

FINANCIAL STATEMENTS (UNAUDITED)
OF
TRUST BANK LIMITED
FOR THE HALF YEAR ENDED 30 JUNE 2017

TRUST BANK LIMITED
and its subsidiaries
Consolidated Balance Sheet
As at 30 June 2017

| | Notes | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|--|--------|-----------------------------------|---------------------------------|
| PROPERTY AND ASSETS | | | |
| Cash | | | |
| | 3 | | |
| Cash in hand (including foreign currencies) | | 3,002,800,619 | 3,354,653,593 |
| Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies) | | 14,913,625,362 | 12,290,974,572 |
| | | 17,916,425,981 | 15,645,628,165 |
| Balance with other banks and financial institutions | | | |
| | 4 (a) | | |
| In Bangladesh | | 3,662,748,702 | 12,456,950,291 |
| Outside Bangladesh | | 709,896,405 | 2,277,896,641 |
| | | 4,372,645,107 | 14,734,846,932 |
| Money at call and short notice | | | |
| | 5 | - | 1,040,000,000 |
| Investments | | | |
| | 6 (a) | | |
| Government | | 24,626,545,866 | 29,063,495,448 |
| Others | | 5,073,990,460 | 3,400,634,897 |
| | | 29,700,536,326 | 32,464,130,345 |
| Loans and Advances/Islami Banking Investments | | | |
| | 7 (a) | | |
| Loans, Cash Credit, Overdrafts etc./ Investment | | 163,943,234,311 | 141,092,897,001 |
| Bills purchased and discounted | | 5,550,602,748 | 3,345,516,811 |
| | | 169,493,837,059 | 144,438,413,812 |
| Fixed assets including premises, furniture and fixtures | | | |
| | 8 (a) | 740,058,285 | 812,822,751 |
| Other assets | | | |
| | 9 (a) | 3,530,262,925 | 2,414,205,902 |
| Non-banking assets | | | |
| | | - | - |
| Total Assets | | 225,753,765,683 | 211,550,047,907 |
| LIABILITIES AND CAPITAL | | | |
| Liabilities | | | |
| Borrowings from other banks, financial institutions and agents | 10 (a) | 20,012,142,969 | 17,954,568,344 |
| Deposits and other accounts | | | |
| | 11 (a) | | |
| Current / Al-wadeeah Current Accounts and other Accounts | | 21,121,841,839 | 20,771,286,904 |
| Bills Payable | | 4,118,927,472 | 2,843,870,218 |
| Savings Bank / Mudaraba Savings Deposits | | 29,662,228,075 | 24,167,087,940 |
| Fixed Deposits / Mudaraba Term Deposits | | 128,173,887,705 | 124,956,200,748 |
| Bearer Certificates of Deposit | | - | - |
| Other Deposits | | - | - |
| | | 183,076,885,091 | 172,738,445,810 |
| Other liabilities | 12 (a) | 10,768,774,123 | 9,340,403,441 |
| Total Liabilities | | 213,857,802,183 | 200,033,417,595 |
| Capital/Shareholders' Equity | | | |
| Paid up Capital | 13.2 | 5,569,662,160 | 5,063,329,240 |
| Minority Interest | 13 (a) | 816 | 789 |
| Foreign Currency Translation Reserve | | 629,312 | 452,615 |
| Statutory Reserve | 14 | 4,458,800,280 | 4,027,401,519 |
| Other Reserve | 15 | 722,013 | 39,863,658 |
| Retained Earnings | 16 (a) | 1,866,148,919 | 2,385,582,491 |
| Total Shareholders' Equity | | 11,895,963,500 | 11,516,630,312 |
| Total Liabilities and Shareholders' Equity | | 225,753,765,683 | 211,550,047,907 |

| Notes | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|-------|-----------------------------------|---------------------------------|
|-------|-----------------------------------|---------------------------------|

OFF-BALANCE SHEET ITEMS

Contingent Liabilities

17 (a)

| | | |
|-------------------------------|-----------------------|-----------------------|
| Acceptances and endorsements | 18,357,132,925 | 16,366,476,215 |
| Letter of Guarantees | 34,492,285,382 | 14,758,570,174 |
| Irrevocable Letter of Credits | 27,195,239,124 | 25,505,981,328 |
| Bills for collection | 6,127,371,470 | 4,857,108,464 |
| | 86,172,028,901 | 61,488,136,181 |

Other Contingent Liabilities

Value of travelers' cheques in hand

Total:

| | |
|-----------------------|-----------------------|
| - | - |
| 86,172,028,901 | 61,488,136,181 |

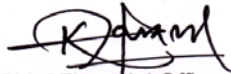
Other commitments

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

| | |
|---|---|
| - | - |
| - | - |
| - | - |
| - | - |
| - | - |

Total Off-Balance Sheet items including contingent liabilities

| | |
|-----------------------|-----------------------|
| 86,172,028,901 | 61,488,136,181 |
|-----------------------|-----------------------|


