

# Agrani Bank Limited and Its Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

### 1. Corporate Profile and Activities of the Bank

#### 1.1 Establishment and Legal Status of the Bank

Agrani Bank Limited (the "Bank") has been incorporated as a Public Limited Company on May 17, 2007 Vide Certificate of Incorporation No. C-66888(4380)/07. The Bank has taken over the business of Agrani Bank (emerged as a Nationalized Commercial Bank in 1972, pursuant to Bangladesh Bank (Nationalization) Order No. 1972 (P.O. # 26 of 1972) on a going concern Basis through a Vendor Agreement signed between the Ministry of Finance of the Peoples' Republic of Bangladesh on behalf of Agrani Bank and the Board of Directors on behalf of Agrani Bank Limited on November 15, 2007 with a retrospective effect from July 01, 2007. The Bank's current shareholdings comprise Government of the Peoples' Republic of Bangladesh and 09 (Nine) other shareholders nominated by the Government. The Bank has 969 branches and 60 windows that are working under Islamic Banking Unit complying with the rules of Islamic Shariah. The Bank has Six (06) 100% owned subsidiaries named Agrani Equity & Investment Limited, Agrani SME Financing Company Limited, Agrani Remittance House SDN BHD Malaysia, Agrani Exchange House Private Limited Singapore, Agrani Remittance House Canada Inc and Agrani Exchange Company (Australia) Pty Limited.

#### 1.2 Nature of Business

##### 1.2.1 Conventional Banking

The principal activities of the bank are to provide all kinds of commercial banking services to its customers through its branches and SME Centers and electronic delivery channels in Bangladesh.

##### 1.2.2 Islamic Banking Unit

The Bank obtained instruction to operate Islamic Banking Unit vide letter no. BRPD(P-3)745(3)/2009-2567 dated July 22, 2009. The Bank commenced operation of its 05 (Five) Islamic windows on February 28, 2010. Now, there are 60 Islamic Banking Windows operating in different locations in the country. The Islamic Banking Windows are governed under the rules and guidelines of Bangladesh Bank. The principal activities of the windows are to provide all kinds of Islamic Commercial Banking services to its customers.

##### 1.2.3 Off-shore Banking Unit

The Bank obtained the Off-shore Banking Unit permission vide letter no # BRPD (P-3)744(27)/2013-1993 dated December 03, 2013. The Off-shore Banking Unit is a separate Banking Unit of Agrani Bank Limited, operates its business through separate counter. The Off-shore Banking Unit is governed under the rules and guidelines of Bangladesh Bank. The Bank commenced the operation of its Off-shore Banking Unit with effect from the year 2013. The Unit is located at Chittagong EPZ Branch, Chittagong. Separate financial statements of Off-shore Banking Unit are also prepared.

#### 1.3 Subsidiaries of the Bank

The financial statements of subsidiaries which are included in the consolidated financial statements of the Group have been prepared using uniform accounting policies of the Bank (Parent) for transactions and other events of similar nature. There is no significant restriction on the ability of subsidiaries to transfer funds to the parent in the form of cash dividends or to repay loans and advances. The Bank has 06 (Six) subsidiaries out of which Agrani Equity and Investment Limited & Agrani SME Financing Company Limited have been incorporated in Bangladesh and other four subsidiaries- Agrani Exchange House Private Limited incorporated in Singapore, Agrani Remittance House SDN, BHD. incorporated in Malaysia, Agrani Exchange Company (Australia) Pty Limited incorporated in Australia and Agrani Remittance House Canada, Inc. incorporated in Canada.

##### 1.3.1 Agrani Equity and Investment Limited

The Company is a public limited registered under the Companies Act 1994. The Company was incorporated in Bangladesh on 16 March 2010 with Certificate of Incorporation No. C-8357/10 whose registered office is located at 9/D, Dilkusha, Motijheel, Dhaka-1000, Bangladesh. The Company is a wholly-owned subsidiary of Agrani Bank Limited, a fully state-owned bank of Bangladesh, which is also the Company's ultimate holding company. The principal activities of the Company comprise merchant banking, portfolio management, issue management and underwriting.

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### **1.3.2 Agrani SME Financing Company Limited**

The Company has been incorporated as a public limited company on 27 October, 2010 vide certificate of incorporation No. C- 87827/10. The company has taken over the ongoing work of Small Enterprise Development Project (A Norway and Agrani bank funded Project of Ministry of Finance, Bangladesh) on a going concern Basis through a Vendor's Agreement signed between the Ministry of Finance of the People's Republic of Bangladesh, the Board of Directors on behalf of the Agrani Bank Limited and the Board of Directors on behalf of the Agrani SME Financing Company Limited on 27 December, 2011. The principal activities of the Company are providing support to Small and Medium Enterprises all over the country through training program on limited Basis and providing loan to the customers.

### **1.3.3 Agrani Exchange House Private Limited, Singapore**

Agrani Exchange House Private Limited is a limited liability company incorporated and domiciled in the Republic of Singapore with the Registration No. 200200048D whose registered office and principal place of business is located at 5A Lembu Road Singapore 208444. The Company is a wholly-owned subsidiary of Agrani Bank Limited, a fully state owned bank of Bangladesh, which is also the Company's ultimate holding company. The principal activities of the Company are to carry on the remittance business and to undertake and participate in any or all transactions, activities and operations commonly carried on or undertaken by remittance and exchange houses.

### **1.3.4 Agrani Remittance House SDN. BHD., Malaysia**

The Company is a private limited liability company, incorporated and domiciled in Malaysia with the Registration No. 706823-M whose registered office is located at Suite 13.01, 13th Floor, Tower Block Plaza Pekeliling, Jalan Tun Razak, 50400 Kuala Lumpur, Malaysia. The Company is a wholly-owned subsidiary of Agrani Bank Limited, a fully state-owned bank of Bangladesh, which is also the Company's ultimate holding company. The principal activity of the Company is that of providing remittance services to legal Bangladeshi expatriates working in Malaysia.

### **1.3.5 Agrani Exchange Company (Australia) Pty. Limited**

The Company is a private limited liability company, incorporated and domiciled in Australia with the Corporation No. 154851546 whose registered office is located at 301 Castlereagh Street, Sydney NSW 2000. The Company is a wholly-owned subsidiary of Agrani Bank Limited, a fully state owned bank of Bangladesh, which is also the Company's ultimate holding company. The principal activity of the Company is that of providing remittance services to Bangladeshi expatriates working in Australia. On 25 July 2016, the directors of Agrani Exchange Company (Australia) Pty. Limited resolved that the business operation of the Company be terminated and the Company be wound up. Liquidation of Agrani Exchange Company (Australia) Pty. is under process.

### **1.3.6 Agrani Remittance House Canada, Inc.**

Agrani Remittance House Canada, Inc. is a limited liability company incorporated and domiciled in Canada with the Corporation No. 819190-5 whose registered office is located at 2962 Danforth avenue, East York, Toronto on M4C 1M6. The Company is a wholly-owned subsidiary of Agrani Bank Limited, a fully state-owned bank of Bangladesh, which is also the Company's ultimate holding company. The principal activities of the Company are to carry on the remittance business and to undertake and participate in any or all transactions, activities and operations commonly carried on or undertaken by remittance and exchange houses.

## **2. Basis of Preparation and Significant Accounting Policies**

### **Separate and Consolidated Financial Statements**

The separate financial statements of the Bank as at and for the year ended 31 December 2022 comprise those of Domestic Banking (main operation including Conventional Banking and Islamic banking) and Offshore Banking operations, and the consolidated financial statements of the group comprise those of 'the Bank' (parent company) and its subsidiaries (together referred to as 'the group' and individually referred to as 'group entities/subsidiaries').

### **2.1 Statement of compliance**

The consolidated and separate financial statements of the Group and the Bank have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the the Financial Reporting Council (FRC)

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under the Financial Reporting Act, 2015 (FRA) and the requirements of the Banking Companies Act, 1991 (as amended up to date), the rules and regulations issued by Bangladesh Bank (BB), the Companies Act 1994. In case any requirement of the Banking Companies Act, 1991(as amended up to date), and provisions and circulars issued by Bangladesh Bank differ with those of IFRSs, the requirements of the Banking Companies Act 1991(as amended up to date), and provisions and circulars issued by Bangladesh Bank shall prevail. The Bank has also complied with the requirements of following laws & regulations, as relevant:

- The Bank Company Act 1991(as amended up to date)
- The Companies Act, 1994
- Rules, regulations and circulars issued by the Bangladesh Bank from time to time
- The Income Tax Ordinance 1984
- The Income Tax Rules 1984
- Value Added Tax and Supplementary Duty Act 2012
- Value Added Tax and Supplementary Duty Rules 2016
- International Financial Reporting Standards(IFRS)

However, material departures from the requirements of IFRSs are as follows:

### **(a) Presentation of financial statements**

#### **IFRS:**

As per IAS 1 Presentation of financial statements, financial statements shall comprise a statement of financial position as at the end of the period, a statement of profit or loss and other comprehensive income for the period, a statement of changes in equity for the period, a statement of cash flows for the period, notes - comprising significant accounting policies and other explanatory information. As per 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 Banking Companies Act 1991(as 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.

### **(b) Investments in shares and securities**

#### **IFRS:**

As per requirements of IFRS 9, classification and measurement of investment in shares and securities will depend on how these are managed (the entity's business model) and their contractual cash flow characteristics. Based on these factors it would generally fall either under "at fair value through profit or loss account" or under "at fair value through other comprehensive income" where any change in the fair value (as measured in accordance with IFRS 13) at the year-end is taken to profit and loss account or other comprehensive income respectively.

#### **Bangladesh Bank:**

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

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# Notes to the Financial Statements

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### **(c) Revaluation gain/loss 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 recognized through the profit and loss account. Securities designated as amortized cost are measured at effective interest rate method and interest income is recognized through the profit and loss account.

#### **Bangladesh Bank:**

HFT securities are revalued on the Basis of mark to market and at year end any gains on revaluation of securities which have not matured as at the balance sheet date are recognized 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 amortization of discount are recognized in the profit and loss account. HTM securities which have not matured as at the balance sheet date are amortized at the year end and gains or losses on amortization are recognized in other reserve as a part of equity.

### **(d) Provision on loans and advances**

#### **IFRS:**

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

#### **Bangladesh Bank:**

As per Bangladesh Bank instructions vide different circulars, a general provision @ 0.25% to 2% under different categories of unclassified loans (standard/SMA loans) and special general provision for Covid-19 @ 1% on PBD (Payment by deferral) facilitated accounts, should be maintained regardless of objective evidence of impairment. And specific provision for sub-standard/doubtful/bad-loss loans should be made at 5%, 20%, 50% and 100% respectively on loans net off eligible securities (if any). Also, a general provision @ 0.5% - 1% should be provided for certain off-balance sheet exposures. Such provision policies are not specifically in line with those prescribed by IFRS 9.

### **(e) Recognition of interest in suspense**

#### **IFRS:**

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

#### **Bangladesh Bank:**

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

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## Notes to the Financial Statements

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### (f) Other comprehensive income

#### IFRS:

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

#### Bangladesh Bank:

Bangladesh Bank has issued templates for financial statements which are to be followed by all banks. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income nor are the elements of Other Comprehensive Income allowed to be included in a single 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.

### (g) Financial instruments - presentation and disclosure

In several cases Bangladesh Bank guidelines categories, recognize, 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.

### (h) 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 debtor fails to make payment when due in accordance with the original or modified terms of a debt instrument. Financial guarantee liabilities are recognized 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 recognized less, income recognized in accordance with the principles of IFRS 15. Financial guarantees are included within other liabilities.

#### Bangladesh Bank:

As per BRPD circular no. 14 dated 25 June 2003, financial guarantees such as letter of credit and letter of guarantee will be treated as off-balance sheet items. No liability is recognized for the guarantee except the cash margin. However, a general provision @ 0.5% to 1% is provided against such guarantee.

### (i) REPO transactions

#### IFRS:

When an entity sells a financial asset and simultaneously enters into an agreement to repurchase the same (or a similar asset) at a fixed price on a future date (REPO or stock lending), the arrangement is accounted for as a collateralized borrowing and the underlying asset continues to be recognized in the entity's financial statements. This transaction will be treated as borrowing and the difference between selling price and repurchase price will be treated as interest expense.

#### Bangladesh Bank:

As per BB circulars/guidelines, when a bank sells a financial asset and simultaneously enters into an agreement to repurchase the same (or a similar asset) at a fixed price on a future date (REPO or stock lending), the arrangement is accounted for as a normal sale transaction and the financial assets should be derecognized in the seller's book and recognized in the buyer's book.

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### **(j) Cash and cash equivalents**

#### **IFRS:**

Cash and cash equivalent items should be reported as cash item as per 'IAS 7- Statement of Cash Flows'.

#### **Bangladesh Bank:**

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

### **(k) Non-banking assets**

#### **IFRS:**

No indication in the name of Non-banking asset is found in any IFRS.

#### **Bangladesh Bank:**

As per BRPD circular no. 14 dated 25 June 2003, there must exist a face item named Non-banking asset.

### **(l) Cash flow statement**

#### **IFRS:**

AS per 'IAS 7- Statement of Cash Flows' the Cash flow statement can be prepared using either the direct method or the indirect method. The presentation is selected to present these cash flows in a manner that is most appropriate for the business or industry. The method selected is applied consistently.

#### **Bangladesh Bank:**

As per BRPD circular no. 14 dated 25 June 2003, cash flow is the mixture of direct and indirect methods.

### **(m) Balance with Bangladesh Bank (CRR)**

#### **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- Statement of Cash Flows'.

#### **Bangladesh Bank:**

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

### **(n) Presentation of intangible asset**

#### **IFRS:**

An intangible asset must be identified and recognized, and the disclosure must be given as per 'IAS 38-Intangible Assets'.

#### **Bangladesh Bank:**

There is no regulation for intangible assets in BRPD circular no.14 dated 25 June 2003.

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## Notes to the Financial Statements

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### (o) Off balance sheet items

#### IFRS:

There is no term in the name 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 25 June 2003, off balance sheet items (e.g. Letter of credit, Letter of guarantee etc.) must be disclosed separately on the face of the balance sheet.

### (p) Loans and advances net of provision

#### IFRS:

Loans and advances shall be presented at amortized cost net of any write down for impairment (expected credit losses that result from all possible default events over the life of the financial instrument).

#### Bangladesh Bank:

As per BRPD circular no.14 dated 25 June 2003, provision on loans and advances should be presented separately as liability and cannot be netted off against loans and advances.

## 1.2 Basis for Measurement

The consolidated and separate financial statements of the Bank have been prepared on the historical cost basis except for the following items:

- a) Government Treasury Bills and Bonds designated as 'Held for Trading (HFT)' at present value using marking to market concept with gain crediting to revaluation reserve.
- b) Government Treasury Bills and Bonds designated as 'Held to Maturity (HTM)' at present value using amortization concept.
- c) Land and building at revalued amounts.

## 2.3 Use of estimates and judgments

The preparation of consolidated financial statements and separate financial statements (solo) of the Bank required management to make judgments, estimates and assumptions that affected the application of accounting policies and the reported amounts of assets, liabilities, income and expenditures. Actual results may differ from these estimates.

Estimates and underlying assumptions have been reviewed considering business realities. Revisions of accounting estimates have been recognized in the period in which the estimates have been revised and in the future periods affected, if applicable.

The preparation of financial statements in conformity with adopted IFRSs and BRPD circulars requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. Key estimates include the following:

- Loan loss provision
- Revaluation of land
- Deferred tax assets/liabilities
- Gratuity & superannuation fund
- Useful lives of depreciable assets

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# Notes to the Financial Statements

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### 2.4 Foreign currency transactions

#### 2.4.1 Functional and presentational currency

Financial statements of the Bank have been presented in Bangladeshi Taka (BDT), which is the Bank's functional and presentational currency except for OBU, where the functional currency is US Dollar (USD). All financial information presented in BDT and US Dollar (USD) has been rounded off to the nearby integer, except when otherwise indicated. Because of the effects of rounding off, the totals in some instances, may not match the sum of individual balances.

#### 2.4.2 Foreign currency translation

Foreign currency transactions have been converted into equivalent BDT at the ruling exchange rates on the respective date of such transactions as per IAS 21 "The Effects of Changes in Foreign Exchange Rates". Foreign Currency conversion rates for the year 2022 are as follows:

Sl.	Particular	SGD	MYR	CAD	AUD	USD
1	Assets & Liabilities	78.24	23.90	77.65	71.20	105.52
2	Income & Expenses	70.86	22.24	72.39	68.95	105.52

Here, SGD, MYR, CAD, AUD and USD indicate Singaporean Dollar, Malaysian Ringgit, Canadian Dollar, Australian Dollar and USD respectively.

#### 2.4.3 Commitment

Commitments for outstanding forward foreign exchange contracts disclosed in the consolidated financial statements and separate financial statements of Bank have been translated at contracted rates. Contingent liabilities/commitments for letter of credit, letter of guarantee and acceptance denominated in foreign currencies have been expressed in BDT terms at the rates of exchange ruling on the balance sheet date.

#### 2.4.4 Transaction gains and losses

Gains or losses arising out of transaction of foreign exchange have been included in the Profit and Loss Statement and in Balance Sheet.

#### 2.4.5 Foreign operations

The assets & liabilities of foreign operations are translated to Bangladeshi BDT at exchange rate prevailing at the balance sheet date. The income & expenses of foreign operations are translated at average rate of exchange for the year. Foreign currency differences are recognized and presented in the foreign currency translation reserve in equity.

### 1.5 Basis for Consolidation

The consolidated financial statements include the financial statements of Agrani Bank Limited and its six subsidiaries named Agrani Equity and Investment Limited, Agrani SME Financing Company Limited, Agrani Exchange House Private Limited, Singapore, Agrani Remittance House, BHD, Malaysia, Agrani Exchange Co. (Australia) Pty. Limited, Agrani Remittance House Canada, Inc. made up to the end of the financial year. The Consolidated financial statements have been prepared in accordance with International Financial Reporting Standard-10 'Consolidated Financial Statements'. These Consolidated financial statements are prepared to a common financial year ended 31 December 2022.

#### 2.5.1 Subsidiaries

Subsidiaries are entities controlled by the group. The financial statements of subsidiaries are included in the Consolidated Financial Statements from the date that control commences until the date the control ceases.

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Name of Subsidiary	Ownership	Status of Ownership	Country of Operation
Agrani Equity and Investment Limited	99.99%	Wholly	Bangladesh
Agrani SME Financing Com. Limited	99.99%	Wholly	Bangladesh
Agrani Exchange House Pte. Limited	100.00%	Wholly	Singapore
Agrani Remittance House SDN. BHD.	100.00%	Wholly	Malaysia
Agrani Remittance House Canada, Inc.	100.00%	Wholly	Canada
Agrani Exchange Company (Australia) Pty. Limited	100.00%	Wholly	Australia

#### 2.5.2 Transactions eliminated on consolidation

Intra-group balances and transactions and any unrealized income and expenses arising from intra-group transactions are eliminated in preparing the Consolidated Financial Statements. Unrealized gains or unrealized losses arising from transactions with equity investees are eliminated against the investment to the extent of the group's interest in the investee.

#### 2.6 Materiality, aggregation and offsetting

The Bank aggregates each material class of similar items and separately which are dissimilar in nature or function unless those are immaterial. The Bank did not offset assets and liabilities or income and expense unless required or permitted by IFRSs.

#### 2.7 Comparative Information

Presentation of Financial Statements, comparative information in respect of the previous year have been presented in all numerical information in the financial statements and the narrative and descriptive information where it is relevant for the understanding of the current year's financial statements.

#### 2.8 Reporting period

The accounting period of the Group has been determined to be from 01 January to 31 December each year and is followed consistently.

#### 2.9 Cash flow statement

Cash flow statement has been prepared in accordance with the BRPD circular no. 14 dated 25 June 2003 issued by the Banking Regulation & Policy Department of Bangladesh Bank.

#### 2.10 Statement of changes in equity

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

#### 2.11 Liquidity statement

The Basis of the liquidity statement of assets and liabilities as on the reporting date is given below:

Particulars	Basis
Balance with other banks and financial institutions	Maturity term
Investments	Respective maturity terms
Loans and advances	Repayment schedule Basis
Fixed assets	More than 5 years bucket
Other assets	Realization/ amortization Basis
Borrowing from other banks, financial institutions & agents	Maturity/ repayments terms
Deposits and others accounts	Maturity term/ Previous trend
Other liabilities	Payments/ adjustments schedule Basis

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### 2.12 Cash and cash equivalents

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

### 2.13 Investments

All investments are initially recognized at cost, including acquisition charges associated with the investment. Accounting treatment of government treasury securities (categorized as HFT or/and HTM) is given following DOS circular no. 5 dated 26 May 2008 and subsequent clarifications on 28 January 2009.

#### 2.13.1 Held to Maturity (HTM)

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

#### 2.13.2 Held for Trading (HFT)

These are investments primarily held for selling or trading. After initial recognition, investments are marked to market weekly and any decrease in the present value is recognized in the Profit and Loss Account and any increase is booked to Revaluation Reserve Account through Profit and Loss Account as per DOS Circular no. 05 dated 28 January 2009.

#### 2.13.3 REPO and reverse REPO

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

Investments – Initial recognition and subsequent measurement at a glance. Investments are stated as per following bases:

Investment class	Initial recognition	Measurement after initial recognition	Recording of changes
Govt. T-bills/T-bonds-Held for Trading (HFT)	Cost	Fair value	Loss to Profit and Loss Account, gain to Revaluation Reserve through Profit and Loss Account.
Govt. T-bills/T-bonds-Held to Maturity (HTM)	Cost	Amortized cost	Increase in value of such investments is booked to equity, decrease to profit and loss account.
Debenture/Bond	Cost	None	None
Shares (Quoted) *	Cost	Lower of cost or market value (overall portfolio)	Loss (net off gain) to profit and loss account but no unrealized gain booking.
Shares (Unquoted)*	Cost	Lower of cost or Net Asset Value (NAV)	Loss to profit and loss account but no unrealized gain booking.
Mutual fund (Closed-end) *	Cost	Lower of cost and (higher of market value and 85% of NAV)	Loss (net) to profit and loss account but no unrealized gain booking.
Prize bond	Cost	Cost	None

\*Provision for shares against unrealized loss (gain net off) has been made as per DOS circular no. 4 dated 24 November 2011 and for mutual funds (closed-end) as per DOS circular letter no. 3 dated 12 March 2015 of Bangladesh Bank.

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### 2.13.4 Investment in quoted securities

These securities are bought and held primarily to sell them in future or held for dividend income, and are reported at cost. Unrealized gains are not recognized in the profit and loss statement. But required provision is kept for diminution in value of the investment.

### 2.13.5 Investment in unquoted securities

Investment in unlisted securities is reported at cost. Adjustment is given for any shortage of book value over cost for determining the carrying amount of investment in unlisted securities.

As per Bangladesh Bank DOS Circular # 04 dated 24 November 2011, provision for diminution in value of the investment was made by netting off unrealized gain/loss of shares from market price/book value less cost price. Besides, bank complied with Bangladesh Bank BRPD Circular 14 dated June 25, 2003 as follows, "All investment in shares and securities (both dealing and investment) should be revaluated at the year-end. The quoted shares should be valued as per market price in the stock exchange(s) and unquoted shares as per book value of last audited balance sheet. Provision should be made for any loss arising from diminution in value of investment".

### 2.13.6 Investment in subsidiaries

Investment in subsidiaries is accounted for under the cost method of accounting in accordance with IAS 27 Consolidated and separate financial statements, IFRS 3 Business combination and IFRS 10 Consolidated financial statements. Impairment of investment in subsidiaries is made as per the provision of IAS 36 Impairment of Assets.

The bank has done impairment assessment of its investment in the largest subsidiary company Agrani Equity & Investment Limited. As value in use (using discounted cash flow method) is higher than carrying value of investment, no impairment is required to be recognized as on balance sheet date.

## 2.14 Loans and advances

### 2.14.1 Presentation of loans and advances

- i) Loans and advances are initially recognized at fair value, representing the cash advanced to the borrowers plus the net of direct and incremental transaction costs and fees. They are subsequently measured at amortized cost and shown at gross amount instead of directly reducing the carrying amount of assets while interest suspense and loan loss provision against classified loans are shown under other liabilities in the Balance Sheet as per BRPD Circular no. 14, dated June 25, 2003.
- ii) Loans to staffs are allowed at concessional rate as approved by the authority and are shown under advances as per BRPD Circular no. 14, dated 25 June 2003.

### 2.14.2 Interest on loans and advances

- i) Interest is calculated on unclassified loans and advances and recognized as income during the year;
- ii) Interest calculated on classified loans and advances as per Bangladesh Bank Circulars is kept in interest suspense account;
- iii) Interest is calculated on daily product Basis but debited to the party's loan account quarterly. No interest is charged on loans and advances which are classified as bad and loss;
- iv) Total balance of loans and advances as on 31 December 2022 includes bad/loss loan BDT 14,325.92 crore on which the Bank did not accrue any interest because of deterioration of quality of loans and advances determined by the management and on the Basis of instructions contained in Bangladesh Bank Circulars as mentioned in Note-2.14.3 of this financial statement; and
- v) Interest suspense and penal interest, if any, calculated on classified loans and advances are taken into income in the year of its receipt from the defaulting borrowers.

## Agrani Bank Limited and It's Subsidiaries

### Notes to the Financial Statements

As at and for the year ended 31 December 2022

#### 2.14.3 Provision for loans and advances

General provisions @ 0.25% to 2% under different categories on unclassified loans (standard/SMA) and @ 0.5% to 1% on certain off balance-sheet exposures, and specific provisions @ 5%, 20%, 50% & 100% on classified (substandard/doubtful/bad-loss) and some rescheduled loans are made on the basis of quarter end review by the management and in compliance with BRPD Circular no.14 dated 23 September 2012, BRPD circular no 8 dated 2 August 2015, BRPD circular no 12 dated 20 August 2017, BRPD circular no 15 dated 27 September 2017, BRPD circular letter no 1 dated 03 January 2018, BRPD circular no 01 dated 20 February 2018, BRPD circular no 07 dated 21 June 2018, BRPD circular no 13 dated 18 October 2018 and BRPD Circular no. 03 dated 21 April 2019, BRPD Circular no. 16 dated 21 July 2020, BRPD Circular no 17 dated 28 September 2020, BRPD Circular Letter no 52 dated 20 October 2020 and BRPD Circular Letter no 56 dated 10 December 2020. Provisions and interest suspense are separately shown under other liabilities as per First Schedule of Banking Companies Act 1991 (as amendment up to date), instead of netting off with loans.

#### Rate of Provision

Particulars		Short term Agri credit	Consumer Financing			SMEF	Loans to BHs/ MBs/ SDs	All Other Credit
			Other Than HF & LP	HF	LP			
Unclassified	Standard	1%	2%	1%	2%	0.25%	1%	1%
	SMA	-	2%	1%	2%	0.25%	1%	1%
Classified	SS	5%	20%	20%	20%	20%	20%	20%
	DF	5%	50%	50%	50%	50%	50%	50%
	BL	100%	100%	100%	100%	100%	100%	100%

As per BRPD circular no. 16 dated 21/07/2020 provision of CMSME loan except medium loan are as follows:

Sl. No.	CL Status	Rate of Provision
1	STD+SMA	0.25%
2	SS	5%
3	DF	20%
4	BL	100%

#### 2.14.4 Interest and discount income

Interest on loans and advances, investment income and discount income are stated at the gross amount as per requirement of BRPD Circular no 14 dated June 25, 2003.

#### 2.14.5 Written off loans and advances

The bank puts continuous effort for recovery from written off loans and advances in compliance with Section 28ka of the Banking Companies Act 1991 (as amended up to date) and BRPD circular no. 01 dated 6 February 2019. The Bank takes necessary legal measures against default borrowers for recovery against written off loans and advances as per relevant BB guidelines and Artha Rin Adalat Act-2003. Legal cost incurred against those borrowers are initially charged to the profit and loss account of the bank. Detailed memorandum records for all such written off accounts are maintained without reducing the Bank's claim. Written off loans are calculated according to BRPD Circular no 2, dated January 13, 2003, DOS Circular no 1, dated December 29, 2004 and BRPD circular no.13, November 7, 2013.

#### 2.14.6 Impairment of financial assets

An asset is impaired when it carrying value exceeds its recoverable amount as per IAS 36 "Impairment of Assets". At each balance sheet date, Agrani Bank Limited assesses whether there is objective evidence that a financial asset or a group of financial assets (i.e. loans and advances, off-balance sheet items and investments) is impaired.

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

A financial asset or group of financial assets is impaired, and impairment losses are incurred-if

- i. there is objective evidence of impairment as a result of a loss event that occurred after the initial recognition of the asset up to the balance sheet date;
- ii. the loss event had an impact on the estimated future cash flows of the financial asset or the group of the financial assets; and
- iii. a reliable estimate of the loss amount can be made.

In the event of impairment loss, the Bank reviews whether a further allowance for impairment should be provided in the profit and loss statement in addition to the provision made Based on Bangladesh Bank guidelines or other regulatory requirements.

### 2.15 Fixed assets and depreciation

#### Recognition and measurement

a) Fixed assets are stated at cost of acquisition/valuation less accumulated depreciation.

b) Depreciation is charged on straight-line method on all fixed assets at the following rates per annum:

Fixed Assets	Rate of depreciation
Land	Nil
Building	2.50%
Furniture and Fixture	10.00%
Library Books	10.00%
Motor Vehicles	20.00%
Office Equipment	20.00%
Electric Materials	20.00%
Computer and Computer accessories	20.00%

- c) Depreciation at the applicable rates is charged proportionately on additions made during the year from the month the assets are available for use if such assets are acquired in the first half of the month. Depreciation is charged on assets retiring during the year for the period up to the end of the month of their retirement if assets are retiring in the second half of the month.
- d) Upon retirement of items of fixed assets, the cost and accumulated depreciation are eliminated from the accounts and the resulting gains or losses, if any, are transferred to Profit and Loss Account.
- e) Repairs and maintenances costs of fixed assets are treated as revenue expenditure and charged to Profit and Loss Account when they are incurred. Depreciation of premises and equipment is included in general and administrative expenses. Repairs and maintenances are charged to general and administrative expenses and improvements of fixed assets are capitalized. Gain or loss on sale of fixed assets is recognized in profit and loss statement as per provision of IAS 16 "Property, Plant and Equipment".
- f) Excess depreciation due to revaluation comparing the depreciation on cost value is transferred to the retained earnings from revaluation reserve.

