	3,464,377,692
Provision to be maintained*				266,733,755	355,641,311
Surplus / (deficit)					

* The Department of Off-site Supervision of Bangladesh Bank through letter reference no. DOS (CAMS)1157/41(dividend)/2024-1836 dated 30 April 2024, approved deferral against the deficit provision of Tk. 35.56 crore upto the finalization of financial statements for the year ended 31 December 2024. As on March 31, 2024, the proportionate amount of Tk. 8.89 crore already provided. The rest amount of Tk. 26.67 will be provided with in December 31, 2024.



	31 March 2024 Taka	31 December 2023 Taka
8.11 Classification of loans, advances and lease / investments including bills purchased and discounted		
Unclassified loans and advances		
On-shore Banking Unit		
i) Standard	81,557,327,088	80,715,187,671
ii) Special mention account (SMA)	980,290,948	756,446,646
	82,537,618,036	81,471,634,317
Off-shore Banking Unit		
i) Standard	31,729,211	220,408,384
ii) Special mention account (SMA)	-	-
	31,729,211	220,408,384
	82,569,347,247	81,692,042,701
Classified loans and advances		
On-shore Banking Unit		
Sub-standard	191,304,250	178,188,103
Doubtful	370,187,697	370,357,229
Bad / loss	4,612,583,222	4,601,020,635
	5,174,075,170	5,149,565,968
Off-shore Banking Unit		
Sub-standard	-	-
Doubtful	-	-
Bad / loss	-	-
	-	-
	5,174,075,170	5,149,565,968
Total	87,743,422,417	86,841,608,669
8.12. Particulars of loans, advances and lease / investments including bills purchased and discounted		
i) Loans considered good in respect of which the banking company is fully secured	82,239,653,954	81,394,154,745
ii) Loans considered good for which the banking company holds no security other than the debtor's personal guarantee	925,173,019	915,650,257
iii) Loans considered good and secured by the personal undertaking of one or more parties in addition to the personal guarantee of the debtors	4,578,595,443	4,531,803,667
iv) Loans adversely classified; provision not maintained there against	87,743,422,416	86,841,608,669
v) Loans due by directors or officers of the banking company or any of them either separately or jointly with any other person	827,924,403	800,803,110
vi) Loan due from companies or firms in which the directors of the banking company have interest as directors, partners or managing agents or in case of private companies as members	203,568,865	167,616,922
vii) Maximum total amount of advances, including temporary advances made at any time during the period to directors or managers or officers of the banking companies or any of them either separately or jointly with any other persons	827,924,403	800,803,110
viii) Maximum total amount of advances including temporary advances granted during the year to the companies or firm 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	203,568,865	167,616,922
ix) Due from other banking companies	-	-
x) Classified loans and advances :		
(a) Amount of classified loan on which interest has not been charged	5,174,075,170	5,149,565,968



	31 March 2024 Taka	31 December 2023 Taka
(b) (Decrease)/increase in specific provision during the period	48,174,508	671,885,914
(c) Amount of loan written off during the period	-	-
(d) Amount realized against loan previously written off	-	-
(e) Amount of provision kept against loan classified as bad/loss as on the Balance Sheet date	3,086,025	1,758,065,742
(f) Interest creditable to the interest suspense accounts	2,471,462,434	2,178,771,361
xi) Cumulative amount of the written off loan	-	-
xii) Amount written off in the year	-	-
xiii) Amount of written off loan for which lawsuit has been filed for recovery	-	-
8.13 Bills purchased and discounted		
In Bangladesh	1,120,133,563	1,165,843,434
Outside Bangladesh	158,120,964	132,539,299
	1,278,254,527	1,298,382,733
8.14 Bills purchased and discounted on the basis of the residual maturity grouping		
Within one month	514,977,429	523,086,589
Within one to three months	339,637,964	344,986,118
Within three to six months	188,323,913	191,289,380
More than six months	235,315,221	239,020,646
	1,278,254,527	1,298,382,733



	31 March 2024	31 December 2023
	Taka	Taka
9. Fixed Assets including premises, furniture and fixtures - Consolidated		
SBAC Bank PLC (note 9.1)	1,463,347,973	1,475,738,963
SBAC Bank Investment Limited	18,254,378	18,673,346
	<u>1,481,602,351</u>	<u>1,494,412,309</u>
9.1 Fixed Assets including premises, furniture and fixtures of the Bank (Annexure - B)		
Motor vehicles	77,406,153	74,793,653
Machinery and equipments	372,837,106	364,138,826
Furniture and fixtures	126,365,299	124,973,921
Interior decoration	389,586,743	386,042,302
Computers and accessories	458,886,425	452,956,982
Softwares	212,921,796	212,921,796
Other tools	60,155,177	59,448,958
Right of use assets (Lease assets)	1,756,410,173	1,719,000,755
	<u>3,454,568,872</u>	<u>3,394,277,193</u>
Less : Accumulated depreciation	1,991,220,899	1,918,538,230
	<u>1,463,347,973</u>	<u>1,475,738,963</u>
10. Other Assets - Consolidated		
Income generating other assets		
SBAC Bank PLC	399,600,000	399,600,000
SBAC Bank Investment Limited	354,150,000	349,950,000
	<u>753,750,000</u>	<u>749,550,000</u>
Non-income generating other assets		
SBAC Bank PLC	2,457,583,748	2,355,649,387
SBAC Bank Investment Limited	46,959,486	79,902,894
	<u>2,504,543,234</u>	<u>2,435,552,281</u>
	<u>3,258,293,234</u>	<u>3,185,102,281</u>
Less : Inter-company transaction	1,255,447,567	766,595,354
Total other assets	<u>2,002,845,667</u>	<u>2,418,506,928</u>
10.1 Other Assets of the Bank		
Investment in shares of SBAC Bank Investment Limited	399,600,000	399,600,000
Advance income tax (note 10.2)	1,883,629,009	1,704,913,349
Stock of stationeries and stamps	19,658,362	18,877,997
Advance rent, advertisement, etc.	15,569,452	17,791,377
Accrued interest and commission receivable	313,213,822	285,090,492
Advance and security deposits	4,370,655	4,370,655
Protested bills	28,494,000	28,494,000
Central clearing, EFT, NPSB adjustment account	1,411	1,411
Deferred tax asset	22,474,959	83,080,467
Suspense accounts (note 10.3)	170,172,078	213,029,639
	<u>2,857,183,748</u>	<u>2,755,249,387</u>
10.2 Advance income tax		
Opening balance	1,704,913,349	852,437,461
Add : Paid during the year		
Income tax deducted at source	18,455,976	111,902,055
Advance income tax paid	227,864,492	740,573,833
	<u>246,320,468</u>	<u>852,475,888</u>
	<u>1,951,233,817</u>	<u>1,704,913,349</u>
Less : Adjustment during the year	67,604,808	
Closing balance	<u>1,883,629,009</u>	<u>1,704,913,349</u>
10.3 Suspense accounts		
Sundry debtors	10,027,987	129,874,328
Receivable from Stock Brokers	14,504,304	132,036
Advance for merchant payment		1,228,819
Receivable for payment against Sanchayapatra (interest & principal encashment)	24,494,788	17,756,014
Receivable against cash incentive on remittance		28,000,000
Receivable from remittance houses		2,550,000
Advance against expenses	51,648,494	1,080,045
Advance against fixed assets	44,146,461	5,473,238
Other prepaid expenses	25,350,044	26,935,159
	<u>170,172,078</u>	<u>213,029,639</u>
11. Borrowings from other banks, financial institutions and agents - Consolidated		
SBAC Bank PLC (note 11.1)	3,972,119,220	3,262,983,361
SBAC Bank Investment Limited	508,881,846	563,865,318
	<u>4,481,001,066</u>	<u>3,826,848,679</u>
Less : Inter-company transaction	508,881,846	563,865,318
	<u>3,972,119,220</u>	<u>3,262,983,361</u>
11.1 Borrowings from other banks, financial institutions and agents of the Bank		
Main Operation (note 11.2)	3,972,119,220	3,262,983,361
Off-shore Banking Unit	30,218,565	212,021,964
Less : Inter bank transactions	(30,218,565)	(212,021,964)
	<u>3,972,119,220</u>	<u>3,262,983,361</u>



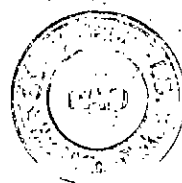
	31 March 2024 Taka	31 December 2023 Taka
11.2 Borrowings from other banks, financial institutions and agents (Main Operation)		
a) In Bangladesh		
Secured		
Refinance from Bangladesh Bank		
Agro based industries	26,302,881	61,099,998
Green industries	81,458,332	62,223,375
Small enterprise entrepreneurs	8,145,564	57,150,901
10 Taka account	18,241,562	6,122,503
Bangladesh Bank stimulus fund	1,175,332,856	102,746,486
Export Development Fund (EDF)	862,638,025	777,245,805
Prefinance		1,276,394,293
Borrowing from Bangladesh Bank - ALS	750,000,000	750,000,000
	2,922,119,220	3,092,983,361
Unsecured	1,050,000,000	170,000,000
	3,972,119,220	3,262,983,361
b) Outside Bangladesh	3,972,119,220	3,262,983,361

As at the reporting date of these financial statements, the Bank had pledged Treasury Bonds amounting total Tk. 1,282,684,159 as security against borrowing from Bangladesh Bank - ALS and balance with Bangladesh Bank (local & foreign currency) against liability of refinance facility availed from Bangladesh Bank under the Agro based industries financing, Green industries financing, Small & Medium Enterprising Financing, 10 Taka Account Fund and Export Development Fund by the Bank. [Note 11.2]

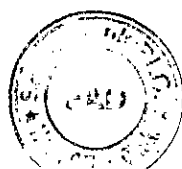
11.3 Residual maturity grouping of borrowings from other banks, financial institutions and agents of the Bank		
On demand		
Within one month	907,254,327	745,283,716
Within one to three months	1,375,580,009	1,129,999,990
Within three to twelve months	1,194,044,729	980,873,903
Within one to five years	135,784,455	111,543,081
More than five years	359,455,700	295,282,671
	3,972,119,220	3,262,983,361

12. Deposits and other accounts - Consolidated		
Current / Al-wad'eah current deposits and other accounts		
SBAC Bank PLC.	12,077,637,165	12,701,291,707
Less : Inter-company transactions		1,458,333
	12,077,637,165	12,699,833,374
Special notice / mudaraba special notice deposits		
SBAC Bank PLC.	6,377,365,224	5,970,630,318
Less : Inter-company transactions	26,017,581	58,245,114
	6,351,347,643	5,912,385,204
Bills payable		
SBAC Bank PLC.	5,587,376,813	5,011,369,023
	5,587,376,813	5,011,369,023
Savings bank / mudaraba savings deposits		
SBAC Bank PLC.	6,602,836,699	6,578,429,379
	6,602,836,699	6,578,429,379
Fixed / mudaraba term deposits		
SBAC Bank PLC.	46,872,878,948	48,736,337,676
Less : Inter-company transactions	354,150,000	349,950,000
	46,518,728,948	48,386,387,676
Other deposits		
SBAC Bank PLC.	14,384,893,872	14,733,176,576
	14,384,893,872	14,733,176,576
	91,522,821,140	93,321,581,232

12.1 Deposits and other accounts of the Bank		
Current / Al-wad'eah current deposits and other accounts (note : 12.2)	12,077,637,165	12,701,291,707
Special notice / mudaraba special notice deposits	6,377,365,224	5,970,630,318
Bills payable	5,587,376,813	5,011,369,023
Savings bank / mudaraba savings deposits	6,602,836,699	6,578,429,379
Fixed / mudaraba term deposits	46,872,878,948	48,736,337,676
Other deposits (note : 12.3)	14,384,893,872	14,733,176,576
	91,902,988,721	93,731,234,679



	31 March 2024 Taka	31 December 2023 Taka
12.2 Current / Al-wadeeah current deposits and other accounts		
Current / Al-wadeeah current deposits	4,650,647,981	4,715,282,738
Foreign currency deposits (net off inter bank transactions between on-shore ba	135,566,961	158,266,862
Exporters' retention quota accounts	208,602,656	163,239,468
Foreign currency held against BTB L/Cs	1,407,837,312	1,268,059,791
Non resident Taka account	48,675,205	25,776,112
Non resident foreign currency account	9,514,448	8,424,096
Resident foreign currency account	16,372,192	14,670,175
Margin against L/Cs	2,140,587,861	3,452,735,516
Margin against L/Gs	1,695,677,847	1,502,964,031
Margin on Loans	204,919,125	131,097,348
Margin on LDBP	83,400	83,400
Security deposit	28,118,093	27,978,585
Sundry deposits - excise duty	7,286,165	150,853,580
Sundry deposits - local bills	52,377,911	3,924,425
Sundry deposits - Sanchayapatra	23,900,000	6,800,000
Sundry deposits - other		
Sundry deposits - foreign correspondents charge	178,973,568	20,695,952
Sundry deposits - risk fund	52,872,408	61,130,801
Sundry deposits - advance installment on Lease	1,967,672	1,967,672
Sundry deposits - Tax Deducted at source	72,976,991	176,229,844
Sundry deposits - VAT collected at source	3,628,332	18,213,505
Sundry deposits - VAT deducted Service Bills	14,158,599	18,497,286
Sundry deposits - card settlement account		
Sundry deposits - Mobile App	3,333,909	13,213,686
Interest payable on deposits	1,119,558,529	761,186,834
	12,077,637,165	12,701,291,707
12.3 Other deposits		
Monthly savings scheme / mudaraba monthly savings deposits	4,513,835,430	4,669,256,976
Monthly Benefit Scheme Deposits	3,299,575,387	3,335,294,748
Lakhpoti Savings Scheme Deposits	167,558,559	183,156,939
Surokkha Millionaire Scheme Deposits	1,437,905,035	1,538,369,199
Kotipoti Scheme Deposits	262,675,263	288,394,784
Double Benefit Scheme Deposits	3,973,831,789	3,987,059,689
Triple Benefit Scheme	726,106,954	728,604,310
Mudaraba Hajj deposits	3,405,455	3,039,931
	14,384,893,872	14,733,176,576
12.4 Segregation of deposits and other accounts		
Other than inter-bank deposits	90,781,904,905	81,996,966,894
Inter-bank deposits	1,121,083,816	2,602,467,273
	91,902,988,721	84,599,434,167
12.5 Residual maturity grouping of deposits and other accounts		
On demand	2,908,192,038	3,188,476,943
Within one month	9,287,474,201	10,182,579,746
Within one to three months	15,130,802,520	16,589,074,698
Within three to six months	13,749,655,392	15,389,795,313
Within six to twelve months	10,180,177,398	11,394,528,948
Within one to five years	13,238,090,197	14,513,947,086
More than five years	20,997,344,694	22,472,831,944
	85,491,736,440	93,731,234,679
13. Other liabilities - Consolidated		
SBAC Bank PLC (note 13.1)	10,346,021,615	9,444,922,435
SBAC Bank Investment Limited	89,880,722	128,925,472
	10,435,902,337	9,573,847,907
Less : Inter-company transactions		19,629,590
	10,435,902,337	9,554,218,317
13.1 Other liabilities of the Bank		
Sundry creditors	39,826,112	25,754,688
Pre-finance CMSME from Bangladesh Bank		
Provision for expenses	82,403,775	49,620,946
Central clearing, EFT, NPSB adjustment account	27,898,963	2,036,919
Unearned profit (Markup)	14,448,047	10,575,402
Provision for taxation (note 13.2)	2,363,646,714	2,081,792,606
Provision on loans & advances (note 13.3)	3,526,654,075	3,389,311,444
Special general provision - COVID-19 (note 13.4)	75,066,248	75,066,248
General provision on Off Balance Sheet exposures (note 13.5)	250,350,337	239,329,807
Provision against other assets	28,494,000	28,494,000
Present value of lease liability	1,108,306,471	1,107,326,570
Interest suspense account (note 13.6)	2,471,462,434	2,178,771,361
Startup fund	25,853,896	25,853,896
Provision for diminution in value of investments (note 13.7)	246,547,591	144,891,785
Proposed dividend for 2021		
Dividend payable (note 13.8)	85,062,952	86,096,763
	10,346,021,615	9,444,922,435