Chief Financial Officer


Company Secretary



Managing Director


Vice Chairman


Chairman

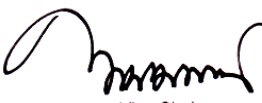
TRUST BANK LIMITED
and its subsidiaries
Consolidated Profit and Loss Account (Unaudited)
For the period from January to June 2017

| Notes | 1 January 2017 to 30 June 2017 Taka | 1 January 2016 to 30 June 2016 Taka | 1 April 2017 to 30 June 2017 Taka | 1 April 2016 to 30 June 2016 Taka |
|--|--|--|--|--|
| Interest income / Profit on Investment | 18 (a) 6,723,009,095 | 6,672,498,179 | 3,480,614,518 | 3,268,704,566 |
| Interest / Profit paid on deposits and borrowings etc. | 19 (a) 4,260,608,277 | 4,453,646,255 | 2,137,947,658 | 2,257,182,120 |
| Net interest income | 2,462,400,818 | 2,218,851,924 | 1,342,666,860 | 1,011,522,446 |
| Income from investments | 20 (a) 1,165,449,176 | 1,087,153,606 | 546,832,721 | 568,476,643 |
| Commission, exchange and brokerage | 21 (a) 745,945,585 | 618,074,444 | 447,708,323 | 320,379,937 |
| Other operating income | 22 (a) 300,509,057 | 280,191,247 | 199,148,951 | 165,997,924 |
| | 2,211,903,818 | 1,985,419,297 | 1,193,689,995 | 1,054,854,504 |
| Total operating income | 4,674,304,636 | 4,204,271,221 | 2,536,356,855 | 2,066,376,950 |
| Salaries and allowances | 23 (a) 909,223,146 | 867,128,982 | 479,042,346 | 470,592,521 |
| Rent, taxes, insurance, electricity, etc. | 24 (a) 342,528,437 | 315,062,326 | 172,581,280 | 160,377,864 |
| Legal expenses | 564,230 | 1,408,545 | 520,680 | 1,055,645 |
| Postage, stamps, telecommunications, etc. | 25 (a) 56,506,622 | 74,358,008 | 28,604,388 | 40,702,599 |
| Stationery, printing, advertisement etc. | 26 (a) 23,075,084 | 34,039,208 | 13,367,005 | 17,933,727 |
| Managing Director's salary and benefits | 6,835,800 | 6,533,400 | 3,732,900 | 3,581,700 |
| Directors' fees | 27 (a) 1,820,000 | 1,396,080 | 1,072,000 | 827,360 |
| Auditors' fee | - | - | - | - |
| Charges on loan losses | - | - | - | - |
| Depreciation and repair of bank's assets | 28 (a) 116,984,317 | 116,609,766 | 62,067,981 | 62,773,373 |
| Other expenses | 29 (a) 284,238,249 | 277,341,030 | 143,302,335 | 135,773,323 |
| Total operating expenses | 1,741,775,885 | 1,693,877,345 | 904,290,915 | 893,618,112 |
| Profit before provision | 2,932,528,751 | 2,510,393,876 | 1,632,065,940 | 1,172,758,838 |
| Provision for loans & advances / Investments | 30 (a) 378,153,000 | 417,543,000 | 184,725,500 | 135,395,000 |
| Provision for Diminution in value of Investment | 31 (a) (3,853,863) | (9,072,813) | 1,037,535 | (3,094,570) |
| Other provision | 32 (a) 248,099,335 | 11,821,000 | 211,247,521 | 3,969,000 |
| | 622,398,472 | 420,291,187 | 397,010,556 | 136,269,430 |
| Total Profit before Taxes | 2,310,130,279 | 2,090,102,689 | 1,235,055,384 | 1,036,489,408 |
| Provision for Taxation | | | | |
| Current tax | 12.7 (a) 1,146,454,991 | 1,005,536,872 | 648,426,401 | 459,954,248 |
| Deferred tax | (14,122,234) | (14,393,082) | (6,901,810) | (6,868,083) |
| | 1,132,332,757 | 991,143,790 | 641,524,591 | 453,086,165 |
| Net Profit after Taxation | 1,177,797,522 | 1,098,958,899 | 593,530,793 | 583,403,243 |
| Appropriations | | | | |
| Statutory Reserve | 14.1 431,398,761 | 401,963,542 | 240,845,787 | 197,107,854 |
| General reserve | - | - | - | - |
| | 431,398,761 | 401,963,542 | 240,845,787 | 197,107,854 |
| Retained surplus | 746,398,761 | 696,995,357 | 352,685,006 | 315,857,796 |
| Earning per share (EPS) | 34 (a) 2.11 | 1.97 | 1.07 | 1.05 |