#### De-recognition of fixed assets

The carrying amount of an item of fixed assets is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from de-recognition of an item of fixed assets is to be recorded in profit or loss when the item is derecognized.

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

### 2.15.1 Impairment of fixed assets

At each balance sheet date, the Bank assesses whether there is any indication that the carrying amount of an asset exceeds its recoverable amount. An asset is carried at more than its recoverable amount if its carrying amount exceeds the amount to be recovered through use or sale of the asset. If this is the case, the asset is described as impaired and an impairment loss is recognized as an expense in the profit and loss statement unless the asset is carried at revalued amount in accordance with International Accounting Standard (IAS) 16, Property, Plant and Equipment in which case an impairment loss of a revalued asset should be treated as a revaluation decrease under that Accounting Standard. No impairment loss was recognized up to the reporting period as there were no such indication existed as on Balance Sheet date.

### 2.15.2 Intangible assets

Intangible assets acquired as part of a business combination, other than goodwill, are initially measured at their fair value at the date of the acquisition. Intangible assets acquired separately are initially recognized at cost. Indefinite life intangible assets are not amortized and are subsequently measured at cost less any impairment. Finite life intangible assets are subsequently measured at cost less amortization and any impairment. The gains or losses recognized in profit or loss arising from the de-recognition of intangible assets are measured as the difference between net disposal proceeds and the carrying amount of the intangible asset. The method and useful lives of finite life intangible assets are reviewed annually. Changes in the expected pattern of consumption or useful life are accounted for prospectively by changing the amortization method or period.

#### Software

Significant costs associated with software are deferred and amortized on a straight-line basis over the period of their expected benefit, being their finite life of 10 years.

### 2.15.3 Leases

IFRS 16: Leases has come into force on 1 January 2019, as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). As Bangladesh Bank (BB) has no other alternative regulation or guidance regarding the same, Agrani Bank limited has adopted IFRS 16 in preparing financial statements from 1 January 2020.

IFRS 16 Leases, defines a 'lease' as "A contract, or part of a contract, that conveys the right to use an asset for a period of time in exchange for consideration". In order for such a contract to exist the user of the asset needs to have the right to:

- Obtain substantially all the economic benefits from the use of asset (identifiable asset)
- The right to direct the use of asset

Agrani Bank Limited 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 the bank's incremental borrowing rate at the date of initial application, and recognized a right-of-use asset at the date of initial application on a lease-by-lease basis.

#### Right-of-use assets (ROU)

The Bank recognizes right-of-use assets at the date of initial application of IFRS 16. 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 fixed assets. (Note-8).

#### Lease Liability

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

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

### Short-term lease and leases of low value assets

The Bank has elected not to recognize ROU assets and lease liabilities for leases of low value assets and short-term lease, i.e. for which the lease term ends within 12 months of the date of initial application. The Bank recognizes lease payments associated with these leases as an expense. The contracts for premises with branches, head office wings, circle office regional offices are considered for lease calculation.

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

An increase in recognized assets and liabilities;

More lease expenses recognized in early periods of lease, and less in the later periods of a lease;

A shift in lease expense classification from rental expenses to interest expense and depreciation.

**As per IFRS 16: Leases, summary of lease related information as on 31.12.2022 is provided in the below table:**

Particulars	Opening Balance	Addition During the Year	Total balance as on 31.12.2022	Depreciation/ Interest Expenses	Accumulated Depreciation/ Lease payment	Written down value/Closing balance
ROU Assets	743,478,233	189,239,216	932,717,449	112,047,693	339,783,904	592,933,545
Lease Liabilities	743,478,233	189,239,216	932,717,449	34,165,359	386,443,200	645,342,506

The Management of the Bank has approved the adoption of IFRS: 16 Leases in their MANCOM meeting no. 11th dated June 17, 2021 where the Bank has recognized lease assets upper value of BDT 2 crore. Based on materiality consideration, the Bank has considered the 11 agreements for lease consideration which includes Right of Use (RoU) and lease liabilities higher than 2 crores. Rest of the contracts are lower than 2 crore and owned by the Bank.

Details of fixed assets are presented in note 8 and Annexure - G of these financial statements.

### 2.16 Other assets

As per BRPD circular no. 14 dated 25 June 2003, other assets/item(s) have been shown separately as 'income generating' and 'non-income generating' in the relevant notes to the financial statements. Other assets include investment in subsidiaries includes all items of other assets, advance for revenue and capital expenditure, stocks of stationery and stamps, security deposits to government agencies, other receivables etc.

#### 2.16.1 Provision for other assets

Other assets have been classified as per BRPD Circular No. 14 dated June 25, 2001 of Bangladesh Bank and necessary provisions made thereon accordingly; and for items not covered under the circular, adequate provisions have been made considering their realizable ability.

#### 2.16.2 Written off other assets

Other assets having no realistic prospect of recovery have been written off against full provision without reducing the claimed amount of the Bank. Notional balances against other assets written off have been kept to maintain the detailed memorandum records for such accounts/assets.

### 2.17 Non-Banking assets

Non-banking assets were acquired due to the failure of borrowers to repay the loan in time taken against mortgaged property. The Bank was awarded absolute ownership of a few mortgaged properties (mostly land) through the verdict of the Honorable Court under section 33(7) of the Artha rin Adalat Act 2003. The value of the properties has been recognized in the financial statements as non-earning assets on the Basis of third-party valuation report. Value of the assets received in addition to the loan outstanding has been kept as reserve against non-banking assets.

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

### 2.18 Reconciliation of inter-branch transactions

Inter-branch transactions are reconciled on a regular Basis, and balance of un-reconciled entries at the closing date is accounted for according to its nature.

### 2.19 Assets pledged as security

The Bank has no secured liabilities except as mentioned in Note-10.3 to the financial statements and there was no asset pledged as security against liabilities.

### 2.20 Revenue recognition

Revenue is recognized only when it is probable that the economic benefits associated with the transaction will flow to the entity and it can be measured reliably. Items are treated as revenue/income when there is no existence of risk or uncertainty regarding their realizability.

### 2.21 Fees and commissions

The recognition of fees revenue including commissions is determined by the purpose for the fees and the Basis of accounting for any associated financial instruments. Fees earned from services that are provided over a specified service period are recognized over that service period. Fees earned for the completion of a specific service or significant event are recognized when the service is completed or the event has occurred.

Fees and commissions consist mainly of fees for opening of letters of credit and issuance of guarantees in BDT and in foreign currencies. Fees and commissions are charged when they become due. Commissions arising from foreign currency transactions are reported as income.

### 2.22 Interest income from investments

Interest income on investments in government and other securities, debentures and bonds is accounted for on accrual Basis.

### 2.23 Dividend Income

Dividend income from investments is recognized at the time when it is declared, ascertained and right to receive the payment is established as per IFRS-15 'Revenue from contracts with customers'.

### 2.24 Interest paid and expenses

In terms of the provision of the International Accounting Standard (IAS-1) Presentation of Financial Statements, the interests and other expenses are recognized on accrual Basis.

### 2.25 Borrowings from other banks, financial institutions and agents

Borrowings from other banks, financial institutions and agents include interest-bearing borrowings which are stated in the financial statements at principal amount of the outstanding balance. Interest payables on such borrowings are reported under other liabilities.

### 2.26 Deposits and other accounts

Deposits and other accounts include non-interest-bearing current deposit redeemable at call, interest-bearing on demand and short-term deposits, savings deposits, fixed deposits and various scheme deposits. These items are brought to account at the gross value of the outstanding balances.

### 2.27 Debt securities (subordinated debt)

The Bank issued 7-year non-convertible floating rate subordinated debts in two phases mainly to increase Tier-2 capital having received required approval from Bangladesh Bank and BSEC. Principal amount outstanding against the debt is reported under long term borrowing and interest payable of which is reported under other liabilities. Details of subordinated debt is given in note 10.5 of the financial statements.

### 2.28 Other liabilities

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

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

### 2.29 Share Capital

#### 2.29.1 Capital Management

The bank has a capital management process for measuring, deploying and monitoring its available capital and assessing its adequacy. This capital management process aims to achieve four major objectives; exceed regulatory thresholds and meet long-term internal capital targets, maintain strong credit rating, manage capital levels commensurate with the risk profile of the Bank and provide the Bank's shareholders with acceptable returns.

Capital is managed in accordance with the board approved capital management planning from time to time. Senior management develops the capital strategy and oversees the capital management planning of the Bank. The bank's Accounts and Risk management department are playing key role to implement the Bank's capital strategy. Capital is managed using both regulatory control measures and internal matrix.

#### 2.29.2 Paid-up Capital

Paid up capital represents the total amount of shareholder capital that has been paid in full by the Government of Bangladesh *i.e.* ordinary shareholder. In the event of winding-up of the Company ordinary shareholder(s) rank after all other shareholders and creditors are fully entitled to any residual proceeds of liquidation for settlement of debt.

#### 2.29.3 Statutory Reserve

As per the Bank Company Act, 1991 (amendment to date) under section-24, the Bank is required to transfer 20% of its current year's profit before tax to reserve until such reserve equals to its paid up capital.

#### 2.29.4 Dividends on Ordinary Shares

Dividends on ordinary shares are recognized as a liability and deducted from equity when it is approved by the bank's Annual General meeting. Dividends for the year that are approved after the reporting date are disclosed as an event after the reporting date.

The bank is in difficulties maintaining the ratio of minimum Capital to Risk-Weighted Assets (CRAR) as per BASEL-III guidelines. Therefore, the Board of Directors has not declared any dividend for the year ended 2022.

### 2.30 Retirement benefit scheme

The Bank operates two alternative retirement benefit schemes for its permanent employees, elements of which are as under:

#### a) Contributory recognized provident fund (CPF) scheme

- i. Employees' contribution 10%;
- ii. Bank's contribution 8.33%;
- iii. This fund is operated by a Board comprising of 9 Trustees; and
- iv. Employees enjoying contributory provident fund facilities are entitled to get gratuity for 2 months last basic pay drawn for each completed year of service subject to completion of minimum 10 years of service.

#### b) General pension fund scheme (Superannuation Fund)

##### i) Pension

The Bank operates a pension scheme. This fund is operated by a Trustee Board comprising of 9 Trustees.

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

### ii) Annual provision

The bank is paying 75% of basic salary of each employee in each month to Superannuation Fund from July 2017.

Year	% of Basic pay
1986 to 1994	10%
1995 to 1999	18%
2000 to 2003	25%
2004 to 2005	30%
2006	35%
2007 to 2013	30%
2014 to June'2017	50%
From July'2017	75%

In the year 2022, additional provision BDT 1,750,000,000 has been kept for the provision of superannuation fund (SAF). This has been named as Superannuation Fund (SAF) created for paying pension to retiring employees. It is fully funded.

### iii) General provident fund (GPF)

Employees opted for pensions are also contributing 5%-25% of basic salary as per their desire to GPF. The Bank does not contribute any amount to the GPF against these employees. The Fund is shown under Sundry Deposit.

## 2.31 Death relief grant scheme

The Bank operates a Death Relief Grant Scheme since January 01, 1989, which replaced the group insurance scheme. The scheme is applicable to all employees of the Bank and payments out of this fund are made to the successors of the employees on their death while in Bank's service and quantum of payment is determined as per scale and grade of such employees.

## 2.32 Taxation

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

### i) Current tax:

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

Provision for current income tax of the Bank has been made on taxable income @ 40% considering major disallowances of expenses and concessional rates on certain incomes (0% on gain on trading of govt. securities, 10% on capital gain of shares & MFs and 20% on dividend income) as per Income Tax Ordinance (ITO) 1984. Tax provision of the Group entities is made on taxable income of subsidiaries at different rates applicable as per the ITO 1984 and the tax authority of the country where it is incorporated.

Detail's status of Tax Provision and Tax assessment are shown note 12.4 and annexure-F of the financial statements.

**ii) Deferred tax:** Deferred tax assets or liabilities are recognized by the Bank on deductible or taxable temporary differences between the carrying amount of assets and liabilities used for financial reporting and the amount used for taxation purpose as required by IAS 12 Income taxes and BRPD circular no.11 dated 12 December 2011. Deferred tax assets is recognized for the carry forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which they can be used. Deferred tax assets and liabilities are reviewed at each reporting period and are measured at the applicable tax rate as per tax laws that are expected to be applied when the assets is realized and liability is settled. Any unrecognized deferred tax assets or liabilities are reassessed at each reporting period and recognized only if that has become probable that future taxable profit or loss will be available against which they can be used or settled.

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

Details of deferred tax assets or liabilities and amount recognized in profit and loss account for deferred tax income or expense are given in note 9.4 in the financial statements.

**iii) Assessment for uncertainty over income tax treatments (under IFRIC 23):** At reporting date, the Bank assessed to consider uncertain tax treatment separately or together in line with Income Tax ordinance and rules 1984. The Bank applies significant judgment and past records of tax assessment and demand in identifying uncertainties over income tax treatments. Since, the Bank is being operated as complex financial intermediary to provide a comprehensive financial solution to customers, it assessed whether the Interpretation of IFRIC 23 Uncertainty over income tax treatments had an impact on its consolidated financial statements. Upon adoption of the interpretation, the Bank considered whether it has any uncertain tax positions, particularly those relating to transfer pricing, payment under credit facilities etc. The Bank determined, on its tax compliance and best practice, it is probable that its tax treatments (including those for the subsidiaries) will be accepted by the taxation authorities. The interpretation did not have an impact on the consolidated financial statements of the Bank.

### 2.33 Provisions

Provisions are recognized if the Bank has a present legal or constructive obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation as of the Balance Sheet date, taking into account the risks and uncertainties surrounding the obligation.

### 2.34 Earnings per share (EPS)

As per IAS 33 Earnings per share, the Bank has been reporting basic earnings per share as there has been no dilution possibilities during the year. Basic EPS is computed by dividing the profit or loss attributable to ordinary shareholders of the Bank by the number of ordinary shares outstanding during the period.

### 2.35 Loan commitments

No loan commitments are found to be designated at fair value through profit or loss under the fair value option. All loan commitments remain as off-balance sheet items.

### 2.36 Materiality, Aggregation and Off Setting

Each material item as considered by management significant has been displayed separately in the financial statements. No amount has been set off unless the Bank has legal right to set off the amount and intends to settle on a net Basis. Income and expenses are presented on a net Basis only when permitted by the relevant accounting standards.

The values of any asset or liability as shown in the statement of financial position (balance sheet) are not off-set by way of deduction from another liability or asset unless there exist a legal right therefor. No such incident exists during the year.

### 2.37 Financial guarantees

Financial guarantee contracts are contracts that require the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payments when due in accordance with the terms of a debt instrument. Such financial guarantees are given to banks, financial institutions and other parties on behalf of customers to secure loans, overdrafts, other banking facilities and other various payments. Financial guarantees are recognized in the financial statements at fair value on the dates the guarantees were given as contingent liabilities.

### 2.38 Events after Reporting Period

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

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

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

There were no material events which have occurred after the reporting period which could affect the value stated in the financial statements.

### 2.39 Segment reporting

For the purpose of Segment Reporting as per International Financial Reporting Standard-8 "Operating Segments", the following segments relating to revenue, expenses, assets and liabilities have been identified and shown in the related notes accordingly as primary/secondary segments.

- i) Domestic operations in line with geographical segments;
- ii) Banking operations comprising of branches of the banking entity; and
- iii) Treasury operations comprising of the banking entity.

Information regarding the result of each reportable segment is included in Annexure-N. Performance is measured Based on segment profit before provision, as included in the internal management reports that are reviewed by the Bank's Management. Segment report is used to measure performance as Management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

### 2.40 Risk management

Being a financial institution, in the ordinary course of business, the Bank is sensitive to verities of risks. The generic severity of such risk(s) is much intense in our locality due to presence of large number of banks and complex financial transactions. In such highly competitive environment to ensure a bank's consistent system and performance, the presence of strong Risk Management culture is obligatory. Being compliant, the Bank is now looking forward to take risk management practice to a different level, preventing risk before occurrence, i.e., on a proactive Basis rather than on a reactive Basis. As a part of regulatory and global benchmarking the bank has based upon 06 (six) core risk guidelines of Bangladesh Bank and Basel framework. Listed below are the identified risks the Bank is currently managing or intends to manage in the future:

Sl. No.	Basel Accord	Core Risk Guideline of BB	Pillar
1	Credit Risk	Credit Risk	Pillar - I & Pillar - II
2	Market Risk	Foreign Exchange Risk	
3	Operational Risk	Asset Liability Risk	
4	Residual Credit Risk	Money Laundering Risk	
5	Residual Risk (CRM)	Internal Control & Compliance Risk	Pillar -II
6	Residual Market Risk - Equity	ICT Risk	Pillar -II
7	Residual Market Risk - Currency		Pillar -II
8	Credit Concentration Risk		Pillar -II
9	Liquidity Risk		Pillar -II
10	Interest Rate Risk		Pillar -II
11	Settlement Risk		Pillar -II
12	Reputation Risk		Pillar -II
13	Strategic Risk		Pillar -II
14	Pension Obligation Risk		Pillar -II
15	Compliance Risk		Pillar -II

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

Accordingly, the Bank has various high-powered committees to monitor and ensure smooth risk management activities. For example, Management Committee (MANCOM), Asset Liability Committee (ALCOM), Credit Committee (CC), Audit Committee, etc. To manage the overall risks of the Bank in line of Basel the bank has formed a dedicated Risk Management Division. The details of ABL's risk management are shown in the chapter "Risk Management".

### 2.40.1 Prevention of fraud

Fraud and forgery have become important issues in recent years. These have a major impact on our country's economy, hindering economic development. Agrani Bank has always been focused on controlling fraud and forgery by establishing and maintaining proper control systems. Today, fraud and forgery appear in diverse forms. To prevent fraud and forgery, Agrani Bank has formed a Vigilance Division/ MD's squad under the direct supervision of Managing Director. This wing exclusively deals with all kinds of fraud and forgery and acts independently where internal and external fraud and forgery incidents are escalated. The wing also investigates, review the cause and report to the concerned authority accordingly. Also, the bank has a Compliance Department under Internal Control & Compliance Division.

To protect the bank and its stakeholders' interests, the investigation team identifies perpetrators and the root cause of the reported incident. As a remedial course of action, preventive measures are recommended to the business/functional unit to take necessary action relating to process improvements, recovery of the misappropriated amount, adjustment of the operational loss, and appropriate action initiated against the perpetrator. Investigation reports are also placed to the Board Audit Committee for their direction and guidance. All fraud and forgery cases that were identified in 2022 were also duly reported to Bangladesh Bank as per regulations and adequate provisions have been maintained in the books of accounts. On the other hand, the management is exerting full efforts to recover the loss amount incurred due to fraud.

### 2.41 Related party transactions

A party is related to the company if

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

Related party transaction is a transfer of resources, services, or obligations between related parties regardless a price is charged as per IAS 24- Related party disclosures. Details of related party transactions are disclosed in Annexure- A.

### 2.42 Directors' responsibilities on Financial Statement

The Board of Directors takes the responsibilities for the preparation and presentation of these financial Statements.

### 2.43 Approval of financial statements

The Board of Directors approved the financial statements on 30 April 2023. The bank is in difficulties maintaining the ratio of minimum Capital to Risk-Weighted Assets (CRAR) as per BASEL-III guidelines. Therefore, the Board of Directors has not declared any dividend for the year ended 2022.

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

### 2.44 Credit Rating of the Bank

As per the BRPD circular no. 6 dated 5 July 2006, the Bank has done its last credit rating by Alpha Credit Rating Limited based on the financial statements of Agrani Bank Limited dated 31 December 2021 (declaration date: 26 July 2022 and valid till 25 July 2023). The following ratings had been awarded:

Basis of Rating	Long Term		Short Term		Outlook
	2021	2020	2021	2020	
Government Support	AAA	AAA	ST-1	ST-1	Stable
Without Government Support	A+	A+	ST-2	ST-2	Stable

### 2.45 Compliance of International Financial Reporting Standards (IFRS)

Name of International Accounting Standards (IAS)	IAS No.	Status
Presentation of Financial Statements	1	Applied*
Inventories	2	N/A
Statement of Cash Flows	7	Applied*
Accounting Policies, Changes in Accounting Estimates and Errors	8	Applied
Events after the Reporting Period	10	Applied
Income Taxes	12	Applied
Property, Plants and Equipments	16	Applied
Employee Benefits	19	Applied
Accounting for Govt. Grants and Disclosure of Government Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	Applied
Borrowing Costs	23	N/A
Related Party Disclosures	24	Applied
Accounting & Reporting by Retirement Benefit Plans	26	N/A
Separate Financial Statements	27	Applied
Investments in Associates	28	N/A
Financial Instruments: Presentation	32	Applied*
Earnings per share	33	Applied
Interim Financial Reporting	34	N/A
Impairment of Assets	36	Applied
Provisions, Contingent Liabilities and Contingent Assets	37	Applied
Intangible Assets	38	Applied*
Investment Property	40	N/A
Agriculture	41	N/A

Name of International Financial Reporting Standards (IFRS)	IFRS No.	Status
First-time Adoption of International Financial Reporting Standards	1	N/A
Share-Based Payment	2	N/A
Business Combinations	3	N/A
Insurance Contracts	4	N/A
Non-Current Assets Held for Sale and Discontinued Operations	5	Not Applied
Exploration for and Evaluation of Mineral Resources	6	N/A

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

Name of International Financial Reporting Standards (IFRS)	IFRS No.	Status
Financial Instruments: Disclosures	7	Applied
Operating Segments	8	Applied
Financial Instruments	9	Applied
Consolidated Financial Statements	10	Applied
Joined Arrangement	11	N/A
Disclosure of Interest in Other Entities	12	Applied
Fair value Measurement	13	Applied
Regulatory Deferral Accounts	14	N/A
Revenue from Contracts with Customers	15	Applied
Leases	16	Applied

\* Subject to departure mentioned earlier in note # 2.1 above

### 2.46 Standards issued but not yet effective

A number of new standards and amendments to standards are effective for annual periods beginning on or after 01 January 2020 and earlier application is permitted. However, the Bank has not early applied the following new standards in preparing these financial statements.

#### 2.46. (a) Insurance Contracts

IFRS 17- Insurance Contracts 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.

#### 2.46. (b) Amendments to References to Conceptual Framework in IFRS Standards

The IASB decided to revise the Conceptual Framework because some important issues were not covered and some guidance was unclear or out of date. The revised Conceptual Framework, issued by the IASB in March 2018, includes:

- A new chapter on measurement;
- Guidance on reporting financial performance;
- Improved definitions of an asset and a liability, and guidance supporting these definitions;
- Clarifications in important areas, such as the roles of stewardship, prudence and measurement uncertainty in financial reporting.

The Conceptual Framework does not have a stated effective date and the International Accounting Standards Board (IASB) will start using it immediately.

#### 2.46. (c) Definition of a Business (Amendments to IFRS 3)

The amendments in Definition of a Business (Amendments to IFRS 3) are changes to Appendix A Defined terms, the application guidance, and the illustrative examples of IFRS 3 only. They:

- clarify that to be considered a business, an acquired set of activities and assets must include, at a minimum, an input and a substantive process that together significantly contribute to the ability to create outputs;
- narrow the definitions of a business and of outputs by focusing on goods and services provided to customers and by removing the reference to an ability to reduce costs;

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

- add guidance and illustrative examples to help entities assess whether a substantive process has been acquired; remove the assessment of whether market participants are capable of replacing any missing inputs or processes and continuing to produce outputs; and
- add an optional concentration test that permits a simplified assessment of whether an acquired set of activities and assets is not a business.

The amendments are effective for business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after 1 January 2020 and to asset acquisitions that occur on or after the beginning of that period. Earlier application is permitted.

### 2.46. (d) Definition of Material (Amendments to IAS 1 and IAS 8)

The changes in Definition of Material (Amendments to IAS 1 and IAS 8) all relate to a revised definition of 'material' which is quoted below from the final amendments:

Information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general-purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity.

### 2.47 Changes in Accounting Policies

As per IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors" Accounting Policies are applied consistently for comparability between financial statements of different accounting periods. Changes in Accounting Policies are applied retrospectively to the financial statements (if any). Comparative amounts presented in the financial statements affected by the change in accounting policy for each prior period presented.

### 2.48 Coronavirus (COVID-19) pandemic

Judgment has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the consolidated entity based on known information. This consideration extends to the nature of the services offered, customers, staffing, and geographic regions in which the consolidated entity operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties concerning events or conditions which may impact the consolidated entity unfavorably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

Management has also assessed the overall impact on COVID 19 and has not identified any indications that may cast doubt on the going concern of the group and the bank. Bank's primary business has not impacted expressively as it has a significant growth even the pandemic declared by WHO except trade business. The management does not see any issue concerning going concern due to the recent pandemic COVID-19. Besides, the management is not aware of any other material uncertainties that may cast significant doubt upon the bank's ability to continue as a going concern.

### 2.49 Disclosure of FRC Policy on Use of Audited Financial Statements in Processing Loans

Audited Financial Statements are mandatory documents for any existing company at the time of applying for new loan facility from bank. The bank uses the Audited Financial Statements while assessing any new credit / Loan facilities. In compliance with BRPD Circular Letter No. 04, dated January 04, 2021, the bank will obtain audited financial statements while approving any new loan. It is also mandatory to the client of the bank to submit annual audited financial statements of the company on an annual basis. Audited Financial Statements are required to be preserved with the loan file by the bank. However, in some special circumstances where latest Audited Financial Statements may not be available, the bank uses interim Management Accounts for the Borrower Risk Rating (BRR) or ICRR for the purpose of renewal of any loan facilities. Such BRR or ICRR is approved by the Management only for Interim use with an instruction to update the same with the Audited Financial Statements. However, as per the BRPD Circular Letter 35 dated July 06, 2021, and FRC Letter No. 178/FRC/APR/2021/27(2) dated December 5, 2021, the Bank has implemented verification of financials through DVS 100% for all our clients which are listed with Stock Exchanges.

## **Agrani Bank Limited and It's Subsidiaries**

# **Notes to the Financial Statements**

**As at and for the year ended 31 December 2022**

### **2.50 IT Up-gradation Status:**

The bank is on the process of implementation of new version of Core Banking Solution (CBS) software to comply the guideline. Currently the bank is using CBS Temenos T24, version-R09. Where the bank has fully implemented 534 control points among 1,137 features and control described in BB CBS guideline in BRPD-08/2016. In addition, the bank has 88 partially implemented control points. Presently bank could not able to maintain CL-1 and CL-3 records using Core Banking Solution (CBS) software. Hence, bank maintain the CL-1 and CL-3 records manually with full due diligence. Implementation of updated Core Banking Solution (CBS) software Temenos T24, version-R20 is in process. Which is expected to fully implement by June 2024. Already bank place tender for hardware infrastructure to support T24, version-R20. After completion of up-gradation process CL-1 and CL-3 will be fully incorporated in Core Banking Solution (CBS).

### **2.51 General**

- a) Figures have been rounded off to the nearest BDT.
- b) Prior Year's figures have been shown for comparison purposes and rearranged wherever necessary to conform to current year's presentation.
- c) Conversion rate is calculated Based on the simple average of buying and selling rates.