	31 March 2024 Taka	31 December 2023 Taka
13.2 Provision for taxation		
Opening balance	2,081,792,606	1,147,727,892
Add : Provision made for the period (Note 13.2.1)	281,854,108	934,064,714
	2,363,646,714	2,081,792,606
Less : Adjustment during the period		
Closing balance	2,363,646,714	2,081,792,606

13.2.1 Tax reconciliation or relationship between tax expense and tax on accounting profit

Particulars	2024 (Up to 31 March)		2023	
	%	Taka	%	Taka
Profit before tax as per profit and loss account		725,960,142		2,198,546,137
Corporate as per applicable tax rate	37.50%	272,235,053	37.50%	824,454,801
Factors affecting the tax charge for current year				
Non-deductible and inadmissible expenses	7.34%	53,270,962	9.29%	204,318,834
Admissible expenses	-5.49%	(39,839,900)	-6.36%	(139,819,636)
Tax savings from reduced tax rates	-3.28%	(23,812,007)	-3.61%	(79,287,593)
Effect of deferred tax	0.00%	-	-2.76%	(60,605,508)
Prior year adjustment	2.75%	20,000,000	8.41%	185,003,815
Effective tax rate	38.83%	281,854,108	42.49%	934,064,713

13.3 Provision for loans and advances (note 8.10)

A. General provision on loans and advances - Main Operation

Opening balance	216,625,396	156,819,762
General provision for the year	90,000,000	59,805,634
Provision held at the end of the period	306,625,396	216,625,396

B. Specific provision against classified loans and advances - Main Operation

Opening balance	3,171,658,689	2,499,772,775
Less : Fully provided debt written-off (for final settlement)		
Add : Recoveries of amounts previously written-off		
Add : Specific provision for the period	48,174,508	684,343,891
Less : Specific provision no more required as loans		12,457,977
Specific provision against loans and advances during the period	48,174,508	671,885,914
Add : Net charge to profit and loss account		
Provision held at the end of the period	3,219,833,197	3,171,658,689

C. General provision on loans and advances - OBU

Opening balance	1,027,359	2,207,544
General provision for the period	(831,877)	(1,180,185)
Provision held at the end of the period	195,482	1,027,359

Total (A + B + C)

3,526,654,075	3,389,311,444
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13.4 Special general provision - COVID-19

Opening balance	75,066,248	84,793,723
Add : Provision-made for the period		
Less : Provision no more required		(9,727,475)
	<u>75,066,248</u>	<u>75,066,248</u>

13.5 Provision for off balance sheet exposures (note 18.4)

Opening balance	239,329,807	200,695,261
Add : Provision made for the period	11,020,530	38,634,546
	<u>250,350,337</u>	<u>239,329,807</u>

13.6 Interest suspense account

Balance as on 1 January	2,178,771,361	1,514,315,563
Add : Amount transferred to "interest suspense" account during the period	292,691,073	664,455,798
Less : Amount recovered from "interest suspense" account during the period		
Less : Amount written-off during the period		
Balance as on 31 March 2024	2,471,462,434	2,178,771,361

13.7 Provision for diminution in value of investment

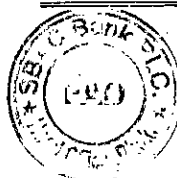
Consolidated		
Opening balance	163,719,265	127,476,353
Add : Provision made for the period	<u>-</u>	<u>36,242,912</u>
	<u>163,719,265</u>	<u>163,719,265</u>

Bank

Opening balance	144,891,785	123,434,872
Add : Provision made for the period	101,655,806	21,456,913
	<u>246,547,591</u>	<u>144,891,785</u>

13.8 Dividend payable

For 2020	31,675,701	31,676,235
For 2021	24,416,470	24,889,314
For 2022	28,970,781	29,531,214
	<u>85,062,952</u>	<u>86,096,763</u>



	31 March 2024 Taka	31 December 2023 Taka
14. Share capital		
14.1 Authorized share capital		
2,000,000,000 ordinary shares of Tk. 10/- each	20,000,000,000	10,000,000,000
14.2 Issued, subscribed and paid up share capital		
824,191,650 ordinary shares of Tk. 10/- each	8,241,916,500	8,241,916,500
14.3 Paid up capital		
The paid up capital of the Bank was raised in the following manner :		
From the sponsor shareholders		
By issuing 408,960,000 ordinary shares of Taka 10 each	4,089,600,000	4,089,600,000
From Initial Public Offering		
By issuing 100,000,000 ordinary shares of Taka 10 each	1,000,000,000	1,000,000,000
Stock dividend		
Stock dividend @ 0.06 against 1 existing share of Tk 10 each for the year 2015	245,376,000	245,376,000
Stock dividend @ 0.15 against 1 existing share of Tk 10 each for the year 2016	650,246,400	650,246,400
Stock dividend @ 0.135 against 1 existing share of Tk 10 each for the year 2017	673,005,020	673,005,020
Stock dividend @ 0.10 against 1 existing share of Tk 10 each for the year 2018	565,822,740	565,822,740
Stock dividend @ 0.10 against 1 existing share of Tk 10 each for the year 2019	622,405,010	622,405,010
Stock dividend @ 0.10 against 1 existing share of Tk 10 each for the year 2020	313,858,200	313,858,200
Stock dividend @ 0.10 against 1 existing share of Tk 10 each for the year 2021	81,603,130	81,603,130
	8,241,916,500	8,241,916,500
14.4 Non-controlling (Minority) interest		
Share capital	400,000	400,000
Retained earnings	39,218	35,111
	439,218	435,111
15. Statutory reserve		
As per Section 24(1) of the Bank Companies Act, 1991, an amount equivalent to 20% of profit before taxes for the year has been transferred to the statutory reserve fund.		
Opening balance	2,486,942,756	2,204,928,598
Add : Transferred from profit during the period	-	282,014,158
Closing balance	2,486,942,756	2,486,942,756
16. Other reserve (revaluation reserve on Govt. Securities)		
Opening balance	22,049,131	65,228,536
Add : Amortization / revaluation gain	142,041,605	-
	164,090,736	65,228,536
Less : Adjustment of amortization / revaluation gain against sale / maturity	64,091,690	43,179,405
Closing balance	99,999,046	22,049,131
16.1 Capital reserve		
Opening balance	3,269,920	516,704
Add : Addition during the period	-	2,753,216
Closing balance	3,269,920	3,269,920
16.2 Foreign currency translation reserve		
Opening balance	12,710,366	7,933,440
Add : Addition during the period	-	4,776,926
	12,710,366	12,710,366
Less : Adjustment during the period	-	-
Closing balance	12,710,366	12,710,366
17. Surplus in profit and loss account - Consolidated		
Opening balance	358,026,473	390,293,727
Less : Cash dividend paid	-	(288,467,078)
Less : Stock dividend issued	-	-
Less : Proposed dividend for 2021	-	-
	-	(288,467,078)
	358,026,473	101,826,649
Add : Net profit during the period	199,926,479	546,363,258
Less : Transferred to statutory reserve	-	(282,014,158)
Less : Transferred to capital reserve	-	(2,753,216)
Less : Transferred to start up fund	-	(5,366,116)
	199,926,479	256,229,768
	557,952,952	358,056,417
Less : Non-controlling (Minority) interest	(29,944)	(29,944)
Closing balance	557,923,008	358,026,473



	31 March 2024	31 December 2023		
	Taka	Taka		
17.1 Surplus in profit and loss account of the Bank				
Opening balance	318,907,652	358,143,419		
Less : Cash dividend paid	-	(288,467,078)		
Less : Stock dividend issued	-	-		
Less : Proposed dividend for 2021	-	(288,467,078)		
	318,907,652	69,676,341		
Net profit during the period	194,087,067	536,611,585		
Less : Transferred to statutory reserve	-	(282,014,158)		
Less: Transferred to start up fund	-	(5,366,116)		
	194,087,067	249,231,311		
Closing balance	512,994,719	318,907,652		
18. Contingent liabilities - Consolidated SBAC Bank PLC				
Acceptances and endorsements	4,925,360,506	4,682,195,862		
Letters of Guarantee (note 18.1)	15,698,353,300	14,011,516,153		
Irrevocable letters of credit (note 18.2)	5,763,535,921	6,146,781,395		
Bills for collection (note 18.3)	6,683,958,339	4,518,447,260		
Other contingent liabilities	-	-		
	33,071,208,066	29,358,940,670		
SBAC Bank Investment Limited	33,071,208,066	29,358,940,670		
18.1 Letters of guarantee				
Money for which the bank is contingently liable in respect of guarantees issued favoring:				
Directors				
Government	13,006,510,971	11,608,920,699		
Banks and other financial institutions	2,691,842,329	2,402,595,454		
Others	15,698,353,300	14,011,516,153		
18.2 Irrevocable letters of credit				
Local				
Irrevocable letters of credit (sight)	3,638,824,400	4,234,862,213		
Irrevocable letters of credit (usance)	5,890,431	29,400,948		
Irrevocable letters of credit - back to back	1,202,147,977	1,192,375,889		
	4,846,862,808	5,456,639,050		
Foreign				
Irrevocable letters of credit (sight)	9,432,500	-		
Irrevocable letters of credit (usance)	191,915,329	265,809,713		
Irrevocable letters of credit - back to back	715,325,284	424,332,632		
	916,673,113	690,142,345		
	5,763,535,921	6,146,781,395		
18.3 Bills for collection				
Outward local bills	18,630	18,630		
Local documentary bills for collection	3,160,109,349	2,140,320,420		
Foreign documentary bills for collection	3,523,830,360	2,378,108,210		
	6,683,958,339	4,518,447,260		
18.3 Particulars of required provision on off-balance sheet exposures				
		Required provision		
Particulars	Base for Provision	Rate (%)	31 March 2024 Taka	31 December 2023 Taka
Acceptances and endorsements	4,925,360,506	1.00%	49,253,605	46,821,959
Letters of Guarantee (note 18.1)	15,698,353,300	1.00%	156,983,533	140,115,162
Irrevocable letters of credit (note 18.2)	5,763,535,921	1.00%	57,635,359	52,392,686
Bills for collection (note 18.3)	6,683,958,339	0.00%	-	-
Other contingent liabilities	-	1.00%	-	-
Total Required Provision	33,071,208,066		263,872,497	239,329,807
Total Provision Maintained			263,872,497	239,329,807
Excess / (short) provision maintained			-	-



19. Particulars of profit and loss account of the bank

Income

Interest, discount and similar income (note 21.1)
Dividend income (note 23.1)
Fees, commission and brokerage (note 24.1)
Gains less losses arising from dealing in securities (note 23.1)
Gains less losses arising from investment securities (note 23.1)
Gains less losses arising from dealing in foreign currencies (note 24.1)
Income from non-banking assets
Other operating income (note 25.1)
Profit less losses in interest rate changes

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2,025,646,824	1,550,232,491
14,601,462	13,492,587
135,818,115	83,657,891
-	-
532,756,540	432,366,740
145,089,196	107,000,054
-	-
61,520,462	36,584,560
-	-
2,915,432,599	2,223,334,323

Expenses

Interest, fee and commission (note 22.1)
Losses on loans and advances
Administrative expenses (note 20)
Other operating expenses (note 35.1)
Depreciation on bank's assets (note 34.1)

1,488,639,060	1,251,701,494
-	-
548,478,840	448,939,153
68,250,853	66,379,187
84,103,704	91,417,764
2,189,472,457	1,858,437,598
725,960,142	364,896,725

Profit before provision

20. Administrative expenses of the bank

Salary and allowances (note 26.1)
Rent, taxes, insurance, electricity etc. (note 27.1)
Legal & professional expenses (note 28.1)
Postage, stamp, telecommunication etc. (note 29.1)
Stationery, printing, advertisement etc. (note 30.1)
Chief executive's salary and fees (note 31)
Directors' fees and other benefits (note 32.1)
Audit fees (note 33.1)
Repair of bank's assets (note 34.1)

457,570,640	385,268,310
58,005,250	38,648,016
847,196	882,865
1,575,090	1,610,217
17,547,308	14,152,674
3,180,000	3,180,000
216,000	176,000
-	-
9,537,356	5,021,071
548,478,840	448,939,153

21. Interest income / profit on investment - Consolidated

SBAC Bank PLC (note 21.1)
SBAC Bank Investment Limited

2,025,646,824	1,550,232,491
-	17,532,293
2,025,646,824	1,567,764,784
-	15,432,815
2,025,646,824	1,552,331,969

Less : Inter company transactions

21.1 Interest income / profit on investments of the Bank

Interest on loans and advances / profit on investments

Cash credit
Secured overdraft / bai murabaha
General overdraft
Local bills purchased
Foreign bills purchased
Import finance / murabaha
Export finance
Other demand loans / advances
Lease finance / HPSM
House building loans / HPSM
General term loans / bai murabaha
SME loans / bai murabaha
Consumer credit scheme / HPSM
Credit card
Agriculture & rural credit / bai murabaha
Staff loans / HPSM

339,693,326	295,398,750
576,256,620	423,794,738
46,234,848	28,560,336
34,491,673	39,581,371
4,223,881	7,479,254
59,379,598	22,079,474
11,477,500	3,146,788
242,400,545	164,159,755
21,012,116	15,138,407
38,505,516	27,211,873
467,611,081	365,892,439
89,621,931	81,891,357
2,814,257	2,281,527
11,481,305	13,073,415
59,502,818	36,299,923
6,977,955	6,494,904
2,011,684,970	1,532,484,311
579,931	5,293,097
11,281,122	12,454,639
2,100,801	444
2,025,646,824	1,550,232,491
2,025,646,824	1,550,232,491

Interest on money at call and short notice
Interest on FDR with other banks
Interest on SND with other banks

Interest Income - Off-shore Banking Unit

2,025,646,824	1,550,232,491
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	31 March 2024 Taka	31 March 2023 Taka
22. Interest / profit on deposits, borrowings etc.		
SBAC Bank PLC (note 22.1)	1,488,639,060	1,251,701,494
SBAC Bank Investment Limited	12,808,166	11,360,559
	<u>1,501,447,226</u>	<u>1,263,062,053</u>
Less : Inter company transactions	16,599,833	15,432,815
	<u>1,484,847,393</u>	<u>1,247,629,238</u>
22.1 Interest / profit on deposits, borrowings etc. of the Bank		
Interest / profit on deposits		
Savings bank / mudaraba savings deposits	74,039,873	65,953,378
Special notice / mudaraba special notice deposits	43,481,547	28,165,519
Monthly savings schemes / mudaraba monthly savings deposits	134,287,626	137,740,483
Monthly benefit schemes	63,177,957	76,184,538
Special deposit schemes	128,739,789	109,576,376
Fixed /mudaraba term deposits	842,281,966	703,117,007
	<u>1,286,008,758</u>	<u>1,120,737,301</u>
Interest on call borrowing	15,802,097	1,702,917
Interest on credit lines	4,281,944	1,286,111
Interest on Bangladesh Bank Re-financing facilities	7,962,127	4,309,334
Interest on borrowing under REPO	174,584,134	123,665,831
	<u>1,488,639,060</u>	<u>1,251,701,494</u>
23. Income from investments in shares and securities - Consolidated		
SBAC Bank PLC (note 23.1)	547,358,002	445,859,327
SBAC Investment Limited	1,791,114	3,788,277
	<u>549,149,116</u>	<u>449,647,604</u>
23.1 Income from investments in shares and securities of the Bank		
Dividend on shares	14,601,462	13,492,587
Income on treasury bills, bonds and debentures		
Interest / profit on treasury bonds	425,438,316	459,580,982
Interest / profit on treasury bills	15,133,277	129,848
Interest on reverse REPO		5,404,166
Gains on trading of government securities	81,882,187	(50,708,079)
	<u>522,453,780</u>	<u>414,406,917</u>
Gains on Capital Market	10,302,760	17,959,823
	<u>547,358,002</u>	<u>445,859,327</u>
24. Commission, exchange and brokerage - Consolidated		
SBAC Bank PLC (note 24.1)	280,907,311	190,657,945
SBAC Investment Limited	9,449,029	8,334,042
	<u>290,356,340</u>	<u>198,991,987</u>
24.1 Commission, exchange and brokerage of the Bank		
Fees, commission and brokerage		
Commission on bills & remittance	1,777,337	1,534,769
Commission on letters of credit	38,080,943	32,955,000
Commission on letters of guarantee	79,122,499	34,771,326
Commission on acceptances	15,234,193	11,823,788
Commission on add confirmation	1,603,143	2,573,008
	<u>135,818,115</u>	<u>83,657,891</u>
Exchange earnings (net)	145,089,196	107,000,054
	<u>280,907,311</u>	<u>190,657,945</u>
25. Other operating income - Consolidated		
SBAC Bank PLC (note 25.1)	61,520,462	36,584,560
SBAC Investment Limited	17,123	11,285
	<u>61,537,585</u>	<u>36,595,845</u>
Less : Inter company transactions		5,629
	<u>61,537,585</u>	<u>36,590,216</u>
25.1 Other operating income of the Bank		
Banking service charge	44,044,541	28,001,403
Card operation charge	6,839,672	6,300,876
Locker rent	14,000	50,570
Miscellaneous income	10,622,249	2,231,711
	<u>61,520,462</u>	<u>36,584,560</u>
26. Salaries and allowances - Consolidated		
SBAC Bank PLC (note 26.1)	457,570,640	385,268,310
SBAC Investment Limited	6,198,590	5,558,945
	<u>463,769,230</u>	<u>390,827,255</u>