Chief Financial Officer


Company Secretary


Managing Director


Vice Chairman


Chairman

TRUST BANK LIMITED
and its subsidiaries
Consolidated Statements of Cash Flow
For the half-year ended 30 June 2017

| | 1 January 2017 to 30 June 2017 | 1 January 2016 to 30 June 2016 |
|--|-----------------------------------|-----------------------------------|
| | Taka | Taka |
| A. Cash flow from operating activities | | |
| Interest received in cash | 5,758,455,349 | 6,656,887,135 |
| Interest payments | (4,586,663,946) | (4,977,887,338) |
| Dividend receipts | 7,788,414 | 338,775 |
| Fees and commission receipts in cash | 703,806,115 | 618,931,438 |
| Recoveries of loans previously written off | - | - |
| Cash paid to employees | (1,152,699,746) | (1,082,494,657) |
| Cash paid to suppliers | (19,070,019) | (30,275,160) |
| Income Taxes paid | (1,078,387,588) | (979,890,130) |
| Received from other operating activities (item-wise) | 1,608,764,467 | 836,787,846 |
| Payments for other operating activities (item-wise) | (810,168,758) | (762,956,998) |
| Operating profit before changes in operating Assets and Liabilities | 431,824,288 | 279,440,911 |
| Increase/(Decrease) in operating assets & liabilities | | |
| Statutory Deposits | - | - |
| Net Investment in trading securities | (1,673,355,563) | 182,959,895 |
| Loan & advance to other banks | - | - |
| Loan & advance to customers | (24,690,074,851) | (1,446,994,685) |
| Other assets (item-wise) | (145,108,170) | (555,251,280) |
| Deposits from other banks | 621,087,901 | 182,034,827 |
| Deposits from customers | 10,046,799,240 | 19,770,874,572 |
| Other liabilities account of customers | - | - |
| Trading liabilities | - | - |
| Other liabilities (item-wise) | 637,380,092 | (225,109,017) |
| Net cash from operating activities (A) | (14,771,447,063) | 18,187,955,223 |
| B. Cash flow from investing activities | | |
| Proceeds from sale of securities | - | - |
| Payments for purchase of government securities | 4,397,778,237 | (8,466,294,663) |
| Purchase of property, plant & equipment | (19,565,347) | (80,489,177) |
| Purchase of intangible assets | (21,089,682) | (3,549,999) |
| Sale of property, plant & equipment | 67,921 | 36,178 |
| Purchase/ Sale of Subsidiary | - | - |
| Net cash from investing activities (B) | 4,357,191,129 | (8,550,297,661) |
| C. Cash flow from financing activities | | |
| Increase/(Decrease) in Borrowing: | | |
| Call loan | 1,200,000,000 | (1,110,000,000) |
| Other borrowings | 819,228,639 | 882,076,691 |
| Dividend paid in cash | (759,499,386) | (328,178,747) |
| Net cash from financing activities (C) | 1,259,729,253 | (556,102,056) |
| D. Net increase in Cash and Cash Equivalent (A+B+C) | (9,154,526,681) | 9,081,555,506 |
| E. Effects of exchange rate changes on cash and cash equivalents | 23,092,972 | (2,077,341) |
| F. Opening Cash and Cash Equivalent | 31,424,380,197 | 19,070,021,816 |
| G. Cash and cash equivalents at end of year (D+E+F) | 22,292,946,488 | 28,149,499,981 |
| Consolidated Cash and Cash Equivalents at the end of the year | | |
| Cash in hand (including foreign currencies) | 3,002,800,619 | 3,637,044,124 |
| Balance with Bangladesh Bank & Sonali Bank (Incl. FCs) | 14,913,625,362 | 11,809,290,095 |
| Balance with Other Bank and Financial Institutions | 4,372,645,107 | 8,607,857,662 |
| Money at call and short notice | - | 4,090,000,000 |
| Prize Bond | 3,875,400 | 5,308,100 |
| Total | 22,292,946,488 | 28,149,499,981 |

TRUST BANK LIMITED
and its subsidiaries
Consolidated Statement of changes in Equity
For the half-year ended 30 June 2017