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>3</b>	<b>Cash</b>	<b>53,978,820,551</b>	<b>45,774,772,079</b>
<b>3.1</b>	<b>Cash in Hand</b>		
	Local Currency	11,798,572,371	8,421,032,824
	Foreign Currency	34,030,155	78,847,946
		<b>11,832,602,526</b>	<b>8,499,880,770</b>
<b>3.2</b>	<b>Balance with Bangladesh Bank and its agent bank</b>		
	Bangladesh Bank (Note - 3.2.1)	38,813,003,353	35,340,859,075
	Sonali Bank Limited as agent of Bangladesh Bank (Note - 3.2.2)	3,333,214,672	1,934,032,234
		<b>42,146,218,025</b>	<b>37,274,891,309</b>
	<b>Total (Note 3.1+3.2)</b>	<b>53,978,820,551</b>	<b>45,774,772,079</b>
<b>3.2.1</b>	<b>Balance with Bangladesh Bank</b>		
	Local Currency	40,019,715,737	38,551,101,927
	Foreign Currency- (Annexure-E.2)	(1,206,712,384)	(3,210,242,852)
		<b>38,813,003,353</b>	<b>35,340,859,075</b>
<b>3.2.2</b>	<b>Balance with Sonali Bank Limited</b>		
	Local Currency	3,333,214,672	1,934,032,234
	Foreign Currency	-	-
		<b>3,333,214,672</b>	<b>1,934,032,234</b>
<b>3.3</b>	<b>Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR)</b>		
	Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained under section 33 of Bank Company Act, 1991 (Amended upto 2018) and Monetary Policy Department (MPD) circular no. 01 dated April, 2018 of Bangladesh Bank.		
	As per MPD Circular No. 03 dated 09 April, 2020 of Bangladesh Bank, all scheduled Banks are required to maintain a minimum CRR @ 3.5% on daily basis and a minimum CRR @ 4.0% on bi-weekly basis based on weekly average total demand and time liabilities (ATDTL) of two months prior to current month for Domestic Banking Operation (DBO) & Islami Banking Unit (IBU) and maintainable required CRR for Offshore Banking Operation (OBO) on bi-weekly basis @ 2.0% & daily basis @ 1.5% on the same ATDTL.		
	Statutory Liquidity Ratio (SLR) is maintained for both Domestic Banking Operation (DBO) and Offshore Banking Operation (OBO) @ 13% and SLR for Islami Banking Unit (IBU) @ 5.5% excluding CRR, on the same liabilities in the form of Cash, Balance with Sonali Bank (as an agent of Bangladesh Bank), Excess of CRR, Treasury Bills, Bonds and Debentures including FC Balance with Bangladesh Bank and other eligible securities.		
	As per the above mentioned circular, CRR & SLR for the month of December 2022 have been maintained on weekly average of total demand and time liabilities (ATDTL) of October 2022. Both the reserves maintained by the Bank are furnished below:		
<b>3.3.1</b>	<b>Cash Reserve Requirement (Daily Basis)</b>		
	Reserve Required (Both DBO and OBO)	31,767,472,000	34,889,696,000
	Actual Reserve held	40,390,815,000	38,921,931,000
	<b>Surplus/ (Deficit)</b>	<b>8,623,343,000</b>	<b>4,032,235,000</b>
<b>3.3.1.a</b>	<b>CRR of Islamic Banking Unit (Daily Basis)</b>		
	Reserve Required	240,224,000	151,073,000
	Actual Reserve held	304,555,000	189,006,000
	<b>Surplus/ (Deficit)</b>	<b>64,331,000</b>	<b>37,933,000</b>
<b>3.3.2</b>	<b>Cash Reserve Requirement (Bi-Weekly Average)</b>		
	Reserve Required (Both DBO and OBO)	36,305,683,000	39,882,483,000
	Actual Reserve held	40,390,815,000	38,921,931,000
	<b>Surplus/(Deficit)</b>	<b>4,085,132,000</b>	<b>(960,552,000)</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

	Amount in BDT	
	2022	2021
<b>3.3.2.a CRR of Islamic Banking Unit (Bi-Weekly Basis)</b>		
Required Reserve @ 5.5 % of Average Demand and Time Liabilities	274,542,000	172,655,000
Actual Reserve held	304,555,000	189,006,000
<b>Surplus/(Deficit)</b>	<b>30,013,000</b>	<b>16,351,000</b>
<b>3.3.3 Statutory Liquidity Ratio (SLR)</b>		
Required Reserve @13 % of Total Demand and Time Liabilities	117,993,469,000	129,812,498,000
Actual Reserve held (Note: 3.3.3.1)	141,887,578,768	298,252,671,914
<b>Surplus/(Deficit)</b>	<b>23,894,109,768</b>	<b>168,440,173,914</b>
<b>3.3.3.1 Actual Reserve Held</b>		
Cash in hand	11,832,602,526	8,499,880,770
Excess of CRR	4,085,132,000	-
Balance with Sonali Bank (as a agent of BB)	3,333,214,672	1,934,032,234
Un encumbered Approved Securities ( HTM )	80,967,364,240	150,571,849,170
Un encumbered Approved Securities ( HFT )	25,556,684,360	119,434,728,770
Other eligible securities (HTM)	16,112,580,970	17,812,180,970
<b>Total</b>	<b>141,887,578,768</b>	<b>298,252,671,914</b>
<b>3.3.4 SLR of Islamic Banking Unit</b>		
Required Reserve @ 5.50 % of Total Demand and Time Liabilities	377,495,000	237,401,000
Actual Reserve held (Note: 3.3.4.1)	607,747,000	584,465,000
<b>Surplus/(Deficit)</b>	<b>230,252,000</b>	<b>347,064,000</b>
<b>3.3.4.1 Actual Reserve Held</b>		
Cash in hand	16,204,000	6,584,000
Excess of CRR	30,013,000	16,351,000
Eligible Securities (Bangladesh Govt. Islami Investment Bond)	561,530,000	561,530,000
	<b>607,747,000</b>	<b>584,465,000</b>
<b>3(a) Consolidated Cash</b>		
<b>(i) Cash in Hand</b>		
Agrani Bank Limited	11,832,602,526	8,499,880,770
Agrani Equity & Investment Limited	-	-
Agrani SME Financing Company Limited	103,659	548,718
Agrani Exchange House Private Limited, Singapore	63,364,447	21,598,549
Agrani Remittance House SDN. BHD., Malaysia	92,404	40,878
Agrani Remittance House Canada Inc.	6,376	6,376
Agrani Exchange Company (Australia) Pty. Limited	14,694,174	14,694,174
	<b>11,910,863,586</b>	<b>8,536,769,465</b>
<b>(ii) Balance with Bangladesh Bank and its agent bank</b>		
Agrani Bank Limited	42,146,218,025	37,274,891,309
Agrani Equity & Investment Limited	-	-
Agrani SME Financing Company Limited	10,332,015	2,136,958
Agrani Exchange House Private Limited, Singapore	-	-
Agrani Remittance House SDN. BHD., Malaysia	-	-
Agrani Remittance House Canada Inc.	-	-
Agrani Exchange Company (Australia) Pty. Limited	-	-
	<b>42,156,550,040</b>	<b>37,277,028,267</b>
	<b>54,067,413,626</b>	<b>45,813,797,732</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>4</b>	<b>Balance with Other Banks &amp; Financial Institutions</b>		
	In Bangladesh (Note - 4.1)	42,081,313,234	53,544,234,205
	Outside Bangladesh (Annexure E.1)	8,185,783,096	8,976,458,106
		<b>50,267,096,330</b>	<b>62,520,692,311</b>
<b>4.1</b>	<b>In Bangladesh: Local Currency</b>		
	<b>Banks</b>		
	Al-Arafah Islami Bank Limited	1,070,001,532	-
	Exim Bank Limited	1,630,000,000	1,000,000,000
	Islami Bank Bangladesh Limited	-	945,000,000
	Social Islami Bank Limited	2,565,000,000	7,271,337,500
	Standard Bank Limited	700,000,000	-
	One Bank Limited	250,000,000	-
	Pubali Bank Limited	2,000,000,000	-
	AB Bank Limited	2,250,000,000	2,650,000,000
	BASIC Bank Limited	1,000,000,000	2,000,000,000
	National Bank Limited	3,400,000,000	4,000,000,000
	Ansar VDP Unnayan Bank	-	100,000,000
	Meghna Bank Limited	-	3,000,000,000
	Mercantile Bank Limited	-	4,000,000,000
	Bangladesh Commerce Bank Limited	700,000,000	600,000,000
	NRB Global Islami Bank Limited	300,000,000	300,000,000
	Padma Bank Limited (former The Farmers Bank Limited)	2,000,000,000	2,000,000,000
	Union Bank Limited	3,495,000,000	1,716,000,000
	ICB Islamic Bank Limited	69,777,577	69,777,577
	Rajshahi Krishi Unnayan Bank	-	3,000,000,000
	Balance with ABL Islamic Window	128,275,000	248,860,003
		<b>21,558,054,109</b>	<b>32,900,975,080</b>
	<b>Non- Bank Financial Institutions</b>		
	Bangladesh Financial Investment Company Limited	900,000,000	900,000,000
	Bay Leasing & Investment Limited	600,000,000	600,000,000
	GSP Finance Company Limited	300,000,000	300,000,000
	Hajj Finance Limited	300,000,000	400,000,000
	IIDFC	200,000,000	200,000,000
	Investment Corporation of Bangladesh	10,500,000,000	10,500,000,000
	Strategic Finance & Investment Ltd	1,500,000,000	1,500,000,000
	Lanka Bangla Limited	400,000,000	400,000,000
	Reliance Finance Limited	450,000,000	450,000,000
	Capm Venture Capital and Finance Limited	50,000,000	50,000,000
	Islamic Finance and Investment Limited	100,000,000	100,000,000
	Meridian Finance & Investment Limited	150,000,000	150,000,000
	MIDAS Financing Limited	100,000,000	100,000,000
	National Finance Limited	100,000,000	100,000,000
	Phoenix Finance and Investments Limited	600,000,000	600,000,000
	Uttara Finance Limited	180,000,000	200,000,000
	Bangladesh Industrial Finance Company Limited*	200,000,000	200,000,000
	FAS Finance & Investment Company Limited*	369,946,250	369,946,250
	First Finance & Investment Limited*	330,000,000	330,000,000
	International Leasing and Financial Services Limited*	561,951,250	561,951,250
	Peoples Leasing, Finance & Investment Limited*	370,000,000	370,000,000
	Premier Leasing & Finance Limited*	561,361,625	561,361,625
	Prime Finance & Investment Limited*	500,000,000	500,000,000
	Fareast Finance & Investment Company Limited*	600,000,000	600,000,000
	Union Capital Limited*	600,000,000	600,000,000
		<b>20,523,259,125</b>	<b>20,643,259,125</b>
		<b>42,081,313,234</b>	<b>53,544,234,205</b>

\* Bank intensely pursuing the NBFIs unable to repay the FDR amount (Principal and interest) on maturity.

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>4.2</b>	<b>Balance with Other Banks and Financial Institutions (Account wise)</b>		
	Current & Other Accounts	8,185,783,096	8,976,458,106
	Fixed Deposit Receipts (FDR)	42,081,313,234	53,544,234,205
		<b>50,267,096,330</b>	<b>62,520,692,311</b>
<b>4.3</b>	<b>Maturity grouping of balances</b>		
	On demand	8,185,783,096	8,976,458,106
	Within 1 to 3 months	35,538,276,532	40,754,597,503
	Within 3 to 12 months	6,473,259,125	12,789,636,702
	Within 1 to 5 years	69,777,577	-
	More than 5 years	-	-
		<b>50,267,096,330</b>	<b>62,520,692,311</b>
<b>4(a)</b>	<b>Consolidated balance with other banks and financial institutions</b>		
	<b>(i) In Bangladesh</b>		
	Agrani Bank Limited	42,081,313,234	53,544,234,205
	Agrani Equity & Investment Limited	34,210,122	110,227,639
	Agrani SME Financing Company Limited	37,309,050	27,523,356
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>42,152,832,406</b>	<b>53,681,985,200</b>
	Less: Inter-company transaction(s)	-	-
		<b>42,152,832,406</b>	<b>53,681,985,200</b>
	<b>(ii) Outside Bangladesh</b>		
	Agrani Bank Limited	8,185,783,096	8,976,458,106
	Agrani Equity & Investment Limited	-	-
	Agrani SME Financing Company Limited	-	-
	Agrani Exchange House Private Limited, Singapore	216,924,581	189,892,142
	Agrani Remittance House SDN. BHD., Malaysia	87,963,436	16,665,912
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>8,490,671,113</b>	<b>9,183,016,160</b>
		<b>50,643,503,519</b>	<b>62,865,001,360</b>
<b>5</b>	<b>Money at call and short notice</b>		
	<b>With Bank</b>		
	AB Bank Limited	2,300,000,000	3,500,000,000
	EXIM Bank Limited	-	3,000,000,000
	NCC Bank Limited	-	3,500,000,000
		<b>2,300,000,000</b>	<b>10,000,000,000</b>
	<b>With Non-Bank Financial Institution</b>		
	Lanka Bangla	-	100,000,000
	National Finance Limited	-	30,000,000
	FAS Finance & Investment Ltd.*	70,000,000	70,000,000
	Prime Finance & Investment Limited*	60,000,000	60,000,000
	Bangladesh Industrial Finance Company Limited*	40,000,000	40,000,000
	First Finance Limited*	90,000,000	90,000,000
	Peoples Leasing*	240,000,000	240,000,000
	Investment Corporation Bangladesh (ICB)	-	400,000,000
	Premier Leasing*	10,000,000	10,000,000
		<b>510,000,000</b>	<b>1,040,000,000</b>
	<b>Total</b>	<b>2,810,000,000</b>	<b>11,040,000,000</b>

\* Bank intensely pursuing the NBFIs unable to repay the Call Money amount (Principal and interest).

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>6</b>	<b>Investments</b>		
	<b>SLR Securities</b>		
	Government Securities (Note- 6.1)	122,567,578,560	287,764,516,766
	Other Investment (Note- 6.2)	630,580,970	630,580,970
		<b>123,198,159,530</b>	<b>288,395,097,736</b>
	<b>Non SLR Securities</b>		
	Government Securities (Note- 6.1)	16,739,439,200	16,738,280,000
	Other Investment (Note- 6.2)	85,249,243,717	85,197,213,236
		<b>101,988,682,917</b>	<b>101,935,493,236</b>
	<b>Total</b>	<b>225,186,842,447</b>	<b>390,330,590,972</b>
<b>6.1</b>	<b>Government Securities:</b>		
	<b>SLR Securities</b>		
	Treasury Bills (Note- 6.1.1 & Annexure B.1)	8,513,981,827	126,486,847,155
	Govt. Treasury Bond/Other Bond/Other Securities (Note- 6.1.2 & Annexure B.2)	109,029,451,733	159,779,155,458
	Reverse REPO (Annexure B.4)	5,024,145,000	1,498,514,153
		<b>122,567,578,560</b>	<b>287,764,516,766</b>
	<b>Non SLR Securities</b>		
	Govt. Treasury Bond/Other Bond/Other Securities (Note- 6.1.2 & Annexure B.2)	16,722,365,000	16,722,365,000
	Treasury Bills (Note- 6.1.1)	-	-
	Prize Bonds (at cost)	17,074,200	15,915,000
		<b>16,739,439,200</b>	<b>16,738,280,000</b>
	<b>Total</b>	<b>139,307,017,760</b>	<b>304,502,796,766</b>
<b>6.1.1</b>	<b>Treasury Bills</b>		
	<b>SLR Securities</b>		
	07 days Bangladesh Bank Bills	-	-
	14 days Bangladesh Bank Bills	-	-
	14 days Treasury Bills	-	-
	91 days Treasury Bills	-	27,170,831,898
	182 days Treasury Bills	881,185,087	28,106,503,500
	364 days Treasury Bills	7,632,796,740	71,209,511,757
	<b>Sub total</b>	<b>8,513,981,827</b>	<b>126,486,847,155</b>
	<b>Non SLR Securities</b>		
	91 days Treasury Bills (Lien with B. Bank)	-	-
		-	-
	<b>Total</b>	<b>8,513,981,827</b>	<b>126,486,847,155</b>
<b>6.1.2</b>	<b>Govt. Treasury Bond/Other Govt. Bond/Other Securities</b>		
	<b>SLR Securities</b>		
	2 years Bangladesh Govt. Treasury Bond	10,647,308,740	27,431,965,409
	5 years Bangladesh Govt. Treasury Bond	26,126,535,500	29,159,217,615
	10 years Bangladesh Govt. Treasury Bond	14,862,313,026	31,453,620,878
	15 years Bangladesh Govt. Treasury Bond	19,956,042,054	22,680,108,433
	20 years Bangladesh Govt. Treasury Bond	17,480,720,982	21,097,841,808
	05 Years Bangladesh Govt. Investment Sukuk Bond	2,888,300,000	3,449,830,000
	7-10 Yrs.(Agrani Bank-BPC) T.Bond	6,126,800,000	6,126,800,000
	9-13 Yrs.(Agrani Bank-BJMC) T.Bond	2,039,500,000	3,739,100,000
	7 Yrs.(Agrani Bank-Orion) T.Bond	4,427,400,000	4,427,400,000
	5 years Bangladesh Govt. Treasury Bond (Remeasured)	-	100,044,664
	10 years Bangladesh Govt. Treasury Bond (Remeasured)	1,599,068,144	7,221,082,216
	15 years Bangladesh Govt. Treasury Bond (Remeasured)	1,359,956,543	1,777,119,028
	20 years Bangladesh Govt. Treasury Bond (Remeasured)	953,976,743	1,115,025,407
	Bangladesh Govt. Islamic Investment Bond (BGIB)	561,530,001	-
		<b>109,029,451,733</b>	<b>159,779,155,458</b>

# Agrani Bank Limited and Its Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>Non SLR Securities</b>			
	5 years Bangladesh Govt. T. Bond (Lien with BB in favour of SCB)	16,722,365,000	16,722,365,000
	<b>Total</b>	<b>16,722,365,000</b>	<b>16,722,365,000</b>
<b>6.1.3</b>			
	Investment in Government securities classified as per Bangladesh Bank's DOS Circular Letter No. 05 date 26 May 2008 and DOS Circular Letter No. 05 date 28 January 2009.		
	Held to Maturity (HTM)(Note: 6.1.3.a)	94,753,175,170	166,072,068,967
	Held for Trading (HFT)(Note: 6.1.3.b)	28,444,984,360	122,323,028,769
		<b>123,198,159,530</b>	<b>288,395,097,736</b>
<b>6.1.3.a Held to Maturity (HTM)</b>			
<b>Treasury Bill</b>			
	07 days Bangladesh Bank Bills	-	-
	14 days Bangladesh Bank Bills	-	-
	30 days Bangladesh Bank Bills	-	-
	14 days Treasury Bills	-	-
	91 days Treasury Bills	-	128,219,791
	182 days Treasury Bills	-	5,156,317,250
	364 days Treasury Bills	-	4,007,810,858
		<b>-</b>	<b>9,292,347,899</b>
<b>Bond/Other Securities</b>			
	2 years Bangladesh Govt. Treasury Bond	5,948,098,740	26,931,415,909
	5 years Bangladesh Govt. Treasury Bond	23,293,365,500	29,159,217,615
	10 years Bangladesh Govt. Treasury Bond	14,272,107,494	31,212,455,018
	15 years Bangladesh Govt. Treasury Bond	19,956,042,054	22,680,108,433
	20 years Bangladesh Govt. Treasury Bond	13,584,748,982	21,097,841,808
	7-10 Years.(Agrani Bank-BPC) T.Bond	6,126,800,000	6,126,800,000
	9-13 Years.(Agrani Bank-BJMC) T.Bond	2,039,500,000	3,739,100,000
	7 Yrs.(Agrani Bank-Orion) T.Bond	4,427,400,000	4,427,400,000
	05 Years Bangladesh Govt. Investment Sukuk Bond	561,530,000	561,530,000
	5 years Bangladesh Govt. Treasury Bond (Remeasured)	-	100,044,664
	10 years Bangladesh Govt. Treasury Bond (Remeasured)	1,599,068,144	7,221,082,216
	15years Bangladesh Govt. Treasury Bond (Remeasured)	1,359,956,543	1,777,119,028
	20 years Bangladesh Govt. Treasury Bond (Remeasured)	953,976,743	1,115,025,407
	ICB Share	630,580,970	630,580,970
		<b>94,753,175,170</b>	<b>156,779,721,068</b>
		<b>94,753,175,170</b>	<b>166,072,068,967</b>
<b>6.1.3.b Held for Trading (HFT)</b>			
<b>Treasury Bill</b>			
	07 days Bangladesh Bank Bills	-	-
	91 days Treasury Bills	-	27,042,612,107
	182 days Treasury Bills	881,185,087	22,950,186,250
	364 days Treasury Bills	7,632,796,740	67,201,700,899
	Reverse Repo (Treasury Bond)	-	-
		<b>8,513,981,827</b>	<b>117,194,499,256</b>
<b>Bond/Other Securities</b>			
	2 years Bangladesh Govt. Treasury Bond	4,699,210,001	500,549,500
	5 years Bangladesh Govt. Treasury Bond	2,833,170,000	-
	10 years Bangladesh Govt. Treasury Bond	590,205,532	241,165,860
	15 years Bangladesh Govt. Treasury Bond	-	-
	20 years Bangladesh Govt. Treasury Bond	3,895,972,000	-
	05 Years Bangladesh Govt. Investment Sukuk Bond	2,888,300,000	2,888,300,000
	Reverse Repo (Bangladesh Govt. Treasury Bond)	5,024,145,000	1,498,514,153
		<b>19,931,002,533</b>	<b>5,128,529,513</b>
		<b>28,444,984,360</b>	<b>122,323,028,769</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>6.2</b>	<b>Other Investment</b>		
	<b>SLR Securities</b>		
	Shares	630,580,970	630,580,970
		<b>630,580,970</b>	<b>630,580,970</b>
	<b>Non SLR Securities</b>		
	Subordinated Bond (Note- 6.2.1 & Annexure-B.3)	70,962,588,269	71,016,865,319
	Commercial Paper	-	-
	Syndicative Term Loan	-	-
	Shares	14,286,655,432	14,180,347,901
	Un-approved Debenture (Annexure-D)	16	16
		<b>85,249,243,717</b>	<b>85,197,213,236</b>
	<b>Total</b>	<b>85,879,824,687</b>	<b>85,827,794,206</b>
<b>6.2.1</b>	<b>Subordinated Bond</b>		
	Floating Rate Dated Subordinated Bond of EBL	-	40,000,000
	Floating Rate Dated Subordinated Bond of Bank Asia	-	40,000,000
	Floating Rate Dated Subordinated Bond of Prime Bank	-	40,000,000
	Floating Rate Dated Subordinated Bond of EXIM Bank	-	100,000,000
	UCBL Subordinated Bond-II	-	40,000,000
	Al-Arafah Islami Bank Subordinated Bond	-	60,000,000
	AB Bank Subordinated Bond II	-	100,000,000
	Dhaka Bank Floating Rate Dated Subordinated Bond	100,000,000	200,000,000
	IFIC Bank Coupon Bearing Subordinated Bond	100,000,000	200,000,000
	Southeast Bank Subordinated Bond II	90,000,000	180,000,000
	Mutual Trust Bank Ltd Subordinated Bond-II	120,000,000	180,000,000
	Bank Asia Ltd. 2nd Subordinated Bond	100,000,000	150,000,000
	Floating Rate non con. Subordinated Mudaraba Bond (Exim Bank)	200,000,000	300,000,000
	DBBL Subordinated Bond	200,000,000	300,000,000
	City Bank 2nd Subordinated Bond	105,000,000	170,000,000
	Premier Bank Subordinated Bond	-	200,000,000
	Standard Bank Subordinated Bond II	200,000,000	300,000,000
	Islami Bank Mudaraba Subordinated Bond	400,000,000	600,000,000
	Pubali Bank Ltd. Floating Rate Subordinated Bond	400,000,000	600,000,000
	National Bank 2nd Subordinated Bond	100,000,000	150,000,000
	FSIBL Subordinated Bond	120,000,000	180,000,000
	UCBL 3rd Subordinated Bond	120,000,000	180,000,000
	NCC Bank Non-Convertible Subordinated Bond	300,000,000	400,000,000
	Rupali Bank Subordinated Bond	1,200,000,000	1,600,000,000
	Jamuna Bank Subordinated Bond	300,000,000	400,000,000
	Mercantile Bank Subordinated Bond	600,000,000	800,000,000
	Southeast Bank Subordinated Bond III	900,000,000	1,200,000,000
	Dhaka Bank Floating Rate Dated Subordinated Bond II	900,000,000	1,200,000,000
	Prime Bank Subordinated Bond	1,200,000,000	1,600,000,000
	The Farmers Bank Subordinated Bond	1,000,000,000	1,000,000,000
	Al Arafah Islami Bank Mudaraba Subordinated Bond-II	600,000,000	800,000,000
	ICB Subordinated Bond	5,600,000,000	5,600,000,000
	City Bank Ltd. 3rd Subordinated Bond	600,000,000	800,000,000
	Trust Bank Ltd. Floating Rate Dated Subordinated Bond	1,200,000,000	1,600,000,000
	Shahjalal Islami Bank Ltd. Mudaraba Floating Rate Dated Subordinated Bond	1,500,000,000	2,000,000,000
	Islami Bank Ltd. Mudaraba Floating Rate Dated Subordinated Bond	1,800,000,000	2,400,000,000
	UCB 4TH Floating Rate Dated Subordinated Bond	1,500,000,000	2,000,000,000

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

	Amount in BDT	
	2022	2021
DBBL Floating Rate Dated Subordinated Bond-II	1,200,000,000	1,600,000,000
SIBL Floating Rate Dated Subordinated Bond	1,500,000,000	2,000,000,000
FSIBL 3rd Mudaraba Subordinated Bond	240,000,000	300,000,000
Ashuganj Power Station Company Ltd. Bond	1,000,000,000	1,000,000,000
Floating Rate Dated Subordinated Bond of EBL II	1,200,000,000	1,500,000,000
BEXIMCO Communications Limited Corporate Bond-2019	4,500,000,000	4,500,000,000
Rangpur Metal Industries Ltd. Fixed Rate Zero Coupon Bond	137,588,269	216,865,319
IPDC Finance Ltd. Tier II Subordinated Bond	180,000,000	240,000,000
Floating Rate Dated Subordinated Bond of EBL III	600,000,000	750,000,000
Bank Asia Ltd Floating Rate Dated Subordinated Bond-III	2,000,000,000	2,500,000,000
Exim Bank Subordinated Bond-II	2,200,000,000	2,750,000,000
Islami Bank Mudaraba Subordinated Bond II	1,600,000,000	2,000,000,000
The Premier Bank Ltd. Subordinated Bond-2019	400,000,000	500,000,000
Pubali Floating Rate Dated Non-convertible Subordinated Bond	2,400,000,000	3,000,000,000
Best Holdings Ltd. 25% Convertible Secured Bond	1,250,000,000	1,250,000,000
MTB 4th Subordinated Bond	500,000,000	500,000,000
Pubali Floating Rate Dated Non-convertible Subordinated Bond-III(2nd tranche)	1,000,000,000	1,000,000,000
Standard Bank 3rd Subordinated Bond	1,000,000,000	1,000,000,000
Al Arafah Bank Ltd. 3rd Subordinated Bond	2,000,000,000	2,000,000,000
Islamic Finance and Investment Ltd	200,000,000	200,000,000
Southeast Bank Ltd Non Convertible Subordinated Bond	1,250,000,000	1,250,000,000
Dutch Bangla Bank Floating Rate 3rd Subordinated Bond	500,000,000	500,000,000
Islami Bank Ltd. Mudaraba Floating Rate Dated Subordinated Bond-III(2nd tranche)	1,500,000,000	1,500,000,000
AB Bank Ltd Subordinate Bond IV	750,000,000	750,000,000
Trust Bank Ltd. Floating Rate Subordinated Bond	2,000,000,000	2,000,000,000
EXIM Bank Ltd. Floating Rate Subordinated Bond-IV	2,500,000,000	2,500,000,000
IFIC Bank Floating non convertible Subordinated Bond	1,500,000,000	1,500,000,000
PRAN Agro Ltd. Green Coupon Bearing Bond	400,000,000	500,000,000
BEXIMCO Green Sukuk Bond	1,500,000,000	1,500,000,000
NRB Commercial Bank Ltd	500,000,000	500,000,000
Southeast Bank Subordinated Bond-V	2,000,000,000	2,000,000,000
Megna Bank Subordinated Bond-I	300,000,000	-
STRATEGIC Finance Limited	500,000,000	-
City Bank Ltd. 4 th Subordinated Bond	2,600,000,000	-
STRATEGIC Finance Limited	1,500,000,000	-
IFIC Bank NCFR Subordinated Bond- III	2,500,000,000	-
ONE Bank Limited NCFR Subordinated Bond- III	2,500,000,000	-
	<b>70,962,588,269</b>	<b>71,016,865,319</b>
<b>6.2.2 Shares (Annexure-C)</b>		
Share Quoted	5,577,892,987	5,491,585,456
Share Un-Quoted	9,339,343,415	9,319,343,415
<b>Total</b>	<b>14,917,236,402</b>	<b>14,810,928,871</b>
<b>6.3 Maturity grouping of Investment</b>		
On demand	5,041,219,200	15,915,000
Less than 3 months	10,663,184,908	62,917,643,124
More than 3 months but less than 1 year	30,512,584,008	89,491,624,995
More than 1 year but less than 5 year	110,543,909,084	119,805,745,000
More than 5 years	68,425,945,247	118,099,662,853
	<b>225,186,842,447</b>	<b>390,330,590,972</b>
<b>6.4 Net Investments:</b>		
Carrying amount	225,186,842,447	390,330,590,972
Less: Provision (Note - 12.11)	(2,484,994,562)	(3,009,164,819)
<b>Net Investment</b>	<b>222,701,847,885</b>	<b>387,321,426,153</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>6(a)</b>	<b>Consolidated investments</b>		
	<b>(i) Government Securities</b>		
	Agrani Bank Limited	139,307,017,760	304,502,796,766
	Agrani Equity & Investment Limited	-	-
	Agrani SME Financing Company Limited	-	-
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>139,307,017,760</b>	<b>304,502,796,766</b>
	<b>(ii) Others</b>		
	Agrani Bank Limited	85,879,824,687	85,827,794,206
	Agrani Equity & Investment Limited	8,174,464,500	8,383,349,526
	Agrani SME Financing Company Limited	-	-
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	62,777,845
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>94,054,289,187</b>	<b>94,273,921,577</b>
	<b>Total Investments (i+ii)</b>	<b>233,361,306,947</b>	<b>398,776,718,343</b>
<b>7</b>	<b>Loans and Advances</b>		
	In Bangladesh (Note - 7.1.1)	709,048,874,336	577,346,408,434
	Outside Bangladesh (Note - 7.1.2)	16,576,078,575	14,654,082,559
	Bills Purchased & Discounted (Note - 7.1.3)	3,756,998,943	5,902,359,494
		<b>729,381,951,854</b>	<b>597,902,850,487</b>
<b>7.1.1</b>	<b>In Bangladesh</b>		
	<b>a) Loans</b>		
	Rural Credits	22,498,611,490	21,075,232,681
	Weavers Credits	5,414,478	5,690,020
	Industrial Credits	171,300,422,210	155,585,321,926
	Jute Advances	3,314,138,320	3,029,290,285
	Leather Sector Advances	4,060,378,474	2,835,664,302
	Staff Loans	50,562,871,225	46,596,037,725
	SME Sector Advances	138,407,822,051	112,758,512,711
	Loan - Others (Note - 7.1.4)	200,161,719,063	136,230,704,081
		<b>590,311,377,311</b>	<b>478,116,453,731</b>
	<b>b) Cash Credits</b>		
	Jute Advances	9,778,097,891	8,992,258,301
	Leather Advances	2,432,688,837	2,867,150,972
	Rural Credit (COVID-19)	444,999,722	411,986,344
	Working Capital (COVID-19)	-	126,408,805
	Others	84,644,963,837	69,042,700,160
	Export Cash Credit (ECC)	589,090,439	22,983,000
		<b>97,889,840,726</b>	<b>81,463,487,582</b>
	<b>c) Overdrafts</b>		
	Secured Overdraft	20,313,796,486	17,319,324,297
	Temporary Overdraft	515,974,138	418,373,856
	Supply Chain Finance	17,885,675	28,768,968
		<b>20,847,656,299</b>	<b>17,766,467,121</b>
	<b>Total in Bangladesh (a+b+c)</b>	<b>709,048,874,336</b>	<b>577,346,408,434</b>
<b>7.1.2</b>	<b>Outside Bangladesh (Off-shore banking)</b>	<b>16,576,078,575</b>	<b>14,654,082,559</b>
<b>7.1.3</b>	<b>Bills Purchased &amp; Discounted (Note - 7.10)</b>	<b>3,756,998,943</b>	<b>5,902,359,494</b>
	<b>Total Loans and Advances</b>	<b>729,381,951,854</b>	<b>597,902,850,487</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

	Amount in BDT	
	2022	2021
<b>7.1.4 Loan - Others</b>		
General House Building Loan (Residence)	20,529,022,555	15,825,709,340
Loan against Trust Receipt	6,947,059,309	7,646,842,830
Segregated Loan*	1,664,367,876	1,545,120,970
Transport Loan	3,934,636,475	4,419,257,379
Bridge Finance	1,041,543,220	1,106,566,220
EDF Loan	14,872,544,808	-
Consumers Loan	797,713,559	870,183,733
Small Loan	23,043,994	16,824,148
Loan against DPS	209,483	209,483
Loan against APS	1,844,824	6,200,728
Loan against FDR	835,960,289	539,691,284
Loan against cash subsidy	492,935,025	351,035,447
Demand Loan (Note - 7.1.5)	18,613,528,652	20,615,960,365
Loan against ABS	2,016,403,046	1,941,361,464
General House Building Loan (Commercial)	16,994,499,490	16,593,734,249
Loan against MDS	1,380,285	938,307
Loan against ADBS	-	15,984
PDB-SHB Loan	130,133,981	21,643,625
Loan against ABBJL	120,282,748	43,044,604
Green Financing	193,780,920	194,387,821
Personal Loan	43,193,013,169	28,702,180,534
Loan for Registered Freedom Fighters	3,049,376,474	1,230,415,473
Any Purpose Loan	3,124,119,101	2,957,300,154
Loan against Pension of Retired officer/staff	512,579,190	332,994,270
Loan against Millionaire Deposit Scheme	499,068	488,953
Agrani Abas	9,865,369	5,406,645
Projukti Bikashe Agrani	65,604,386	55,471,234
EHB Loan - Public Universities	380,768,985	91,677,633
Probashir Ghore Fera Loan	170,187,946	94,007,219
Term Loan Converted from Demand Loan	24,330,601,453	19,760,309,180
General Transport Loan	101,474,202	9,365,950
Digital Device Assistance	5,451,554	-
Loan Against Bank Building Rent	18,977,967	-
General Motor Cycle Loan	2,251,000	-
Women Credit Programme	2,936,880	3,255,207
Short Term SME Loan	2,906,973,196	2,373,381,971
House building Loan for Govt. Employees	1,146,837,109	607,131,370
Refinance Scheme- Micro Credit (COVID-19)	14,855,663	135,518,378
Loan Refinance Scheme SMESPD-04	12,077,766	-
Loan Refinance Scheme Micro Credit For 10/50/100 Tk.	10,062,993	-
Packing Credits	4,282,694,100	4,017,823,341
Loan Against Imported Merchandise (LIM)	221,494,126	186,120,643
Payment Against Documents (PAD)(Note - 7.1.6)	1,838,300,446	2,972,400,524
Post Import Finance (PIF)	24,152,713,186	4,695,540
Overdue Accepted Payment (OAP)	108,422,152	98,598,832
Block A/c- Loan Re-scheduled & One time Exit Policy	659,428,378	853,433,049
Loan Against Workers Salary (COVID-19)	300,163,390	-
Loan Against Workers Salary Under Working Capital	329,099,275	-
	<b>200,161,719,063</b>	<b>136,230,704,081</b>

\*Segregated loans are separately kept loans with special purpose with an intention of early recovery.