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26.1 Salaries and allowances of the Bank		
Basic salary	145,877,808	139,987,633
House rent allowance	72,178,634	64,975,861
Conveyance allowance	14,349,368	10,040,128
Medical allowance	22,159,005	15,979,651
Other allowances	82,300,598	61,587,896
Festival bonus	27,491,488	14,535,000
Incentive bonus for previous year		
Bank's contribution on provident fund	14,010,107	12,558,227
Gratuity	32,829,046	32,463,792
Casual labourer & wages	46,374,586	33,140,122
	457,570,640	385,268,310
27. Rent, taxes, insurance, electricity etc. - Consolidated		
SBAC Bank PLC (note 27.1)	58,005,250	38,648,016
SBAC Investment Limited	364,600	355,311
	58,369,850	39,003,327
27.1 Rent, taxes, insurance, electricity etc. of the Bank		
Rent - Office Premises, ATM Booths and other installations	5,288,769	1,975,839
Rates and taxes	26,323,439	10,065,244
Utilities	9,584,624	9,024,161
Insurance	16,808,418	17,582,772
	58,005,250	38,648,016
28. Legal and professional expenses - Consolidated		
SBAC Bank PLC (note 28.1)	847,196	882,865
SBAC Investment Limited	23,000	40,250
	870,196	923,115
28.1 Legal and professional expenses of the Bank		
Legal expenses	574,243	581,721
Professional fees	272,953	301,144
	847,196	882,865
29. Postage, stamp, telecommunication etc. - Consolidated		
SBAC Bank PLC (note 29.1)	1,575,090	1,610,217
SBAC Investment Limited	6,000	7,500
	1,581,090	1,617,717
29.1 Postage, stamp, telecommunication etc. of the Bank		
Postage	705,771	299,675
Telephone, fax etc.	869,319	1,310,542
Internet & SWIFT		
	1,575,090	1,610,217
30. Stationery, printing, advertisement etc. - Consolidated		
SBAC Bank PLC (note 30.1)	17,547,308	14,152,674
SBAC Investment Limited	195,942	55,099
	17,743,250	14,207,773
30.1 Stationery, printing, advertisement etc. of the Bank		
Office stationery	4,077,683	2,634,764
Printing stationery	7,888,774	5,049,444
Petty stationery	2,038,814	1,338,628
Security stationery	905,729	2,323,413
Advertisement	2,636,308	2,806,425
Publicity- purchase of diary, calendar etc.		
	17,547,308	14,152,674
31. Chief executive's salary and fees of the Bank		
Basic salary	1,800,000	1,800,000
House rent allowance	450,000	450,000
House maintenance / furnishing allowance	150,000	150,000
Bank's contribution on provident fund		
Festival bonus	600,000	600,000
Other allowances	180,000	180,000
	3,180,000	3,180,000
32. Directors' fees - Consolidated		
SBAC Bank PLC (note 32.1)	216,000	176,000
SBAC Investment Limited	48,000	120,000
	264,000	296,000



	31 March 2024 Taka	31 March 2023 Taka
32.1 Directors' fees of the Bank		
Meeting attendance fees	216,000	176,000
Each director of the bank was paid Tk. 10,000/- per attendance in board meeting and committee meeting held as per Bangladesh Bank.		
33. Auditors' fees - Consolidated		
SBAC Bank PLC (note 33.1)	-	-
SBAC Investment Limited	-	-
33.1 Auditors' fees of the Bank		
Audit fees (annual audit)	-	-
Audit fees (interim audit)	-	-
Audit fees (provident fund & gratuity fund)	-	-
VAT on audit fees	-	-
34. Depreciation and repairs & maintenance - Consolidated		
SBAC Bank PLC (note 34.1)	93,641,060	96,438,835
SBAC Investment Limited	498,868	447,421
	94,139,928	96,886,256
34.1 Depreciation and repairs & maintenance of Bank's Assets		
Depreciation / amortization		
Motor vehicles	1,900,874	1,657,082
Machinery and equipments	6,371,073	7,208,735
Furniture & fixtures	4,538,248	8,461,336
Interior decoration	8,282,102	3,939,899
Computer and peripherals	5,166,320	12,484,074
Software	2,563,090	2,820,590
Office tools and accessories	1,172,735	1,539,579
Depreciation on right of use assets (lease assets)	54,109,262	53,306,469
	84,103,704	91,417,764
Repairs & maintenance of bank's assets	9,537,356	5,021,071
	93,641,060	96,438,835
35. Other expenses		
SBAC Bank PLC (note 35.1)	68,250,853	66,379,187
SBAC Investment Limited	1,874,521	1,570,321
	70,125,374	67,949,508
Less : Inter company transactions	-	5,629
	70,125,374	67,943,879
35.1 Other expenses of the Bank		
Entertainment expenses	10,922,732	5,198,921
Training & workshop expenses	419,786	42,000
Travel and daily allowance	1,694,785	1,365,531
Fuel and lubricants expenses - bank's vehicles	712,280	720,700
Subscriptions to trade associations	3,805,860	4,724,012
Donations	15,000,000	15,000,000
Business promotion and development	1,175,490	5,490,041
Books, magazines & news papers etc.	191,820	204,729
Local conveyance	1,627,438	1,305,164
Cash carrying expenses	1,215,170	982,400
Cartage and freight	116,710	100,041
Washing and cleaning	1,053,085	835,676
Other bank charges paid	4,333,640	5,656,212
Expenses on AGM	-	-
Expenses on managers' conference	423,442	1,848,534
Antivirus and other software	1,649,500	2,618,119
Branch & head office inauguration expenses	4,415,314	208,946
Miscellaneous expenses	964,339	2,007,346
Interest on lease liability	18,529,462	18,070,815
	68,250,853	66,379,187



	31 March 2024 Taka	31 March 2023 Taka
36. Provision for taxation		
Current tax		
SBAC Bank PLC (note 13.2)	281,854,108	155,095,344
SBAC Investment Limited	-	3,114,646
	281,854,108	158,209,990
Deferred tax		
SBAC Bank PLC	-	-
SBAC Investment Limited	-	-
	281,854,108	158,209,990
37. Increase / decrease of other assets of the Bank		
Closing -		
Stock of stationeries and stamps	19,658,362	15,420,413
Advance rent, advertisement, etc.	15,569,452	15,411,139
Advance & Security deposits	4,370,655	4,177,503
Central clearing, EFT, NPSB adjustment account	1,411	-
Suspense accounts	170,172,078	170,404,555
Protested bills	28,494,000	20,894,000
Investment in subsidiary	399,600,000	399,600,000
Receivable from SBAC Bank Investment Limited	-	-
	637,865,958	625,907,610
Opening -		
Stock of stationeries and stamps	18,877,997	18,370,244
Advance rent, advertisement, etc.	17,791,377	17,518,275
Advance & Security deposits	4,370,655	4,190,355
Suspense accounts	213,029,639	113,033,745
Central clearing, EFT, NPSB adjustment account	1,411	1,411
Protested bills	28,494,000	20,894,000
Investment in subsidiary	399,600,000	399,600,000
	682,165,079	573,608,030
	(44,299,121)	52,299,580
37.1 Increase / decrease of other assets - Consolidated		
Closing -		
Stock of stationeries and stamps	19,658,362	15,420,413
Advance rent, advertisement, etc.	15,569,452	15,411,139
Advance & Security deposits	394,554,802	421,493,924
Central clearing, EFT, NPSB adjustment account	1,411	-
Suspense accounts	165,401,786	165,634,263
Protested bills	28,494,000	20,894,000
	623,679,813	638,853,739
Opening -		
Stock of stationeries and stamps	18,877,997	18,370,244
Advance rent, advertisement, etc.	17,791,377	17,518,275
Advance & Security deposits	424,846,616	414,699,049
Suspense accounts	211,555,045	111,559,151
Central clearing, EFT, NPSB adjustment account	1,411	1,411
Protested bills	28,494,000	20,894,000
	701,566,446	583,042,130
	(77,886,633)	55,811,609
38. Increase / decrease of other liabilities of the Bank		
Closing -		
Sundry creditors	39,826,112	21,867,218
Pre-finance CMSME from Bangladesh Bank	-	621,569,056
Central clearing, EFT, NPSB adjustment account	27,898,963	235,892,922
Present value of lease liability	1,108,306,471	1,200,130,312
Dividend payable	85,062,952	58,001,339
	1,261,094,498	2,137,460,847
Opening -		
Sundry creditors	25,754,688	16,136,827
Central EFT adjustment account	2,036,919	4,296,917
Present value of lease liability	1,107,326,570	1,225,051,531
Dividend payable	86,096,763	59,121,073
	1,221,214,940	1,304,606,348
	39,879,558	832,854,499



	31 March 2024 Taka	31 March 2023 Taka
38.1 Increase / decrease of other liabilities - Consolidated		
Closing -		
Sundry creditors	67,708,341	49,749,447
Pre-finance CMSME from Bangladesh Bank	-	621,569,056
Central clearing, EFT, NPSB adjustment account	27,898,963	235,892,922
Provision for gratuity	596,487	596,487
Present value of lease liability	1,108,306,471	1,200,130,312
Dividend payable	85,062,952	58,001,339
	1,289,573,214	2,165,939,563
Opening -		
Sundry creditors	46,222,581	36,604,720
Central EFT adjustment account	2,036,919	4,296,917
Provision for gratuity	596,487	596,487
Present value of lease liability	1,107,326,570	1,225,051,531
Dividend payable	86,096,763	59,121,073
	1,242,279,320	1,325,670,728
	47,293,894	840,268,835
39. Reconciliation between Operating profit of the Bank and Cash flows from operating activities of the Bank		
Profit before provision	725,960,142	364,896,725
Depreciation on fixed assets	84,103,704	91,417,764
(Increase) / decrease of interest receivable	(28,123,330)	(148,148,423)
Increase / (decrease) of interest payable	358,371,695	354,481,050
Increase / (decrease) of expenses payable	32,782,829	51,323,724
(Increase) / decrease of dividend receivable	14,372,268	11,868,664
Advance tax paid	(246,320,468)	(246,320,468)
Gain on Trading of Govt Securities	(81,882,187)	50,708,079
Gain from sale of shares	(10,302,760)	(17,959,823)
Loss on Government Securities	-	-
Effects of exchange rate changes on cash and cash-equivalent	2,359,594,937	(161,965,665)
Operating profit before changes in operating assets and liabilities	3,208,556,830	350,301,627
Increase / decrease in operating assets and liabilities		
Sale / purchase of trading securities	(695,121,992)	(679,121,996)
Loans and advances to other banks	-	(250,000,000)
Loans and advances to customers	(1,454,809,986)	(1,100,761,146)
Increase / decrease of other assets	(44,299,121)	(52,299,580)
Deposits from other banks	(1,481,383,457)	1,551,028,322
Deposits from customers	(1,798,760,092)	(1,029,108,334)
Increase / decrease of other liabilities account of customers	-	-
Increase / decrease of trading liabilities	-	-
Increase / decrease of other liabilities	881,684,020	832,854,499
	(4,592,690,628)	(727,408,235)
Net cash from operating activities	(1,384,133,798)	(377,106,608)
39.1 Reconciliation between Operating profit of the Bank and Cash flows from operating activities - Consolidated		
Profit before provision	731,799,554	375,047,216
Depreciation on fixed assets	84,103,704	91,865,185
(Increase) / decrease of interest receivable	(28,123,330)	(149,714,663)
Increase / (decrease) of interest payable	358,371,695	357,613,530
Increase / (decrease) of expenses payable	32,782,829	51,744,901
(Increase) / decrease of dividend receivable	14,372,268	11,868,664
Advance tax paid	(261,854,108)	(249,435,114)
Gain on Trading of Govt Securities	(81,882,187)	50,708,079
Gain from sale of shares	(10,302,760)	(17,959,823)
Loss on Government Securities	-	-
Effects of exchange rate changes on cash and cash-equivalent	2,369,289,165	(161,965,665)
Operating profit before changes in operating assets and liabilities	3,208,556,830	359,772,310
Increase / decrease in operating assets and liabilities		
Sale / purchase of trading securities	(695,121,992)	(679,121,996)
Loans and advances to other banks	-	(250,000,000)
Loans and advances to customers	(1,454,809,986)	(1,092,400,232)
Increase / decrease of other assets	(77,886,633)	(55,811,609)
Deposits from other banks	(1,481,383,457)	1,551,028,322
Deposits from customers	(1,798,760,092)	(1,026,889,757)
Increase / decrease of other liabilities account of customers	-	-
Increase / decrease of trading liabilities	-	-
Increase / decrease of other liabilities	881,684,020	840,268,835
	(4,626,278,140)	(712,926,437)
Net cash from operating activities	(1,417,721,310)	(353,154,127)



	31 March 2024 Taka	31 March 2023 Taka
40. Net asset value (NAV) per share - Consolidated		
a) Capital / shareholders' equity for the period	11,402,761,596	11,037,680,303
b) Number of outstanding shares	824,191,650	824,191,650
Net asset value (NAV) per share (a÷b)	13.84	13.39
40.1 Net asset value (NAV) per share of the Bank		
a) Capital / shareholders' equity for the period	11,354,563,387	10,997,984,482
b) Number of outstanding shares	824,191,650	824,191,650
Net asset value (NAV) per share (a÷b)	13.78	13.34
41 Earning per share (EPS) - Consolidated		
a) Net profit after tax	199,896,535	138,808,837
b) weighted average number of ordinary shares	824,191,650	824,191,650
Earnings per share (a ÷ b)	0.24	0.17
41.1 Earning per share (EPS) of the Bank		
a) Net profit after tax	194,087,067	131,772,992
b) weighted average number of ordinary shares	824,191,650	824,191,650
Earnings per share (a ÷ b)	0.24	0.16
41.2 Earning Per Shares (EPS) have been increased by 45.83% compare to same period of previous year due to increase in net interest income, and provision requirement decreased compared to last year quarter.		
41.3 Diluted earning per share		
No diluted earning per share is required to be calculated for the year as there was no scope for dilution during these period.		
42. Net operating cash flow per share (NOCFPS) per share - Consolidated		
a) Operating cash flow for the period	(1,417,721,310)	(353,154,127)
b) Weighted average number of share	824,191,650	824,191,650
Net operating cash flow per share (a÷b)	(1.72)	(0.43)
42.1 Net operating cash flow per share (NOCFPS) per share of the Bank		
a) Operating cash flow for the period	(1,384,133,798)	(377,106,608)
b) Weighted average number of share	824,191,650	824,191,650
Net operating cash flow per share (a÷b)	(1.68)	(0.46)
42.2 Net operating cash flows and net operating cash flows per share (NOCFPS) have been decreased compare to same period of previous year cause to increase in outflow of loan and advances & deposits and decrease in net proceeds from trading securities.		