| Particulars | Paid up Capital | Share Premium Account | Minority Interest | Foreign Currency Translation Reserve | Statutory Reserve | Other Reserve | Retained Earnings | Total |
|--|----------------------|-----------------------|-------------------|--------------------------------------|----------------------|----------------|----------------------|-----------------------|
| | Taka | Taka | Taka | Taka | Taka | Taka | Taka | Taka |
| Balance as at 01 January 2017 | 5,063,329,240 | - | 789 | 452,615 | 4,027,401,519 | 39,863,658 | 2,385,582,491 | 11,516,630,312 |
| Changes in accounting policy | - | - | - | - | - | - | - | - |
| Restated Balance | - | - | - | - | - | - | - | - |
| Surplus/Deficit on revaluation of properties | - | - | - | - | - | - | - | - |
| Surplus/Deficit on revaluation of investment | - | - | - | - | - | (39,141,645) | - | (39,141,645) |
| Currency transaction difference | - | - | - | 176,697 | - | - | - | 176,697 |
| Net gain and losses not recognized in the income statement | - | - | - | - | - | - | - | - |
| Net profit/(loss) for the year after tax | - | - | 27 | - | - | - | 1,177,797,495 | 1,177,797,522 |
| Statutory reserve | - | - | - | - | 431,398,761 | - | (431,398,761) | - |
| Dividends (Bonus Share) | 506,332,920 | - | - | - | - | - | (506,332,920) | - |
| Dividends (Cash) | - | - | - | - | - | - | (759,499,386) | (759,499,386) |
| Issue of Share Capital | - | - | - | - | - | - | - | - |
| Balance as at 30 June 2017 | 5,569,662,160 | - | 816 | 629,312 | 4,458,800,280 | 722,013 | 1,866,148,919 | 11,895,963,500 |

Consolidated Statement of changes in Equity (Unaudited)
For the half-year ended 30 June 2016

| Particulars | Paid up Capital | Share Premium Account | Minority Interest | Foreign Currency Translation Reserve | Statutory Reserve | Other Reserve | Retained Earnings | Total |
|--|----------------------|-----------------------|-------------------|--------------------------------------|----------------------|------------------|----------------------|-----------------------|
| | Taka | Taka | Taka | Taka | Taka | Taka | Taka | Taka |
| Balance as at 01 January 2016 | 4,688,267,820 | - | 789 | 229,665 | 3,333,692,338 | 57,636,494 | 1,766,708,712 | 9,846,535,818 |
| Changes in accounting policy | - | - | - | - | - | - | - | - |
| Restated Balance | - | - | - | - | - | - | - | - |
| Surplus/Deficit on account of revaluation of properties | - | - | - | - | - | - | - | - |
| Surplus/Deficit on account of revaluation of investment | - | - | - | - | - | (50,931,115) | - | (50,931,115) |
| Currency transaction difference | - | - | - | (14,467) | - | - | - | (14,467) |
| Net gain and losses not recognized in the income statement | - | - | - | - | - | - | - | - |
| Net profit/(loss) for the year after tax | - | - | 13 | - | - | - | 1,098,958,886 | 1,098,958,899 |
| Statutory reserve | - | - | - | - | 401,963,542 | - | (401,963,542) | - |
| Dividends (Bonus Share) | 375,061,420 | - | - | - | - | - | (375,061,420) | - |
| Dividends (Cash) | - | - | - | - | - | - | (328,178,747) | (328,178,747) |
| Issue of Share Capital | - | - | - | - | - | - | - | - |
| Balance as at 30 June 2016 | 5,063,329,240 | - | 802 | 215,198 | 3,735,655,880 | 6,705,379 | 1,760,463,889 | 10,566,370,388 |

TRUST BANK LIMITED

**Balance Sheet
As at 30 June 2017**

| | Notes | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|--|-------|-----------------------------------|---------------------------------|
| PROPERTY AND ASSETS | | | |
| Cash | | | |
| | 3 | | |
| Cash in hand (including foreign currencies) | | 3,002,800,619 | 3,354,653,593 |
| Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies) | | 14,913,625,362 | 12,290,974,572 |
| | | 17,916,425,981 | 15,645,628,165 |
| Balance with other banks and financial institutions | | | |
| | 4 | | |
| In Bangladesh | | 3,567,032,517 | 12,386,612,934 |
| Outside Bangladesh | | 709,896,405 | 2,277,896,641 |
| | | 4,276,928,922 | 14,664,509,575 |
| Money at call and short notice | 5 | - | 1,040,000,000 |
| Investments | | | |
| | 6 | | |
| Government | | 24,626,545,866 | 29,063,495,448 |
| Others | | 2,956,671,554 | 1,675,511,276 |
| | | 27,583,217,420 | 30,739,006,724 |
| Loans and Advances/Islami Banking Investments | | | |
| | 7 | | |
| Loans, Cash Credit, Overdrafts etc./ Investment | | 161,639,705,710 | 138,641,916,502 |
| Bills purchased and discounted | | 5,550,602,748 | 3,345,516,811 |
| | | 167,190,308,458 | 141,987,433,313 |
| Fixed assets including premises, furniture and fixtures | 8 | 730,293,266 | 802,073,813 |
| Other assets | 9 | 6,452,916,869 | 5,362,865,128 |
| Non-banking assets | | - | - |
| Total Assets | | 224,150,090,916 | 210,241,516,718 |
| LIABILITIES AND CAPITAL | | | |
| Liabilities | | | |
| Borrowings from other banks, financial institutions and agents | 10 | 20,002,425,592 | 17,943,291,652 |
| Deposits and other accounts | | | |
| | 11 | | |
| Current / Al-wadeeah Current Accounts and other Accounts | | 21,209,792,622 | 21,092,722,745 |
| Bills Payable | | 4,118,927,472 | 2,843,870,218 |
| Savings Bank / Mudaraba Savings Deposits | | 29,662,228,075 | 24,167,087,940 |
| Fixed Deposits / Mudaraba Term Deposits | | 128,173,887,705 | 124,956,200,748 |
| Bearer Certificates of Deposit | | - | - |
| Other Deposits | | - | - |
| | | 183,164,835,874 | 173,059,881,651 |
| Other liabilities | 12 | 9,563,009,254 | 8,063,178,783 |
| Total Liabilities | | 212,730,270,720 | 199,066,352,086 |
| Capital/Shareholders' Equity | | | |
| Paid up Capital | 13.2 | 5,569,662,160 | 5,063,329,240 |
| Foreign Currency Translation Reserve | | 629,312 | 452,615 |
| Statutory Reserve | 14 | 4,458,800,280 | 4,027,401,519 |
| Other Reserve | 15 | 722,013 | 39,863,658 |
| Retained Earnings | 16 | 1,390,006,431 | 2,044,117,600 |
| Total Shareholders' Equity | | 11,419,820,196 | 11,175,164,632 |
| Total Liabilities and Shareholders' Equity | | 224,150,090,916 | 210,241,516,718 |