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>7.1.5</b>	<b>Demand Loan</b>		
	Cash L/C (Garments)	5,424,722,831	7,690,264,609
	Cash L/C (Others)	3,599,481,528	2,767,408,564
	Back to back L/C	8,075,752,958	8,088,480,358
	Export Development Fund (EDF) L/C	283,851,500	1,878,242,427
	Usance Payable at Sight (UPAS) L/C	1,229,719,835	191,564,407
		<b>18,613,528,652</b>	<b>20,615,960,365</b>
<b>7.1.6</b>	<b>Payment Against Documents (PAD)</b>		
	Cash	294,393,190	445,627,831
	Inland	124,736,824	108,017,887
	Back to Back L/C	208,446,790	131,886,560
	Term Loan- (Rescheduled)	13,637,539	9,696,425
	Garments	29,240,963	-
	Export Development Fund (EDF)	1,167,845,140	2,277,171,821
		<b>1,838,300,446</b>	<b>2,972,400,524</b>
<b>7.2</b>	<b>Maturity grouping of loans and advances</b>		
	Repayable on demand	46,905,837,674	30,636,267,443
	Not more than 3 months	67,905,589,299	39,085,612,081
	More than 3 months but not more than 1 year	208,037,554,115	164,497,620,858
	More than 1 year but not more than 5 years	187,251,099,132	202,775,760,970
	More than 5 years	219,281,871,634	160,907,589,135
		<b>729,381,951,854</b>	<b>597,902,850,487</b>
<b>7.3.a</b>	<b>Disclosure for significant concentration</b>		
	Advances to allied concerns of Directors	-	-
	Advances to Managing Director	-	-
	Advances to Other Executives	50,562,871,225	46,596,037,725
	Advances to Customers' Group	507,518,658,419	395,721,490,836
	Industrial Credits	171,300,422,210	155,585,321,926
		<b>729,381,951,854</b>	<b>597,902,850,487</b>
<b>7.3.b</b>	<b>Disclosure for sector-wise loans and advances</b>		
	Government sector	6,239,789,367	6,411,966,463
	Other public sector	10,980,443,470	17,042,308,206
	Private sector	712,161,719,017	574,448,575,818
		<b>729,381,951,854</b>	<b>597,902,850,487</b>
<b>7.3.c</b>	<b>Disclosure for re-structured loan</b>		
	(Loans which are re-structured in 2015 as per BRPD circular No. 04 date 29 January 2015)		
	Keya Earn Mills Ltd.	301,600,000	299,800,000
	M R Sweater Composite Ltd.	1,242,200,000	1,247,700,000
	Julia Sweater Composite Ltd.	953,700,000	960,300,000
	Bangladesh Export Import Company Ltd.	4,576,300,000	4,880,500,000
	Samannaj Super Oil Ltd.	734,100,000	758,100,000
	<b>Outstanding Amount</b>	<b>7,807,900,000</b>	<b>8,146,400,000</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>7.4</b>	<b>Geographical Location - wise Loans and Advances</b>		
	<b>A. Urban:</b>		
	Dhaka Region	472,836,032,483	383,771,948,312
	Chittagong Region	29,246,144,663	25,426,612,572
	Khulna Region	36,068,743,992	30,844,011,076
	Rajshahi Region	25,965,649,422	22,417,078,281
	Barisal Region	7,792,112,306	6,755,392,564
	Sylhet Region	8,669,035,239	6,967,474,122
	Rangpur	22,425,030,458	18,103,299,496
	Mymensing Region	22,456,306,432	17,321,682,766
	Comilla Region	10,173,470,963	9,368,645,871
	Faridpur Region	8,289,725,761	6,917,966,038
	<b>Sub Total</b>	<b>643,922,251,719</b>	<b>527,894,111,098</b>
	<b>B. Rural:</b>		
	Dhaka Region	11,287,844,002	9,550,435,210
	Chittagong Region	1,117,403,662	929,152,932
	Khulna Region	15,725,540,756	13,249,935,822
	Rajshahi Region	14,359,620,989	11,805,987,258
	Barisal Region	6,168,100,906	5,345,376,851
	Sylhet Region	3,575,244,215	2,754,303,357
	Rangpur	11,869,834,726	9,338,966,863
	Mymensing Region	12,644,871,020	10,043,300,473
	Comilla Region	5,075,056,718	4,074,573,028
	Faridpur Region	3,636,183,141	2,916,707,595
	<b>Sub Total</b>	<b>85,459,700,135</b>	<b>70,008,739,389</b>
	<b>Total (A + B)</b>	<b>729,381,951,854</b>	<b>597,902,850,487</b>
<b>7.5</b>	<b>Sector-wise Loans and Advances</b>		
	Agriculture and Fishery	22,498,611,490	21,075,232,682
	Jute & Jute Goods	13,092,236,210	12,021,548,586
	Transport Storage & Communication	6,608,788,998	6,598,299,998
	Ship Breakings	4,906,900,000	5,435,200,000
	Textile & Readymade Garments	124,600,078,000	119,447,764,880
	Food & Allied Industry	15,114,500,000	9,863,900,000
	Construction & Engineering	19,796,400,000	18,722,400,098
	Pharmaceuticals and Chemicals	11,520,100,000	11,251,100,010
	Leather Sector	6,493,067,312	5,702,815,273
	Power Sector	10,828,100,680	10,421,300,680
	Professional and Services	13,585,100,000	11,172,800,262
	Housing Service	20,529,022,555	15,825,709,340
	Wholesale/Retail Trading	199,031,800,500	149,787,900,510
	Personal (staff and other personal loan)	99,929,379,998	85,298,218,259
	Others	160,847,866,111	115,278,659,909
		<b>729,381,951,854</b>	<b>597,902,850,487</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>7.6</b>	<b>Loans &amp; Advances are Classified as per Bangladesh Bank Circular</b>		
	<b>Unclassified :</b>		
	Standard (including staff loan)	556,992,636,887	477,526,273,744
	Special Mention Account	18,392,830,422	20,503,509,467
		<b>575,385,467,309</b>	<b>498,029,783,211</b>
	<b>Classified:</b>		
	Sub-Standard	7,997,497,502	7,065,175,827
	Doubtful	2,739,729,348	3,650,558,282
	Bad & Loss	143,259,257,695	89,157,333,167
		<b>153,996,484,545</b>	<b>99,873,067,276</b>
		<b>729,381,951,854</b>	<b>597,902,850,487</b>
<b>7.7</b>	<b>Loans &amp; Advances (Category wise)</b>		
	<b>A. Inside Bangladesh</b>		
	<b>I. Continuous loan (CL-2)</b>		
	Small & Medium Enterprise Finance	117,300,568,865	90,772,195,029
	Other Than Small & Medium Enterprise Finance	128,560,213,344	109,860,920,919
		<b>245,860,782,209</b>	<b>200,633,115,948</b>
	<b>II. Demand loan (CL-3)</b>		
	Small & Medium Enterprise	86,139,079	56,904,169
	Other Than Small & Medium Enterprise	67,994,237,980	35,235,299,827
		<b>68,080,377,059</b>	<b>35,292,203,996</b>
	<b>III. Term loan (CL-4)</b>		
	Small & Medium Enterprise Finance	21,398,005,249	20,313,190,735
	Consumer Finance (including staff, other than HF)	797,713,560	870,683,729
	Housing Finance (HF)	37,523,522,029	32,419,443,576
	Loans for Professional Set-up Business	538,915,657	474,824,860
	Others	316,732,240,844	272,777,056,148
		<b>376,990,397,339</b>	<b>326,855,199,048</b>
	<b>IV. Short term agri credit and microcredit (CL-5)</b>		
	Short Term Agri Credit	20,121,289,035	18,882,098,301
	Micro Credit	1,753,027,637	1,586,150,635
		<b>21,874,316,672</b>	<b>20,468,248,936</b>
	<b>B. Outside Bangladesh (Off-shore Banking Unit)</b>	<b>16,576,078,575</b>	<b>14,654,082,559</b>
	<b>Total Loans &amp; Advances (Inside &amp; Outside Bangladesh) (A+B)</b>	<b>729,381,951,854</b>	<b>597,902,850,487</b>
<b>7.8</b>	<b>Movement of classified loans and advances</b>		
	Opening balance	99,873,067,276	64,724,866,686
	Less: Cash Recovery	3,571,200,000	2,187,800,000
	Less: Re-scheduling	7,305,500,000	4,813,400,000
	Less: Written-off	217,200,000	201,500,000
		11,093,900,000	7,202,700,000
	Add: Newly classified during the year	65,217,317,269	42,350,900,590
		<b>153,996,484,545</b>	<b>99,873,067,276</b>

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>7.9</b>	<b>Particulars of Loans and Advances:</b>		
	Loans considered good in respect of which of the banking company is fully secured	585,537,108,327	508,109,641,634
	Loans considered good against which the banking company holds no security other than the debtor's personal guarantee	72,759,381,225	33,920,428,523
	Loans considered good secured by the personal undertakings of one or more parties in addition to the personal guarantee of the debtors	71,085,462,302	55,872,780,330
	Loans adversely classified, for which no provision is created	-	-
		<u>729,381,951,854</u>	<u>597,902,850,487</u>
	Loans due by directors or officers of the banking company or any of them either separately or jointly with any other persons	50,562,871,225	46,596,037,725
	Loans due from companies or firms in which the directors of the banking company have interests as directors, partners or managing agents or in case of private companies as members	-	-
	Maximum total amount of advances including temporary advance made at any time during the year to directors or managers or officers of the banking companies or any of them either separately or jointly with any other person	50,562,871,225	46,596,037,725
	Maximum total amount of advances including temporary advances granted during the year to the companies or firms in which the directors of the banking company have interests as directors, partners or managing agents or in the case of private companies as members	-	-
	Due from bank companies	-	-
	<b>Amount of classified loan on which interest has not been charged, mentioned as follows:</b>		
	(Decrease) / increase in provision	8,091,127,900	1,246,396,090
	Amount of loan written off	217,200,000	201,500,000
	Amount realized against loan previously written off	875,500,000	735,700,000
	Amount of provision kept against loan classified as 'bad/loss' on the date of preparing the balance sheet	35,827,694,033	27,495,481,724
	Interest creditable to the Interest Suspense A/c	40,359,158,336	35,002,815,875
	Opening balance of cumulative amount of the written off loan	55,590,900,000	55,389,400,000
	Add: Written off during the current period	217,200,000	201,500,000
	Closing balance of cumulative amount of the written off loan	55,808,100,000	55,590,900,000
	Less: Cumulative recovery from written off loan	(15,914,000,000)	(15,136,500,000)
	Outstanding balance	<u>39,894,100,000</u>	<u>40,454,400,000</u>
	Amount of written off loan for which lawsuit has been filed	39,894,100,000	40,454,400,000
<b>7.10</b>	<b>Bills purchased and discounted:</b>		
	In Bangladesh	1,576,644,030	2,684,049,739
	Outside Bangladesh	2,180,354,913	3,218,309,755
		<u>3,756,998,943</u>	<u>5,902,359,494</u>
<b>7.11</b>	<b>Maturity grouping of bills purchased and discounted:</b>		
	Payable within 1 month	-	-
	Over 1 month but less than 3 months	3,756,998,943	5,902,359,494
	Over 3 months but less than 6 months	-	-
	6 months or more	-	-
		<u>3,756,998,943</u>	<u>5,902,359,494</u>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>7.12</b>	<b>Net Loans and advances:</b>		
	Carrying amount	729,381,951,854	597,902,850,487
	Less: Interest suspense and penal interest	(40,359,158,336)	(35,002,815,875)
	Provision for loans & advances (Note-12.9)	(47,340,897,657)	(40,998,115,270)
		(87,700,055,993)	(76,000,931,145)
		<b>641,681,895,861</b>	<b>521,901,919,342</b>
<b>7(a).1</b>	<b>Consolidated loans, advances and leases/investments</b>		
	Agrani Bank Limited	729,381,951,854	597,902,850,487
	Agrani Equity & Investment Limited	2,374,919,025	2,189,709,586
	Agrani SME Financing Company Limited	3,567,247,027	2,662,491,652
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		735,324,117,906	602,755,051,725
	Less: Inter-company transaction (s)	(5,261,723,318)	(4,936,448,526)
		<b>730,062,394,588</b>	<b>597,818,603,199</b>
<b>7(a).2</b>	<b>Consolidated loans &amp; advances are classified as per Bangladesh Bank circular</b>		
	<b>Unclassified</b>		
	Standard (including staff loan)	562,806,868,010	482,318,299,146
	Special Mention Account	18,434,292,065	20,513,481,548
		581,241,160,075	502,831,780,694
	<b>Classified</b>		
	Sub-Standard	8,027,961,954	7,069,664,444
	Doubtful	2,752,970,266	3,658,734,963
	Bad & Loss	143,302,025,611	89,194,871,624
		154,082,957,831	99,923,271,031
		735,324,117,906	602,755,051,725
	Less: Inter-company transaction (s)	(5,261,723,318)	(4,936,448,526)
		<b>730,062,394,588</b>	<b>597,818,603,199</b>
<b>7(a).3</b>	<b>Loans &amp; Advances are Classified as per Bangladesh Bank Circular: Agrani SME Financing Company Limited</b>		
	<b>Unclassified</b>		
	Standard (including staff loan)	3,439,312,098	2,602,315,816
	Special Mention Account	41,461,643	9,972,081
		3,480,773,741	2,612,287,897
	<b>Classified</b>		
	Sub-Standard	30,464,452	4,488,617
	Doubtful	13,240,918	8,176,681
	Bad & Loss	42,767,916	37,538,457
		<b>86,473,286</b>	<b>50,203,755</b>
		<b>3,567,247,027</b>	<b>2,662,491,652</b>
<b>8</b>	<b>Fixed assets including land, buildings, furniture and fixtures</b>		
	<b>a. Property, Plant &amp; Equipment (Details in Annexure G)</b>		
	<b>Cost/ Valuation</b>		
	Balance at the beginning of the year	20,211,830,597	20,035,363,080
	Addition during the year	274,404,935	194,910,394
	Transfer to non-banking assets	350,223,227	-
	Disposal during the year	(61,960,586)	(18,442,877)
	Balance at the end of the year	20,774,498,173	20,211,830,597

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
	<b>Less: Accumulated Depreciation</b>		
	Balance at the beginning of the year	5,109,747,875	4,829,208,250
	Depreciation charge for the year	292,626,525	295,444,785
	Disposal during the year	(29,815,307)	(14,905,160)
	Balance at the end of the year	5,372,559,093	5,109,747,875
	<b>Written Down Value (WDV)</b>	<b>15,401,939,080</b>	<b>15,102,082,722</b>
	<b>b. Lease Assets</b>		
	Right-of-use assets	932,717,449	743,478,233
	Less: Accumulated amortization	339,783,904	227,736,211
		<b>592,933,545</b>	<b>515,742,022</b>
	<b>Total (a+b)</b>	<b>15,994,872,625</b>	<b>15,617,824,744</b>
<b>8(a)</b>	<b>Consolidated Fixed assets including land, buildings, furniture and fixtures</b>		
	<b>Written Down Value (WDV)</b>		
	Agrani Bank Limited	15,994,872,625	15,617,824,744
	Agrani Equity & Investment Limited	539,982	846,245
	Agrani SME Financing Company Limited	11,044,329	13,778,670
	Agrani Exchange House Private Limited, Singapore	46,319,753	23,313,914
	Agrani Remittance House SDN. BHD., Malaysia	34,252,240	41,466,228
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	178,546	178,546
		<b>16,087,207,475</b>	<b>15,697,408,347</b>
<b>9</b>	<b>Other Assets</b>		
	<b>Income generating Other Assets</b>		
	Investment in shares of subsidiary companies (Note - 9.1)	6,019,433,350	6,019,433,350
		<b>6,019,433,350</b>	<b>6,019,433,350</b>
	<b>Non-income generating Other Assets</b>		
	Stationery, stamps, printing materials etc.	92,264,986	117,808,715
	Suspense Account (Note - 9.2)	3,545,905,557	2,652,244,719
	Accrued Income (Note - 9.3)	5,689,744,679	5,669,674,100
	Receivable From Govt.	6,714,888	9,322,302
	Advance Deposits & prepayments	3,851,338	3,335,473
	Advance Tax Paid (Annexure-F)	27,583,024,735	24,945,456,432
	Advance against VAT	126,219,354	126,219,354
	Advance Rent	117,697,821	128,248,017
	Work in Progress for Consulting of Bank building	418,125,217	742,287,876
	Interest Subsidy Payments (COVID-19)	(4,435,926)	(5,405,789)
	Demonetized Notes	182	183
	Debit balance of Al-Rajhi Foreign Exchange	1	1
	Army pension	2,171,975,457	2,950,929,925
	Civil pension	1,153,126	1,926,126
	Purchase of WES Bond	946,972,572	482,490,214
	Payment against sanchaya patra	3,383,457,911	4,582,399,318
	Pension paid- Staff	89,693,938	271,286,924
	D.D paid without advice	272,257,080	214,103,900
	Protested Bills	97,343,292	67,608,904
	Exempted Loans	45,290,502	47,396,483

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

	Amount in BDT	
	2022	2021
Interest on Exempted Loans	413,898,726	413,970,512
Deferred Tax Assets (Note - 9.4)	12,852,513,614	10,389,124,956
Foreign Correspondent draft paid	3,190,759	5,413,556
Balance with Indian Bank	23,505	23,505
Balance with Pakistani Bank	1	1
Software Purchase (Note - 9.5)	2,249,007,956	1,466,930,173
Advance payment for upgrading software	-	770,662,184
Dividend Receivable from Preference Share	177,692,307	361,164,384
Receivable/(Payable) against Sale/Buy of Share of ICB	43,415,496	49,015,332
Receivable from Agrani Remittance House Canada Inc.	33,566,319	33,566,319
Receivable from Agrani Exchange Company (Australia) Pty. Limited	29,402,844	29,402,844
Interest Receivable-SMESPD (COVID-19)	250,398,143	243,802,120
Interest Subsidy Receivable-Working Capital (COVID-19)	96,758,980	212,519,967
Branch adjustment (Note- 9.6)	4,989,022,166	8,389,132,258
	<b>65,726,147,526</b>	<b>65,372,061,288</b>
<b>Total</b>	<b>71,745,580,876</b>	<b>71,391,494,638</b>

The bank is required to deduct Deferred Tax Assets of BDT 1,285.25 crore and Intangible Assets of BDT 224.90 crore from Tier-1 Capital as per Bangladesh Bank Guidelines on Risk Based Capital Adequacy (RBCA) (Revised Regulatory Capital Framework for banks in line with Basel III) dated December 2014. However, the Bangladesh Bank has allowed forbearance facility for non-deduction of 100% balances of Deferred Tax Assets and Intangible Assets from Tier-1 Capital for the year 2022 vide letter no- BRPD(BS)661/14B(P)/2023-3258; dated 30 April 2023.

### 9.1 Investment in shares of subsidiary companies

Agrani Equity & Investment Limited	5,000,000,000	5,000,000,000
Agrani SME Financing Limited	1,000,000,000	1,000,000,000
Agrani Exchange House Pvt. Limited, Singapore	6,457,000	6,457,000
Agrani Remittance House SDN. BHD., Malaysia	8,967,168	8,967,168
Agrani Exchange Company (Australia) Pty. Limited (Notes- 9.1.i)	4,000,965	4,000,965
Agrani Remittance House Canada Inc. (Notes- 9.1.ii)	8,217	8,217
	<b>6,019,433,350</b>	<b>6,019,433,350</b>

**9.1.i** As per decision of 457th meeting of the Board of Directors of Agrani Bank Limited held on 29 May, 2016 and the consent letter BRPD (M) 204/8/2016-3995 of Bangladesh Bank regarding wind up of Agrani Exchange Company Pty Limited, Australia, the Company has closed down its operation in 30 June 2016. As a part of liquidation process, the Company has submitted an application requesting to cancel the registration of the company to Australian Securities and Investments Commission (ASIC) Australian government body that acts as Australia's corporate regulator. As per Application of the Company, the said Commission deregistered the exchange house on 10-05-2020.

**9.1.ii** Although Bangladesh Bank instructed Agrani Bank Limited to close down the operation of Agrani Remittance House Canada Inc. due to the company not be able to make it profitable since it's inception, the Bank has applied to Bangladesh Bank for giving a rational time span within which the Company becomes profitable with taking some realistic plan and implementing of the plan that mentioned in the prayer. Again on 03 December 2017 the Bank has written to Bangladesh Bank seeking approval for continuing operation of the above Remittance House; and in response, Bangladesh Bank has provided the approval letter no BRPD (M) 204/08/2018-6156 dated on 16 August 2018 to continue the operation of Agrani Remittance House Canada Inc. for next 6 months, Which was expired on 15 February 2019. Subsequently, Bank has requested to Bangladesh Bank to give approval for continuing the operation of the Remittance House vide letter no FRD/383/19 dated 18 February 2019. Bangladesh Bank finally approved Bank's request for continuing the operation vide letter no BRPD (M) 204/08/2019- 4113 dated 09 June 2019. Meanwhile, Alterna Saving Credit Union of Canada closed the account of Agrani Remittance House Canada Inc. maintaining with them. Due to the closure of the account, the exchange house closed its operations from 16-03-2020. However, Bangladesh Bank has instructed vide letter no. BRPD (OBS) 204/1(2)/2023-2351 dated 19 March 2023 to adjust the cumulative loss of Agrani Remittance House Canada Inc. The bank has made full provision in the accounts and write-off will be done immediately after completion of necessary formalities made by the bank earliest time.

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

Amount in BDT

	2022	2021
<b>9.2 Suspense Account:</b>		
Sundry debtors -staff	391,626	49,800
Sundry debtors -other	3,497,224,751	2,530,491,960
Legal charges	1,175,724	847,256
Clearing adjustment	2,253,374	4,924,756
Advance against petty cash	10,185	10,770
Loan application form	1,236,145	1,370,903
Defective/Mutilated/Burnt Notes	2,514,010	5,207,060
Clearing Suspense	290,092	853,650
Remittance only point	83,242,745	62,661,906
Clearing Suspense A/C for T-24 Branch	1,491,019	43,721,416
RTGS & EFT Settlement Account	(43,924,114)	2,105,242
	<b>3,545,905,557</b>	<b>2,652,244,719</b>
<b>9.3 Accrued income:</b>		
Accrued interest on loans & advances	273,554,731	273,134,911
Accrued interest on balance with other banks & financial institutions	810,743,428	892,765,519
Accrued interest on investment	1,610,129,140	2,461,121,664
Accrued Interest on Reverse Repo	140,622,680	9,846,687
Accrued Interest on Other Bond	2,581,502,446	1,606,276,611
Accrued interest on branch adjustment	4,287,047	4,287,046
Accrued commission, exchange & brokerage	195,224,716	271,712,209
Accrued other operating income	73,680,491	150,529,453
	<b>5,689,744,679</b>	<b>5,669,674,100</b>
<b>9.4 Deferred Tax:</b>		
Deferred tax has been computed in accordance with provision of IAS -12 based on taxable temporary differences in the carrying amount of the assets/liabilities and their tax base as follows:		
<b>i) Written down value of fixed assets</b>		
a. Carrying amount (excluding land & building)	1,069,809,767	1,105,393,133
b. Tax base	1,025,647,132	965,646,848
c. (Taxable)/deductible temporary difference (b-a)	(44,162,635)	(139,746,285)
Applicable tax rate	40.00%	40.00%
<b>Deferred tax asset/(liabilities)</b>	<b>(17,665,054)</b>	<b>(55,898,514)</b>
<b>ii) Provision for (Bad &amp; Loss) Loans and Advances *</b>		
a. Carrying amount	(35,827,694,033)	(27,495,481,724)
b. Tax base	-	-
c. (Taxable)/deductible temporary difference (b-a)	35,827,694,033	27,495,481,724
Applicable tax rate	40.00%	40.00%
<b>Deferred tax asset/(liabilities)</b>	<b>14,331,077,613</b>	<b>10,998,192,690</b>
<b>iii) Provision for Superannuation Fund during the year (Note-12.17)</b>		
a. Carrying amount	(1,750,081,669)	(1,700,000,630)
b. Tax base	-	-
c. (Taxable)/deductible temporary difference (b-a)	1,750,081,669	1,700,000,630
Applicable tax rate	40.00%	40.00%
<b>Deferred tax asset/(liabilities)</b>	<b>700,032,668</b>	<b>680,000,252</b>

**Agrani Bank Limited and It's Subsidiaries**  
**Notes to the Financial Statements**

As at and for the year ended 31 December 2022

	Amount in BDT	
	2022	2021
<b>iv) Provision for Death Relief Grant Scheme during the year (Note-12.19)</b>		
a. Carrying amount	(154,248,771)	(141,648,771)
b. Tax base	-	-
c. (Taxable)/deductible temporary difference (b-a)	154,248,771	141,648,771
Applicable tax rate	40.00%	40.00%
<b>Deferred tax asset/(liabilities)</b>	<b>61,699,508</b>	<b>56,659,508</b>
<b>v) Provision for investment fluctuation in share (Note-12.11)</b>		
a. Carrying amount	-	(3,009,164,819)
b. Tax base	-	-
c. (Taxable)/deductible temporary difference (b-a)	-	3,009,164,819
Applicable tax rate	10.00%	10.00%
<b>Deferred tax asset/(liabilities)</b>	<b>-</b>	<b>300,916,482</b>
<b>vi) Provision for Balance with Other Bank &amp; NBFIs (FDR &amp; Call Money) (Note-12.13, 12.14)</b>		
a. Carrying amount	-	(1,030,000,000)
b. Tax base	-	-
c. (Taxable)/deductible temporary difference (b-a)	-	1,030,000,000
Applicable tax rate	40.00%	40.00%
<b>Deferred tax asset/(liabilities)</b>	<b>-</b>	<b>412,000,000</b>
<b>vii) Accrued interest on Govt. Securities (Note-9.3)</b>		
a. Carrying amount	4,191,631,586	4,067,398,275
b. Tax base	-	-
c. (Taxable)/deductible temporary difference (b-a)	(4,191,631,586)	(4,067,398,275)
Applicable tax rate	40.00%	40.00%
<b>Deferred tax asset/(liabilities)</b>	<b>(1,676,652,634)</b>	<b>(1,626,959,310)</b>
<b>viii) Carry forward of loss on sale of share in current year</b>		
a. Carrying amount	-	(1,723,744,218)
b. Tax base	-	-
c. (Taxable)/deductible temporary difference (b-a)	-	1,723,744,218
Applicable tax rate	10.00%	10.00%
<b>Deferred tax asset/(liabilities)</b>	<b>-</b>	<b>172,374,422</b>
<b>ix.a) Revaluation reserve on Land</b>		
a. Carrying amount	8,981,186,483	8,981,186,483
b. Tax base	-	-
c. (Taxable)/deductible temporary difference (b-a)	(8,981,186,483)	(8,981,186,483)
Applicable tax rate *	4.00%	4.00%
<b>Deferred tax asset/(liabilities)</b>	<b>(359,247,459)</b>	<b>(359,247,459)</b>
<b>ix.b) Revaluation reserve on Land</b>		
a. Carrying amount	3,969,544,030	3,969,544,030
b. Tax base	-	-
c. (Taxable)/deductible temporary difference (b-a)	(3,969,544,030)	(3,969,544,030)
Applicable tax rate *	3.00%	3.00%
<b>Deferred tax asset/(liabilities)</b>	<b>(119,086,321)</b>	<b>(119,086,321)</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

	Amount in BDT	
	2022	2021
<b>x) Revaluation reserve on Building</b>		
a. Carrying amount	450,964,710	465,511,959
b. Tax base	-	-
c. (Taxable)/deductible temporary difference (b-a)	(450,964,710)	(465,511,959)
Applicable tax rate	15.00%	15.00%
<b>Deferred tax asset/(liabilities)</b>	<b>(67,644,707)</b>	<b>(69,826,794)</b>
<b>Total deferred tax assets/(liabilities)-A</b>	<b>12,852,513,614</b>	<b>10,389,124,956</b>

\* As per 53H of Income Tax Ordinance 1984, 17II of Income Tax Rules 1984 and under the clause (b), (c), or (e) or subsection (1) of section 17 of the Registration Act 1908

### 9.4.a Year wise Deferred Tax breakdown for last 10 years

Year	
2012	4,398,529,766
2013	6,554,559,973
2014	6,961,853,368
2015	8,344,803,824
2016	11,208,175,703
2017	10,969,742,516
2018	11,762,791,741
2019	11,021,082,205
2020	9,789,170,186
2021	10,389,124,956

Fixed assets, revaluation reserve of land and building, provision for bad/loss loan & advances, death relief grand scheme for the departed employees and loss of revaluation of shares have been considered during calculation of deferred tax due to having considerable taxable temporary differences. As per calculation of Deferred Tax Assets balance for the year ended December 31, 2022 has increased by the amount of BDT 2,463,388,658 which charged to profit and loss account.