SBAC Bank PLC.
Related party Transactions

i) Loan to directors:

(Amount in Crore taka)

Name of the Borrower	Representing Director	Nature of Facilities	Outstanding as at 31 March 2024	Outstanding as at 31 Dec 2024
Anwar Hussain	Mr. Anwar Hussain	House Building Loan	0.58	0.60
			0.68	0.69
Mohammad Imran	Mr. Anwar Hussain Brother of Mr. Mohammad Imran	House Building Loan	0.58	0.60
			0.75	0.77
M.R. Trading Co.	Mr. Md. Mizanur Rahman	SOD (Gen)	12.61	12.39

ii) Credit Card issued to directors

Representing Director	Nature of interest in the Bank	Approved limit	Outstanding as at 31 March 2024 BDT	Outstanding as at 31 March 2024 USD
Mr. Abu Zafar Mohammad Shofiuddin	Chairman, Board of Directors	1,000,000	39174.65	1538 Cr
Engr. Md. Moklesur Rahman	Member, Board of Directors	1,000,000	1,47,025.75	2177 Dr
Mr. Anwar Hussain	Member, Board of Directors	1,000,000	51,222.09 Cr.	47.07 Cr
Mr. Mushfiqur Rahman	Member, Board of Directors	1,000,000	94663.03	6416 Cr
Mrs. Afroza Sultana	Spouse of Director	1,000,000	1267.65 Cr	199.2 Dr
Mrs. Fadia Naz	Spouse of Director	1,000,000	50769.57	39114 Dr
MD EMDADUL HOQUE	Member, Board of Directors	1,000,000	15416.7	0

iii) Business other than banking business with any related concern of the directors as per section 8 (2) of the Banking Companies Act 1991:

Lease agreement made with the directors / related concerns:

Nature of contract	Branch Name	Name of the Director and related by	Remarks
Lease agreement	Head Office, Level # 10, Sun Moon Star Tower	Mr. Al-Haj Mizanur Rahman, Member, Board of Directors, SBAC Bank Ltd. and owner of the premises.	Lease period : 12 Years starting from 05 October 2021 Rental space 31,154 sq ft Monthly rent Tk 50.00 per sq ft
Lease agreement	Tejgaon Link Road Branch	Ms. Kamrun Naher, owner of the premises is spouse of Engr. Md. Moklesur Rahman, Member, Board of Directors, SBAC Bank Ltd.	Lease period : 9 Years starting from 29 August 2021 Rental space 5,237.47 sq ft Monthly rent Tk 180.00 per sq ft

iv) The Managing Director & CEO is considered as key management personnel and related remuneration are disclosed in Note 31.

v) Investment in securities of the Directors and their related concern: NIL

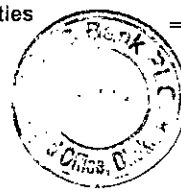
vi) Business with subsidiary (SBAC Bank Investment Ltd.)

Nature of Transaction	Outstanding Amount
Special Notice Deposits	26,017,581
Fixed Deposits	354,150,000
Interest Payable	
Secured Overdraft - FDR	508,881,846
Secured Overdraft - General	235,854,663
Interest Paid on Deposits	12,808,166
Interest on Loans and Advances	14,504,304
Bank Charges	2,289
Receivable from Stock Broker	3,791,667



SBAC Bank PLC.
Islamic Banking Windows
Balance Sheet
As at 31 March 2024

	Notes	31 March 2024 Taka	31 December 2023 Taka
PROPERTY AND ASSETS			
Cash in hand			
Cash in hand (including foreign currencies)	3	6,313,253	4,576,626
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	4	25,000,000	25,000,000
		31,313,253	29,576,626
Balance with other banks and financial institutions	5		
In Bangladesh		-	-
Outside Bangladesh		-	-
Placement with banks & other financial institutions	6	-	-
Investments in shares & securities	7		
Government		30,000,000	30,000,000
Others		-	-
		30,000,000	30,000,000
Investments	8		
General investments etc.		306,953,692	294,691,370
Bills purchased and discounted		-	-
		306,953,692	294,691,370
Fixed assets including premises, furniture and fixtures	9	4,687,658	4,687,659
Other assets	10	103,995,366	102,756,262
Non - banking assets			
Total assets		476,949,969	461,711,917
LIABILITIES AND CAPITAL			
Liabilities			
Placements from other banks, financial institutions	11	-	-
Deposits and other accounts	12		
Mudaraba savings deposits		22,593,408	22,233,288
Mudaraba term deposits		355,394,583	352,599,698
Al-wadeeah current deposits and other deposit accounts		23,572,317	21,990,961
Mudaraba special notice deposits		9,709,516	7,540,890
Bills payable		5,051,027	5,052,027
Other deposits		19,135,426	17,388,221
		435,456,277	426,805,085
Other liabilities	13	22,940,071	17,637,254
Total liabilities		458,396,348	444,442,339
Capital / Shareholders' equity			
Paid up capital		-	-
Statutory reserve		-	-
Revaluation gain / (loss) on investments		-	-
Revaluation reserve		-	-
Other reserve		-	-
Surplus in profit and loss account / Retained earnings	14	18,553,621	17,269,578
Total Shareholders' equity		18,553,621	17,269,578
Total liabilities and Shareholders' equity		476,949,969	461,711,917
OFF- BALANCE SHEET EXPOSURE			
Contingent liabilities	15		
Acceptances and endorsements		-	-
Letters of guarantee		2,000,000	2,000,000
Irrevocable letters of credit		-	-
Bills for collection		-	-
Other contingent liabilities		-	-
		2,000,000	2,000,000
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		-	-
Other commitments		-	-
		2,000,000	2,000,000
Total Off-Balance Sheet exposure including contingent liabilities		2,000,000	2,000,000



SBAC Bank PLC.
Islamic Banking Windows
Profit and Loss Account
For the first quarter ended 31 March 2024

	Notes	31 March 2024 Taka	31 March 2023 Taka
Investment income	16	6,440,440	5,512,530
Profit paid on deposits	17	5,686,013	4,557,756
Net investment income		754,427	954,774
Income from investment in shares / securities	18	418,580	195,846
Commission, exchange and brokerage	19	57,662	95,005
Other operating income	20	53,374	36,194
Total operating income (A)		1,284,043	1,281,819
Salaries and allowances	21	-	97,442
Rent, taxes, insurance, electricity, etc.		-	-
Legal expenses		-	-
Postage, stamp, telecommunication, etc.		-	-
Stationery, printing, advertisements, etc.	22	-	-
Chief Executive's salary and fees		-	-
Directors' fees & expenses		-	-
Auditor's fees		-	-
Shariah supervisory committee's fees and expenses	23	-	-
Depreciation and repair of Bank's assets	24	-	329,521
Zakat expenses		-	-
Other expenses	25	-	252
Total operating expenses (B)		-	427,215
Profit / (loss) before provision and tax (C=A-B)		1,284,043	854,604
Provision for investments			
General provision	13.1	-	(6,504)
Specific provision		-	(6,504)
Provision for Off Balance sheet item	13.2	-	-
Provision for diminution in value of investments		-	-
Total provision (D)		-	(6,504)
Total profit before taxes (C-D)	14	1,284,043	861,108



SBAC Bank PLC.
Islamic Banking Windows
Cash Flow Statement
For the first quarter ended 31 March 2024

	31 March 2024 Taka	31 March 2023 Taka
A) Cash flows from operating activities		
Investment income receipt in cash	6,131,766	5,418,858
Profit paid on deposits	(2,376,760)	(3,634,059)
Dividend receipts	-	-
Income from investments in shares and securities	1,012,174	93,418
Recoveries on investments previously written-off	-	-
Fees and commission receipts in cash	57,662	95,005
Cash payments to employees	-	(97,442)
Cash payments to suppliers	-	-
Income taxes paid	(35,175)	-
Receipts from other operating activities	53,374	36,194
Payments for other operating activities	-	(252)
Cash generated from operating activities before changes in operating assets and liabilities	4,843,041	1,911,722
Increase / (decrease) in operating assets and liabilities		
Net proceeds from trading securities	-	-
Investments to other banks	-	-
Investments to customers	(7,733,107)	(6,621,228)
Increase / decrease of other assets	(1,488,849)	15,231,378
Deposits from other banks	-	-
Deposits from customers	8,651,192	(38,861,001)
Increase / decrease of other liabilities account of customers	-	-
Increase / decrease of trading liabilities	-	-
Increase / decrease of other liabilities	(2,602,178)	28,286,496
	(3,172,942)	(1,964,355)
Net cash from operating activities	1,670,099	(52,633)
B) Cash flows from investing activities		
Proceeds from sale of Government securities	-	-
Payments for Purchase of Government securities	-	-
Purchase of property, plant and equipment	66,528	-
Sale proceeds of property, plant and equipment	-	-
Net cash used in investing activities	66,528	-
C) Cash flows from financing activities		
Borrowing from other banks, financial institutions and agents	-	-
Dividends paid / Profit transferred	-	-
Receipts from issue of ordinary share	-	-
Net Cash from financing activities	-	-
D) Net increase / (decrease) in cash and cash equivalents (A+ B + C)	1,736,627	(52,633)
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	29,576,626	23,926,208
G) Cash and cash equivalents at end of the period (D+E+F)	31,313,253	23,873,575
Cash and cash equivalents at end of the period		
Cash in hand (including foreign currencies)	6,313,253	3,873,575
Prize bond	-	-
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)	25,000,000	20,000,000
	31,313,253	23,873,575



SBAC Bank PLC.
Islami Banking Windows
Notes to the Financial Statements
as at and for the first quarter ended 31 March 2024

01 Islami Banking Wing and its activities

Status

The Islamic Banking Wing (IBW) of South Bangla Agriculture and Commerce Bank Limited (the Bank) started its operation on July 05, 2021 with permission from Bangladesh Bank vide letter no. BRPD(P-3)745(68)/2021-4872 dated June 13, 2021. The Islamic Banking Wing of the Bank is operating its business through 10 (ten) windows in 10 (ten) branches of the Bank.

Principal activities

The Bank offers all kinds of banking services to its customers through the Islamic Banking Windows in the branches complying Shariah Principles following the provisions of the Banking Companies Act, 1991 (as amended up to 2018), Bangladesh Bank's directives and directives of other regulatory authorities. In Islamic Banking Windows, deposits are collected under Al-wadeeah and Mudaraba principles and investments are made following Bai-Murabaha, Bai-Salam, Bai-as-Sarf, hire purchase under Shirkatul Melk, Ijarah principles.

02 Significant accounting policies

The accounting policies set out in the financial statements of the Bank have been applied consistently to all the periods presented in these financial statements and have been applied consistently by the wing.

02.01 Going concern

When preparing financial statements, management makes an assessment of the entity's ability to continue as a going concern. The Wing prepares financial statements on a going concern basis.

02.02 Reporting period

These financial statements of the Islamic Banking Window cover period from 1 January to 31 March.

02.03 Revenue

As per IFRS 15, revenue should be recognised on accrual basis, but due to the unique nature of Islamic Banking, income from investments under Bai-Murabaha, Bi-Salam, Bai-Istisna, HPSM, Ijarah, Quard, IDBP and FDBP modes are accounted for on realization basis as per AAOIFI and Bangladesh Bank guidelines.

02.04 Investment Income

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

Profit/Rent/Compensation accrued on classified investments are suspended and accounted for as per circulars issued by Bangladesh Bank in this regard from time to time. At the time of recovery or regularization of those investments the related income which was suspended and shown as a liability is taken as investment income (except compensation) as per circulars issued by Bangladesh Bank. As a result, all the transferred amount to investment income from suspense during the year has already been included in the investment income of the Wing.

Profit on deposits with other banks & financial institutions is accounted for on accrual basis.

02.05 Sharing of investment income

In case of investment, Mudaraba fund gets preference over cost free fund. The investment income earned through deployment of Mudaraba Fund is shared by the IBW of the Bank and the Mudaraba depositors at the pre-agreed ratio.

02.06 Income on Investments in Securities

Income on investments in securities is recognised on accrual basis.

02.07 Profit Suspense/Compensation Account & Shari'ah Non-Compliance Income

Profit/compensation accrued on classified investments is suspended and accounted for as per circulars issued by the Bangladesh Bank.

Moreover, income which is irregular (doubtful) as per Shari'ah is also not included in the distributable income of the Wing. The entity (Wing) charges compensation on unclassified overdue investments. Such compensation is not permissible as regular income of the Bank as per Shari'ah.

Interest received from the balances held with Foreign Banks abroad and from Foreign Currency Clearing Account with the Bangladesh Bank and also other interest based Banks are also not credited to regular income since it is not permissible as per Shari'ah. Such doubtful income is being appropriated for charitable purpose.

02.08 Profit shared on deposits

Profit on deposits are recognized on accrual basis.

Mudaraba depositors of the IBW share income derived from investing activities deploying the Mudaraba funds. Income under these categories includes profit, dividend, capital gain, rent, exchange gain and any other gain derived from deployment of Mudaraba funds.



	31 March 2024 Taka	31 December 2023 Taka
3. Cash in hand		
In hand		
In local currency	6,313,253	4,576,626
In foreign currency	-	-
	<u>6,313,253</u>	<u>4,576,626</u>
4. Balance with Bangladesh Bank and its agents		
Balance with Bangladesh Bank		
In local currency	25,000,000	25,000,000
In Foreign currency	-	-
	<u>25,000,000</u>	<u>25,000,000</u>
Balance with Sonali Bank (as agent of Bangladesh Bank)- local currency	25,000,000	-
	<u>25,000,000</u>	<u>25,000,000</u>
5. Balance with other banks and financial institutions		
In Bangladesh	-	-
Outside Bangladesh	-	-
	<u>-</u>	<u>-</u>
6. Placement with banks & other financial institutions		
	<u>-</u>	<u>-</u>
7. Investments in share & securities		
Government (note 7.1)	30,000,000	30,000,000
Others	-	-
	<u>30,000,000</u>	<u>30,000,000</u>
7.1 Government		
Ijarah Sukuk Bond	30,000,000	30,000,000
	<u>30,000,000</u>	<u>30,000,000</u>
8. Investments		
General investment (note 8.1)	306,953,692	294,691,370
Bills purchaseed and negotiated (note 8.2)	-	-
	<u>306,953,692</u>	<u>294,691,370</u>
8.1 General investment		
Inside Bangladesh		
BAI Murabaha CSME under stimulus finance		
BAI Murabaha - work order	194,135,586	4,200,894
BAI Murabaha - commercial	9,048,800	193,443,560
BAI Murabaha - agriculture	1,345,584	2,851,810
BAI Murabaha - SME	2,690,244	5,612,520
Murabaha post import finance	4,073,365	-
HPSM (Staff)	44,387,840	36,010,828
HPSM (car)	3,191,231	3,102,996
HPSM (real estate)	48,081,042	49,468,762
	<u>306,953,692</u>	<u>294,691,370</u>
Outside Bangladesh		
	<u>306,953,692</u>	<u>294,691,370</u>
8.2 Bills purchaseed and negotiated		
Payable Inside Bangladesh	-	-
Payable Outside Bangladesh	-	-
	<u>-</u>	<u>-</u>
	<u>306,953,692</u>	<u>294,691,370</u>
9. Fixed assets including premises, furniture and fixtures		
Property, Plant & Equipment		
Furniture & Fixtures	149,784	149,784
Machineries and Equipments	5,190	5,190
Computer and Peripherals	180,572	247,100
Software	6,250,000	6,250,000
Total fixed assets at cost	<u>6,585,546</u>	<u>6,652,074</u>
Less: Accumulated depreciation	<u>1,897,888</u>	<u>1,964,415</u>
Net book value at the end of the year	<u>4,687,658</u>	<u>4,687,659</u>
10. Other assets		
Stationeries	1,323,353	1,327,161
Stamps	3,460	3,460
Accrued profit	512,251	797,171
Advance Income Tax	187,600	152,425
Suspense	-	-
Receiveable from convetional banking	101,968,702	100,476,045
	<u>103,995,366</u>	<u>102,756,262</u>