| Notes | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|-------|-----------------------------------|---------------------------------|
|-------|-----------------------------------|---------------------------------|

OFF-BALANCE SHEET ITEMS

Contingent Liabilities

17

| | | |
|-------------------------------|-----------------------|-----------------------|
| Acceptances and endorsements | 18,357,132,925 | 16,366,476,215 |
| Letter of Guarantees | 34,431,755,382 | 14,698,040,174 |
| Irrevocable Letter of Credits | 27,195,239,124 | 25,505,981,328 |
| Bills for collection | 6,127,371,470 | 4,857,108,464 |
| | 86,111,498,901 | 61,427,606,181 |

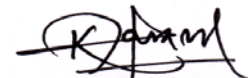
Other Contingent Liabilities

Value of travelers' cheques in hand

| | | |
|---------------|-----------------------|-----------------------|
| | - | - |
| Total: | 86,111,498,901 | 61,427,606,181 |

Other commitments

| | | |
|---|-----------------------|-----------------------|
| Documentary Credit and short term trade -related transactions | - | - |
| Forward assets purchased and forward deposits placed | - | - |
| Undrawn note issuance and revolving facilities | - | - |
| Undrawn formal standby facilities, credit lines and other commitments | - | - |
| | - | - |
| Total Off-Balance Sheet items including contingent liabilities | 86,111,498,901 | 61,427,606,181 |