The carrying amount has been arrived at by estimating temporary differences (based on analysis of prior years' relevant figures) on account of bad/loss debts that are likely to be written off in future years out of the year end total amount of provision for bad and loss loans and advances BDT 35,827,694,033.

As per BRPD Circular no. 11 dated 12 December 2011, the above amount of deferred tax originated against specific loan loss provision and included in the accumulated retained earning is not distributable as dividend.

### 9.5 Software

#### Cost

Balance at the beginning of the year	2,196,871,726	2,196,960,139
Addition during the year	1,030,212,635	-
Disposal / Transfer during the year	-	(88,413)
Balance at the end of the year	3,227,084,361	2,196,871,726

#### Less: Accumulated Amortization

Balance at the beginning of the year	729,941,553	510,223,155
Amortization charge for the year	248,531,126	219,692,417
Disposal / Transfer during the year	(396,274)	25,981
Balance at the end of the year	978,076,405	729,941,553
<b>Net Value</b>	<b>2,249,007,956</b>	<b>1,466,930,173</b>





# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>11</b>	<b>Deposits and other accounts</b>	<b>930,770,571,948</b>	<b>1,008,643,899,308</b>
<b>11.1</b>	<b>Deposits and Other Accounts (Category wise)</b>		
	Current & Other Account (Note - 11.1.1)	206,730,955,043	236,063,731,612
	Bills payable (Note - 11.1.2)	14,849,265,604	13,301,382,276
	Saving Bank Deposits (Note - 11.1.3)	276,417,725,623	267,448,580,822
	Fixed Deposits (Note - 11.1.4)	432,772,625,678	491,830,204,598
		<b>930,770,571,948</b>	<b>1,008,643,899,308</b>
<b>11.1.1</b>	<b>Current &amp; Other account</b>		
	Current Deposits (Note - 11.1.1.i)	53,972,433,983	57,612,154,826
	Balance with ATM	420,398	822,398
	Sundry Deposits (Note - 11.1.1.ii)	26,277,266,418	14,792,637,119
	Special Time Deposits (11.1.1.iii)	126,413,758,382	163,577,248,278
	Call Deposits (Note - 11.1.1.iv)	67,075,862	80,868,991
		<b>206,730,955,043</b>	<b>236,063,731,612</b>
<b>11.1.1.i</b>	<b>Current Deposits</b>		
	Current Deposit-Government Organizations	5,117,748,031	6,890,709,394
	Current Deposit-Autonomous and Semi Autonomous Org	5,102,369,298	5,478,146,213
	Current Deposit-Non Financial Public Enterprises	1,293,700,566	2,311,958,164
	Current Deposit-Local Authority	2,665,727,092	2,473,931,748
	Current Deposit-Insurance Co.s & Pension Funds Public	357,484,726	243,861,299
	Current Deposit-Public Non-Banking Financial Org	552,858,611	616,441,671
	Current Deposit-Other Financial Public Organizations	221,209,092	121,309,744
	Current Deposit-Private Business Institute and Others	5,140,863,726	-
	Current Deposit-Other Banks	1,260,089,383	1,786,751,213
	Current Deposit-Individuals and Others	30,125,812,837	35,477,306,139
	Current Deposit-Foreign Currency	1,982,078,955	2,145,731,891
	Current Deposit-Miscellaneous	152,491,666	66,007,350
		<b>53,972,433,983</b>	<b>57,612,154,826</b>
<b>11.1.1.ii</b>	<b>Sundry Deposits</b>		
	Hajj Deposit	1,192,729	1,246,848
	General Provident Fund	6,741,677,796	6,072,591,147
	Margin on Bills purchased	349,904,707	11,342,726
	Margin on Letters of Credit	16,056,265,642	5,669,479,864
	Foreign Currency	89,800,039	30,058,681
	Margin on Letters of Guarantee	836,109,309	751,230,268
	Miscellaneous Margin	216,454,073	34,872,288
	Key Deposit	16,144,592	14,313,752
	Staff Cash Security	21,425,470	22,143,578
	Foreign correspondence charges	3,038,711	2,240,131
	F. C Exp. Proceeds	114,430,125	437,850,960
	Commission Payable to Govt.	45,406,034	45,406,441
	Premium paid XPB	1,350,895	1,313,166
	Clearing Adjustment	130,044,181	1,892,126
	Self Employment Promotion	958,067	1,269,979
	Clearing Cheque Sent for Collection T24	6,924,059	23,338,475
	Debit Card Remote ON-US Transactions	158,049,243	122,207,403
	Debit Card Remote ON-US Commission	62,889,775	38,532,931
	SEQAEP Pre-paid Card Fees	1,409,381	1,409,380
	Teachers Payment	383,176,576	439,205,701
	Boisko Bhata	1,057,011	4,280,335
	Female Secondary School Assistance Project (Stipend)	9,109,173	8,352,110
	Freedom Fighter Allowance	31,849,840	72,314,460
	Army Pension	113,896,431	35,978,280
	Small Enterprise Development	34,923	-
	Rural Finance Programme	3,731,002	5,278,076
	Others	880,936,634	944,488,013
		<b>26,277,266,418</b>	<b>14,792,637,119</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

	Amount in BDT	
	2022	2021
<b>11.1.1.iii Special Notice Deposits</b>		
Special Notice Deposit -Government Organizations	21,859,888,292	41,851,716,022
Special Notice Deposit -Autonomous and Semi Autonomous Organizations	29,114,188,574	37,207,372,730
Special Notice Deposit -Non Financial Pub Enterprise	56,058,182,528	59,947,436,578
Special Notice Deposit -Local Authority	2,901,662,742	2,736,855,036
Special Notice Deposit -Insurance Co.s & Pension Funds Public	403,123,829	341,052,028
Special Notice Deposit -Public Non-Banking Financial Organizations	1,538,691,781	1,590,518,614
Special Notice Deposit -Other Deposit Accepting Public Organizations	615,688,326	3,478,026,799
Special Notice Deposit -Private Business Institute and Others	2,644,166	-
Special Notice Deposit -Other Banks	1,753,925,276	5,570,586,322
Special Notice Deposit -Individuals and Others	12,165,762,868	10,853,684,149
	<b>126,413,758,382</b>	<b>163,577,248,278</b>
<b>11.1.1.iv Call Deposits</b>		
Call Deposit -Government Organizations	18,789,061	22,756,488
Call Deposit -Autonomous and Semi Autonomous Org.	578,337	578,337
Call Deposit -Non Financial Public Enterprises	562,829	598,085
Call Deposit -Local Authority	5,405,292	6,839,365
Call Deposit -Other Deposit Accepting Public Org.	692	692
Call Deposit -Other Banks	201,319	206,319
Call Deposit -Individuals and Others	41,538,332	49,889,705
	<b>67,075,862</b>	<b>80,868,991</b>
<b>11.1.2 Bills payable</b>		
Draft payable	560,800,008	572,176,273
TT's payable	1,419,300	1,477,300
MT's payable	4,538	4,350
Pay slip issued	262,860,826	270,543,305
Pay order issued	6,793,660,919	7,278,432,902
Inland Bill proceeds Awaiting for Remittance	73,509,472	13,641,823
Foreign Bill proceeds Awaiting for Remittance	7,001,824,090	4,978,433,658
Overdue DD payable	18,931,114	18,972,527
Upahar cheque sold A/C	36,732	36,732
FRMS	10,750	10,750
Foreign D.D, T.T, & TC payable	136,207,855	167,652,656
	<b>14,849,265,604</b>	<b>13,301,382,276</b>
<b>11.1.3 Saving Bank Deposits</b>		
Saving Deposit -Government Organizations	1,878,753,765	1,814,017,647
Saving Deposit -Autonomous and Semi Autonomous Organizations	6,243,086,807	5,962,655,831
Saving Deposit -Non Financial Public Enterprises	195,814,521	240,853,360
Saving Deposit -Local Authority	795,112,278	280,213,817
Saving Deposit -Insurance Co.s & Pension Fund	2,006,853,056	2,434,818,147
Saving Deposit -Public Non-Banking Financial Organizations	511,939,547	199,294,411
Saving Deposit -Other Financial Public Organizations	53,961,084	44,041,744
Saving Deposit -Private Business Institute and Others	2,717,116,287	-
Saving Deposit -Other Banks	602,116	7,606,575
Saving Deposit -Individuals and Others	251,025,222,526	251,157,647,929
Female Secondary School Assistance Project	79,318,120	87,553,879
Saving Deposit -Miscellaneous	159,576,701	449,173,996
Saving Deposit -Foreign Currency	10,513,729,137	4,567,828,540
Saving Deposit -Student	236,639,678	202,874,946
	<b>276,417,725,623</b>	<b>267,448,580,822</b>

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

	Amount in BDT	
	2022	2021
<b>11.1.4 Fixed Deposits</b>		
Fixed Deposits (Note- 11.1.4.1)	382,704,580,423	437,720,940,641
Deposit Scheme (Note- 11.1.4.2)	50,068,045,255	54,109,263,957
	<b>432,772,625,678</b>	<b>491,830,204,598</b>
<b>11.1.4.1 Fixed Deposits</b>		
Fixed Deposit-Government Organizations	34,063,932,496	39,271,398,191
Fixed Deposit-Autonomous and Semi Autonomous Organizations	62,490,926,041	82,822,267,341
Fixed Deposit- Non Financial Public Enterprises	59,545,338,434	69,048,577,519
Fixed Deposit -Local Authority	1,541,794,747	715,166,492
Fixed Deposit -Insurance Co.s & Pension Funds Public	2,589,160,786	3,847,434,412
Fixed Deposit -Public Non-Banking Financial Organizations	5,121,301,827	6,269,773,127
Fixed Deposit -Other Financial Public Organization	4,482,329,002	4,763,827,882
Fixed Deposit -Private Business Institute and Others	7,820,676,959	-
Fixed Deposit -Other Banks	29,126,773,830	47,486,235,707
Fixed Deposit -Individuals and Others	175,878,649,412	183,486,672,574
Non-Resident Foreign Currency Deposit (NFCD)	42,075,520	9,165,700
Fixed Deposit -Deceased Account	1,621,369	421,696
	<b>382,704,580,423</b>	<b>437,720,940,641</b>
<b>11.1.4.2 Deposit Scheme</b>		
Deposit Pension Scheme	25,110,972	27,001,083
Agrani Bank Pension Scheme	60,568,644	80,581,141
Month wise Fixed Deposits	749,400	749,400
Non Resident Special Deposits	8,335,574	1,884,096
Agrani Bank Bishesh Shanchay	34,958,931,980	34,583,691,266
Agrani Bank Monthly Income Scheme	168,535,850	69,423,570
Agrani Bank Monthly Deposit Scheme	13,857,527	17,991,221
Agrani Bank Double Benefit Scheme	52,238,116	101,481,357
Agrani Bank Quarterly Income Scheme	-	600,000
Agrani Bank Double Benefit Scheme (New)	2,781,220	2,744,102
Agrani Bank Millionaire Deposit Scheme	126,660,018	131,507,864
Agrani Bank Lakhopoti Deposit Scheme	5,127,541	7,989,969
Agrani Bank Probashi Deposit Scheme	2,184,674	2,235,913
Agrani Bank Deposit Scheme for Woman	1,009,190	1,700,215
AGB Senior Citizen Savings Scheme	279,957	1,760,389
AGB Sanchaya Pension Scheme	12,824,269	11,594,825
AGB Wages Earner Deposit Scheme	114,683,791	94,997,853
Agrani Education Shanchay	54,260,720	34,119,069
Agrani Super Savings Scheme	14,312,628,610	18,917,709,926
Agrani NRB Deposit Scheme	147,277,202	19,500,698
	<b>50,068,045,255</b>	<b>54,109,263,957</b>

In the year 2021, the statutory auditors of the bank expressed an opinion that there was a difference of BDT 39.73 crore between the Financial Statements and the detailed account wise breakup of deposit balances. This difference was mainly due to the line to line programming map mismatch of the core banking software used by the bank. IT expert team of the bank with the help of vendor of Core Banking software used by the bank has been able to settle the issue, as a result no such difference has been observed in year 2022.

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>11.2</b>	<b>Maturity Grouping of Deposits and Other Accounts</b>		
	Repayable on demand	65,921,488,995	7,102,573,979
	Repayable within 1 month	54,131,726,126	39,442,794,457
	Over 1 month but within 3 months	88,687,615,953	131,634,533,483
	Over 3 month but within 6 months	93,504,508,206	95,307,853,147
	Over 6 months but within 1 year	144,887,568,852	161,411,023,159
	Over 1 year but within 5 years	284,629,183,084	309,338,133,730
	Over 5 year but within 10 years	177,545,842,494	2 58,745,239,095
	Over 10 years	21,462,638,238	5,661,748,258
		<b>930,770,571,948</b>	<b>1,008,643,899,308</b>
<b>11.3</b>	<b>Geographical Location - wise Deposits</b>		
	Dhaka Region	474,401,592,714	536,902,398,540
	Chittagong Region	79,922,712,198	105,737,219,845
	Khulna Region	68,762,856,083	67,719,207,971
	Rajshahi Region	60,496,266,577	57,109,886,526
	Barisal Region	24,495,714,094	23,085,998,968
	Sylhet Region	30,567,944,785	29,206,872,585
	Rangpur Region	31,998,576,629	28,772,346,233
	Mymensing Region	58,798,562,977	58,632,303,267
	Comilla Region	73,278,555,763	74,930,026,272
	Faridpur Region	28,047,790,128	26,547,639,101
		<b>930,770,571,948</b>	<b>1,008,643,899,308</b>
<b>11.4</b>	<b>Sector wise Deposits</b>		
	Government Organizations (President, PM's Office, Ministry & Judiciary)	62,939,111,645	89,850,597,742
	Autonomous & Semi Autonomous Bodies	102,951,149,057	131,471,020,452
	Deposit money bank	32,141,591,924	54,851,386,136
	Other public sector	143,457,903,388	161,712,830,734
	Private sector	589,280,815,934	570,758,064,244
		<b>930,770,571,948</b>	<b>1,008,643,899,308</b>
<b>11.5</b>	<b>Inter-Bank Deposits</b>		
	Current Deposits	1,260,089,383	1,786,751,213
	Savings Deposits	602,116	7,606,575
	Fixed Deposits	29,126,773,830	47,486,235,707
	Special Notice Deposits	1,753,925,276	5,570,586,322
	Call Deposits	201,319	206,319
		<b>32,141,591,924</b>	<b>54,851,386,136</b>
<b>11(a)</b>	<b>Consolidated Deposits and other accounts</b>		
	Agrani Bank Limited	930,770,571,948	1,008,643,899,308
	Agrani Equity & Investment Limited	-	-
	Agrani SME Financing Company Limited	-	-
	Agrani Exchange House Private Limited, Singapore	90,434,474	49,516,713
	Agrani Remittance House SDN. BHD., Malaysia	537,073	4,852,830
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		930,861,543,495	1,008,698,268,851
	Less: Inter-company transaction(s)	-	-
		<b>930,861,543,495</b>	<b>1,008,698,268,851</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

Amount in BDT

	2022	2021
<b>12 Other Liabilities</b>		
Interest suspense (Note - 12.1)	40,359,158,336	35,002,815,875
Provision for expenses (Note - 12.2)	9,284,365,948	10,188,801,969
Provision for auditors fee (Note - 12.3)	4,000,000	4,000,000
Sundry creditors	3,347,874,610	1,983,544,900
Tax deducted at source	2,487,597,331	2,015,634,910
VAT on services	344,504,269	336,545,162
Excise duty	1,289,789,699	1,096,034,475
Levy on interest payment	12,681,976	9,367,792
Levy & Surcharge on interest payment (Bonds)	14,505	14,505
Lease liabilities	645,342,506	552,857,788
Provision for taxation (Note - 12.4 & Annexure-F)	25,862,597,748	23,294,703,252
Provision for classified loans & advances (Note - 12.5)	37,331,420,639	29,240,292,739
Provision (general) for un-classified loans & advances (Note - 12.6.i)	4,728,451,502	4,103,257,239
Special general provision - COVID-19 (Note - 12.6.ii)	4,296,096,917	5,406,423,996
Provision (general) for SMA loans & advances (Note - 12.7)	984,928,599	2,248,141,296
3% General reserve for consumer financing (Note - 12.8)	35,856,219	35,856,219
Provision for off balance sheet exposures (Note - 12.10)	3,485,938,203	2,239,728,351
Provision for investment (Note - 12.11)	2,484,994,562	3,009,164,819
Provision for other assets (Note - 12.12)	1,671,279,667	1,336,101,007
Provision for balance with other banks & financial institutions (Note - 12.13)	739,777,577	670,000,000
Provision for money at call & short notice (Note - 12.14)	510,000,000	360,000,000
Provision for branch adjustment (Note - 12.15)	229,920,438	88,754,286
Provision for interest rebate on good borrowers	20,000,000	20,000,000
Provision for balance with Bangladesh Bank (Local Currency)	-	108,779,751
Provision for balance with Bank of Ceylon	-	429,000
Payable to islamic banking unit	217,698	217,698
Provision for incentive bonus (Note - 12.16)	1,959,319,521	1,381,966,537
Employees superannuation fund (Note - 12.17)	1,750,081,669	1,700,000,630
Employees gratuity fund (Note - 12.18)	7,830	17,176
Death relief grant scheme (Note - 12.19)	154,248,771	141,648,771
Employees benevolent fund (Note - 12.20)	30,116,412	35,693,948
Reserve for unforeseen losses	7,278,112	7,278,112
Doctors self employment program	1,600,000	1,600,000
Collection accounts	304,943,037	363,520,295
Automated Challan Collection AC	17,824,430	315,949
Cash incentive to exporters	10,653,702	10,653,702
SPL account MEDU fund	280,340,393	301,328,977
Govt. bond for land mortgage loan	840,897	840,897
Special block account	186	187
SPL block account (DD,TT, MT & PO)	9,730,948	9,730,948
Unclaimed deposit 10 years & above	189,023	3,875,006
Service charge on CIB report	3,508,515	5,579,365
Provision for balance of bilateral trade	2	2
Customer fund adjustment account	729,249	729,249
Vostro account	34,976,256	34,976,256
SIDR	389,114	389,114
ADIP project fund	18,041,281	18,554,458
Start-up Fund (Note - 12.21)	24,815,734	13,748,765
Reserve fund for rebate	5,729,527	953,650
Provision for arrear of staff salary	4,485	4,485
Interest waived on staff house building loan	7,409,585	610,689
Interest Subsidy Received From BB (COVID-19)	6,960,779	6,960,778
Sales Proceeds for Old Newspaper	16,672	-
Deferred Income (L/C Commission)	2,256,105,747	2,546,869,537
	<b>147,042,670,826</b>	<b>129,939,314,512</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>12.1</b>	<b>Interest Suspense Account</b>		
	Balance at the beginning of the year	35,002,815,875	30,670,325,278
	Add: Addition during the year	10,918,376,573	8,313,602,218
	Less: Transferred to Income during the year	(5,364,642,443)	(3,612,882,617)
	Less: Amount waived/ written off during the year	(197,391,669)	(368,229,004)
	<b>Balance at the end of the year</b>	<b>40,359,158,336</b>	<b>35,002,815,875</b>
<b>12.2</b>	<b>Provision for Expenses</b>		
	Provision for Interest on Savings	1,137,612	882,322
	Provision for Interest on DPS	6,842,074	7,221,281
	Provision for Interest on STD	8,302,595	10,693,666
	Provision for Interest on FDR	7,030,411,760	8,390,520,046
	Provision for Interest on ABPS	1,227,175	1,640,844
	Provision for Interest on Borrowings	22,918,611	65,567,252
	Provision for ABS	1,170,684,268	1,188,327,797
	Un-disbursed Salary and Other staff benefit	1,292,720	1,557,897
	Provision for other expenses	877,712,708	373,593,015
	Account Maintenance Fees Reversed	108,100,000	108,100,000
	Provision for Interest on ABMIS	6,016,526	4,958,059
	Provision for Interest on ABMDS	3,885,539	3,274,472
	Provision for Interest on ABDBS	8,615,711	13,429,256
	Provision for Interest on Bakna Basur Refinance Fund	-	240,902
	Provision for Interest on Agrani Bank Quarterly Income Scheme	-	553,125
	Provision for Interest on Agrani Bank Double Benefit Scheme (New)	67,862	481,377
	Provision for Interest on Agrani Bank Millionaire Deposit Scheme	11,646,351	9,605,737
	Provision for Interest on Agrani Bank Lakhopoti Deposit Scheme	1,610,327	1,638,053
	Provision for Interest on Agrani Bank Probashi Deposit Scheme	181,918	34,263
	Provision for Interest on Agrani Bank Deposit Scheme for Woman	899	899
	Provision for Agrani NRB Deposit Scheme	7,428,605	542,793
	Provision for Interest on Agrani Bank Sanchay Pension Scheme	1,410,961	786,237
	Provision for Interest on Agrani Bank Wage Earner Deposit Scheme	9,573,975	3,151,632
	Provision for Interest on Agrani Bank Education Scheme	5,217,621	1,957,193
	Provision for Interest on Agrani Bank Supper Saving Scheme	80,130	43,851
	<b>Provision held at the end of the year</b>	<b>9,284,365,948</b>	<b>10,188,801,969</b>
<b>12.3</b>	<b>Provision for Auditors Fee</b>		
	Balance at the beginning of the year	4,000,000	4,000,000
	Less: Paid during the year	(4,000,000)	(4,000,000)
	Add: Provision made during the year	4,000,000	4,000,000
	<b>Provision held at the end of the year</b>	<b>4,000,000</b>	<b>4,000,000</b>
<b>12.4</b>	<b>Provision for Taxation</b>		
	Balance at the beginning of the year	23,294,703,252	22,402,519,774
	Less: Adjustment	-	-
	Add: Transferred to Provision for Income Tax during the year	2,567,894,496	892,183,478
	<b>Provision held at the end of the year</b>	<b>25,862,597,748</b>	<b>23,294,703,252</b>

The Bank has calculated income tax for the year 2022 in accordance with Income Tax Ordinance 1984.

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>12.5</b>	<b>Provision for Classified Loans and Advances</b>		
	Balance at the beginning of the year	29,240,292,739	27,993,896,649
	Add: Recoveries of amount previously written off	578,915,863	543,850,477
	Add: Specific provision for the year	7,748,345,513	968,696,282
	Less: Recoveries and provisions no longer required	-	-
	Less: Written off/waived	(236,133,476)	(266,150,669)
	<b>Provision held at the end of the year</b>	<b>37,331,420,639</b>	<b>29,240,292,739</b>
<b>12.6.i</b>	<b>Provision (general) for Un-classified Loans &amp; Advances</b>		
	Balance at the beginning of the year	4,103,257,239	3,819,885,991
	Add: Provision made during the year	625,194,263	283,371,248
	Less: Provision adjustment for the year	-	-
	<b>Provision held at the end of the year</b>	<b>4,728,451,502</b>	<b>4,103,257,239</b>
<b>12.6.ii</b>	<b>Special General Provision - COVID-19</b>		
	Balance at the beginning of the year	5,406,423,996	4,619,023,172
	Add: Provision made during the year	-	1,408,076,000
	Less: Provision adjustment for the year	(1,110,327,079)	(620,675,176)
	<b>Provision held at the end of the year</b>	<b>4,296,096,917</b>	<b>5,406,423,996</b>
<b>12.7</b>	<b>Provision (general) for SMA Loans &amp; Advances</b>		
	Balance at the beginning of the year	2,248,141,296	3,037,609,650
	Add: Provision made during the year	-	-
	Less: Provision adjustment for the year	(1,263,212,697)	(789,468,354)
	<b>Provision held at the end of the year</b>	<b>984,928,599</b>	<b>2,248,141,296</b>
<b>12.8</b>	<b>3% General Reserve for Consumer Financing:</b>		
	Reserve held at the beginning of the year	35,856,219	35,856,219
	Add: Additional reserve for the year	-	-
	Less: Reserve adjustment for the year	-	-
	<b>Balance at the end of the year</b>	<b>35,856,219</b>	<b>35,856,219</b>
<b>12.9</b>	<b>Maintained Provision for Loans &amp; Advances</b>		
	<b>General provision</b>		
	i) Standard (including staff Loan)	4,728,451,502	4,103,257,239
	ii) Special General Provision - COVID-19	4,296,096,917	5,406,423,996
	iii) Special Mention Accounts (SMA)	984,928,599	2,248,141,296
		10,009,477,018	11,757,822,531
	<b>Specific provision</b>		
	i) Substandard	808,626,176	1,020,605,421
	ii) Doubtful	695,100,430	724,205,594
	iii) Bad/Loss	35,827,694,033	27,495,481,724
		37,331,420,639	29,240,292,739
	<b>Total loan provision held</b>	<b>47,340,897,657</b>	<b>40,998,115,270</b>

The Bank is required to maintain a total provision of BDT 11,732.58 crore where bank has able to maintain a total provision of BDT 5,821.28 crore. In order to maintain the ratio of minimum Capital to Risk-Weighted Assets (CRAR) as per BASEL-III guidelines, upon bank's request Bangladesh bank has allowed a deferral facility of provision shortfall BDT 5,911.30 crore vide letter no. DOS(CAMS)1157/4(Dividend)/2023-2208; dated 30 April 2023. The deferral facility has been allowed by Bangladesh Bank with a condition to maintain the deferred shortfall in next four consecutive year starting from 2023 along with the additional shortfall (If any) of subsequent years. The deferral facility includes an amount of provision shortfall BDT 4,986.00 crore (BDT 9,720.09 crore - BDT 4734.09 crore) for Loans and Advances. In addition to that, the Bank has also disclosed the details of the required provision and kept the provision in note # 12.22 & 12.23 of the financial statements.

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>12.9.i</b>	<b>Required Provision for Loans &amp; Advances</b>		
	<b>General provision</b>		
	i) Standard (including staff Loan)	4,728,451,502	4,103,257,239
	ii) Special General Provision - COVID-19	4,296,096,917	5,406,423,996
	iii) Special Mention Accounts ( SMA)	984,928,599	2,248,141,296
		<u>10,009,477,018</u>	<u>11,757,822,531</u>
	<b>Specific provision</b>		
	i) Substandard	808,626,176	1,020,605,421
	ii) Doubtful	695,100,430	724,205,594
	iii) Bad/Loss	85,687,647,037	72,792,376,096
		<u>87,191,373,643</u>	<u>74,537,187,111</u>
	<b>Total required loan provision</b>	<b><u>97,200,850,661</u></b>	<b><u>86,295,009,642</u></b>
<b>12.10</b>	<b>Provision for Off balance Sheet Exposure</b>		
	Balance at the beginning of the year	2,239,728,351	2,094,423,731
	Add: Provision made during the year	1,246,209,852	145,304,620
	Less: Provision add back during the year	-	-
	<b>Provision held at the end of the year</b>	<b><u>3,485,938,203</u></b>	<b><u>2,239,728,351</u></b>
<p>The Bank is required to maintain a total provision of BDT 11,732.58 crore where bank has able to maintain a total provision of BDT 5,821.28 crore. In order to maintain the ratio of minimum Capital to Risk-Weighted Assets (CRAR) as per BASEL-III guidelines, upon bank's request Bangladesh bank has allowed a deferral facility of provision shortfall BDT 5,911.30 crore vide letter no. DOS(CAMS)1157/41(Dividend)/2023-2208; dated 30 April 2023. The deferral facility has been allowed by Bangladesh Bank with a condition to maintain the deferred shortfall in next four consecutive year starting from 2023 along with the additional shortfall (If any) of subsequent years. The deferral facility includes an amount of provision shortfall BDT 144.36 crore (BDT 492.95 crore - BDT 348.59 crore) for Off-balance Sheet Exposure. In addition to that, the Bank has also disclosed the details of the required provision and kept the provision in note # 12.22 &amp; 12.23 of the financial statements.</p>			
<b>12.11</b>	<b>Provision for Diminution in the Value of Investment</b>		
	Balance at the beginning of the year	3,009,164,819	2,847,714,984
	Add: Provision made during the year	-	161,449,835
	Less: Provision add back during the year	(524,170,257)	-
	<b>Provision held at the end of the year</b>	<b><u>2,484,994,562</u></b>	<b><u>3,009,164,819</u></b>
<b>12.12</b>	<b>Provision for Other Assets</b>		
	Protested bill (Note - 12.12.a)	97,343,292	67,608,904
	Sundry Debtors Staff	277,855	41,828
	Sundry Debtors Other	256,297,278	83,551,890
	Sundry Debtors Other-Foreign Remittance	2,648,406	-
	Legal Charges	388,406	233,034
	Clearing Adjustment	751,539	1,400,615
	Loan Application Form	323,888	116,825
	Defective/Mutilated/Burnt Notes	600,560	1,642,960
	Clearing Suspense Account for T-24 Branch	321,470	4,000
	Clearing Suspense	818	-
	DD Paid without Advice	13,015,146	10,940,615
	Accrued Income	107,044,368	47,170,412
	Advance rent	23,231,621	18,517,456
	Advance against Postage & Telegram	13,350	23,500
	Advance against other expenses	97,737	102,057
	Deposit for Electricity, Gas & Water line	561,735	388,494

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

Amount in BDT

	2022	2021
Deposit for T & T line	1,666,099	1,475,479
Stationary on Hand	19,224,391	9,379,535
Stamps in Hand	2,592,708	1,462,690
Demonetized Notes	158	183
Foreign Correspondent Draft Paid	1,679,376	1,064,256
Accrued Interest on Balance with Other Bank & NBFIs	37,497,257	-
Income Receivable from Government	2,657,499	-
Exempted Loans & Advances	45,290,502	47,396,483
Interest on Exempted Loans & Advances	198,359,459	198,369,784
Receivable from Agrani Exchange Company (Australia) Pty. Limited	29,402,844	29,402,844
Receivable from Agrani Remittance House Canada Inc.	33,566,319	33,566,319
Investment in shares of subsidiary com. - Exchange Company Australia Pty. Ltd.	4,000,965	-
Investment in shares of subsidiary com. - Remittance House Canada Inc.	8,217	-
Pension Paid (Army)	787,214,174	780,687,722
Pension Paid (Civil)	898,650	312,813
Wage Earner Bond	630,310	1,216,801
Pension Paid (Staff)	3,649,762	-
Net Balance with Indian Bank	23,505	23,505
Net Balance with Pakistan Bank	1	1
Balance with Al-Rajhi Foreign Exchange	1	1
BCCI Bank-London	1	1
<b>Provision held at the end of the year</b>	<b>1,671,279,667</b>	<b>1,336,101,007</b>

The Bank is required to maintain a total provision of BDT 11,732.58 crore where bank has able to maintain a total provision of BDT 5,821.28 crore. In order to maintain the ratio of minimum Capital to Risk-Weighted Assets (CRAR) as per BASEL-III guidelines, upon bank's request Bangladesh bank has allowed a deferral facility of provision shortfall BDT 5,911.30 crore vide letter no. DOS(CAMS)1157/4(Dividend)/2023-2208; dated 30 April 2023. The deferral facility has been allowed by Bangladesh Bank with a condition to maintain the deferred shortfall in next four consecutive year starting from 2023 along with the additional shortfall (If any) of subsequent years. The deferral facility includes an amount of provision shortfall BDT 244.55 crore (BDT 411.68 crore - BDT 167.13 crore) for Other Assets. In addition to that, the Bank has also disclosed the details of the required provision and kept the provision in note # 12.22 & 12.23 of the financial statements.