	31 March 2024 Taka	31 December 2023 Taka
11. Placements from other banks, financial institutions		
In Bangladesh	-	-
Outside Bangladesh	-	-
12. Deposits and other accounts		
Al wadeeah current deposits and other accounts	23,572,317	21,990,961
Mudaraba savings deposits	22,593,408	22,233,288
Mudaraba term deposits	355,394,583	352,599,698
Mudaraba special notice deposits	9,709,516	7,540,890
Others deposit	19,135,426	17,388,221
Bill Payable	5,051,027	5,052,027
	435,456,277	426,805,085
13. Other liabilities		
Profit payable on deposit	3,715,708	2,741,136
Unearned Profit	14,448,047	9,918,832
Provision against investments (note 13.1)	2,267,678	2,267,678
Provision against off balance sheet exposures (note 13.2)	106,830	106,830
Compensation Realization	2,401,208	-
Payable to Conventional Banking	-	-
Others	600	2,602,778
	22,940,071	17,637,254
13.1 Provision against investments		
A. General provision against investments		
Opening balance	2,267,678	1,185,338
General provision for the year	-	1,082,340
Provision held at the end of the period	2,267,678	2,267,678
B. Specific provision against classified investments		
Opening balance	-	-
Less : Fully provided debt written-off (for final settlement)	-	-
Add : Recoveries of amounts previously written-off	-	-
Add : Specific provision for the period	-	-
Less : Specific provision no more required as loans realized/regularized	-	-
Add : Net charge to profit and loss account	-	-
Provision held at the end of the period	2,267,678	2,267,678
13.2 Provision against off balance sheet exposures		
Opening balance	106,830	106,830
General provision for the year	-	-
Provision held at the year end	106,830	106,830
14. Surplus in profit and loss account / Retained earnings		
Opening balance	17,269,578	3,372,686
Add : Net profit during the period	1,284,043	13,896,892
Less : Transferred to Conventional Banking	-	-
Closing balance	18,553,621	17,269,578
15. Contingent liabilities		
Acceptances and endorsements	-	-
Letters of guarantee	2,000,000	2,000,000
Irrevocable Letters of Credit	-	6,552,338
Bills for collection	-	-
Others	-	-
	2,000,000	8,552,338
16. Investment income		
Income from general investment		
Bai-Murabaha	4,448,379	3,788,829
Bai-Muajjal (CC hypo)	-	-
Bai-Salam (packing credit)	-	-
Murabaha PIF	-	-
Hire purchase	1,992,061	1,723,701
Other investments	-	-
Sub-total (i)	6,440,440	5,512,530
Profit on deposits with other Islamic banks		
In Bangladesh	-	-
Out side Bangladesh	-	-
Sub-total (ii)	-	-
Grand total (i+ii)	6,440,440	5,512,530



17. Profit paid on deposits	a) Profit paid on deposits:		
	Mudaraba savings deposits	195,587	219,747
	Mudaraba special notice deposits	63,827	177,268
	Mudaraba term deposits	5,193,408	3,985,961
	Others deposits	233,191	174,780
		<u>5,686,013</u>	<u>4,557,756</u>
		31 March 2024	31 March 2023
		Taka	Taka
18. Income from investment in shares / securities	Profit earned from Sukuk bond	418,580	195,846
	Others	-	-
		<u>418,580</u>	<u>195,846</u>
19. Commission, exchange and brokerage	Commission on L/Cs-sight	18,452	30,075
	Commission on L/Gs	20,000	20,000
	Commission on acceptance	-	-
	Exchange	19,210	41,400
	Other commission	-	3,530
		<u>57,662</u>	<u>95,005</u>
20. Other operating income	Service and other charges	42,844	25,591
	Commission Received from Cross GL	-	-
	Miscellaneous earnings	10,530	10,603
		<u>53,374</u>	<u>36,194</u>
21. Salaries and allowances	Basic salary	-	45,976
	House rent allowance	-	22,988
	Conveyance allowance	-	4,800
	Medical allowance	-	5,400
	Other allowances	-	13,680
	Bank's contribution to provident fund	-	4,598
		-	<u>97,442</u>
22. Stationery, printing and advertisements, etc.	Stationery	-	-
	Publicity and advertisement	-	-
		-	-
23. Shariah supervisory committee's fees and expenses	Meeting attendance fees	-	-
		-	-
24. Depreciation and repair of Bank's assets	Depreciation	-	-
	Fixed assets	-	329,521
	Leased assets	-	-
		-	<u>329,521</u>
	Repairs	-	-
	Repair & Maintenance	-	-
		-	<u>329,521</u>
25. Other expenses	Entertainment	-	-
	Cash carrying charges	-	-
	Local Conveyance	-	-
	Miscellaneous expenses	-	252
		-	<u>252</u>



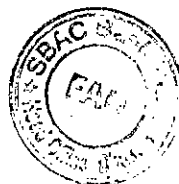
SBAC Bank PLC.
Balance Sheet (Off-Shore Banking Unit)
As at 31 March 2024

	Notes	31 March 2024		31 December 2023	
		USD	Taka	USD	Taka
PROPERTY AND ASSETS					
Cash					
Cash in hand (Including foreign currencies)		-	-	-	-
Balance with Bangladesh Bank and its agent bank(s) (Including foreign currencies)		-	-	-	-
Balance with other banks and financial institutions	3				
In Bangladesh		799,791	87,777,062	715,788	78,557,733
Outside Bangladesh		-	-	-	-
		799,791	87,777,062	715,788	78,557,733
Money at call on short notice					
Investments:					
Government		-	-	-	-
Others		-	-	-	-
Loans and advances					
Loans, cash credit, overdrafts etc.	4	289,104	31,729,164	2,008,277	220,408,400
Bills purchased and discounted		-	-	-	-
		289,104	31,729,164	2,008,277	220,408,400
Fixed assets including premises, furniture and fixtures		-	-	-	-
Other assets	5	-	-	-	-
Non-banking assets		-	-	-	-
TOTAL ASSETS		1,088,895	119,506,226	2,724,065	298,966,133
LIABILITIES AND CAPITAL					
Liabilities					
Borrowings from other banks, financial institutions and agents	6	275,340	30,218,565	1,931,863	212,021,964
Deposits and other accounts					
Current accounts and other accounts		-	-	-	-
Bills payable		-	-	-	-
Savings bank deposits		-	-	-	-
Term deposits		-	-	-	-
Subordinated bonds		-	-	-	-
Other liabilities	7	23,056	2,374,211	10,784	1,027,359
TOTAL LIABILITIES		298,396	32,592,776	1,942,647	213,049,323
Capital/ Shareholders' equity					
Paid up capital		-	-	-	-
Statutory reserve		-	-	-	-
General reserve		-	-	-	-
Foreign currency translation gain/(loss)	8	-	12,710,367	-	12,710,367
Profit and loss account - retained earnings	9	790,499	74,203,083	781,418	73,206,443
TOTAL SHAREHOLDERS' EQUITY		790,499	86,913,450	781,418	85,916,810
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,088,895	119,506,226	2,724,065	298,966,133



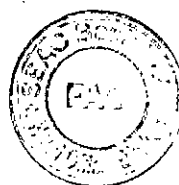
SBAC Bank PLC.
Profit and Loss Account (Off-shore Banking Unit)
For the first quarter ended 31 March 2024

	Notes	31 March 2024		31 March 2023	
		USD	Taka	USD	Taka
Interest income	10	21,353	2,343,492	56,502	5,929,241
Less: Interest paid on deposits and borrowings etc.		-	-	-	-
Net interest income		21,353	2,343,492	56,502	5,929,241
Investment income		-	-	-	-
Commission, exchange and brokerage		-	-	-	-
Other operating income		-	-	-	-
Total operating income		21,353	2,343,492	56,502	5,929,241
Salary and allowances		-	-	-	-
Rent, taxes, insurance, electricity etc.		-	-	-	-
Legal and professional expenses		-	-	-	-
Postage, stamp, telecommunication etc.		-	-	-	-
Stationery, printing, advertisement etc.		-	-	-	-
Chief executive's salary and fees		-	-	-	-
Directors' fees		-	-	-	-
Auditors' fees		-	-	-	-
Charges on loan losses		-	-	-	-
Depreciation and repair of bank's assets		-	-	-	-
Other expenses		-	-	-	-
Total operating expenses		21,353	2,343,492	56,502	5,929,241
Profit before provision		21,353	2,343,492	56,502	5,929,241
Provision for loan					
Specific provision		-	-	-	-
General provision (including off balance sheet items)	7.1	12,272	1,346,852	1,519	234,108
		12,272	1,346,852	1,519	234,108
Other provisions		-	-	-	-
Total provision		12,272	1,346,852	1,519	234,108
Total Profit before taxes		9,081	996,640	54,983	5,695,133
Provision for taxation					
Current tax		-	-	-	-
Deferred tax		-	-	-	-
Net profit after taxation	9	9,081	996,640	54,983	5,695,133



SBAC Bank PLC.
Cash Flow Statement (Off-shore Banking Unit)
For the first quarter ended 31 March 2024

Notes	31 March 2024		31 March 2023	
	USD	Taka	USD	Taka
A) Cash flows from operating activities				
Interest receipts in cash	21,353	2,343,492	56,502	5,929,241
Interest payments	-	-	-	-
Dividend receipts	-	-	-	-
Income from investments	-	-	-	-
Recoveries on loans and advances previously written-off	-	-	-	-
Fees and commission receipts in cash	-	-	-	-
Cash payments to employees	-	-	-	-
Cash payments to suppliers	-	-	-	-
Income taxes paid	-	-	-	-
Receipts from other operating activities	-	-	-	-
Payments for other operating activities	-	-	-	-
Operating profit before changes in operating assets and liabilities	21,353	2,343,492	56,502	5,929,241
Increase / decrease in operating assets and liabilities				
Statutory deposits	-	-	-	-
Sale of trading securities	-	-	-	-
Purchase of trading securities	-	-	-	-
Loans and advances to other banks	-	-	-	-
Loans and advances to customers	1,719,173	188,679,236	(151,919)	(23,410,830)
Increase / decrease of other assets	-	-	-	-
Deposits from other banks	-	-	-	-
Deposits from customers	-	-	-	-
Increase / decrease of other liabilities account of customers	-	-	-	-
Increase / decrease of trading liabilities	-	-	-	-
Increase / decrease of other liabilities	-	-	-	-
	1,719,173	188,679,236	(151,919)	(23,410,830)
Net cash from operating activities	1,740,526	191,022,728	(95,417)	(17,481,589)
B) Cash flows from investing activities				
Proceeds from sale of Government securities	-	-	-	-
Payments for Purchase of Government securities	-	-	-	-
Purchase of property, plant and equipment	-	-	-	-
Sale of property, plant and equipment	-	-	-	-
Net cash from investing activities	-	-	-	-
C) Cash flows from financing activities				
Borrowing from other banks, financial institutions and agents	(1,656,523)	(181,803,399)	138,292	21,711,289
Dividends paid	-	-	-	-
Net cash from financing activities	(1,656,523)	(181,803,399)	138,292	21,711,289
D) Net increase / (decrease) in cash (A+B+C)	84,003	9,219,329	42,875	4,229,700
E) Effects of exchange rate changes on cash and cash-equivalent				
	-	-	-	2,134,674
F) Cash and cash-equivalents at beginning period	715,788	78,557,733	536,467	54,987,907
G) Cash and cash-equivalents at end of period (D+E+F)	799,791	87,777,062	579,342	61,352,281
H) Cash and cash-equivalents at end of period				
Cash in hand including foreign currencies	-	-	-	-
Balances with Bangladesh Bank and its agent bank(s) including foreign currencies	-	-	-	-
Balances with other Banks and Financial institutions	799,791	87,777,062	579,342	61,352,281
	799,791	87,777,062	579,342	61,352,281



SBAC Bank PLC.
Notes to the Financial Statements (Off-shore Banking Unit)
as at and for the first quarter ended 31 March 2024

1. Status of the unit

- 1.1** The Off-shore Banking Units (OBU) of South Bangla Agriculture & Commerce Bank Limited are governed by the applicable rules & regulations of Bangladesh Bank. The Bank obtained the permission for conducting the activities of OBU under reference letter no. BRPD (03)/744(127)/2020-5140 dated 15 July 2020 of Bangladesh Bank. The Bank started the operation of OBU on 22 October 2020. The number of OBU was one as at 31 December 2021, located at International Division, Head Office, Dhaka.

1.2 Nature of business

The principal activities of Bank are to carry on all kinds of banking business in accordance with applicable rules and regulations of Bangladesh Bank for operations of Off-shore Banking Unit in Bangladesh.

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

2.1 Basis of accounting

The financial statements of Bank have been prepared under historical cost convention and in accordance with the Bank Companies Act, 1991 as amended under sub-section 38(4) of the Act, relevant Bangladesh Bank Circulars, International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Companies Act, 1994, the Securities and Exchange Rules, 1987 and other rules and regulations applicable in Bangladesh.

2.2 Use of estimates and judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis.

Revision of accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

2.3 Functional and presentation currency

The functional currency of OBU is US Dollar (USD). Transactions are recorded in the functional currency (USD). The financial statements are presented both in USD and equivalent Bangladesh Taka (BDT). For preparation of financial statements, all the balance sheet items are converted into equivalent BDT using the closing exchange rate (USD 1 = BDT 105.90), while the revenue items are converted into BDT at weighted average rate of inter-bank market as determined by Bangladesh Bank on the closing date of every month (USD 1 = BDT 104.94). Resulting exchange differences are recognized as a separate component of equity.

2.4 Foreign currency transactions

a) Foreign currencies translation

Amounts in foreign currency are translated in accordance with the principles set forth in IAS 21 - "The Effects of Changes in Foreign Exchange Rates".

b) Transaction gains and losses

The resulting exchange transaction gains and losses are included in the profit and loss account.

2.5 Loans and advances

a) Loans and advances are started at gross amount. While the provision and interest suspense against loans and advances are shown separately as other liabilities.

b) Interest income is calculated on daily product basis and accounted for on quarterly rest on accrual basis until the loans and advances are defined as classified accounts as per Bangladesh Bank guidelines. As per Bangladesh Bank directives, interest on loans and advances classified as bad/loss is not accounted for. A separate memorandum record is maintained for such interest on bad/loss loans.

c) Provision for loans and advances is made on the basis of the year end review by the management of the Bank in line with the instructions contained in BRPD Master Circular No. 14 dated 23 September 2012, BRPD Circular No. 19 dated 27 December 2012, BRPD Circular No. 05 and 06 dated 29 May 2013, BRPD Circular No. 15 dated 23 December 2013, BRPD Circular No. 16 dated 18 November 2014, BRPD Circular No. 08 dated 02 August 2015, BRPD Circular No. 01 dated 20 February 2018, BRPD circular No. 24 (17 November 2019), BRPD circular No. 6 (19 May 2019), BRPD circular No. 4 (16 May 2019), BRPD circular No. 3 (21 April 2019), BRPD circular No. 16 (21 July 2020) and BRPD circular No. 52 (20 October 2020), issued by Bangladesh Bank.

2.6 Provision for taxation

Offshore Banking Unit (OBU) is an integral business unit of the Bank. The income from OBU is included in the separate financial statement of the Bank and tax has been provided on total income of the Bank including income from OBU. Hence provision for tax has not been calculated for OBU portion separately.

2.7 Revenue recognition

The revenues of the OBU during the year have been recognized in terms of the provision of International Financial Reporting Standards 15, 'Revenue from Contracts with Customers' as outlined below:

2.7.1 Interest income

Interest income from loans and advances is recognized on accrual basis.

2.7.2 Fees and commission income

Fees and commission income arising from different services provided by the Units are recognized on cash receipt basis. Commission charged to customers on letters of credit and letters of guarantee are credited to income at the time of effecting the transactions.



2.7.3 Interest paid on deposits and borrowings

Interest paid on deposits, borrowings etc. are accounted for on accrual basis.

2.8 Cash flow statement

Cash flow statement has been prepared in accordance with the International Accounting Standard (IAS) 7, 'Statement of Cash Flow' under Direct method as recommended in the BRPD Circular No. 14 dated 25 June 2003 issued by the Banking Regulation & Policy Department of Bangladesh bank.

2.9 Cash and cash equivalents

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

2.10 Reporting period

These financial statements of the OBU cover period from 1 January to 31 March.

2.11 General

i) Figures appearing in these financial statements have been rounded off to the nearest USD and BDT.