Chief Financial Officer


Company Secretary


Managing Director


Vice Chairman


Chairman

TRUST BANK LIMITED

Profit and Loss Account (Unaudited)
For the period from January to June 2017

| Notes | 1 January 2017 to 30 June 2017 Taka | 1 January 2016 to 30 June 2016 Taka | 1 April 2017 to 30 June 2017 Taka | 1 April 2016 to 30 June 2016 Taka | |
|--|--|--|--|--|----------------------|
| Interest income / Profit on Investment | 18 | 6,701,532,189 | 6,654,800,853 | 3,470,270,907 | 3,260,989,595 |
| Interest / Profit paid on deposits and borrowings etc. | 19 | 4,259,657,054 | 4,453,192,189 | 2,137,417,409 | 2,256,958,658 |
| Net interest income | | 2,441,875,135 | 2,201,608,664 | 1,332,853,498 | 1,004,030,937 |
| Income from investments | 20 | 1,045,025,187 | 1,035,562,386 | 526,925,617 | 533,992,482 |
| Commission, exchange and brokerage | 21 | 726,187,225 | 612,654,607 | 443,100,955 | 317,781,470 |
| Other operating income | 22 | 272,655,398 | 241,371,911 | 184,315,826 | 143,206,788 |
| | | 2,043,867,810 | 1,889,588,904 | 1,154,342,398 | 994,980,740 |
| Total operating income | | 4,485,742,945 | 4,091,197,568 | 2,487,195,896 | 1,999,011,677 |
| Salaries and allowances | 23 | 892,450,616 | 850,172,577 | 469,915,969 | 462,006,884 |
| Rent, taxes, insurance, electricity, etc. | 24 | 335,542,928 | 308,307,389 | 169,021,294 | 156,929,641 |
| Legal expenses | | 549,280 | 1,408,545 | 505,730 | 1,055,645 |
| Postage, stamps, telecommunications, etc. | 25 | 55,295,077 | 73,256,330 | 28,094,840 | 40,148,940 |
| Stationery, printing, advertisement etc. | 26 | 22,908,950 | 33,800,120 | 13,275,717 | 17,830,395 |
| Managing Director's salary and benefits | | 5,745,000 | 5,745,000 | 3,187,500 | 3,187,500 |
| Directors' fees | 27 | 1,679,000 | 1,251,000 | 1,024,000 | 743,000 |
| Auditors' fee | | - | - | - | - |
| Charges on loan losses | | - | - | - | - |
| Depreciation and repair of bank's assets | 28 | 115,700,662 | 115,219,938 | 61,370,988 | 62,119,959 |
| Other expenses | 29 | 276,294,157 | 271,663,888 | 140,330,955 | 132,984,416 |
| Total operating expenses | | 1,706,165,670 | 1,660,824,787 | 886,726,993 | 877,006,380 |
| Profit before provision | | 2,779,577,275 | 2,430,372,781 | 1,600,468,903 | 1,122,005,297 |
| Provision for loans & advances / Investments | 30 | 378,153,000 | 417,543,000 | 184,725,500 | 135,395,000 |
| Provision for Diminution in value of Investment | 31 | (3,668,863) | (8,808,928) | 266,949 | (2,897,970) |
| Other provision | 32 | 248,099,335 | 11,821,000 | 211,247,521 | 3,969,000 |
| | | 622,583,472 | 420,555,072 | 396,239,970 | 136,466,030 |
| Total Profit before Taxes | | 2,156,993,803 | 2,009,817,709 | 1,204,228,933 | 985,539,267 |
| Provision for Taxation | | | | | |
| Current tax | 12.5.1 | 1,128,000,000 | 987,000,000 | 647,000,000 | 450,000,000 |
| Deferred tax | | (14,126,095) | (14,449,069) | (6,905,715) | (6,868,083) |
| | | 1,113,873,905 | 972,550,931 | 640,094,285 | 443,131,917 |
| Net Profit after Taxation | | 1,043,119,898 | 1,037,266,778 | 564,134,648 | 542,407,350 |
| Appropriations | | - | - | - | - |
| Statutory Reserve | 14.1 | 431,398,761 | 401,963,542 | 240,845,787 | 197,107,854 |
| General reserve | | - | - | - | - |
| | | 431,398,761 | 401,963,542 | 240,845,787 | 197,107,854 |
| Retained surplus | | 611,721,137 | 635,303,236 | 323,288,861 | 345,299,496 |
| Earning per share (EPS) | 34 | 1.87 | 1.86 | 1.01 | 0.97 |


Chief Financial Officer


Company Secretary


Managing Director


Vice Chairman


Chairman

TRUST BANK LIMITED

Cash Flow Statements
For the half-year ended 30 June 2017

| | 1 January 2017 to 30 June 2017 | 1 January 2016 to 30 June 2016 |
|--|-----------------------------------|-----------------------------------|
| | Taka | Taka |
| A. Cash flow from operating activities | | |
| Interest received in cash | 5,736,977,163 | 6,633,067,625 |
| Interest payments | (4,585,711,443) | (4,971,311,088) |
| Dividend receipts | 573,308 | 338,775 |
| Fees and commission receipts in cash | 703,805,456 | 618,723,228 |
| Recoveries of loans previously written off | - | - |
| Cash paid to employees | (1,139,377,076) | (1,068,933,959) |
| Cash paid to suppliers | (18,949,138) | (30,074,623) |
| Income Taxes paid | (1,057,902,028) | (940,344,368) |
| Received from other operating activities (item-wise) | 1,447,805,098 | 741,165,663 |
| Payments for other operating activities (item-wise) | (790,023,465) | (745,591,307) |
| Operating profit before changes in operating Assets and Liabilities | 297,197,875 | 237,039,946 |
| Increase/(Decrease) in operating assets & liabilities | | |
| Statutory Deposits | - | - |
| Net Investment in trading securities | (1,281,160,278) | 372,314,860 |
| Loan & advance to other banks | - | - |
| Loan & advance to customers | (24,854,528,869) | (1,912,629,953) |
| Other assets (item-wise) | (122,701,878) | (531,516,988) |
| Deposits from other banks | 621,087,901 | 182,034,827 |
| Deposits from customers | 9,813,314,182 | 19,744,535,449 |
| Other liabilities account of customers | - | - |
| Trading liabilities | - | - |
| Other liabilities (item-wise) | 690,059,875 | (38,388,911) |
| Net cash from operating activities (A) | (14,836,731,192) | 18,053,389,230 |
| B. Cash flow from investing activities | | |
| Proceeds from sale of securities | - | - |
| Payments for purchase of government securities | 4,397,778,237 | (8,466,294,663) |
| Purchase of property, plant & equipment | (19,565,347) | (78,614,492) |
| Purchase of intangible assets | (21,089,682) | (3,549,999) |
| Sale of property, plant & equipment | 67,921 | 36,178 |
| Purchase/ Sale of Subsidiary | - | - |
| Net cash from investing activities (B) | 4,357,191,129 | (8,548,422,976) |
| C. Cash flow from financing activities | | |
| Increase/(Decrease) in Borrowing: | | |
| Call loan | 1,200,000,000 | (1,110,000,000) |
| Other borrowings | 859,133,940 | 1,011,531,052 |
| Dividend paid in cash | (759,499,386) | (328,178,747) |
| Net cash from financing activities (C) | 1,299,634,554 | (426,647,695) |
| D. Net increase in Cash and Cash Equivalent (A+B+C) | (9,179,905,509) | 9,078,318,559 |
| E. Effects of exchange rate changes on cash and cash equivalents | 23,092,972 | (2,077,341) |
| F. Opening Cash and Cash Equivalent | 31,354,042,840 | 19,033,328,048 |
| G. Cash and cash equivalents at end of year (D+E+F) | 22,197,230,303 | 28,109,569,266 |
| Cash and Cash Equivalents at the end of the year | | |
| Cash in hand (including foreign currencies) | 3,002,800,619 | 3,637,044,124 |
| Balance with Bangladesh Bank & Sonali Bank (Incl. FCs) | 14,913,625,362 | 11,809,290,095 |
| Balance with Other Bank and Financial Institutions | 4,276,928,922 | 8,567,926,947 |
| Money at call and short notice | - | 4,090,000,000 |
| Prize Bond | 3,875,400 | 5,308,100 |
| Total | 22,197,230,303 | 28,109,569,266 |