### 12.12.a Provision for Protested Bills

Balance at the beginning of the year	67,608,904	69,005,062
Adjustment during the year	(3,508)	(1,396,157)
Provision add back during the year	-	(1)
Provision made during the year	29,737,896	-
<b>Provision held at the end of the year</b>	<b>97,343,292</b>	<b>67,608,904</b>

Protested Bills arises due to accidental loss of fraud, robbery, theft etc.

### 12.13 Provision for Balance with Other Banks & Financial Institutions

Balance at the beginning of the year	670,000,000	670,000,000
Add: Provision made during the year	69,777,577	-
Less: Provision add back during the year	-	-
<b>Provision held at the end of the year</b>	<b>739,777,577</b>	<b>670,000,000</b>

### 12.14 Provision for Money at Call and Short Notice

Balance at the beginning of the year	360,000,000	280,000,000
Add: Provision made during the year	150,000,000	80,000,000
Less: Provision add back during the year	-	-
<b>Provision held at the end of the year</b>	<b>510,000,000</b>	<b>360,000,000</b>

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

Amount in BDT

	2022	2021
<b>12.15 Provision for Branch Adjustment</b>		
Balance at the beginning of the year	88,754,286	157,047,282
Adjustment during the year	-	(20,748,373)
Provision add back	-	(47,544,623)
Provision made during the year	141,166,152	-
<b>Provision held at the end of the year</b>	<b>229,920,438</b>	<b>88,754,286</b>
<b>12.16 Provision for Incentive Bonus</b>		
Balance at the beginning of the year	1,381,966,537	1,393,106,596
Amount paid during the year	(1,122,647,016)	(1,181,140,059)
Transfer to Death Relief Grant Scheme	-	(70,000,000)
Addition during the year	-	-
Provision for the year	1,700,000,000	1,240,000,000
<b>Balance at the end of the year</b>	<b>1,959,319,521</b>	<b>1,381,966,537</b>
<b>12.17 Employees Superannuation Fund</b>		
Balance at the beginning of the year	1,700,000,630	1,038,013,906
Addition during the year	3,008,044,575	2,992,835,380
Provision made during the year	1,750,000,000	1,700,000,000
Amount transferred/paid to SAF's SB A/C	(4,707,963,536)	(4,030,848,656)
<b>Balance at the end of the year</b>	<b>1,750,081,669</b>	<b>1,700,000,630</b>
<p>The Bank is required to maintain a total provision of BDT 11,732.58 crore where bank has able to maintain a total provision of BDT 5,821.28 crore. In order to maintain the ratio of minimum Capital to Risk-Weighted Assets (CRAR) as per BASEL-III guidelines, upon bank's request Bangladesh bank has allowed a deferral facility of provision shortfall BDT 5,911.30 crore vide letter no. DOS(CAMS)1157/41(Dividend)/2023-2208; dated 30 April 2023. The deferral facility has been allowed by Bangladesh Bank with a condition to maintain the deferred shortfall in next four consecutive year starting from 2023 along with the additional shortfall (If any) of subsequent years. The deferral facility includes an amount of provision shortfall BDT 536.40 crore (BDT 711.40 crore - BDT 175.00 crore) for Employees Superannuation Fund. In addition to that, the Bank has also disclosed the details of the required provision and kept the provision in note # 12.22 &amp; 12.23 of the financial statements.</p> <p>According to the actuarial report submitted on 27 May 2018, a deficit of BDT 2,783.00 crore in the provision of the Employees Superannuation Fund (SAF) as on 31 March 2018 has been shown. The aforesaid report contains, among others, phase-wise contribution to the provision for superannuation fund instead of providing the full amount of deficit in one go. Accordingly, the Bank has to contribute BDT 500.00 crore in the first year and BDT 375.00 crore in the following year. There was also a recommendation in the said actuarial report to contribute 43% of the basic salary of the employees each year. Subsequently, the Board of Directors of the Bank has approved in meeting no. 462/19 dated 30 April 2019 to provide BDT 292.55 crore each year by the Bank for the next nine years. However, the Bank contributed 75% of the basic salary of the employees during the year and also made a provision of BDT 175.00 crore for the Employees Superannuation Fund for the year 2022.</p>		
<b>12.18 Employees Gratuity Fund</b>		
Balance at the beginning of the year	17,176	-
Adjustment	-	-
Addition during the year	3,690,590	4,359,630
Amount transferred/paid to Gratuity's SB A/C	(3,699,936)	(4,342,454)
<b>Balance at the end of the year</b>	<b>7,830</b>	<b>17,176</b>
<b>12.19 Death Relief Grant Scheme</b>		
Balance at the beginning of the year	141,648,771	60,798,771
Provision made during the year	50,000,000	120,000,000
Amount paid/adjusted during the year	(37,400,000)	(39,150,000)
<b>Balance at the end of the year</b>	<b>154,248,771</b>	<b>141,648,771</b>

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>12.20</b>	<b>Employees Benevolent Fund</b>		
	Balance at the beginning of the year	35,693,948	36,303,595
	Provision made during the year	-	-
	Amount paid/adjusted during the year	(5,577,536)	(609,647)
	<b>Balance at the end of the year</b>	<b>30,116,412</b>	<b>35,693,948</b>
<b>12.21</b>	<b>Start-up Fund</b>		
	Balance at the beginning of the year	13,748,765	-
	Fund made during the year	11,066,969	13,748,765
	<b>Closing balance</b>	<b>24,815,734</b>	<b>13,748,765</b>
<b>12.22</b>	<b>Total Required Provision</b>		
	Loans & advances	97,200,850,661	86,295,009,642
	Investment	2,484,994,562	3,064,326,287
	Balance with other bank & non-bank financial Institutions	739,777,577	739,777,577
	Money at Call and Short Notice	510,000,000	510,000,000
	Other assets	4,116,814,073	1,549,956,384
	Inter branch adjustment	229,920,438	88,754,286
	Off-balance sheet exposure	4,929,457,722	2,239,728,351
	Superannuation Fund	7,114,000,000	5,888,000,000
	<b>Total</b>	<b>117,325,815,033</b>	<b>100,375,552,527</b>
<b>12.23</b>	<b>Total Maintained Provision</b>		
	Loans & advances	47,340,897,657	40,998,115,270
	Investment	2,484,994,562	3,009,164,819
	Balance with other bank & non-bank financial Institutions	739,777,577	670,000,000
	Money at Call and Short Notice	510,000,000	360,000,000
	Other assets	1,671,279,667	1,336,101,007
	Inter branch adjustment	229,920,438	88,754,286
	Off-balance sheet exposure	3,485,938,203	2,239,728,351
	Superannuation Fund	1,750,000,000	1,700,000,000
	<b>Total</b>	<b>58,212,808,104</b>	<b>50,401,863,733</b>
<b>12.24</b>	<b>Provision Surplus/(Shortfall)</b>	<b>(59,113,006,929)</b>	<b>(49,973,688,794)</b>
<p>The Bank is required to maintain a total provision of BDT 11,732.58 crore where Bank has able to maintain a total provision of BDT 5,821.28 crore. In order to maintain the ratio of minimum Capital to Risk-Weighted Assets (CRAR) as per BASEL-III guidelines, upon bank's request Bangladesh bank has allowed a deferral facility of provision shortfall BDT 5,911.30 crore vide letter no. DOS(CAMS)1157/4(Dividend)/2023-2208; dated 30 April 2023. The deferral facility has been allowed by Bangladesh Bank with a condition to maintain the deferred shortfall in next four consecutive year starting from 2023 along with the additional shortfall (If any) of subsequent years.</p>			
<b>12(a)</b>	<b>Consolidated other liabilities</b>		
	Agrani Bank Limited	147,042,670,826	129,939,314,512
	Agrani Equity & Investment Limited	2,549,892,452	2,507,079,798
	Agrani SME Financing Company Limited	449,307,288	355,418,062
	Agrani Exchange House Private Limited, Singapore	55,356,214	22,813,906
	Agrani Remittance House SDN. BHD., Malaysia	76,048,473	77,523,249
	Agrani Remittance House Canada Inc.	34,087,452	34,087,452
	Agrani Exchange Company (Australia) Pty. Limited	53,349,177	53,349,177
		<b>150,260,711,882</b>	<b>132,989,586,156</b>
	Less: Inter-company transaction(s)	(62,969,163)	(62,969,163)
		<b>150,197,742,719</b>	<b>132,926,616,993</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>12(a).1</b>	<b>Consolidated Provision maintained for Loans &amp; Advances</b>		
	<b>General provision</b>		
	i) Standard (including staff Loan)	4,737,049,782	4,109,763,029
	ii) Special provision for loans and advances (COVID-19)	4,339,912,917	5,428,993,853
	iii) Special Mention Accounts ( SMA)	986,972,678	2,248,560,636
		<u>10,063,935,377</u>	<u>11,787,317,518</u>
	<b>Specific provision</b>		
	i) Substandard	814,371,066	1,021,357,873
	ii) Doubtful	700,393,250	727,332,470
	iii) Bad/Loss	35,862,119,319	27,525,063,404
		<u>37,376,883,635</u>	<u>29,273,753,747</u>
	<b>Total</b>	<b><u>47,440,819,012</u></b>	<b><u>41,061,071,265</u></b>
<b>12(a).2</b>	<b>Provision maintained for Loans &amp; Advances: Agrani SME Financing Com. Ltd.</b>		
	<b>General provision</b>		
	i) Standard (including staff Loan)	8,598,280	6,505,790
	ii) Special provision for loans and advances (COVID-19)	43,816,000	22,569,857
	iii) Special Mention Accounts ( SMA)	2,044,079	419,340
		<u>54,458,359</u>	<u>29,494,987</u>
	<b>Specific provision</b>		
	i) Substandard	5,744,890	752,452
	ii) Doubtful	5,292,820	3,126,876
	iii) Bad/Loss	34,425,286	29,581,680
		<u>45,462,996</u>	<u>33,461,008</u>
	<b>Total</b>	<b><u>99,921,355</u></b>	<b><u>62,955,995</u></b>
<b>13</b>	<b>Share Capital:</b>		
<b>13.1</b>	<b>Authorized Capital:</b>		
	The authorized capital of the Bank is BDT 2,500.00 crore divided into 250,000,000 ordinary shares of BDT 100.00 each.		
<b>13.2</b>	<b>Issued, subscribed and fully paid up capital :</b>	<b><u>20,722,940,400</u></b>	<b><u>20,722,940,400</u></b>
	The paid up capital of the Bank was BDT 9,912,940,400 divided into 99,129,404 ordinary shares @ BDT 100.00 up to 29 December 2013. On 26 December 2013, Bank & Financial Institutions Division, Ministry of Finance has issued a letter # 53.013.002.00.00.80.2013 giving the permission to raise paid up capital by BDT 10,810,000,000 to reduce capital shortage of the Bank. Subsequently, the Board of Directors in it's 353rd board meeting held on 30 December 2013 approved the matter and increased the paid up capital to BDT 20,722,940,400 by issuing 108,100,000 right shares to the Government of the People's Republic of Bangladesh represented by Secretary, Finance Division, Ministry of Finance of the Government of the People's Republic of Bangladesh. Therefore, the total number of ordinary shares reached to 207,229,404 shares.		
<b>13.3</b>	<b>Earnings Per Share:</b>		
	Earnings per share (EPS) have been computed by dividing the profit after tax by the weighted average number of ordinary shares as on 31 December 2022.		
<b>13.3.1</b>	<b>Weighted average number of shares:</b>		
	Number of shares before bonus share and right share issued	207,229,404	207,229,404
	Issue of bonus share & right share	-	-
	<b>Weighted average number of shares</b>	<b><u>207,229,404</u></b>	<b><u>207,229,404</u></b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

Amount in BDT

	2022	2021
<b>13.3.2 Basic Earnings Per Share:</b>		
Profit attributable to the shareholders of ABL for the year (A)	1,106,696,905	1,374,876,547
Weighted average number of ordinary shares outstanding (B)	207,229,404	207,229,404
<b>Earnings per share (A/B)</b>	<b>5.34</b>	<b>6.63</b>
<b>13.3(a) Consolidated Earnings Per Share:</b>		
Profit attributable to the shareholders of ABL & its subsidiaries for the year (A)	1,418,301,514	2,098,086,911
Weighted average number of ordinary shares outstanding (B)	207,229,404	207,229,404
<b>Earnings per share (A/B)</b>	<b>6.84</b>	<b>10.12</b>
<b>13.4 Solo basis Minimum Capital Requirement (MCR) under Risk Based Capital (Basel-III):</b>		
<b>A. Regulatory Capital:</b>		
1. Tier-1 Capital (Going concern capital)	29,600,430,034	29,196,130,360
2. Tier-2 Capital (Gone concern capital)	16,531,271,440	18,433,407,101
<b>3. Total Regulatory Capital (1+2):</b>	<b>46,131,701,474</b>	<b>47,629,537,461</b>
<b>B. Total Risk Weighted Assets (RWA):</b>	<b>734,663,190,000</b>	<b>631,141,020,000</b>
C. Capital to Risk Weighted Assets Ratio (CRAR) (A3 / B) X 100	6.28%	7.55%
D. Tier-1 Capital to RWA (A1 / B) X 100	4.03%	4.63%
E. Tier-2 Capital to RWA (A2 / B) X 100	2.25%	2.92%
<b>F. Minimum Capital Requirement (10% of RWA)</b>	<b>73,466,319,000</b>	<b>63,114,102,000</b>
<b>G. Capital Surplus / (Shortfall)</b>	<b>(27,334,617,526)</b>	<b>(15,484,564,539)</b>

Capital Requirements	2022		2021	
	Required	Held	Required	Held
Tier-1	6.00%	4.03%	6.00%	4.63%
Tier-2	4.00%	2.25%	4.00%	2.92%
<b>Total</b>	<b>10.00%</b>	<b>6.28%</b>	<b>10.00%</b>	<b>7.55%</b>

### 13.4(a) Consolidated Minimum Capital Requirement (MCR) under Risk Based Capital (Basel-III):

<b>A. Regulatory Capital:</b>		
1. Tier-1 Capital (Going concern capital)	30,054,605,176	29,368,530,856
2. Tier-2 Capital (Gone concern capital)	16,531,271,440	18,433,407,101
<b>3. Total Regulatory Capital (1+2):</b>	<b>46,585,876,616</b>	<b>47,801,937,957</b>
<b>B. Total Risk Weighted Assets (RWA):</b>	<b>742,293,040,000</b>	<b>639,188,205,000</b>
C. Capital to Risk Weighted Assets Ratio (CRAR) (A3 / B) X 100	6.28%	7.48%
D. Tier-1 Capital to RWA (A1 / B) X 100	4.05%	4.60%
E. Tier-2 Capital to RWA (A2 / B) X 100	2.23%	2.88%
<b>F. Minimum Capital Requirement (10% of RWA)</b>	<b>74,229,304,000</b>	<b>63,918,820,500</b>
<b>G. Capital Surplus / (Shortfall)</b>	<b>(27,643,427,384)</b>	<b>(16,116,882,543)</b>

Capital Requirements	2022		2021	
	Required	Held	Required	Held
Tier-1	6.00%	4.05%	6.00%	4.60%
Tier-2	4.00%	2.23%	4.00%	2.88%
<b>Total</b>	<b>10.00%</b>	<b>6.28%</b>	<b>10.00%</b>	<b>7.48%</b>

## Agrani Bank Limited and It's Subsidiaries

### Notes to the Financial Statements

As at and for the year ended 31 December 2022

	Amount in BDT	
	2022	2021
<b>13.5 Solo basis Regulatory Capital:</b>		
<b>Tier-1 Capital</b>		
Fully Paid-up Capital / Capital lien with BB	20,722,940,400	20,722,940,400
Statutory Reserve	9,854,416,186	9,612,175,637
General Reserve	548,555,335	548,555,335
Retained Earnings	(1,525,481,887)	(1,687,541,012)
Benefit from Deferred Tax Assets	-	-
<b>Sub-Total:</b>	<b>29,600,430,034</b>	<b>29,196,130,360</b>
<b>Deductions from Tier-1 Capital</b>		
Shortfall in provisions required against NPLs	-	-
Shortfall in provisions required against investment in shares	-	-
Goodwill and all other intangible assets (Software)	-	-
Deferred Tax Assets (DTAs)	-	-
<b>Sub Total</b>	<b>-</b>	<b>-</b>
<b>Total Regulatory Tier-1 Capital</b>	<b>29,600,430,034</b>	<b>29,196,130,360</b>
<b>Tier-2 Capital</b>		
General Provision (UC + SMA + Off B/S exposure+ Consumer Finance)	13,531,271,440	14,033,407,101
Subordinated debt/instruments issued by the Bank meeting BB criteria	3,000,000,000	4,400,000,000
Revaluation Reserve (50% of Fixed Assets and Securities & 10% of Equities)	-	-
<b>Sub Total</b>	<b>16,531,271,440</b>	<b>18,433,407,101</b>
<b>Deductions from Tier-2 Capital</b>		
Revaluation Reserve for Fixed Assets, Securities and Equity Securities	-	-
<b>Total Regulatory Tier-2 Capital</b>	<b>16,531,271,440</b>	<b>18,433,407,101</b>
<b>Total Regulatory Capital (Tier-1 + Tier-2)</b>	<b>46,131,701,474</b>	<b>47,629,537,461</b>

The Bank is required to calculate the Capital to Risk-Weighted Assets (CRAR) as per Guidelines on Risk-Based Capital Adequacy (RBCA) (Revised Regulatory Capital Framework for banks in line with Basel III) dated December 2014. In order to maintain the ratio of minimum Capital to Risk-Weighted Assets (CRAR) on the Bank's request, for the year ended 31 December 2022, Bangladesh Bank has given deferral for provision amounting to BDT 5,911.30 crore vide letter no- DOS(CAMS)1157/4I(Dividend)/2023-2208; dated 30 April 2023.

However, Bank will have to maintain the forbore provision amount over the next four consecutive years starting from 2023. Moreover, any required provision over BDT 5,911.30 crore will be needed to be maintained in the relevant year (if any). In addition to that, Bangladesh Bank has also given the following instructions through the said letter:

1. To calculate amortization for the subordinated bond issued by the bank at the year-end instead of at the beginning of the year.
2. For calculating risk-weighted assets, the bank should use 125% risk weight for the subordinated bond issued by various organizations.
3. Forbearance facility is allowed for non-deduction of 100% balances of deferred tax assets (BDT 1,285.25 crore) & intangible assets (BDT 224.90 crore) from CET-1 Capital for the year 2022.

Although the Bank has taken forbearance to maintain the ratio of Capital to Risk-Weighted Assets (CRAR), it could not maintain the ratio of Capital to Risk-Weighted Assets (CRAR) and the buffer capital as per RBCA guidelines of Bangladesh Bank.

#### 13.5(a) Consolidated Regulatory Capital:

##### Tier-1 Capital

Fully Paid-up Capital / Capital lien with BB	20,722,940,400	20,722,940,400
Statutory Reserve	9,962,435,094	9,702,649,565
General Reserve	603,286,599	603,286,599
Retained Earnings	(1,234,056,917)	(1,660,345,708)
Benefit from Deferred Tax Assets	-	-
<b>Sub-Total:</b>	<b>30,054,605,176</b>	<b>29,368,530,856</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
	<b>Deductions from Tier-1 Capital</b>		
	Shortfall in provisions required against NPLs	-	-
	Shortfall in provisions required against investment in shares	-	-
	Goodwill and all other intangible assets (Software)	-	-
	Deferred Tax Assets (DTAs)	-	-
	<b>Sub Total</b>	-	-
	<b>Total Regulatory Tier-1 Capital</b>	<b>30,054,605,176</b>	<b>29,368,530,856</b>
	<b>Tier-2 Capital</b>		
	General Provision (UC + SMA + Off B/S exposure+ Consumer Finance)	13,531,271,440	14,033,407,101
	Subordinated debt/instruments issued by the Bank meeting BB criteria	3,000,000,000	4,400,000,000
	Revaluation Reserve (50% of Fixed Assets and Securities & 10% of Equities)	-	-
	<b>Sub Total</b>	<b>16,531,271,440</b>	<b>18,433,407,101</b>
	<b>Deductions from Tier-2 Capital</b>		
	Revaluation Reserve for Fixed Assets, Securities and Equity Securities	-	-
	<b>Total Regulatory Tier-2 Capital</b>	<b>16,531,271,440</b>	<b>18,433,407,101</b>
	<b>Total Regulatory Capital (Tier-1 + Tier-2)</b>	<b>46,585,876,616</b>	<b>47,801,937,957</b>
<b>13.6</b>	<b>Solo basis Risk Weighted Assets (RWA):</b>		
	<b>Risk Weighted Assets (RWA) for</b>		
	<b>A. Credit Risk</b>		
	On - Balance sheet	639,764,415,000	536,878,545,000
	Off - Balance sheet	16,355,075,000	21,198,675,000
		<b>656,119,490,000</b>	<b>558,077,220,000</b>
	<b>B. Market Risk</b>	<b>27,730,000,000</b>	<b>24,252,000,000</b>
	<b>C. Operational Risk</b>	<b>50,813,700,000</b>	<b>48,811,800,000</b>
	<b>Total: RWA (A+B+C)</b>	<b>734,663,190,000</b>	<b>631,141,020,000</b>
<b>13.6(a)</b>	<b>Consolidated Risk Weighted Assets (RWA):</b>		
	<b>Risk Weighted Assets (RWA) for</b>		
	<b>A. Credit Risk</b>		
	On - Balance sheet	635,123,415,000	531,328,530,000
	Off - Balance sheet	16,355,075,000	21,198,675,000
		<b>651,478,490,000</b>	<b>552,527,205,000</b>
	<b>B. Market Risk</b>	<b>38,751,000,000</b>	<b>36,844,400,000</b>
	<b>C. Operational Risk</b>	<b>52,063,550,000</b>	<b>49,816,600,000</b>
	<b>Total: RWA (A+B+C)</b>	<b>742,293,040,000</b>	<b>639,188,205,000</b>
<b>14</b>	<b>Statutory Reserve</b>		
	Balance at the beginning of the year	9,612,175,637	9,278,754,586
	Transferred during the year	242,240,549	333,421,051
	<b>Closing balance</b>	<b>9,854,416,186</b>	<b>9,612,175,637</b>
	This has been made in accordance with Section 24 of the Bank Companies Act, 1991 and shall be maintained until it equals to the Paid-up Capital.		
<b>14(a)</b>	<b>Consolidated Statutory Reserve</b>		
	Agrani Bank Limited	9,854,416,186	9,612,175,637
	Agrani Equity & Investment Limited	-	-
	Agrani SME Financing Company Limited	108,018,908	90,473,928
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
	<b>Closing balance</b>	<b>9,962,435,094</b>	<b>9,702,649,565</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>15</b>	<b>General Reserve</b>		
	Balance at the beginning of the year	548,555,335	548,555,335
	Transferred during the year	-	-
	<b>Closing balance</b>	<b>548,555,335</b>	<b>548,555,335</b>
<b>15(a)</b>	<b>Consolidated General Reserve</b>		
	Agrani Bank Limited	548,555,335	548,555,335
	Agrani Equity & Investment Limited	-	-
	Agrani SME Financing Company Limited	54,731,264	54,731,264
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
	<b>Closing balance</b>	<b>603,286,599</b>	<b>603,286,599</b>
<b>15.1</b>	<b>Risk Fund</b>		
	Balance at the beginning of the year	100,000,000	100,000,000
	Transferred during the year	-	-
	<b>Closing balance</b>	<b>100,000,000</b>	<b>100,000,000</b>
<b>15.1(a)</b>	<b>Consolidated Risk Fund</b>		
	Agrani Bank Limited	100,000,000	100,000,000
	Agrani Equity & Investment Limited	-	-
	Agrani SME Financing Company Limited	-	-
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
	<b>Closing balance</b>	<b>100,000,000</b>	<b>100,000,000</b>
<b>16</b>	<b>Asset Revaluation Reserve</b>		
	Balance at the beginning of the year	10,975,579,288	10,975,579,288
	Adjustment during the year	(32,360,000)	-
	<b>Closing balance</b>	<b>10,943,219,288</b>	<b>10,975,579,288</b>
<b>16(a)</b>	<b>Consolidated Asset Revaluation Reserve</b>		
	Agrani Bank Limited	10,943,219,288	10,975,579,288
	Agrani Equity & Investment Limited	-	-
	Agrani SME Financing Company Limited	-	-
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
	<b>Closing balance</b>	<b>10,943,219,288</b>	<b>10,975,579,288</b>
<b>17</b>	<b>Revaluation &amp; Amortization Reserve</b>		
	Balance at the beginning of the year	299,005,028	2,023,740,474
	Add: Surplus of Amortization of Securities (HTM)	40,659,033	184,787,624
	Add: Revaluation reserve on investment in Govt. Securities (HFT)	1,491,000,727	4,089,605,916
	Less: Surplus of Amortization of Securities (HTM)	(184,495,947)	(336,194,558)
	Less: Revaluation reserve on investment in Govt. Securities (HFT)	(1,484,740,533)	(5,662,934,428)
	<b>Closing Balance</b>	<b>161,428,308</b>	<b>299,005,028</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>17(a)</b>	<b>Consolidated Revaluation and Amortization</b>		
	Agrani Bank Limited	161,428,308	299,005,028
	Agrani Equity & Investment Limited	-	-
	Agrani SME Financing Company Limited	-	-
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
	<b>Closing Balance</b>	<b>161,428,308</b>	<b>299,005,028</b>
<b>18</b>	<b>Retained surplus/(deficit)</b>		
	Opening Balance	(1,687,541,012)	(2,849,021,393)
	Prior Year Adjustment (Note- 18.1)	(691,330,262)	133,773,650
	Net profit after tax during the year	1,106,696,905	1,374,876,547
	Transfer to Start-up fund	(11,066,969)	(13,748,765)
	Transfer to Statutory Reserve	(242,240,549)	(333,421,051)
		<b>(1,525,481,887)</b>	<b>(1,687,541,012)</b>
<b>18.1</b>	<b>Prior Year Adjustment</b>		
	Adjustment for reduced interest rate for subordinated bond of Best Holding	-	(44,383,561)
	Previous year income adjustment (L/C Commission)	(653,836,457)	-
	Previous year income adjustment (Interest on Balance with Other Bank & Fis)	(37,497,257)	-
	Arrear salary paid	-	(12,219)
	Salary adjustment	3,852	154,936
	Previous year income adjustment	(400)	20,700
	Underwriting commission of the year 2020	-	35,444,910
	Reversal of Interest income of previous year from investment	-	(31,081,916)
	Deduction of overcharged a/c maintenance fee	-	(108,100,000)
	Interest income of year 2020 from Foreign Banks	-	281,730,800
		<b>(691,330,262)</b>	<b>133,773,650</b>
<b>18.(a).1</b>	<b>Consolidated Retained surplus/(deficit)</b>		
	Opening Balance	(1,660,345,708)	(3,511,000,080)
	Prior year adjustment	(691,161,482)	135,064,989
	Foreign currency translation gain/(loss)	53,308,791	(3,247,060)
	Net profit/ (loss) after tax during the year	1,418,301,514	2,098,086,911
	Statutory reserve	(259,785,529)	(348,748,376)
	Transfer to Start-up fund	(11,066,969)	(13,748,765)
	Minority interest	1,257	(387)
	Paid Cash Dividend	(30,000,000)	(20,000,000)
	Foreign currency translation reserve	(53,308,791)	3,247,060
		<b>(1,234,056,917)</b>	<b>(1,660,345,708)</b>
<b>18.(a).2</b>	<b>Consolidated Retained Surplus/(deficit)</b>		
	Agrani Bank Limited	(1,525,481,887)	(1,687,541,012)
	Agrani Equity & Investment Limited	(219,921,391)	(434,207,634)
	Agrani SME Financing Company Limited	387,161,884	346,982,036
	Agrani Exchange House Private Limited Singapore	151,858,633	148,907,285
	Agrani Remittance House SDN. BHD. Malaysia	37,434,011	30,621,784
	Agrani Remittance House Canada Inc.	(26,833,447)	(26,833,447)
	Agrani Exchange Company (Australia) Pty. Limited	(38,274,720)	(38,274,720)
		<b>(1,234,056,917)</b>	<b>(1,660,345,708)</b>
<b>19</b>	<b>Consolidated Foreign Currency Translation Reserve</b>		
	Opening Balance	40,831,041	44,078,101
	Foreign Currency Translation Gain/(Loss)	53,308,791	(3,247,060)
	<b>Closing Balance</b>	<b>94,139,832</b>	<b>40,831,041</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>20</b>	<b>Minority Interest</b>		
	Capital of Agrani Equity & Investment Limited	1,000	2,500
	Capital of Agrani SME Financing Limited	1,200	1,200
	Statutory reserve	130	109
	General reserve	66	66
	Retained earnings	421	199
		<b>2,817</b>	<b>4,074</b>
<b>21</b>	<b>Acceptances and endorsements</b>		
	Letters of Guarantee (Note - 21.1)	17,228,031,738	13,532,577,713
	Letters of Credit (Note - 21.2)	275,651,688,879	211,923,219,516
	Bills for Collection (Note - 21.3)	73,437,409,275	71,286,025,109
	Other Contingent Liabilities (Note - 21.4)	6,881,952,081	6,825,026,181
		<b>373,199,081,973</b>	<b>303,566,848,519</b>
<b>21.1</b>	<b>Letters of Guarantee</b>		
	Directors	-	-
	Government	591,269,866	539,208,584
	Banks and other financial institutions	527,108,254	446,041,661
	Foreign Banks against government counter guarantee	3,694,630,606	943,753,676
	Others	12,415,023,012	11,603,573,792
		<b>17,228,031,738</b>	<b>13,532,577,713</b>
<b>21.1(a)</b>	<b>Consolidated Letters of Guarantee</b>		
	Agrani Bank Limited	17,228,031,738	13,532,577,713
	Agrani Equity & Investment Limited	-	-
	Agrani SME Financing Company Limited	-	-
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>17,228,031,738</b>	<b>13,532,577,713</b>
<b>21.2</b>	<b>Letters of Credit</b>		
	Government	90,462,269,655	103,189,045,115
	Standby	9,284,659,244	14,016,044,558
	Others	175,904,759,980	94,718,129,843
		<b>275,651,688,879</b>	<b>211,923,219,516</b>
<b>21.2(a)</b>	<b>Consolidated Letters of Credit</b>		
	Agrani Bank Limited	275,651,688,879	211,923,219,516
	Agrani Equity & Investment Limited	-	-
	Agrani SME Financing Company Limited	-	-
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>275,651,688,879</b>	<b>211,923,219,516</b>
<b>21.3</b>	<b>Bills for collection</b>		
	Payable in Bangladesh	129,484,087	346,529,995
	Payable outside Bangladesh	73,307,925,188	70,939,495,114
		<b>73,437,409,275</b>	<b>71,286,025,109</b>
<b>21.3(a)</b>	<b>Consolidated Bills for collection</b>		
	Agrani Bank Limited	73,437,409,275	71,286,025,109
	Agrani Equity & Investment Limited	-	-
	Agrani SME Financing Company Limited	-	-
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>73,437,409,275</b>	<b>71,286,025,109</b>