	31 March 2024		31 December 2023	
	USD	Taka	USD	Taka
3. Balance with other banks and financial institutions				
In Bangladesh (note 3.1)	799,791	87,777,062	715,788	78,557,733
Outside Bangladesh	-	-	-	-
	<u>799,791</u>	<u>87,777,062</u>	<u>715,788</u>	<u>78,557,733</u>
3.1 Balance with other banks and financial institutions				
SBAC Bank Limited (USD)	755,000	82,861,250	715,788	78,557,733
SBAC Bank Limited (EURO)	44,791	4,915,812	-	-
	<u>799,791</u>	<u>87,777,062</u>	<u>715,788</u>	<u>78,557,733</u>
4. Loans and advances				
Loans, cash credit, overdrafts etc.	289,104	31,729,164	2,008,277	220,408,400
Bills purchased and discounted	-	-	-	-
	<u>289,104</u>	<u>31,729,164</u>	<u>2,008,277</u>	<u>220,408,400</u>
4.1 Residual maturity grouping of loans and advances including bills purchased and discounted				
Payable				
On demand	50,320	5,328,880	275,518	30,238,111
Within one month	1,229,112	130,162,921	1,581,900	173,613,519
Within one to three months	1,026,189	108,673,382	150,859	16,556,770
Within three to twelve months	-	-	-	-
Within one to five years	-	-	-	-
More than five years	-	-	-	-
	<u>2,305,620</u>	<u>244,165,183</u>	<u>2,008,277</u>	<u>220,408,400</u>
4.2 Classification status of loans and advances including bills purchased and discounted				
Unclassified loans and advances (including staff loans)				
i) Standard	289,104	31,729,164	2,008,277	220,408,400
ii) Special mention account (SMA)	-	-	-	-
	<u>289,104</u>	<u>31,729,164</u>	<u>2,008,277</u>	<u>220,408,400</u>
Classified loans and advances				
Sub-standard	-	-	-	-
Doubtful	-	-	-	-
Bad / loss	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>289,104</u>	<u>31,729,164</u>	<u>2,008,277</u>	<u>220,408,400</u>

4.3 Classification and provisioning of loans and advances including bills purchased and discounted

Classification / Status of loans and advances	Amount of outstanding loans and advances as at 31 March 2024		Base for Provision (Taka)	Percentage (%) of provision required as per Bangladesh Bank	Amount of provision required as at 31 March 2023 (USD)	Amount of provision required as at 31 March 2023 (Taka)
	USD	Taka				
Unclassified loans and advance						
Small & medium enterprise financing	-	-	-	0.25%	-	-
Other than small medium enterprise financing	289,104	31,729,164	31,729,164	1.00%	2,305,620	244,165,183
Special mention account	-	-	-	1.00%	-	-
Total unclassified loans and advance	289,104	31,729,164	31,729,164		2,305,620	244,165,183
Classified loans and advances						
Sub-standard	-	-	-	20.00%	-	-
Doubtful	-	-	-	50.00%	-	-
Bad / loss	-	-	-	100.00%	-	-
Total classified loans and advances	-	-	-		-	-
Total	289,104	31,729,164	31,729,164		2,305,620	244,165,183
Total provision maintained					2,305,620	244,165,183
Total provision surplus / (deficit)					-	-

4.4 Geographical location-wise loans and advances including bills purchased and discounted

Dhaka Division
Chattogram Division

31 March 2024		31 December 2023	
USD	Taka	USD	Taka

2,305,620	244,165,183	2,008,277	220,408,400
2,305,620	244,165,183	2,008,277	220,408,400

5. Other assets

Interest accrued on loans and advances but not collected

-	-	-	-
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6. Borrowings from other banks, financial institutions and agents

a) In Bangladesh

Borrowings from SBAC Bank, Head Office

275,340	30,218,565	1,931,863	212,021,964
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b) Outside Bangladesh

275,340	30,218,565	1,931,863	212,021,964
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7. Other liabilities

Accumulated provision on loans and advances (note 7.1)

23,056	2,374,211	10,784	1,027,359
23,056	2,374,211	10,784	1,027,359

7.1 Accumulated provision on loans and advances

General provision on loans and advances

Opening balance

10,784	1,027,359	21,537	2,207,544
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Add : Provision made during the period

12,272	1,346,852	(10,753)	(1,180,185)
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Closing balance

23,056	2,374,211	10,784	1,027,359
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8. Foreign currency translation gain/(loss)

Opening balance

-	12,710,367	-	7,933,440
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Add : Addition during the period

-	-	-	4,776,927
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-	12,710,367	-	12,710,367
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Less : Adjustment during the period

-	-	-	-
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Closing balance

-	12,710,367	-	12,710,367
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9. Profit and loss account - retained earnings

Opening balance

781,418	73,206,443	590,345	52,576,943
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Net profit / (loss) during the period

9,081	996,640	191,073	20,629,500
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Closing balance

790,499	74,203,083	781,418	73,206,443
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31 March 2024		31 March 2023	
USD	Taka	USD	Taka

10. Interest income

Interest on loans and advances

21,353	2,343,492	56,502	5,929,241
21,353	2,343,492	56,502	5,929,241



SBAC Bank Investment Limited
of
Financial Statements
For the year ended 31 December 2023

Hoda Vasi Chowdhury & Co

Chartered Accountants

Independent Auditor's Report to the Shareholders of SBAC Bank Investment Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of SBAC Bank Investment Limited (the "Company"), which comprise the statement of financial position as at 31 December 2023, and 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 present fairly, in all material respects, the financial position of Company as at 31 December 2023 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS) as explained in note 2 and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together 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 these ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRS as explained in note 2, 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 statement 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 judgement 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 gives a true and fair view.

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.

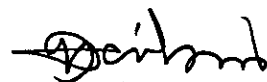
Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Securities and Exchange Rules, 1987, we also report the following:

- 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 accounts as required by law have been kept by the Company so far as it appeared from our examination of those books; and
- c) The statement 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.

Dhaka, 03 April 2024

DVC No: 2404221512AS977513



Shaikh Hasibur Rahman FCA
Partner
Enrollment No: 1512
Hoda Vasi Chowdhury & Co
Chartered Accountants

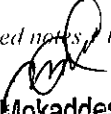


SBAC Bank Investment Limited
Statement of Financial Position
As at 31 December 2023

Particulars	Notes	Amount in Taka	
		31 December 2023	31 December 2022
ASSETS			
Non - current assets			
Property, plant and equipment	4.00	7,835,683	8,105,364
Intangible asset	5.00	10,837,663	10,538,581
Security deposit with exchange	6.00	30,000,000	30,000,000
		48,673,346	48,643,945
Current assets			
Short-term investment	7.00	587,432,948	549,075,232
Receivable from margin loan	8.00	366,451,452	343,620,002
Accounts receivables	9.00	36,607,878	4,965,219
Advances, deposits and prepayments	10.00	13,295,016	9,070,693
Cash and cash equivalents	11.00	78,711,432	24,387,595
		1,082,498,726	931,118,741
Total assets		1,131,172,072	979,762,686
Shareholders' equity and liabilities			
Shareholders' equity			
Share capital	12.00	400,000,000	400,000,000
Capital reserve	13.00	3,269,919	516,704
Retained earnings	14.00	35,111,363	32,182,490
		438,381,282	432,699,194
Non current liabilities			
Retirement benefit obligations	15.00	1,125,120	596,487
		1,125,120	596,487
Current liabilities			
Short-term loan	16.00	563,865,318	508,679,030
Account payables	17.00	74,605,693	21,942,487
Deferred tax liability	18.00	76,146	28,021
Liabilities for expenses	19.00	937,283	534,496
Provision & accruals	20.00	52,181,230	15,282,971
		691,665,670	546,467,004
Total shareholders' equity and liabilities		1,131,172,072	979,762,686
Net asset value per share		10.96	10.82

The annexed notes 1 to 27 form an integral part of these financial statements

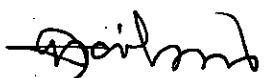

Anwar Hussain
Chairman
SBAC BANK INVESTMENT LIMITED
Chairman


Md. Mokaddess Ali FCS
Director
SBAC BANK INVESTMENT LIMITED
Director


Ziaur Rahman Zia FCA
Director
SBAC BANK INVESTMENT LIMITED
Director


MD. LUTFUR RAHMAN
Chief Executive Officer (CC)
SBAC BANK INVESTMENT LTD.
Managing Director & CEO

Signed in terms of our report of even date


Shaikh Hasibur Rahman FCA
Enrolment No: 1512
Hoda Vasi Chowdhury & Co
Chartered Accountants

Dhaka, 03 April 2024
DVC No: 2404221512AS977513




SBAC Bank Investment Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 31 December 2023


Particulars	Notes	Amount in Taka	
		31 December 2023	31 December 2022
Operating income	21.00	66,175,808	42,361,054
Less: Operating expenses	22.00	(5,122,514)	(3,274,591)
Gross Profit		61,053,294	39,086,462
Less: Administrative expenses	23.00	(34,358,610)	(18,264,728)
Net operating income		26,694,684	20,821,734
Add: Other income	24.00	23,746,407	21,194,686
Net Profit/(Loss) before provision & tax		50,441,090	42,016,420
Less: Provision for diminution in value of investments		(32,201,430)	(4,041,481)
Less: General provision		(232,506)	(3,430,796)
Net Profit/(Loss) before tax		18,007,154	34,544,142
Provision for income tax			
Income tax expenses	25.00	(12,276,941)	(6,983,966)
Deferred tax expenses	18.00	(48,125)	(28,021)
Net Profit/(Loss) after tax		5,682,088	27,532,155
Other comprehensive income/(Loss)		-	-
Total comprehensive income for the year		5,682,088	27,532,155
Appropriations			
Capital reserve		2,753,215.53	-
Retained surplus		2,928,872	27,532,155
		5,682,088	27,532,155
Total number of shares outstanding		40,000,000	40,000,000
Earnings per share (EPS)		0.14	0.69

The annexed notes 1 to 27 form an integral part of these financial statements

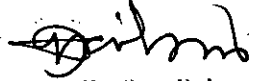

Anwar Hussain
Chairman
SBAC BANK INVESTMENT LIMITED
Chairman


Md. Mokaddess Ali FCS
Director
SBAC BANK INVESTMENT LIMITED
Director


Ziaur Rahman Zia FCA
Director
SBAC BANK INVESTMENT LIMITED
Director


MD. LUTFUR RAHMAN
Chief Executive Officer (CC)
SBAC BANK INVESTMENT LTD.
Managing Director & CEO

Signed in terms of our report of even date


Shaikh Basibur Rahman FCA
Enrolment No: 1512
Hoda Vasi Chowdhury & Co
Chartered Accountants

Dhaka, 03 April 2024

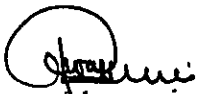
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SBAC Bank Investment Limited
Statement of Changes in Equity
For the year ended 31 December 2023

Particulars	Share Capital	Capital Reserve	Retained Earnings	Total
Balance as on January 01, 2023	400,000,000	516,704	32,182,490	432,699,194
Other comprehensive income	-	-	-	-
Profit/(Loss) during the year	-	-	5,682,088	5,682,088
Transferred to capital reserve	-	2,753,216	(2,753,216)	-
Dividend during the year	-	-	-	-
Total shareholders' equity as at 31 December 2023	400,000,000	3,269,919	35,111,363	438,381,282
Balance as on 01 January, 2022	400,000,000	-	5,167,039	405,167,039
Other comprehensive income	-	-	-	-
Profit/(Loss) during the period	-	-	27,532,155	27,532,155
Transferred to capital reserve	-	516,704	(516,704)	-
Dividend during the period	-	-	-	-
Total shareholders' equity as at 31 December 2022	400,000,000	516,704	32,182,490	432,699,194

The annexed notes form an integral part of these financial statements


Anwar Hussain
Chairman
SBAC BANK INVESTMENT LIMITED
Chairman


Md. Mokaddess Ali FCS
Director
SBAC BANK INVESTMENT LIMITED
Director


Ziaur Rahman Zia FCA
Director
SBAC BANK INVESTMENT LIMITED
Director


MD. LUTFUR RAHMAN
Chief Executive Officer (CC)
SBAC BANK INVESTMENT LTD.
Managing Director & CEO



**Hoda Vasi
Chowdhury & Co**

**SBAC Bank Investment Limited
Statement of Cash Flows
For the year ended 31 December 2023**

Particulars	Amount in Taka	
	31 December 2023	31 December 2022
A. Cash flows from operating activities		
Net profit before taxation, and extra ordinary item	90,030,122	63,298,044
Adjustment for:	-	-
Employees' benefit paid	(26,234,223)	(12,406,365)
Operating & administrative expenses paid	(11,393,150)	(8,272,944)
Liabilities for expenses(net)	931,420	1,073,483
Changes in accounts receivable	(31,750,566)	(3,398,979)
Changes in accounts payable	52,663,206	21,942,487
Advance rent & security deposit(CIDBL)	240,000	(1,260,000)
Income tax paid	(12,276,941)	(9,058,728)
Net cash Used in operating activities	62,209,868	51,916,997
B. Cash flows from investing activities		
Purchase of property, plant and equipment	(1,465,402)	(8,921,706)
Addition of intangible asset	(417,750)	(582,250)
Security deposit with exchange	-	-
Acquisition cost of DSE TREC	-	-
Investments in listed shares	(64,257,431)	(173,225,517)
Investments in FDR	25,899,715	(16,977,627)
Margin loan & others	(22,831,450)	(343,620,002)
Net cash used in investing activities	(63,072,319)	(543,327,101)
C. Cash flows from financing activities		
Issue of share capital	-	-
Long term loan	-	-
Short term loan	55,186,288	508,679,030
Dividend	-	-
Net cash flow from financing activities	55,186,288	508,679,030
D. Net cash inflow from total activities (A+B+C)	54,323,837	17,268,926
E. Add: Opening cash and cash equivalents	24,387,595	7,118,668
Cash and cash equivalents (D+E)	78,711,432	24,387,595

The annexed notes form an integral part of these financial statements

 Anwar Hussain Chairman SBAC BANK INVESTMENT LIMITED	 Md. Mokaddess Ali FCS Director SBAC BANK INVESTMENT LIMITED	 Ziaur Rahman Zia FCA Director SBAC BANK INVESTMENT LIMITED	 MD. LUTFUR RAHMAN Chief Executive Officer (CC) SBAC BANK INVESTMENT LTD. Managing Director & CEO
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SBAC Bank Investment Limited

Notes to the Financial Statements

As at and for the year ended 31 December 2023

1.00 Company and its activities

1.01 Legal status and nature of the Company

SBAC Bank Investment Limited (herein after referred to as "the company") is one of the brokerage firms domiciled in Bangladesh which has been constituted as a private limited company incorporated under the Companies Act 1994 incorporation no. C-169950/2021 dated 21 March 2021. SBAC Bank Investment Limited is the TRFC holder (Trading Right Entitlement Certificate) of Dhaka Stock Exchange (DSE) bearing TRFC No- 267 dated 01 September 2021. The registered office of the company is BSC Tower, 2-3 Rajuk Avenue, Motijheel, Dhaka-1000, Bangladesh. The company is a subsidiary of South Bangla Agriculture & Commerce Bank Limited, a Banking Institution incorporated in Bangladesh under the Bangladesh Bank.

1.02 Principal activities and nature of operation

The principal activities of the Company are to act as a TRFC holder of Dhaka Stock Exchange Limited and to carry on the business of broker, jobbers or dealers in stocks, shares, securities, bonds, debentures. The Company is also authorized to buy, sell, hold or otherwise acquire or invest the capital of company in shares, stocks and fixed income securities, etc.

2.00 Basis of preparation and significant accounting policies

2.01 Statement of compliance

The financial statements of SBAC Bank Investment Limited have been prepared in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs), Companies Act 1994 and other applicable laws in Bangladesh.

As required, SBAC Bank Investment Limited also complies with the applicable provisions of the following major laws/ statutes:

-Securities and Exchange Rules, 1987

-Securities and Exchange Commission (Stock-Dealer, Stock-Broker and Authorized representatives) Rules 2000

-Dhaka Stock Exchange Limited (DSE) Rules

-Negotiable Instrument Act, 1881; and Other applicable laws and regulations

2.02 Basis of measurement

These financial statements have been prepared on a going concern basis under the historical cost convention in accordance with International Financial Reporting Standards (IFRSs).

2.03 Components of financial statements

The financial statements comprise of:

a) Statement of Financial Position as at 31 December 2023;

b) Statement of Profit or Loss and other Comprehensive Income for the year ended December 31, 2023

c) Statement of Changes in Equity for the year ended December 31, 2023;

d) Statement of Cash Flows for the year ended December 31, 2023; and

e) Notes to the Financial Statements.

2.04 Functional and presentational currency

The financial statements are presented in Bangladesh Taka (BDT/Taka/Tk.) currency, which is the Company's functional currency. All financial information presented in Taka has been rounded off to the nearest Taka.

2.05 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, revenue and expenses. It also requires disclosures 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 :

- i. The Company has a legal or constructive obligation as a result of past event.
- ii. It is probable that an outflow of economic benefit will be required to settle the obligation.
- iii. A reliable estimate can be made for the amount of the obligation.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which from the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. However, the estimates and underlying assumptions are reviewed on an ongoing basis and the revision is recognized in the period in which the estimates are revised.