TRUST BANK LIMITED

**Statement of changes in Equity
For the half-year ended 30 June 2017**

| Particulars | Paid up Capital | Share Premium Account | Foreign Currency Translation Reserve | Statutory Reserve | Other Reserve | Retained Earnings | Total |
|--|----------------------|-----------------------|--------------------------------------|----------------------|----------------|----------------------|-----------------------|
| | Taka | Taka | Taka | Taka | Taka | Taka | Taka |
| Balance as at 01 January 2017 | 5,063,329,240 | - | 452,615 | 4,027,401,519 | 39,863,658 | 2,044,117,600 | 11,175,164,632 |
| Changes in accounting policy | - | - | - | - | - | - | - |
| Restated Balance | - | - | - | - | - | - | - |
| Surplus/Deficit on revaluation of properties | - | - | - | - | - | - | - |
| Surplus/Deficit on revaluation of investment | - | - | - | - | (39,141,645) | - | (39,141,645) |
| Currency transaction difference | - | - | 176,697 | - | - | - | 176,697 |
| Net gain and losses not recognized in the income statement | - | - | - | - | - | - | - |
| Net profit/(loss) for the year after tax | - | - | - | - | - | 1,043,119,898 | 1,043,119,898 |
| Statutory reserve | - | - | - | 431,398,761 | - | (431,398,761) | - |
| Dividends (Bonus Share) | 506,332,920 | - | - | - | - | (506,332,920) | - |
| Dividends (Cash) | - | - | - | - | - | (759,499,386) | (759,499,386) |
| Issue of Share Capital (Rights Share) | - | - | - | - | - | - | - |
| Balance as at 30 June 2017 | 5,569,662,160 | - | 629,312 | 4,458,800,280 | 722,013 | 1,390,006,431 | 11,419,820,196 |

**Statement of changes in Equity
For the half-year ended 30 June 2016**

| Particulars | Paid up Capital | Share Premium Account | Foreign Currency Translation Reserve | Statutory Reserve | Other Reserve | Retained Earnings | Total |
|--|----------------------|-----------------------|--------------------------------------|----------------------|------------------|----------------------|-----------------------|
| | Taka | Taka | Taka | Taka | Taka | Taka | Taka |
| Balance as at 01 January 2016 | 4,688,267,820 | - | 229,665 | 3,333,692,338 | 57,636,494 | 1,432,222,212 | 9,512,048,529 |
| Changes in accounting policy | - | - | - | - | - | - | - |
| Restated Balance | - | - | - | - | - | - | - |
| Surplus/Deficit on revaluation of properties | - | - | - | - | - | - | - |
| Surplus/Deficit on revaluation of investment | - | - | - | - | (50,931,115) | - | (50,931,115) |
| Currency transaction difference | - | - | (14,467) | - | - | - | (14,467) |
| Net gain and losses not recognized in the income statement | - | - | - | - | - | - | - |
| Net profit/(loss) for the year after tax | - | - | - | - | - | 1,037,266,778 | 1,037,266,778 |
| Statutory reserve | - | - | - | 401,963,542 | - | (401,963,542) | - |
| Dividends (Bonus Share) | 375,061,420 | - | - | - | - | (375,061,420) | - |
| Dividends (Cash) | - | - | - | - | - | (328,178,747) | (328,178,747) |
| Issue of Share Capital (Rights Share) | - | - | - | - | - | - | - |
| Balance as at 30 June 2016 | 5,063,329,240 | - | 215,198 | 3,735,655,880 | 6,705,379 | 1,364,285,281 | 10,170,190,978 |