## Agrani Bank Limited and It's Subsidiaries

### Notes to the Financial Statements

As at and for the year ended 31 December 2022

	Amount in BDT	
	2022	2021
<b>21.4 Other Contingent Liabilities</b>		
Inland Travelers Cheque	35,298,500	33,941,500
Upahar Cheque	1,236,450	1,236,450
Shanchay Patra	6,841,717,131	6,786,148,231
Agrani Bank Shilpa Unnayan Bond	3,700,000	3,700,000
	<b>6,881,952,081</b>	<b>6,825,026,181</b>
<p>Liability will be created for the Bank by the sales amount of Inland Travelers Cheque, Upahar Cheque, Shanchay Patra and Agrani Bank Shilpa Unnayan Bond. These items have been included in the Off-balance sheet exposure as per contra for keeping note only.</p>		
<b>21.4(a) Consolidated Other Contingent Liabilities</b>		
Agrani Bank Limited	6,881,952,081	6,825,026,181
Agrani Equity & Investment Limited	-	-
Agrani SME Financing Company Limited	-	-
Agrani Exchange House Private Limited, Singapore	-	-
Agrani Remittance House SDN. BHD., Malaysia	-	-
Agrani Remittance House Canada Inc.	-	-
Agrani Exchange Company (Australia) Pty. Limited	-	-
	<b>6,881,952,081</b>	<b>6,825,026,181</b>
<b>21.5 Geographical Location - wise Contingent Liabilities</b>		
Dhaka Region	351,587,610,531	280,919,467,109
Chittagong Region	7,043,511,381	10,005,001,046
Khulna Region	5,802,383,218	5,100,885,690
Rajshahi Region	1,575,142,689	1,476,119,520
Barisal Region	130,453,127	124,269,754
Sylhet Region	2,554,873,400	1,614,596,227
Rangpur Region	3,836,160,039	3,590,619,957
Mymensingh Region	102,546,653	93,487,083
Comilla Region	457,362,604	478,384,283
Faridpur Region	109,038,331	164,017,850
	<b>373,199,081,973</b>	<b>303,566,848,519</b>
<b>22 Consolidated Contingent Liabilities</b>		
Agrani Bank Limited	373,199,081,973	303,566,848,519
Agrani Equity & Investment Limited	-	-
Agrani SME Financing Company Limited	-	-
Agrani Exchange House Private Limited, Singapore	-	-
Agrani Remittance House SDN. BHD., Malaysia	-	-
Agrani Remittance House Canada Inc.	-	-
Agrani Exchange Company (Australia) Pty. Limited	-	-
	<b>373,199,081,973</b>	<b>303,566,848,519</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>23</b>	<b>Interest Income</b>		
	<b>a. Interest on Loans and Advances:</b>		
	Interest on Rural Credit	1,564,157,103	1,486,570,933
	Interest on Weavers Credit	282,671	193,514
	Interest on Industrial Credit	8,913,536,607	7,286,010,102
	Interest on Jute Advance	701,064,328	635,743,101
	Interest on Leather Credit	267,326,574	315,643,671
	Interest on Staff Loans	1,412,711,005	1,362,001,643
	Interest on Loan-Others	8,269,963,038	6,921,288,836
	Interest on Small and Micro Credit	9,013,987,210	6,957,357,125
	Interest on Overdrafts	1,461,209,613	1,067,041,775
	Interest on Cash Credit	5,006,614,510	4,289,774,784
	Interest on Packing Credit	346,198,100	242,970,761
	Interest on Loan against Import Merchandise	9,343,938	7,710,103
	Interest on Payment Against Document	232,671,293	82,668,768
	Interest on Foreign Bills Purchased	81,237,546	78,760,108
	Interest on Inland Bills Purchased	23,951,597	9,133,544
	Interest Income on PIF	1,381,952,150	66,912
	Interest Income on ECC	23,671,381	-
	Interest Income on OAP	14,912,068	-
	Interest on CMSME Loan package for COVID-19	7,143,037	-
	Loan Refinance Scheme CMSME-04(Tk.25000 Crore)	272,869	8,648,194
	<b>Sub-total</b>	<b>38,732,206,638</b>	<b>30,751,583,874</b>
	<b>b. Interest on Balance with other Banks and Financial Institution</b>		
	Interest on call loans to Banks	233,794,433	381,671,158
	Interest received from local banks	4,041,069,232	3,887,311,215
	Interest received from foreign banks	748,532	15,865,007
	<b>Sub-total</b>	<b>4,275,612,197</b>	<b>4,284,847,380</b>
	<b>Total (a+b)</b>	<b>43,007,818,835</b>	<b>35,036,431,254</b>
<b>23.1</b>	<b>Geographical Location wise Interest income</b>		
	Dhaka Region	28,312,207,373	23,365,603,567
	Chittagong Region	1,108,617,874	871,380,014
	Khulna Region	3,426,614,782	2,802,363,562
	Rajshahi Region	2,448,700,404	1,992,211,813
	Barisal Region	934,029,415	739,025,765
	Sylhet Region	638,646,138	490,312,063
	Rangpur Region	2,095,485,550	1,636,217,280
	Mymensingh Region	2,359,407,267	1,736,443,715
	Comilla Region	982,414,869	838,814,080
	Faridpur Region	701,695,163	564,059,395
		<b>43,007,818,835</b>	<b>35,036,431,254</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>23(a)</b>	<b>Consolidated Interest Income</b>		
	Agrani Bank Limited	43,007,818,835	35,036,431,254
	Agrani Equity & Investment Limited	371,768,846	101,931,610
	Agrani SME Financing Company Limited	383,099,722	334,018,277
	Agrani Exchange House Private Limited, Singapore	983,216	-
	Agrani Remittance House SDN. BHD., Malaysia	1,572,908	1,207,136
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>43,765,243,527</b>	<b>35,473,588,277</b>
	Less: Inter-company transaction(s)	(314,959,725)	(259,113,065)
		<b>43,450,283,802</b>	<b>35,214,475,212</b>
<b>24</b>	<b>Interest paid on deposits &amp; borrowings</b>		
	<b>a. Interest paid on Deposits</b>		
	Savings Deposits	4,882,806,277	5,467,483,097
	Special Time Deposits	4,496,598,913	6,916,806,637
	Fixed Deposits	22,783,963,739	25,786,730,188
	Deposit Pension Scheme	1,126,593	982,569
	Interest on staff provident fund	742,468,261	640,665,212
	Interest paid on NFCD	5,272,322	507,972
	Interest paid on ABPS	2,459,784	4,437,459
	Interest on Agrani NRB Deposit Scheme	7,566,279	692,735
	Interest on month-wise fixed deposits	2,080,043	187,189
	Interest on Non-Resident Special Savings Deposit	240,811	29,064
	Interest on Student Super Savings Scheme	63,295,149	6,922
	Interest on ABS	1,903,381,247	1,960,043,590
	Interest on MDS	5,990,888	1,447,640
	Interest on MIS	1,112,433	(1,123,235)
	Interest on ADBS	2,169,150	(4,612,479)
	Interest on Quarter Income Scheme	-	516,000
	Interest on Double Income Scheme	(391,511)	141,472
	Interest on Millionaire Income Scheme	7,105,379	6,556,409
	Interest on Lakhpoti Income Scheme	306,381	438,335
	Interest on Probashi Income Scheme	5,641	60,905
	Interest on Deposit Scheme for women	25,124	114,060
	Interest on AGB Senior Citizen Scheme	63,480	12,048
	Interest on AGB Sanchay Pension Scheme	1,028,955	359,571
	Interest on AGB Wage Earner Deposit Scheme	9,247,012	3,079,644
	Interest on Agrani Education Scheme	3,321,839	1,895,424
	Interest on Agrani Super Saving Scheme	441,541,920	743,419,089
	<b>Sub Total</b>	<b>35,362,786,109</b>	<b>41,530,877,517</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

	Amount in BDT	
	2022	2021
<b>b. Interest paid to Banks</b>		
Foreign Banks	86,090,795	34,074,494
Bangladesh Bank	52,333,794	8,826,014
Sonali Bank	-	47,041
Interest on Refinance Scheme- RCD COVID-19	13,192,332	-
Accrued Coupon Interest-T. Bond	201,509,774	-
Other Banks	179,372,429	3,915,539
<b>Sub Total</b>	<b>532,499,124</b>	<b>46,863,088</b>
<b>c. Interest paid on Borrowings</b>		
Call Borrowings	734,034,000	-
Discount on T.T sold	388,000	692,630
Bangladesh Bank	1,018,215,114	494,749,984
Other Bank	697,968,013	34,972,732
Agrani Bank Limited Subordinated Bond	319,245,918	384,493,760
Other Borrowings	22,919,618	164,010,712
<b>Sub Total</b>	<b>2,792,770,663</b>	<b>1,078,919,818</b>
<b>Total (a+b+c)</b>	<b>38,688,055,896</b>	<b>42,656,660,423</b>
<b>24.1 Geographical Location wise Interest Paid</b>		
Dhaka Region	23,949,907,308	26,396,409,319
Chittagong Region	3,799,906,047	4,783,081,831
Khulna Region	1,982,985,143	2,115,173,238
Rajshahi Region	1,524,708,901	1,578,393,610
Barisal Region	603,672,840	637,472,880
Sylhet Region	978,767,866	1,100,165,073
Rangpur Region	938,480,061	927,370,787
Mymensingh Region	1,830,629,015	1,851,230,660
Comilla Region	2,326,225,939	2,488,219,708
Faridpur Region	752,772,776	779,143,317
	<b>38,688,055,896</b>	<b>42,656,660,423</b>
<b>24(a) Consolidated Interest paid on deposits &amp; borrowings</b>		
Agrani Bank Limited	38,688,055,896	42,656,660,423
Agrani Equity & Investment Limited	231,539,594	213,497,848
Agrani SME Financing Company Limited	84,363,092	46,794,076
Agrani Exchange House Private Limited, Singapore	-	-
Agrani Remittance House SDN. BHD., Malaysia	-	-
Agrani Remittance House Canada Inc.	-	-
Agrani Exchange Company (Australia) Pty. Limited	-	-
	39,003,958,582	42,916,952,347
Less: Inter-company transaction(s)	(314,959,725)	(259,113,065)
	<b>38,688,998,857</b>	<b>42,657,839,282</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>25</b>	<b>Investment income</b>		
	Dividend on Shares	500,147,455	407,837,645
	Interest on 2,5,10,15 & 20 years govt. treasury bond	12,142,531,630	10,245,057,356
	5 Years Bangladesh Govt. Investment Sukuk Bond	135,386,086	129,427,327
	Discount on Bangladesh bills & treasury bills	1,762,148,407	1,711,744,491
	Govt. Treasury Bond (BPC)	498,733,468	633,673,600
	Govt. Treasury Bond (BJMC)	101,975,000	186,955,000
	Govt. Treasury Bond (Orion)	159,820,000	159,820,000
	AB Bank Subordinated Bond	-	7,643,835
	South East Bank Subordinated Bond	-	10,818,493
	Floating Rate Dated Subordinated Bond of EBL	617,534	5,719,453
	Floating Rate Dated Subordinated Bond of Bank Asia	617,534	5,719,453
	Floating Rate Dated Subordinated Bond of Prime Bank	617,534	5,719,453
	Floating Rate Dated Subordinated Bond of EXIM Bank	1,943,151	10,101,370
	United Commercial Bank Subordinated Bond II	1,989,040	6,588,494
	Al-Arafa Islami Bank Subordinated Bond	4,522,193	10,649,588
	AB Bank Subordinated Bond II	7,536,986	18,957,534
	Standard Bank Subordinated Bond	-	6,492,329
	Floating Rate Dated Subordinated Bond of Dhaka Bank	12,184,931	20,865,752
	IFIC Bank Coupon Bearing Subordinate Bond	15,811,917	18,507,809
	South East Bank Subordinated Bond II	12,865,562	18,929,959
	Mutual Trust Bank Limited Subordinated Bond-II	8,777,819	13,892,089
	Bank Asia Limited Subordinated Bond	8,933,479	12,382,301
	Exim Bank Limited Subordinated Mudaraba Bond	19,026,055	26,409,590
	DBBL Subordinated Bond	19,271,232	27,061,478
	City Bank 2nd Subordinated Bond	11,146,028	14,276,575
	Premier Bank Subordinated Bond	11,824,604	15,335,178
	Standard Bank Subordinated Bond II	19,112,329	26,595,890
	Islami Bank Mudaraba Subordinated Bond	43,840,438	50,234,578
	Pubali Bank Ltd. Floating Rate Subordinated Bond	48,552,000	59,506,849
	National Bank 2nd Subordinated Bond	10,729,041	14,241,205
	FSIBL Subordinated Bond	14,388,000	16,005,618
	UCBL Subordinated Bond III	13,450,685	17,350,685
	NCC Bank Non-Convertible Subordinated Bond	24,587,329	32,020,205
	Rupali Bank Subordinated Bond	96,816,329	124,427,397
	Jamuna Bank Subordinated Bond	24,687,946	32,321,781
	Mercantile Bank Subordinated Bond	53,146,521	65,537,809
	Southeast Bank Subordinated Bond III	82,646,134	99,163,152
	Dhaka Bank Floating Rate Dated Subordinated Bond II	83,300,710	101,385,207
	Prime Bank Subordinated Bond II	110,194,850	132,217,533
	The Padma Bank (former The Farmers Bank) Subordinated Bond	90,571,507	63,901,096
	Al Arafah Islami Bank Mudaraba Subordinated Bond-II	48,312,329	53,281,368
	Investment Corporation of Bangladesh Subordinated Bond	501,392,876	617,308,511
	City Bank Limited 3rd Subordinated Bond	55,376,438	69,141,507
	Trust Bank Ltd. Floating Rate Dated Subordinated Bond	114,815,343	140,541,370
	Shahjalal Islami Bank Ltd. Mudaraba Floating Rate Dated Subordinated Bond	131,972,467	131,473,972

## Agrani Bank Limited and It's Subsidiaries

### Notes to the Financial Statements

As at and for the year ended 31 December 2022

	Amount in BDT	
	2022	2021
Islami Bank Ltd. Mudaraba Floating Rate Dated Subordinated Bond	181,347,287	198,225,205
UCB 4th Floating Rate Dated Subordinated Bond	140,249,316	174,313,699
DBBL Floating Rate Dated Subordinated Bond-II	112,821,698	141,750,138
SIBL Floating Rate Dated Subordinated Bond	157,003,424	191,027,397
Best Holding Ltd. Bond	75,000,000	75,034,247
FSIBL 3rd Mudaraba Subordinated Bond	18,491,343	22,802,052
Ashuganj Power Station Company Ltd.	95,027,398	76,720,188
EBL 2nd Floating Rate Non-convertible Subordinated Bond	100,325,342	112,808,220
BEXIMCO Communications Limited Corporate Bond-2019	449,999,999	481,232,878
Rangpur Metal Industries Ltd. Fixed Rate Zero Coupon Bond	25,945,703	20,597,107
IPDC Finance Ltd.Tier II Subordinated Bond	16,584,526	22,420,321
EBL 3rd Floating Rate Non-convertible Subordinated Bond	55,579,315	57,000,513
Bank Asia Ltd Floating Rate Dated Subordinated Bond-III	198,569,862	196,445,206
EXIM Bank Ltd. Floating Rate Dated Subordinated Bond-II	212,792,740	213,125,000
Islami Bank Ltd. Mudaraba Floating Rate Dated Subordinated Bond-III	148,591,781	145,701,369
The Premier Bank Ltd. Subordinated Bond-2019	35,835,520	34,956,576
Pubali Bank Floating Rate Dated Non-convertible Sub. Bond	223,813,150	225,000,000
MTB 4th Subordinated Bond	35,606,138	34,991,781
Pubali Floating Rate Dated Non-convertible Subordinated Bond-III (2nd tranche)	76,671,234	75,093,150
Standard Bank 3rd Subordinated Bond	70,000,000	71,256,848
Al Arafah Bank Ltd. 3rd Subordinated Bond	147,843,835	148,324,383
Islamic Finance and Investment Ltd	16,231,726	15,668,614
Southeast Bank Ltd Non Convertible Subordinated Bond	93,802,740	93,750,000
Dutch Bangla Bank Floating Rate 3rd Subordinated Bond	36,380,249	34,516,851
Islami Bank Ltd. Mudaraba Floating Rate Dated Subordinated Bond-III(2nd tranche)	116,689,726	111,521,096
AB Bank Ltd Subordinate Bond IV	56,636,712	55,325,753
Trust Bank Ltd. Floating Rate Subordinated Bond	165,606,575	150,530,410
EXIM Bank Ltd. Floating Rate Subordinated Bond-IV	191,875,342	97,319,179
IFIC Bank Floating non convertible Subordinated Bond	115,283,835	31,356,164
PRAN Agro Ltd. Green Coupon bearing Bond	41,954,793	3,945,206
BEXIMCO Green Sukuk Bond	182,700,000	6,287,671
NRB Commercial Bank Ltd	37,607,124	575,342
Southeast Bank Subordinated Bond-V	153,635,615	1,150,685
MEGNA Bank Subordinated Bond-I	18,364,110	-
Strategic Finance Limited	101,958,902	-
City Bank Ltd. 4th Subordinated Bond	107,163,374	-
IFIC Bank NCFR Subordinated Bond- III	46,130,138	-
ONE Bank Ltd. NCFR Subordinated Bond- III	27,910,959	-
Interest on other bond	25,222,164	17,218,025
Interest on Commercial Paper	-	42,526,777
Interest on Reverse REPO	133,013,637	441,664,275
Interest on Syndicative Term Loan	-	24,214,831
Profit on Sale of Shares	44,343,540	236,953,273
Profit on Sale of Securities (Note - 25.i)	(2,860,957,102)	3,632,736,683
	<b>18,435,974,687</b>	<b>23,293,328,998</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>25.i</b>	<b>Profit on Sale of Securities</b>		
	Profit on Sale of Securities	4,030,274,962	3,739,803,821
	Loss on Sale of Securities	(6,891,232,064)	(107,067,138)
		<b>(2,860,957,102)</b>	<b>3,632,736,683</b>
	<i>The above investment incomes were earned from Dhaka region only.</i>		
<b>25(a)</b>	<b>Consolidated Investment Income</b>		
	Agrani Bank Limited	18,435,974,687	23,293,328,998
	Agrani Equity & Investment Limited	275,230,959	775,317,011
	Agrani SME Financing Company Limited	-	-
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>18,711,205,646</b>	<b>24,068,646,009</b>
<b>26</b>	<b>Commission, exchange earnings &amp; brokerage</b>		
	Commission on bills (Foreign & Inland)	39,615,626	64,174,940
	Commission DD, TT & MT (Local)	159,568,999	151,008,150
	Commission on DD, TT, TC (Foreign)	43,793,523	56,756,314
	Commission on Letters of Guarantee (Local)	114,812,427	143,979,514
	Commission on Letters of Guarantee (Foreign)	31,090,084	47,894,708
	Commission on Letter of Credit	1,942,771,271	2,817,764,189
	Commission on Export bill	221,776,223	177,104,170
	Commission on LIM	1,027,347	865,081
	Commission on Underwriting	22,003,703	56,055,252
	Commission on Army Pension Paid	2,995,815	6,169,084
	Commission on Food procurement Bills	216,405,297	179,132,674
	Commission on Miscellaneous	366,062,365	277,159,310
	CIB Service Charge	43,003,780	29,000,060
	Commission on Sanchay patra	65,872,662	204,070,404
	Consortium/Syndication Fee	63,429,587	40,783,706
	Loan processing fee	115,374,180	87,766,850
	Fees & Commission For Debit Card	9,791,262	10,373,114
	Foreign Correspondence charges	6,815,177	3,900,946
	Exchange Earning on Foreign Currency (Notes - 26.i)	588,225,320	1,823,607,940
		<b>4,054,434,648</b>	<b>6,177,566,406</b>
<b>26.i</b>	<b>Exchange Earning on Foreign Currency</b>		
	Exchange Earning	10,215,877,147	2,381,242,568
	Exchange Loss	(9,627,651,827)	(557,634,628)
	<b>Net gain</b>	<b>588,225,320</b>	<b>1,823,607,940</b>

Refer to Bangladesh Bank DBI-1 letter Ref: DBI-1(Posha-4)/2344/2023-592; dated 16 April 2023. The bank has recognized commission income for an LC of the Foreign Exchange Corporate Branch total amounting BDT 474 crore in which BDT 160.23 crore for the year ended 31 December 2022 and BDT 313.77 crore in the prior years. As instructed by Bangladesh Bank letter, the Bank has made adjustments/reverse entry for LC commission income total amounting BDT 225.89 crore including BDT 160.23 crore of 2022 income and BDT 65.66 crore for prior years.