2.06 Consistency

In accordance with the IFRS framework for the presentation of financial statements together with IAS 1 and IAS 8, SBAC 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.

2.07 Going concern

The Company has adequate resources to continue in operation for the foreseeable future. For this reason the directors continue to adopt going concern assumption in preparing the financial statements. The current credit facilities and adequate resources of the company provide sufficient funds to meet the present requirements of its existing businesses and operations.

2.08 Date of authorization

These financial statements have been authorized for issue by the Board of Directors on 03 April 2024.

2.09 Reporting period

The financial year of the Company has been determined to be from 01 January to 31 December each year. However, these financial statements also cover the year from 01 January 2023 to 31 December 2023.

2.10 Statement of cash flows

Cash and cash equivalents consist of cash in hand, bank balances and short-term liquid investments that are readily convertible to known amount of cash and that are subject to an insignificant risk of change in value.

Cash flow statement has been prepared in accordance with the International Accounting Standards (IASs) 7, "Cash flow statement" under indirect method.

2.11 Comparative information

Comparative information has been presented from 01 January 2022 to 31 December 2023.



2.12 Investment in stock exchanges for TREC Holder Certificate

In accordance with section 8 of the Exchanges Demutualization Act, 2013, both stock exchange membership have 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 securities enlisted in Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) to eligible brokers and dealers. Such TRECs will be totally separated from the ownership of the exchange as there is no obligation for TREC holders to be or remain shareholders of the exchange.

3.00 Significant accounting policies:

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

3.01 Property, plant and equipment

3.1.1 Recognition and measurement

These are measured at cost less accumulated depreciation. Cost includes expenditures that are directly attributable to the acquisition of the property, plant and equipment. Full month's depreciation has been charged on additions irrespective of date when the related assets are put into use and no depreciation is charged for the month of disposal. Depreciation is provided at the rearranged/ re-fixed following rates on straight-line IAS is in accordance with IAS 16 over the years appropriate to the estimated useful lives of the different types of assets. The new rate of depreciation considering estimated useful lives of the assets, the shortfall amount if necessary, have been charged during the Year.

3.1.2 Subsequent costs

The cost of replacing part of an item of property, plant and equipment are 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 Company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognised in the profit and loss account as incurred.

3.1.3 Depreciation & amortization

Depreciation on property, plant and equipment is charged using straight line method on all assets. Depreciation is charged from the date when the asset are ready to use. During the period the Company charged depreciation on an average 6 months.

3.1.4 Disposal of fixed assets

On disposal of property, plant and equipment, the cost and accumulated depreciation are eliminated and gain or loss on such disposal is reflected in the statement of comprehensive income, which is determined with reference to the net book value of the assets and net sales proceeds.

3.2 Intangible assets

An intangible asset shall only be recognised 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. The main item included in intangible assets is investment in DSE for obtaining the TREC license from which the company will receive future economic benefits through use the TREC license.

3.2.1 Recognition and measurement

The only item in intangible assets is computer software and is measured at cost less accumulated amortization and impairment loss, if any.



3.2.2 Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific assets to which it relates.

3.2.3 Amortization

The company's intangible asset (TREC Licenses Cost) has indefinite useful life. Hence, the asset is not amortised but software cost has been amortized @ 15% pa.

3.3 Impairment

The carrying value of the Company's assets other than inventories, are reviewed at closing date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of the asset or its cash-generating unit exceeds its recoverable amount. Impairment losses, if any, are recognized in the profit and loss account. The Company has no such assets.

3.4 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.

3.5 Accounts receivable

Accounts receivables are stated at nominal values as reduced by the appropriate allowances for estimated doubtful amounts. No such receivables are accounted for if the loans are classified as bad and loss. Receivable include the amount receivable both from DSE and CSE against daily transaction settlement and dividend income from investments and receivable from FDR etc.

3.6 Provision for tax

Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax payable or receivable is the best estimate of the tax amount expected to be paid or received that reflects uncertainty related to income taxes, if any, in accordance with provisions of Income Tax Ordinance, 1984. It is measured using tax rates enacted or substantively enacted at the reporting date. Applicable tax rate for the Company for the year 2023 will be declared by Finance Act 2023. For the purpose of these financial statements, management has assumed that the existing tax rates will be applicable for Income year 2023 as well, which are mentioned below:

<u>Regular business tax rate</u>	<u>Rates</u>
Brokerage House	27.50%

<u>Other business tax rate:</u>	<u>Rates</u>
Dividend income	20.00%
Capital gain on sale of fixed assets	15.00%
Capital gain on sale of marketable securities	10.00%



Deferred tax

The Company accounts for deferred tax as per International Accounting Standard (IAS) 12: "Income Taxes". 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. It is measured at the tax rates that are expected to be applied to the temporary differences when they reverse based on the laws that have been enacted or substantively enacted by the date of reporting of the financial statements.

The Company provides disclosures based on the classes of assets and liabilities related to the temporary differences. Deferred tax assets are recognised for unused tax losses, unused 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 used. Deferred tax liabilities are recognized for all taxable temporary differences and it is probable that temporary differences will not reverse in the foreseeable future. Both the Deferred tax assets and liabilities are reviewed at each reporting date considering the probability of benefit or detriment realizable. Applicable tax rate for deferred tax is 27.50%.

3.7 Revenue recognition

Revenue is recognized only when it is probable that the economic benefits associated with the transaction will flow to the enterprise and in accordance with the International Financial Reporting Standard (IFRS)-15 "Revenue from Contracts with Customers".

3.8 Interest income

Interest income is recognized on the loan balance of portfolio clients on daily accrual basis and charged to clients' balance on monthly basis. Interest income on FDR is recognised on accrual basis.

3.9 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 events have been disclosed in the notes when material.

3.10 Investment in Shares

Investment in quoted shares are initially recognised at cost plus transaction cost that are directly attributable to the acquisition of the shares. After initial recognition, investment in quoted shares has been presented at cost at reporting date. However, adequate provision has made if market value consider as down trend of the reported cost but no unrealised gain is recognised in the profit and loss account.

3.11 Related party disclosure

As per International Accounting Standard (IAS) 24: "Related Party Disclosures", parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties.



3.12 Lease

IFRS 16, issued in January 2016 replaces existing leases guidance and effective for reporting period beginning on or after 1 January 2019. It will result in almost all leases being recognised on the balance sheet, as the distinction between operating and finance leases is removed. Under the new standard, an asset (the right to use the leased item) and a financial liability to pay rentals are recognised. The only exceptions are short-term and low-value leases. The accounting for lessors will not significantly change.

3.13 Employees benefits

Gratuity

The Board of Director agreed in principle to introduce retirement benefit plan for its employees. A Board of Trustees will be formed and formal Trust deed and related policies will be initiated. The Board of Directors decided to follow the policy for retirement benefit of the parent Company (SBAC Bank) on ad-hoc basis. The amount of gratuity shall be calculated at the rate of 2 (two) months' last drawn basic pay for each completed years of service.

3.14 General:

- i) Figures have been rounded off to the nearest integer.
- ii) Previous year's figures whenever considered necessary have rearranged in order to current year presentation.



Notes	Particulars	Amount in Tk.	
		31 December 2023	31 December 2022
4.00	Property, plant and equipment		
	Opening value	8,921,706	-
	Add: Addition during the year	1,465,402	8,921,706
	Less: Disposal during the year	-	-
		10,387,107	8,921,706
	Less: Accumulated depreciation (Annexure-A)	(2,551,424)	(816,342)
	Written down value	7,835,683	8,105,364
	The above amount are shown in the Property, plant and equipment schedule annexure -A.		
5.00	Intangible asset		
	Opening balance	10,582,250	10,000,000
	Add: Addition during the year	417,750	582,250
	Less: Accumulated amortization (Annexure-A)	(162,338)	(43,669)
	Closing value	10,837,663	10,538,581
	Acquisition cost of DSE TREC Tk. 10,000,000/- (One Crore) only includes in intangible asset.		
6.00	Security deposit with exchange		
	Security deposit with DSE	30,000,000	30,000,000
		30,000,000	30,000,000
7.00	Short-term investment		
	Investment in shares(Annexure-C)	236,802,948	173,225,517
	Investment in FDR(Annexure-B)	349,950,000	375,849,715
	IPO Application(Dealer)	680,000	-
		587,432,948	549,075,232
	SBAC Bank Limited		
	FDR is lien against Short term overdraft .		
	Investment in securities at cost	236,802,948	173,225,517
	Investment in securities at market value	200,560,037	153,018,111
	Unrealized gain/(loss)	(36,242,912)	(20,207,407)
8.00	Receivable from margin loan		
	Clients account 8.01	366,451,452	343,620,002
		366,451,452	343,620,002
8.01	Clients account		
	Margin loan	366,330,201	343,079,607
	Due to CIBL Charge/ BO renewal fees & others	121,251	540,395
		366,451,452	343,620,002
9.00	Accounts receivables		
	Dhaka Stock Exchange (DSE)		
	Broker 35,149,545		
	Dealer -	35,149,545	3,398,979
	Interest receivable on FDR	1,458,333	1,566,240
		36,607,878	4,965,219
10.00	Advances, deposits and prepayments		
	CIBL security deposit	200,000	200,000
	Advance income tax 10.01	12,275,016	7,810,693
	Advance against office rent	820,000	1,060,000
	Advance against commercial space	-	-
		13,295,016	9,070,693

The existing rent agreement has been terminated by new agreement which will be executed from 01 January 2023.



Notes	Particulars	Amount in Tk.	
		31 December 2023	31 December 2022
10.01	Advance income tax		
	Opening balance	7,810,693	1,025,462
	Add: Addition during the year	10.02 12,275,016	7,810,693
		20,085,710	8,836,155
	Less: Adjustment during the year	(7,810,693)	(1,025,462)
	Final settlement	-	-
	Closing Balance	12,275,016	7,810,693
10.02	Addition during the year		
	For brokerage & dealer income	7,003,501	4,533,872
	For dividend income	458,891	28,788
	For interest income from bank deposit	431,243	175,697
	For FDR interest	4,381,381	3,072,336
		12,275,016	7,810,693
11.00	Cash and cash equivalents		
	Cash in hand	11.01 16,326	13,594
	Cash at Bank	11.02 78,695,106	24,374,001
		78,711,432	24,387,595
11.01	Cash in hand		
	Cash in hand -Clients	7,000	-
	Petty cash-head Office	1,575	859
	Petty cash-Banani branch	7,751	12,735
		16,326	13,594
11.02	Cash at Bank		
	Pubali Bank Limited-customer A/c 2905102001673	20,431,975	10,347,253
	Pubali Bank Limited -dealer A/c 2905102001681	18,017	1,595,590
	SBAC Bank Ltd. -customer A/c 0067130000159	43,526,770	11,941,031
	SBAC Bank Ltd.-operational A/c 0067130000088	14,718,344	490,126
		78,695,106	24,374,001
12.00	Share capital		
	Authorized capital		
	50,000,000 Ordinary Share of Tk 10/- each	500,000,000	500,000,000
	Issued, subscribed, & paid-up capital		
	40,000,000 ordinary share of Tk 10/- each	400,000,000	400,000,000

Total share holding position as on December 31, 2023

Name of the Shareholders	% of Share holdings	No. of Shares	Total Amount (Tk)
SBAC Bank Limited	99.90%	39,960,000	399,600,000
SBAC Bank Foundation	0.10%	40,000	400,000
Total	100.00%	40,000,000	400,000,000

13.00	Capital reserve		
	Opening capital reserve	516,704	-
	Add. Addition during the year	2,753,216	516,704
		3,269,919	516,704
	Less: Adjustment during the year	-	-
	Closing balance	3,269,919	516,704

According to Bangladesh Securities and Exchange Commission (Risk Based Capital Adequacy) Rules, 2019; each registered entity shall maintain a mandatory provision at least @ 10% of profit after tax of last year as capital reserve and the full amount of such reserve shall be accounted for in computing total capital. The company has transferred Tk. 2,753,216.00 to the Capital Reserve against last year(2022) profit after tax was Tk. 27,532,155.00.



Notes	Particulars	Amount in Tk.	
		31 December 2023	31 December 2022
14.00	Retained earnings		
	Opening balance	32,182,490	5,167,039
	Add: Profit/(loss) during the year	5,682,088	27,532,155
		37,864,578	32,699,194
	Less: Transferred to capital reserve	2,753,216	516,704
		35,111,363	32,182,490
	Less: Dividend during the year	-	-
	Closing balance	35,111,363	32,182,490
15.00	Retirement benefit obligations		
	Opening balance	596,487	-
	Add: Addition during the year	1,125,120	596,487
		1,721,607	596,487
	Less: Transferred to gratuity fund account	(596,487)	-
		1,125,120	596,487
16.00	Short-term loan		
	SBAC Bank Limited (SOD-FDR)	357,638,783	355,403,050
	SBAC Bank Limited (SOD-GEN)	206,226,535	153,275,980
		563,865,318	508,679,030

SBAC Bank Limited

Nature of facility	Limit(lac)	Expiry	pricing	purpose
SOD (FDR)	3500	13.09.2024	(FDR rate + 2.00%)	To provide credit margin to the client of the company for trading securities as per margin rules by BSEC as well as dealer investment.
OD(General)	2500	13.09.2024	(SMART+3.50% p.a)	

17.00	Account payables		
	Clients account	67,923,431	21,900,806
	Dhaka Stock Exchange (DSE)		
	Broker 5,093,653		
	Dealer -	5,093,653	6,680
	Suspense A/c	35,000	35,000
	Dhaka Stock Exchange (IPO application)	240,000	-
	CCA interest payable to customer	1,313,609	-
		74,605,693	21,942,487
18.00	Deferred tax liability:		
	Carring value (WDDV as per accounts)	8,673,346	8,643,945
	Tax base value	8,396,452	8,542,052
	Income tax liabilities	276,894	101,894
	Tax rate	27.50%	27.50%
	Closing differed tax liability (Assets)	76,146	28,021
	Opening differed tax liability	28,021	-
	Deferred tax expenses/(Income)	48,125	28,021



Notes	Particulars	Amount in Tk.	
		31 December 2023	31 December 2022
19.00	Liabilities for expenses		
	CDBL charge	132,085	82,020
	Business associates incentives	730,448	229,070
	Car maintenance (Registration & Insurance- MD's Car)	-	165,906
	Audit Fees	74,750	57,500
		937,283	534,496
20.00	Provision & accruals		
	Provision for unrealized loss (dealer's portfolio)	20.01 36,242,912	4,041,481
	General provision	20.02 3,663,302	3,430,796
	Provision for tax	20.03 12,275,016	7,810,693
		52,181,230	15,282,971
20.01	Provision for unrealized loss (dealer's portfolio)		
	Opening Balance	4,041,481	-
	Add: Provision made during the year	32,201,430	4,041,481
		36,242,912	4,041,481
	Less: Adjustment during the year	-	-
	Closing balance	36,242,912	4,041,481
As Per Bangladesh Securities and Exchange Commission's Directive No. BSEC/SRI/NE/2020/605 dated 28-12-2022, the company kept 20% provision for unrealized loss against company's own investment portfolio account in the last year(2022). Total unrealized loss in company's own investment portfolio account stood at Tk 36,242,912 as on 31 December 2023. Full required provision(Tk.32,201,430) has been made during the year after adjusting earlier provision (Tk.4,041,481) as per decision taken by the Board of Directors in its meeting held on 13.02.2024).			
20.02	General provision		
	Opening balance	3,430,796	-
	Add: Provision made during the year	232,506	3,430,796
		3,663,302	3,430,796
	Less: Adjustment during the year	-	-
	Closing Balance	3,663,302	3,430,796
According to Bangladesh Securities and Exchange Commission (Risk Based Capital Adequacy) Rules, 2019, each registered entity those are providing margin financing shall maintain a mandatory provision @ 1% of all outstanding margin exposures. Total required margin general provision is Tk. 3,663,302 as against outstanding margin loan Tk. 366,330,201. So provision has been made during the year Tk. 232,506 to maintain a mandatory provision @ 1% of all outstanding margin exposures.			
20.03	Provision for tax		
	Opening balance	7,810,693	3,100,224
	Add: Provision during the year	12,275,016	6,983,966
		20,085,710	10,084,190
	Less: Adjustment during the year	(7,810,693)	(2,273,497)
	Closing Balance	12,275,016	7,810,693



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Notes	Particulars	Amount in Tk.	
		31 December 2023	31 December 2022
21.00	Operating income		
	Brokerage commission	36,716,408	25,551,497
	Interest income	6,294,083	565,579
	Investment(Dealer) income	23,067,738	16,162,507
	Other operating income	97,580	81,470
		66,175,808	42,361,054
21.01	Brokerage commission		
	Brokerage commission income	45,253,282	27,188,146
	Less: Brokerage commission expenses	(8,536,874)	(1,636,649)
		36,716,408	25,551,497
21.02	Interest income		
	Interest income from margin loan	56,247,433	14,012,988
	Less: Interest expenses of OD credit facility	(49,953,351)	(13,447,409)
		6,294,083	565,579
21.03	Investment(Dealer) income		
	Gain from sale of shares	20,267,748	16,018,568
	Dividend income	2,799,990	143,939
		23,067,738	16,162,507
21.04	Other operating income		
	BO account opening & maintenance fees	97,300	80,950
	IPO fees/commission	280	520
		97,580	81,470
22.00	Operating expenses		
	Howla charge	-	1,200
	Laga charge	3,422,741	2,168,669
	CIDBI settlement, transfer & other charges	1,699,773	1,111,731
		5,122,514	3,274,591
23.00	Administrative expenses		
	Salary & allowances	19,590,437	9,591,578
	Festival bonus	2,366,331	551,560
	Employer's contribution to provident fund	643,388	230,799
	Retirement benefit obligation	1,125,120	596,487
	Salary to support staff(office)	153,900	151,500
	Car maintenance allowances	1,626,530	1,007,684
	Leave fare assistance(LFA)	708,517	276,757
	Closing Allowance	20,000	-
	Office rent	1,380,000	1,610,000
	Electricity bill	112,239	13,250
	Audit fees	74,750	57,500
	Printing & stationery	185,770	303,325
	Repairs & maintenance	9,900	2,000
	Excise duty	284,600	315,000
	RJSC expenses	6,203	186,454
	TWS charge-DSB	60,000	450,000
	Misc. expenses	28,525	40,009



Hoda Vasi Chowdhury & Co

Notes	Particulars	Amount in Tk.	
		31 December 2023	31 December 2022
	Security service charge	26,180	50,084
	Cleaning expenses	4,400	2,959
	General expenses	131,505	78,510
	Web hosting expenses	62,300	76,100
	Entertainment	615,644	248,061
	Investor protection fund	6,821	105,478
	Conveyance expense	95,544	17,570
	Crockeries	-	14,600
	Commission charge on bank guarantee	213,500	216,250
	Director's remuneration	312,000	256,000
	Documentation charge	-	2,500
	Bandwidth charge (internet & connectivity)	212,750	80,450
	Legal & professional expense	191,700	28,058
	Registration and renewal	459,936	736,745
	Professional fee	-	77,050
	Bank charge and others	31,150	19,404
	IPO bidding fee	14,000	11,000
	Advertisement expenses	23,000	-
	DSF mobile apps expenses	4,625	-
	Electrical goods	19,985	-
	Interest expenses to customers on CCA	1,313,609	-
	Loan processing fee	23,000	-
	Telephone & mobile Expenses	19,500	-
	Signboard, printing & others etc	43,000	-
	Software maintenance expenses	214,500	-
	Water & sewerage	90,000	-
	Depreciation	1,735,083	816,342
	Amortization	118,669	43,669
		34,358,610	18,264,728

24.00 Other income/(loss)

Interest received-FDR [SBAC 0067242003542]	21,798,996	20,357,657
Bank interest income [SBAC 0067130000159]	431,660	245,431
Bank interest income [PBL 2905102001673]	1,408,186	435,180
Bank interest income [SBAC 0067130000088]	60,620	98,837
Bank interest income [PBL 2905102001681]	39,919	50,578
Cheque clearing fee income	7,000	4,000
Other income	25	3,001
	23,746,407	21,194,686

25.00 Income tax expenses

A. Regular Tax

On regular income (other than capital gain & Dividend) @ 27.50%	7,527,672	5,054,950
On capital gain @ 10%	2,026,775	1,601,857
On dividend income	458,891	28,788
	10,013,338	6,685,594



Hoda Vasi Chowdhury & Co

Notes	Particulars	Amount in Tk.	
		31 December 2023	31 December 2022
	B. Minimum Tax @.60% on gross receipt	539,533	381,334
	On gross receipt on business income	397,055	254,166
	On other income	142,478	127,168
	C. Tax deducted at sources	12,275,016	7,810,693
	Tax paid(through DSE)	7,003,501	4,533,872
	On interest income from bank deposit	431,243	175,697
	On dividend income	458,891	28,788
	Tax on FDR interest	4,381,381	3,072,336
	Current income tax (Higher of A, B & C)	12,275,016	7,810,693
	Current income tax	12,275,016	7,810,693
	Tax paid with return in this year	1,925	
	Total income tax for the year	12,276,941	7,810,693

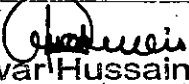
26.00 Related parties

Parent company


SBAC Bank Limited owns 99.90% shares of the Company. Thus, SBAC Bank Limited holds the controlling interest in the Company.


27.00 Related party transactions

Name of the party	Nature of Transaction	Relationship	Amount
SBAC Bank Limited	Issue of share capital	Parent	399,600,000
SBAC Bank Limited	FDR with interest	Parent	349,950,000
SBAC Bank Limited	Deposit in 2(two) SND Account	Parent	58,345,114
SBAC Bank Limited	Interest received from FDR and SND account	Parent	22,291,276
SBAC Bank Limited	Acquiring Fixed Assets for SBAC Bank Investment Limited	Parent	1,551,372
SBAC Bank Limited	SOD-FDR & SOD Gen	Parent	563,865,318
SBAC Bank Limited	Client's payable	Parent	13,295,567
SBAC Bank Limited	Bank charges & Excise duty	Parent	249,319
SBAC Bank Limited	Interest on OD Facility	Parent	49,953,351


Anwar Hussain
 Chairman
 SBAC BANK INVESTMENT LIMITED


Md. Mokaddess Ali FCS
 Director
 SBAC BANK INVESTMENT LIMITED


Ziaur Rahman Zia FCA
 Director
 SBAC BANK INVESTMENT LIMITED


MD. LUTFUR RAHMAN
 Chief Executive Officer (CC)
 SBAC BANK INVESTMENT LTD.
 Managing Director & CEO



SBAC Bank Investment Limited
Schedule of Property, Plant and Equipments
(Tangible assets)
As at December 31, 2023

Annexure - A

Particulars	COST				Rate	Depreciation				Written down value at 31 December 2023
	Balance at 1 January 2023	Addition during the year	Disposals during the year	Balance at 31 December 2023		Balance at 1 January 2023	Charged for the year	Adjustment for disposals	Balance at 31 December 2023	
Furniture & Fixtures	453,390	-	-	453,390	10%	22,670	45,339	-	68,009	385,382
Electrical Equipment	1,716,897	412,027	-	2,128,924	20%	171,690	384,582	-	556,272	1,572,652
Office Decoration & Renovation	3,907,504	968,095	-	4,875,598	10%	195,365	439,135	-	634,500	4,240,898
IT Equipment	247,1374	85,280	-	2,556,654	30%	370,706	754,204	-	1,124,910	1,431,744
Network & Accessories	372,741	-	-	372,741	30%	55,911	111,822	-	167,733	205,008
Total	8,921,706	1,465,402	-	10,387,107		816,342	1,735,083	-	2,551,424	7,835,683

Schedule of Intangible assets
As at December 31, 2023

Particulars	COST				Rate	Amortization				Written Down value at 31 December 2023
	Balance at 1 January 2023	Addition during the Period	Disposal during the Period	Balance at 31 December 2023		Balance at 1 January 2023	Amortized during the Period	Adjustment during the year against Disposal	Balance at 31 December 2023	
Acquisition Cost of DSE TREC	10,000,000	-	-	10,000,000		-	-	-	-	10,000,000
Software License	582,250	417,750	-	1,000,000	15%	43,669	118,669	-	162,338	837,663
Total	10,582,250	417,750	-	11,000,000		43,669	118,669	-	162,338	10,837,663

*Depreciation has been charged for addition of fixed asset on an average 6 (six) months for the acquiring year.

*Intangible assets has been amortized on the date in which the assets was used except Acquisition Cost of DSE TREC which useful life is indefinite.

*WDV stands for Written Down Value.



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SBAC Bank Investment Limited

Schedule of investment in FDR

As at December 31, 2023

Date of opening	Account number	Account Types	Bank	Principal amount
6/7/2021	0067242003542	FDR	SBAC Bank Ltd.	349,950,000
Total				349,950,000



SBAC Bank Investment Limited

Schedule of Investment in Shares

As at 31 December 2023

Annexure-C

Name of the Company	Total Quantity as on December 31, 2023	Free Share	Avg. Cost	Total Cost	Market Rate	Market Value	Unrealized Gain /Loss
ACHIASF	1,500	1,500	25.60	38,396	26.40	39,600	1,204
ADNTEL	17,230	17,230	146.85	2,530,270	117.10	2,017,633	(512,637)
AMCL(PRAN)	2,000	2,000	272.02	544,036	252.00	504,000	(40,036)
AOPLC	3,694	3,694	10.00	36,940	17.60	65,014	28,074
APEXTANRY	72,492	72,492	145.00	10,511,144	99.30	7,198,456	(3,312,689)
BDWELDING	30,000	30,000	26.63	798,897	22.10	663,000	(135,897)
BEACHHATCH	157,276	157,276	50.38	7,923,612	46.50	7,313,334	(610,278)
EMERALDOIL	135,318	135,318	115.79	15,668,904	73.20	9,905,278	(5,763,627)
IBBLPBOND	6,000	6,000	1,078.59	6,471,515	1,053.00	6,318,000	(153,515)
JHRML	155,689	155,689	81.76	12,728,899	70.30	10,944,937	(1,783,962)
KBSEED	10,000	10,000	20.14	201,402	18.40	184,000	(17,402)
MIRACLEIND	25,000	25,000	45.65	1,141,278	37.90	947,500	(193,778)
MONNOCERA	10,500	10,500	112.02	1,176,221	103.20	1,083,600	(92,621)
NAVANAPHAR	15,604	15,604	108.18	1,687,991	84.40	1,316,978	(371,013)
ORYZAAGRO	40,000	40,000	14.31	572,596	15.90	636,000	63,404
PARAMOUNT	53,908	53,908	64.94	3,500,516	56.80	3,061,974	(438,542)
PREMIERCEM	48,475	48,475	53.09	2,573,334	53.60	2,598,260	24,926
PRIMELIFE	35,000	35,000	75.19	2,631,752	52.70	1,844,500	(787,252)
RAHIMAFood	2,000	2,000	238.83	477,653	237.70	475,400	(2,253)
RDFOOD	60,000	60,000	53.44	3,206,400	36.20	2,172,000	(1,034,400)
RUPALIBANK	20,000	20,000	33.82	676,350	31.50	630,000	(46,350)
SALAMCRST	137,574	137,574	34.93	4,804,772	33.30	4,581,214	(223,558)
SINOBANGLA	2,994	2,994	65.73	196,799	62.90	188,323	(8,477)
STYLECRAFT	15,204	15,204	95.81	1,456,631	80.90	1,230,004	(226,628)
AAMRANET	693	693	54.08	37,477	51.30	35,551	(1,926)
ACIFORMULA	39,000	39,000	185.46	7,232,928	155.00	6,045,000	(1,187,928)
ADVENT	50,000	50,000	30.19	1,509,265	24.90	1,245,000	(264,265)
AIL	1,000	1,000	78.26	78,256	74.60	74,600	(3,656)
AMANFEED	44,352	44,352	37.86	1,678,949	33.50	1,485,792	(193,157)
ASIAPACINS	1,267	1,267	53.03	67,186	50.10	63,477	(3,709)
BEXIMCO	49,464	49,464	135.04	6,679,544	115.60	5,718,038	(961,506)
BPML	30,000	30,000	79.66	2,389,770	61.00	1,830,000	(559,770)
BSC	47,000	47,000	149.60	7,031,205	107.00	5,029,000	(2,002,205)
BXPHERMA	18,045	18,045	171.91	3,102,177	146.20	2,638,179	(463,998)
CAPMBDBLMF	411,951	411,951	9.98	4,109,994	9.90	4,078,315	(31,679)
DACCADYE	20,000	20,000	16.14	322,780	13.50	270,000	(52,780)
DORFENPWR	43,909	43,909	66.00	2,897,972	61.00	2,678,449	(219,523)

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GENEXIL	112,564	108,235	95.57	10,757,685	65.40	7,361,686	(3,396,000)
IDLC	62,000	62,000	53.18	3,296,980	46.50	2,883,000	(413,980)
IFADAUTOS	375,508	375,508	49.80	18,699,097	44.10	16,559,903	(2,139,194)
LRBDL	55,000	55,000	41.93	2,306,354	35.10	1,930,500	(375,854)
MARICO	649	649	2,597.42	1,685,726	2,460.70	1,596,994	(88,731)
MATINSPINN	5,000	5,000	80.23	401,134	77.60	388,000	(13,134)
MHSMML	220,585	220,585	32.13	7,086,470	26.50	5,845,503	(1,240,967)
NAHEEACP	259,546	259,546	77.63	20,147,310	65.30	16,948,354	(3,198,956)
NHFIL	290,405	290,405	42.91	12,460,059	41.80	12,138,929	(321,130)
PEOPLESINS	244,806	244,806	38.52	9,430,025	35.60	8,715,094	(714,931)
PHENIXINS	25,985	25,985	39.73	1,032,283	36.70	953,650	(78,633)
PHOENIXFIN	600,000	600,000	16.45	9,868,920	16.30	9,780,000	(88,920)
RUNNERAUTO	112,221	112,221	51.63	5,794,520	48.40	5,431,496	(363,024)
SKTRIMS	54,350	54,350	35.05	1,904,913	30.50	1,657,675	(247,238)
SPCL	76,692	76,692	83.76	6,423,338	65.50	5,023,326	(1,400,012)
SQUARETEXT	64,267	64,267	72.44	4,655,315	67.50	4,338,023	(317,293)
UNITEDFIN	120,095	120,095	17.98	2,159,008	15.80	1,897,501	(261,507)
Total				236,802,948		200,560,037	(36,242,912)



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SBAC Bank Investment Limited
Statement showing computation of capital adequacy
As at December 31, 2023

A. Total Capital Computation				2023	2022
Components	Amount	Haircut %	Haircut Amount	Eligible Amount	Eligible Amount
Paid-up-Capital	400,000,000	0%	-	400,000,000	-
Capital reserve	3,269,919	0%	-	3,269,919	-
Retained earnings	35,111,363	0%	-	35,111,363	-
Sum of core capital				438,381,282	-
General provision	3,663,302	20%	732,660	2,930,642	-
Specific provision					-
Margin loan	-	30%	-	-	-
Investment in marketable securities	36,242,912	20%	7,248,582	28,994,329	-
Sum of supplementary capital				31,924,971	-
Total capital				470,306,253	-

B. Total risk requirement computation

Particulars	Amount	Risk Factor	Applicable Amount	Applicable Amount
Operational Risk Requirement(ORR):				
Based on Average annual gross income(See clause b) of sub-rule(7.1) of rule 7)	33,574,924	5%	1,678,746	
Position Risk Requirement(PRR)				
i. Proprietary positions in Equity securities				
Value of "A" category securities	140,638,613	10%	14,063,861	
Value of "B/G/N/" category securities	84,783,929	12%	10,174,072	
Value of "Z" category instruments	798,897	15%	119,835	
ii. Proprietary positions in strategic investment				
Value of "A" category securities		10%		
Value of "B/G/N/" category securities		12%		
Value of "Z" category instruments		15%		
iii. Proprietary positions in MFs & CISs:				
Value of listed funds	10,581,509	10%	1,058,151	
Counterparty Risk Requirement				
i. Exposure of credit facilities to Clients	366,330,201	8%	29,306,416	
Total risk requirement			56,401,081	-

$$\text{C. Capital Adequacy Ratio (CAR)} = \frac{\text{Total Capital (TC)}}{\text{Total Risk Requirement (TRR)}} \times 100 = \frac{470,306,253}{56,401,081} \times 100 = 833.86 \text{ i.e 8.34 times}$$