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

Amount in BDT

	2022	2021
<b>26.1 Geographical Location - wise Commission, Exchange and brokerage</b>		
Dhaka Region	2,910,720,054	5,290,957,328
Chittagong Region	155,274,856	132,128,412
Khulna Region	410,489,395	226,076,361
Rajshahi Region	125,092,947	126,906,742
Barisal Region	27,708,070	21,304,103
Sylhet Region	49,944,759	37,582,222
Rangpur Region	154,864,745	132,597,478
Mymensingh Region	115,541,199	112,503,400
Comilla Region	67,641,392	68,963,920
Faridpur Region	37,157,231	28,546,440
	<b>4,054,434,648</b>	<b>6,177,566,406</b>
<b>26(a) Consolidated Commission, Exchange and Brokerage</b>		
Agrani Bank Limited	4,054,434,648	6,177,566,406
Agrani Equity & Investment Limited	88,482,765	92,355,629
Agrani SME Financing Company Limited	-	-
Agrani Exchange House Private Limited, Singapore	101,171,302	78,575,685
Agrani Remittance House SDN. BHD., Malaysia	31,036,588	16,130,772
Agrani Remittance House Canada Inc.	-	-
Agrani Exchange Company (Australia) Pty. Limited	-	-
	4,275,125,303	6,364,628,492
Less: Inter-company transaction(s)	-	-
	<b>4,275,125,303</b>	<b>6,364,628,492</b>
<b>27 Other operating income</b>		
Rent on Immovable Properties & Godown	662,124	644,966
Rent on SD Lockers	13,365,720	12,174,975
Profit on sale of Assets	6,674,041	2,165,273
Postage Recoveries	55,859,197	50,282,140
Telegram Recoveries	514,582	539,086
Trunk-call Recoveries	75,503	88,775
Account Maintenance Fee	650,370,355	530,590,509
Remittance	123	-
Service charge on rural credit	2,500	1,450
Service charge on Weavers/ Hosiery credit	22,754	10,567
Service charge on Industrial credit	491,921	-
Service charge on other credit	505,483,752	398,013,570
Sales proceeds on loan application form	574,877	1,253,333
Annual Charges on Deposit account	69,081	500,874
Annual Charges on Loan account	1,250,693	733,047
Service Charges on FSS (Female Student Scholarship)	1,078	49,475,368
Sale of LC/Export/Schedule form and tender Schedule	13,651,750	12,151,635
Telephone, Telex & Swift charges	83,727,797	74,682,596
Account Closing Charge	466,213,507	260,971,131
Rebate received from Foreign bank	16,293,765	14,821,497
Proceeds realization certificate charges	8,656,727	6,153,089
Remuneration received from Sanchaya Patra	532,120	7,040,558
Service Charges on Civil Pension paid	15,836	84,545
Electronic Govt. Procure (e-GP)	2,582,626	2,251,333
Service Charges on Deposit account	15,558,829	25,013,241
	<b>1,842,651,258</b>	<b>1,449,643,558</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>27(a)</b>	<b>Consolidated Other Operating Income</b>		
	Agrani Bank Limited	1,842,651,258	1,449,643,558
	Agrani Equity & Investment Limited	10,000	4,125,376
	Agrani SME Financing Company Limited	11,523,440	6,537,988
	Agrani Exchange House Private Limited, Singapore	10,277,952	38,340,654
	Agrani Remittance House SDN. BHD., Malaysia	19,720,357	13,032,924
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>1,884,183,007</b>	<b>1,511,680,500</b>
<b>28</b>	<b>Salary and allowance etc.</b>		
	Salaries- officers	4,040,481,301	4,091,398,100
	Salaries- staff	305,954,585	344,097,836
	Dearness allowance (Officers & Staff)	76,374	82,009
	Fringe Benefit (Officer & Staff)	83,694,332	121,157,301
	Bonus (officers & Staff)	664,395,904	667,797,985
	Banks contribution to provident fund	1,553,949	54,555,768
	Banks contribution to employees pension fund	3,008,044,575	2,992,835,380
	Banks contribution to gratuity fund	3,690,590	4,359,630
	Conveyance allowances	3,270,591	3,374,235
	Entertainment allowances	1,761,474	1,989,293
	Children education allowances	49,958,428	49,372,977
	Hill Allowances	1,727,987	2,389,839
	Honorarium & Fees	37,314,872	30,129,118
	Medical Expenses	429,847	738,468
	Medical Expenses (Consultation Fees)	1,433,593	1,524,600
	Medical allowances	183,845,990	194,202,291
	Uniform and other apparels	7,369,683	7,113,973
	Overtime expenses	13,694,161	12,743,254
	Compensatory Allowances	61,582	263,400
	Lunch subsidy/Iftar Coupon	451,093,828	455,344,911
	Leave Encashment	865,160	1,944,635
	Sports and cultural activities	18,788,705	2,403,759
	House rent allowances (officers)	1,623,959,647	1,640,397,416
	House rent allowances (staff)	124,658,448	140,223,857
	Wages paid to temporary employees	329,849,124	323,906,632
	Staff transport fare	37,687,534	34,996,827
	Police & Ansar Expenses	580,062,830	505,706,709
	Ex-Gratia	147,548	330,085
	Evening, Night & Charge Allowance	6,238,315	6,715,875
	Salary and allowance of Head of ICC	-	1,720,000
	Bangla Nobobarso Allowance	63,740,161	66,074,389
	Salary & Allow-Executive (Contractual)	10,287,667	9,527,670
	COVID-19 Spl. Motivational Allowances	(306)	-
	Haor/Dip/Char Allowances	665,674	(50,812)
		<b>11,656,804,153</b>	<b>11,769,367,410</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>28(a)</b>	<b>Consolidated Salary and Allowance etc.</b>		
	Agrani Bank Limited	11,656,804,153	11,769,367,410
	Agrani Equity & Investment Limited	12,649,658	13,400,756
	Agrani SME Financing Company Limited	101,032,718	102,224,127
	Agrani Exchange House Private Limited, Singapore	35,978,963	33,473,040
	Agrani Remittance House SDN. BHD., Malaysia	14,499,274	14,063,683
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>11,820,964,766</b>	<b>11,932,529,016</b>
<b>29</b>	<b>Rent, taxes, insurance, lighting etc.</b>		
	Rent on Premises	517,439,050	496,803,198
	Interest expense for Leased Assets	34,165,359	26,391,948
	Rent on Godown	3,746,168	3,297,664
	Lighting Charges	125,474,268	119,466,107
	Insurance Charges on vehicles	3,560,430	2,021,227
	Insurance Charges on property	1,498,363	1,558,638
	Rates, Taxes, Ceases	71,498,706	59,198,845
	Taxes on Immovable Property	173,945	147,485
	Insurance Charges on Deposits	403,807,952	409,629,242
		<b>1,161,364,241</b>	<b>1,118,514,354</b>
<b>29(a)</b>	<b>Consolidated rent, taxes, insurance, lighting etc.</b>		
	Agrani Bank Limited	1,161,364,241	1,118,514,354
	Agrani Equity & Investment Limited	3,366,009	3,348,388
	Agrani SME Financing Company Limited	5,772,699	5,462,155
	Agrani Exchange House Private Limited, Singapore	3,873,409	1,409,338
	Agrani Remittance House SDN. BHD., Malaysia	1,156,102	883,988
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>1,175,532,460</b>	<b>1,129,618,223</b>
<b>30</b>	<b>Legal expenses</b>		
	Court fees	516,761	818,566
	Lawyer's fees	8,597,943	4,300,746
	Other legal expenses	10,794,470	7,354,091
		<b>19,909,174</b>	<b>12,473,403</b>
<b>30(a)</b>	<b>Consolidated Legal Expenses</b>		
	Agrani Bank Limited	19,909,174	12,473,403
	Agrani Equity & Investment Limited	78,750	15,350
	Agrani SME Financing Company Limited	208,959	86,570
	Agrani Exchange House Private Limited, Singapore	1,836,541	2,502,925
	Agrani Remittance House SDN. BHD., Malaysia	168,840	166,502
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>22,202,264</b>	<b>15,244,750</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>31</b>	<b>Postage, stamp, telegram &amp; telephone</b>		
	Postages	53,459,285	43,611,181
	Telegram Charges	15,633	14,438
	Communication Charge	213,731,152	235,683,022
	Stamps	13,824	-
	Telephone Charges (Office)	10,661,349	11,155,329
	Telephone Charges (Residence)	735,969	791,136
	Trunk-call charges	-	1,042
		<b>278,617,212</b>	<b>291,256,148</b>
<b>31(a)</b>	<b>Consolidated postage, stamp, telegram &amp; telephone</b>		
	Agrani Bank Limited	278,617,212	291,256,148
	Agrani Equity & Investment Limited	34,265	35,453
	Agrani SME Financing Company Limited	542,038	442,706
	Agrani Exchange House Private Limited, Singapore	2,818,693	1,982,051
	Agrani Remittance House SDN. BHD., Malaysia	834,724	157,790
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>282,846,932</b>	<b>293,874,148</b>
<b>32</b>	<b>Stationery, printing, advertisement</b>		
	Printing Stationery	87,454,299	92,668,856
	Paper & Table Stationery	32,345,055	28,904,159
	Advertisement publicity charge (Tender)	3,094,570	3,836,530
	Advertisement publicity charge (Development)	35,559,228	34,718,025
	Security Stationery	52,972,698	40,459,756
		<b>211,425,850</b>	<b>200,587,326</b>
<b>32(a)</b>	<b>Consolidated Stationery, printing, advertisement</b>		
	Agrani Bank Limited	211,425,850	200,587,326
	Agrani Equity & Investment Limited	132,266	125,949
	Agrani SME Financing Company Limited	1,546,701	1,583,375
	Agrani Exchange House Private Limited, Singapore	1,928,024	1,719,223
	Agrani Remittance House SDN. BHD., Malaysia	673,023	422,575
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>215,705,864</b>	<b>204,438,448</b>
<b>33</b>	<b>Chief executive's salary and allowances</b>		
	Basic Salary	3,273,387	3,300,000
	House Rent Allowance	892,742	900,000
	Festival Bonus	550,000	550,000
	Medical Allowance	119,032	120,000
	Utility Allowance	297,581	300,000
	House Maintenance Allowance	178,548	180,000
		<b>5,311,290</b>	<b>5,350,000</b>
<b>33(a)</b>	<b>Consolidated Chief executive's salary and allowances</b>		
	Agrani Bank Limited	5,311,290	5,350,000
	Agrani Equity & Investment Limited	-	-
	Agrani SME Financing Company Limited	1,960,000	1,960,000
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>7,271,290</b>	<b>7,310,000</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>34</b>	<b>Fees &amp; allowances of Directors</b>		
	Fees for attending board meetings	5,332,800	4,294,400
	Fees for attending executive committee meetings	79,200	52,800
	Fees for attending audit committee meetings	202,400	220,000
	Fees for attending risk management committee meetings	193,600	193,600
	Fees for shariah supervisory committee meetings	158,400	176,000
	Allowances	592,797	610,337
		<b>6,559,197</b>	<b>5,547,137</b>
<b>34(a)</b>	<b>Consolidated Fees &amp; allowances of Directors</b>		
	Agrani Bank Limited	6,559,197	5,547,137
	Agrani Equity & Investment Limited	712,800	904,800
	Agrani SME Financing Company Limited	312,000	248,000
	Agrani Exchange House Private Limited, Singapore	566,899	191,287
	Agrani Remittance House SDN. BHD., Malaysia	4,786,463	4,079,516
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>12,937,359</b>	<b>10,970,740</b>
<b>35</b>	<b>Auditors' Fees</b>		
	Audit Fee (Statutory Audit)	4,000,000	4,000,000
	Audit Fee (Others)	44,000	344,000
		<b>4,044,000</b>	<b>4,344,000</b>
<b>35(a)</b>	<b>Consolidated Auditors' Fees</b>		
	Agrani Bank Limited	4,044,000	4,344,000
	Agrani Equity & Investment Limited	57,500	57,500
	Agrani SME Financing Company Limited	380,000	350,000
	Agrani Exchange House Private Limited, Singapore	637,762	331,564
	Agrani Remittance House SDN. BHD., Malaysia	1,173,115	378,475
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>6,292,377</b>	<b>5,461,539</b>
<b>36</b>	<b>Depreciation &amp; repairs of bank's assets</b>		
	<b>a. Depreciation of Banks Assets (Annexure-G):</b>		
	Buildings	35,009,275	27,416,382
	Furniture & fixtures	51,119,044	65,281,852
	Motor Vehicles	13,193,133	8,022,449
	Office Equipment	27,139,743	32,704,476
	Electric material	50,525,851	42,835,682
	Computers	115,510,633	118,862,343
	Library Books & Others	128,846	321,601
	<b>Sub total</b>	<b>292,626,525</b>	<b>295,444,785</b>
	<b>b. Amortization of Intangible Assets</b>		
	Amortization of Software Purchase	248,531,126	219,692,417
	<b>Sub total</b>	<b>248,531,126</b>	<b>219,692,417</b>
	<b>c. Depreciation of Leased Assets</b>		
	Leased Assets Depreciation	112,047,693	84,028,426
	<b>Sub total</b>	<b>112,047,693</b>	<b>84,028,426</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
	<b>d. Repairs &amp; Maintenance of Banks Assets:</b>		
	Bank Buildings	4,770,191	12,279,948
	Furniture & fixtures	4,025,917	3,068,467
	Motor Vehicles	192,112,862	169,681,443
	Office Equipment	9,616,224	8,887,687
	Electric material	1,247,994,337	21,384,104
	Computers	20,866,443	807,711,114
	Renovation & Maintenance of Branch Premises	7,669,244	3,314,519
	<b>Sub total</b>	<b>1,487,055,218</b>	<b>1,026,327,282</b>
	<b>Total (a+b+c+d)</b>	<b>2,140,260,562</b>	<b>1,625,492,910</b>
<b>36(a)</b>	<b>Consolidated Depreciation &amp; repairs of bank's assets</b>		
	<b>i. Depreciation</b>		
	Agrani Bank Limited	653,205,344	599,165,628
	Agrani Equity & Investment Limited	306,263	689,762
	Agrani SME Financing Company Limited	3,688,772	1,908,721
	Agrani Exchange House Private Limited, Singapore	24,586,274	22,410,727
	Agrani Remittance House SDN. BHD., Malaysia	12,496,706	9,758,907
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>694,283,359</b>	<b>633,933,745</b>
	<b>ii. Repairs &amp; Maintenance of Assets:</b>		
	Agrani Bank Limited	1,487,055,218	1,026,327,282
	Agrani Equity & Investment Limited	927,181	1,101,673
	Agrani SME Financing Company Limited	1,912,464	2,301,077
	Agrani Exchange House Private Limited, Singapore	1,848,729	1,041,557
	Agrani Remittance House SDN. BHD., Malaysia	1,067,234	172,448
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>1,492,810,826</b>	<b>1,030,944,037</b>
	<b>Total (i+ii)</b>	<b>2,187,094,185</b>	<b>1,664,877,782</b>
<b>37</b>	<b>Other expenses</b>		
	Conveyance/Transportation Charges	27,978,033	22,022,310
	Petroleum, Oil and Lubricants for vehicles	20,408,114	14,474,771
	Petroleum, Oil and Lubricants for generator	67,272,893	53,255,646
	Entertainment Charges	42,469,582	38,579,892
	Entertainment (Excluding ceiling)	21,083,492	17,380,746
	Traveling Expenses	32,901,084	23,301,276
	Remittance (Through Bank Exchanges)	3,964,995	3,128,314
	Remittance (Cash)	71,808,227	65,570,921
	Registration Charges	477,164	706,550
	Mortgages Fee of Land/Home of staff house building loan	3,160,797	2,185,552
	Bankers Clearing House charges	319,400	358,426
	Loss on Amortization of Securities	146,958,683	245,838,946

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
	Newspapers & Periodicals	10,352,784	10,004,963
	Upkeep of office premises	45,936,743	44,438,694
	Business Development Expenses	109,124,062	298,631,568
	Expenses on CSR	30,264,150	17,183,000
	Training Expenses	2,817,088	1,195,702
	Washing Charges	1,334,306	1,591,062
	Closing expenditure	19,773,700	21,280,000
	Micro Enterprise Development Unit	60,989	20,154
	Subscription	3,318,000	5,718,000
	Funeral expenses	1,600,000	2,700,000
	Death Relief Special Grant (Covid-19)	26,250,000	40,000,000
	Fees and commission	4,746,683	7,751,465
	Fees and commission on bond issue	3,298,000	1,732,000
	Exchange a/c Charge paid to Foreign Bank	5,782,956	8,341,007
	Loss on Revaluation of Security	444,906,444	838,698,761
		<b>1,148,368,369</b>	<b>1,786,089,726</b>
<b>37(a)</b>	<b>Consolidated Other Expenses</b>		
	Agrani Bank Limited	1,148,368,369	1,786,089,726
	Agrani Equity & Investment Limited	10,220,153	10,579,158
	Agrani SME Financing Company Limited	7,023,459	5,655,199
	Agrani Exchange House Private Limited, Singapore	35,346,587	31,688,715
	Agrani Remittance House SDN. BHD., Malaysia	8,972,025	8,046,569
	Agrani Remittance House Canada Inc.	-	594,646
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>1,209,930,593</b>	<b>1,842,654,013</b>
<b>38</b>	<b>Provision for loans &amp; advances</b>		
	Provision for Bad & Doubtful Loans & Advances	7,748,345,513	968,696,282
	Unclassified loans & advances	625,194,263	283,371,248
	Special General Provision - COVID-19	(1,110,327,079)	787,400,824
	Special Mention Account	(1,263,212,697)	(789,468,354)
	<b>Net Charge to Profit &amp; Loss A/C</b>	<b>6,000,000,000</b>	<b>1,250,000,000</b>
<b>38(a)</b>	<b>Consolidated provision for loans &amp; advances</b>		
	Agrani Bank Limited	6,000,000,000	1,250,000,000
	Agrani Equity & Investment Limited	-	-
	Agrani SME Financing Company Limited	17,000,000	21,224,755
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>6,017,000,000</b>	<b>1,271,224,755</b>
<b>39</b>	<b>Provision for diminution in the value of Investments</b>	<b>(524,170,257)</b>	<b>161,449,835</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

	Amount in BDT	
	2022	2021
<b>39.1 Other provision</b>		
Provision for Superannuation Fund	1,750,000,000	1,700,000,000
Provision for Off-balance sheet exposures	1,246,209,852	145,304,620
Provision for Incentive Bonus	1,700,000,000	1,240,000,000
Provision for Death Relief Grant Scheme	50,000,000	120,000,000
Provision for Balance with Other Banks & Financial Institutions	69,777,577	-
Provision for Branch Adjustment	141,166,152	(47,544,623)
Provision for balance with Bangladesh Bank (Local Currency)	(108,779,751)	108,779,751
Provision for balance with Bank of Ceylon	(429,000)	429,000
Provision for Fixed Asset	-	(21,913,328)
Provision for Money at Call and Short Notice	150,000,000	80,000,000
<b>Provision for Other Assets:</b>		
Protested Bills	29,737,896	(1)
Sundry Debtors - Staff	236,027	(170,498)
Sundry Debtors - Others	172,745,388	51,651,810
Sundry Debtor Others-Fgn.Remitt.Ac	2,648,406	-
Clearing Adjustment	(649,076)	629,185
Loan application Form	207,063	(199,014)
Defective/Mutilated/Burnt Notes	(1,042,400)	503,365
D.D. paid without advice	2,074,531	(1,565,577)
Legal Charges	155,372	100,820
Clearing Suspense Account for T-24 Branch	317,470	-
Clearing Suspense	818	-
Investment in shares of subsidiary com. - Exchange Company Australia Pty. Ltd.	4,000,965	-
Investment in shares of subsidiary com. - Remittance House Canada Inc.	8,217	-
Premium paid XPB	-	(15,000)
Stationary on Hand	9,844,856	(2,998,886)
Stamps in Hand	1,130,018	(983,896)
Pension Paid (Army)	6,526,452	3,181,567
Pension Paid (Civil)	585,837	76,785
Pension Paid (Staff)	3,649,762	(7,336,276)
Exempted Loans & Advances	(2,105,981)	(20,525)
Interest on Exempted Loans & Advances	(10,325)	26,568,598
Accrued income	59,873,956	8,555,614
Accrued Interest on Balance with Other Bank & NBFIs	37,497,257	-
Advance Rent	4,714,165	203,300
Advance against Postage & Telegram	(10,150)	(1,128)
Advance against other expenses	(4,320)	56,410
Deposit for Electricity, Gas & Water line	173,241	(115,890)
Deposit for T & T line	190,620	(111,282)
Net Balance with Pakistan Bank	-	(1)
Net Balance with Indian Bank	-	23,505
Demonetized Notes	(25)	183
Income Receivable from Government	2,657,499	-
Receivable from Agrani Exchange Company (Australia) Pty. Limited	-	205,190
Receivable from Agrani Remittance House Canada Inc.	-	1,076,198
Foreign Correspondent Draft Paid	5,900	-
Foreign Correspondent Draft-Other	609,220	(48,233)
Wage Earner Bond	(586,491)	(1,589,454)
<b>Sub Total</b>	<b>335,182,168</b>	<b>77,676,869</b>
<b>Net Charge to Profit &amp; Loss A/C</b>	<b>5,333,126,998</b>	<b>3,402,732,289</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>39(a).1</b>	<b>Consolidated Provision for diminution in the value of Investments</b>		
	Agrani Bank Limited	(524,170,257)	161,449,835
	Agrani Equity & Investment Limited	213,600,931	-
	Agrani SME Financing Company Limited	-	-
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>(310,569,326)</b>	<b>161,449,835</b>
<b>39(a).2</b>	<b>Consolidated Other Provision</b>		
	Agrani Bank Limited	5,333,126,998	3,402,732,289
	Agrani Equity & Investment Limited	-	-
	Agrani SME Financing Company Limited	11,000,000	10,000,000
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>5,344,126,998</b>	<b>3,412,732,289</b>
<b>40</b>	<b>Consolidated Current Tax Expense</b>		
	Agrani Bank Limited	2,567,894,496	892,183,478
	Agrani Equity & Investment Limited	47,751,064	92,879,262
	Agrani SME Financing Company Limited	70,185,017	63,375,388
	Agrani Exchange House Private Limited, Singapore	59,241	2,337,143
	Agrani Remittance House SDN. BHD., Malaysia	(309,880)	(5,510)
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>2,685,579,938</b>	<b>1,050,769,761</b>
<b>41</b>	<b>Consolidated Deferred Tax Expense</b>		
	Agrani Bank Limited	(2,463,388,658)	(599,954,770)
	Agrani Equity & Investment Limited	-	-
	Agrani SME Financing Company Limited	(29,655)	303,491
	Agrani Exchange House Private Limited, Singapore	-	-
	Agrani Remittance House SDN. BHD., Malaysia	-	-
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>(2,463,418,313)</b>	<b>(599,651,279)</b>
<b>42</b>	<b>Interest Receipts in Cash</b>		
	Loans & Advances	38,731,786,818	30,753,928,589
	Balance with Other Banks & Financial Institutions	4,357,634,288	4,204,517,485
		<b>43,089,421,106</b>	<b>34,958,446,074</b>
<b>42(a)</b>	<b>Consolidated Interest Receipts in Cash</b>		
	Agrani Bank Limited	43,089,421,106	34,958,446,074
	Agrani Equity & Investment Limited	371,768,846	101,931,610
	Agrani SME Financing Company Limited	383,099,722	334,018,277
	Agrani Exchange House Private Limited, Singapore	983,216	-
	Agrani Remittance House SDN. BHD., Malaysia	1,572,908	1,207,136
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		43,846,845,798	35,395,603,097
	Less: Inter-company (Transactions)	(314,959,725)	(259,113,065)
		<b>43,531,886,073</b>	<b>35,136,490,032</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

	Amount in BDT	
	2022	2021
<b>43 Interest Payments in Cash</b>		
Agrani Bank Monthly Deposit Scheme(ABMDS)	5,379,821	3,724,229
Agrani Bank Pension Scheme (ABPS)	2,873,453	5,363,920
Interest on Agrani NRB Deposit Scheme	7,566,279	692,735
Interest on Non-Resident Special Savings Deposit	240,811	29,064
Interest on Student Super Savings Scheme	63,295,149	6,922
Agrani Bank Special Deposit Scheme (ABS)	1,921,024,776	1,877,900,358
Deposit Pension Scheme (DPS)	1,505,800	2,128,405
Fixed Deposit Receipts	24,151,424,390	23,202,521,497
Interest on ABDDBS	6,982,695	16,374,624
Interest on ABMIS	53,966	(1,340,191)
Savings Deposit	4,882,550,987	5,467,176,376
Special Notice Deposit	4,498,989,984	6,913,055,515
Staff Provident Fund	742,468,261	640,665,212
Quarterly Income Scheme	553,125	35,167
Millionaire Deposit Scheme	5,064,765	2,829,612
Lakhopoti Deposit Scheme	334,107	405,450
Probashi Income Scheme	(142,014)	66,530
Bakna Basur	240,902	4,323,448
Double Benefit Scheme	22,004	146,509
Deposit Scheme	25,124	114,060
Senior Citizen Saving Scheme	(6,822,332)	(530,745)
Agrani Bank Sanchay Pension Scheme	404,231	203,172
Agrani Bank Wage Earner Deposit Scheme	2,824,669	831,250
Agrani Bank Education Scheme	61,411	395,623
Agrani Bank Supper Saving Scheme	441,505,641	743,428,715
Borrowings	2,835,419,304	1,082,540,120
Banks & Other Financial Institutions	532,499,124	46,863,088
	<b>40,096,346,433</b>	<b>40,009,950,665</b>
<b>43(a) Consolidated Interest Payments in Cash</b>		
Agrani Bank Limited	40,096,346,433	40,009,950,665
Agrani Equity & Investment Limited	231,539,594	213,497,848
Agrani SME Financing Company Limited	84,363,092	46,794,076
Agrani Exchange House Private Limited, Singapore	-	-
Agrani Remittance House SDN. BHD., Malaysia	-	-
Agrani Remittance House Canada Inc.	-	-
Agrani Exchange Company (Australia) Pty. Limited	-	-
	40,412,249,119	40,270,242,589
Less: Inter-company transaction(s)	(314,959,725)	(259,113,065)
	<b>40,097,289,394</b>	<b>40,011,129,524</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

		Amount in BDT	
		2022	2021
<b>44</b>	<b>Cash receipts from other operating activities</b>		
	Account Closing Charge	463,349,919	259,683,402
	Account Maintenance Fee	647,140,809	533,350,900
	Annual Charges on deposit A/C	(3,523,925)	33,431
	Annual Charges on Loan A/C	792,963	579,921
	Electronic Govt. Procure (e-GP)	1,237,911	2,235,574
	Miscellaneous Earnings	5,682,874	25,937,758
	Postage Recoveries	55,843,136	50,233,401
	Proceeds realization certificate charges	8,640,827	6,220,261
	Profit on sale of other assets	(1,481,530)	2,165,273
	Rebate received from Foreign bank	16,293,765	14,821,497
	Remittance	123	-
	Remuneration received from Sanchaya Patra	(8,806,577)	481,162
	Rent on Immovable Properties & Godown	662,124	644,966
	Rent on SD Lockers	13,271,120	12,303,457
	Sale of LC/Export/Schedule form and tender Schedule	13,651,750	12,151,635
	Sales proceeds on loan application form	587,087	1,245,123
	Service charge on Industrial credit	491,921	-
	Service charge on other credit	623,339,180	311,000,652
	Service charge on rural credit	(1,574,143)	1,450
	Service charge on Weavers/ Hosiery credit	22,754	10,567
	Service Charges on Civil Pension paid	22,431	178,780
	Service Charges on FSS (Female Student Scholarship)	(213,288)	49,475,368
	Telegram Recoveries	514,702	538,906
	Telephone, Telex & Swift charges	83,478,784	74,466,695
	Trunk-call Recoveries	75,503	88,775
		<b>1,919,500,220</b>	<b>1,357,848,954</b>
<b>44(a)</b>	<b>Consolidated Cash receipts from other operating activities</b>		
	Agrani Bank Limited	1,919,500,220	1,357,848,954
	Agrani Equity & Investment Limited	10,000	4,125,376
	Agrani SME Financing Company Limited	11,523,440	6,537,988
	Agrani Exchange House Private Limited, Singapore	10,277,952	38,340,654
	Agrani Remittance House SDN. BHD., Malaysia	19,720,357	13,032,924
	Agrani Remittance House Canada Inc.	-	-
	Agrani Exchange Company (Australia) Pty. Limited	-	-
		<b>1,961,031,969</b>	<b>1,419,885,896</b>
<b>45</b>	<b>Cash payment for other operating activities</b>		
	Auditors Fee	4,044,000	4,344,000
	Directors' fees and allowances	6,559,197	5,547,137
	Legal charges	20,008,621	12,399,222
	Other expenses	577,895,017	1,565,110,000
	Postage, stamps, telegrams and telephone	282,908,491	288,440,085
	Rent, taxes, insurance lighting etc.	1,132,277,724	1,037,211,104
	Repairs to fixed assets	1,133,198,225	941,223,806
		<b>3,156,891,274</b>	<b>3,854,275,354</b>

# Agrani Bank Limited and It's Subsidiaries

## Notes to the Financial Statements

As at and for the year ended 31 December 2022

Amount in BDT

	2022	2021
<b>45(a) Consolidated Cash payment for other operating activities</b>		
Agrani Bank Limited	3,156,891,274	3,854,275,354
Agrani Equity & Investment Limited	14,775,740	16,732,084
Agrani SME Financing Company Limited	17,897,927	16,348,428
Agrani Exchange House Private Limited, Singapore	69,359,967	62,079,386
Agrani Remittance House SDN. BHD., Malaysia	28,793,335	24,101,523
Agrani Remittance House Canada Inc.	-	594,646
Agrani Exchange Company (Australia) Pty. Limited	-	-
	<b>3,287,718,243</b>	<b>3,974,131,421</b>
<b>46 Solo Cash &amp; cash equivalent at the end of the period</b>		
Cash in hand & with Bangladesh Bank & Sonali Bank Ltd.	53,978,820,551	45,774,772,079
Balance with Other Banks	50,267,096,330	62,520,692,311
Money at Call & Short Notice	2,810,000,000	11,040,000,000
Prize Bonds	17,074,200	15,915,000
	<b>107,072,991,081</b>	<b>119,351,379,390</b>
<b>47 Consolidated Cash &amp; cash equivalent at the end of the period</b>		
Cash in hand & with Bangladesh Bank & Sonali Bank Ltd.	54,067,413,626	45,813,797,732
Balance with Other Banks	50,643,503,519	62,865,001,360
Money at Call & Short Notice	2,810,000,000	11,040,000,000
Prize Bonds	17,074,200	15,915,000
	<b>107,537,991,345</b>	<b>119,734,714,092</b>
<b>48 Consolidated Shareholder's Equity</b>		
Paid up Capital	20,722,940,400	20,722,940,400
Statutory Reserve	9,962,435,094	9,702,649,565
General Reserve	603,286,599	603,286,599
Risk Fund	100,000,000	100,000,000
Asset Revaluation Reserve	10,943,219,288	10,975,579,288
Revaluation & Amortization Reserve in Govt. Securities	161,428,308	299,005,028
Retained profit/(Loss) from profit and loss account	(1,234,056,917)	(1,660,345,708)
Foreign Currency Translation Reserve	94,139,832	40,831,041
Minority Interest	2,817	4,074
	<b>41,353,395,421</b>	<b>40,783,950,287</b>
<b>49 Current Ratio</b>		
The Bank had the following current assets and current liabilities as on 31 December 2022 & 2021 as per liquidity statement.		
<b>Current Assets:</b>		
Cash	15,917,734,526	8,499,880,770
Balance with other banks and financial institutions	50,197,318,753	62,520,692,311
Money at call and short notice	2,810,000,000	11,040,000,000
Investment	46,216,988,116	152,425,183,119
Loans and advances	322,848,981,088	234,219,500,382
Other Assets	47,673,568,471	-
<b>Total current assets</b>	<b>485,664,590,954</b>	<b>468,705,256,582</b>
<b>Current liabilities:</b>		
Borrowing from other banks, FI and agents	27,342,087,838	11,239,590,689
Deposits	447,132,908,132	434,898,778,225
Provisions and other liabilities	4,134,587,780	5,441,141,744
<b>Total Current liabilities</b>	<b>478,609,583,750</b>	<b>451,579,510,658</b>
Current Assets exceeding Current Liabilities	7,055,007,204	17,125,745,924
Current Ratio:		
<b>Current assets</b>	<b>485,664,590,954</b>	<b>468,705,256,582</b>
<b>Current liabilities</b>	<b>478,609,583,750</b>	<b>451,579,510,658</b>
	1.01	1.04

## Agrani Bank Limited and It's Subsidiaries

# Notes to the Financial Statements

As at and for the year ended 31 December 2022

### 50 Categories of financial assets and financial liabilities in accordance with International Financial Reporting Standard (IFRS-7) Financial Instruments : Disclosures

Figure in million BDT

Particular	Consolidated				Bank			
	2022		2021		2022		2021	
	Carrying amount	Fair value						
<b>Financial Assets</b>								
Loans and receivable	991,754	991,754	914,613	914,613	988,036	988,036	912,306	912,306
Held to maturity	111,708	111,476	129,073	129,169	111,708	111,476	129,073	129,169
Held for trading	28,493	28,445	29,522	28,743	28,493	28,445	29,522	28,743
Available for sale	5,134	3,724	5,885	4,090	5,134	3,724	5,885	4,090
Non-Financial Assets	16,506	16,506	16,413	16,413	16,413	16,413	16,309	16,309
<b>Total Assets</b>	<b>1,153,595</b>	<b>1,151,905</b>	<b>1,095,506</b>	<b>1,093,028</b>	<b>1,149,784</b>	<b>1,148,094</b>	<b>1,093,095</b>	<b>1,090,617</b>

#### Financial Liabilities

Financial Liabilities at fair value through profit or loss	-	-	-	-	-	-	-	-
Financial liabilities measured at amortised cost	1,052,566	1,052,566	1,008,793	1,008,793	1,052,460	1,052,460	1,008,812	1,008,812
Non-Financial Liabilities-provision	59,674	59,674	45,132	45,132	56,519	56,519	42,215	42,215
<b>Total liabilities</b>	<b>1,112,240</b>	<b>1,112,240</b>	<b>1,053,925</b>	<b>1,053,925</b>	<b>1,108,979</b>	<b>1,108,979</b>	<b>1,051,027</b>	<b>1,051,027</b>

Detailed Classifications of Financial Instruments in Annexure-H.

### 51 Reconciliation between presentation of Assets & Liabilities in fair value as mentioned in note- 50 and balance sheet:

Particular	Consolidated	Bank
Assets presented at fair value as per note # 50	1,151,905	1,148,094
Add : Fall in Market price of assets	1,690	1,690
Value of assets as per balance sheet	<b>1,153,595</b>	<b>1,149,784</b>

**Agrani Bank Limited and It's Subsidiaries**  
**Notes to the Financial Statements**  
**As at and for the year ended 31 December 2022**

Consolidated		Bank	
2022	2021	2022	2021

**52 Performance Evaluation**

Average Cost of Deposits (%)	3.99 %	4.42 %	3.65 %	4.31 %
Average Cost of Borrowing (%)	9.81 %	7.05 %	9.82 %	7.06 %
Average Yield on Loans & Advances (performing loan)(%)	7.30 %	6.51 %	7.22 %	6.46 %
Average Yield on Investments (%)	5.92 %	6.87 %	5.99 %	6.82 %
Average Yield on Call loans to Bank (%)	3.38 %	2.23 %	3.38 %	2.23 %
Average Yield on Balance with other Banks (%)	7.12 %	6.43 %	7.17 %	6.47 %
Net Spread (%)	2.51 %	3.18 %	2.51 %	3.18 %
Net Interest Margin (%)	2.32 %	1.58 %	2.27 %	1.50 %
Contribution of non-interest bearing liabilities (%)	0.19 %	1.60 %	0.24 %	1.68 %

Detail of calculations is given in Annexure I.

**53 Workers Participation Fund**

Chapter-XV of the Bangladesh Labour Act, 2006 (as amended up to 2013) 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 2013), banks in Bangladesh took up the issue collectively and sought opinion from the Association of Bankers Bangladesh Limited (ABB) on the same. ABB wrote a letter to the Ministry of Finance of the Government of People's Republic of Bangladesh on 09 March 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 the 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 November 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 February 2017, for not applying Chapter-XV of the Bangladesh Labour Act, 2006 (as amended up to 2013) in bank companies. Therefore, no provision in this regard has been made in the financial statements for the year ended on 31 December 2022.

  
**(MUHAMMED DIDARUL ISLAM FCA)**  
 General Manager & CFO

  
**(MD. MURSHEDUL KABIR)**  
 Managing Director & CEO

Dated, Dhaka  
 30-April-2023