TRUST BANK LIMITED
Liquidity Statement
(Asset and Liability Maturity Analysis)
As at 30 June 2017

Amount in Taka

| Particulars | Up to 01 Month | 1- 3 Months | 3-12 Months | 1- 5 Years | More than 5 Years | Total |
|--|-------------------------|------------------------|-----------------------|-----------------------|-----------------------|------------------------|
| Assets: | | | | | | |
| Cash in Hand | 3,002,800,619 | - | - | - | - | 3,002,800,619 |
| Balance with Bangladesh Bank and Sonali Bank | 4,741,445,129 | - | - | - | 10,172,180,233 | 14,913,625,362 |
| Balance with other banks and financial institutions | 3,876,928,922 | 300,000,000 | 100,000,000 | - | - | 4,276,928,922 |
| Money at call and short notice | - | - | - | - | - | - |
| Investments | 1,554,062,735 | 945,428,897 | 9,488,178,456 | 6,223,435,021 | 9,372,112,311 | 27,583,217,420 |
| Loans and Advances | 10,784,662,469 | 50,592,609,214 | 55,113,030,922 | 37,412,982,349 | 13,287,023,504 | 167,190,308,458 |
| Fixed Assets including premises, furniture and fixtures | - | - | - | - | 730,293,266 | 730,293,266 |
| Other assets | 1,092,363,727 | 354,445,488 | 1,472,589,476 | 164,402,109 | 3,369,116,069 | 6,452,916,869 |
| Non-banking assets | - | - | - | - | - | - |
| Total Assets | 25,052,263,601 | 52,192,483,599 | 66,173,798,854 | 43,800,819,479 | 36,930,725,383 | 224,150,090,916 |
| Liabilities: | | | | | | |
| Borrowing from Bangladesh Bank, other banks, financial institutions and agents | 4,573,251,706 | 4,781,220,046 | 4,448,777,500 | 3,399,176,340 | 2,800,000,000 | 20,002,425,592 |
| Deposits | 43,228,106,249 | 46,509,883,610 | 28,723,579,471 | 26,307,392,384 | 31,401,756,204 | 176,170,717,918 |
| Other accounts | 6,994,117,956 | - | - | - | - | 6,994,117,956 |
| Provision and other liabilities | 608,128,531 | 2,354,914,642 | 4,766,770,954 | 1,350,187,682 | 483,007,445 | 9,563,009,254 |
| Total Liabilities | 55,403,604,442 | 53,646,018,298 | 37,939,127,925 | 31,056,756,406 | 34,684,763,649 | 212,730,270,720 |
| Net Liquidity Gap | (30,351,340,841) | (1,453,534,699) | 28,234,670,929 | 12,744,063,073 | 2,245,961,734 | 11,419,820,196 |

Net result of the Liquidity Statement represents the "Shareholders' Equity" of the Bank

TRUST BANK LIMITED
Notes to the Financial Statements
For the Period from January to June 30, 2017 (Second Quarter)

1 The Bank & it's activities:

Trust Bank Limited is a scheduled commercial bank established under the Bank Company Act, 1991 and incorporated as a Public Limited Company under the Companies Act, 1994 in Bangladesh on 17 June 1999 with the primary objective to carry on all kinds of banking business in and outside Bangladesh. The Bank has One Hundred Four (104) branches and six (6) SME Service Centers/Krishi Branch are operating in Bangladesh as at 30 June 2017. The Bank has no overseas branches as at 30 June 2017. The bank is listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited as a publicly traded company for its general class of shares.

The registered office of the Bank is located at Shadhinata Tower, Shaheed Jahangir Gate, Dhaka Cantt., Dhaka-1206.

Initially the bank has started its operation in the name of "The Trust Bank Limited" but on 12 November 2006 it was renamed as "Trust Bank Limited" by the Registrar of Joint Stock Companies. The new name of the bank was approved by Bangladesh Bank on 03 December 2006.

The Principal activities of the Bank to provide full range of banking services that include deposit banking, loans & advances, export, import and financing national and international remittance facilities etc.

1.1 Off-shore Banking Unit

The Bank obtained Off-shore Banking Unit Permission vide letter no. BRPB(P-3)744(116)/2010-2462 dated 2 June 2010. The Bank commenced its operation from 24 October 2013 through our Dilkusha Corporate Branch, Gulshan Corporate & CDA Avenue Branch. The Off-shore banking units are governed under the rules and guidelines of Bangladesh Bank. Separate financial statements of Off-shore banking are shown in Annex-G

1.1.1 Subsidiaries of the Bank

The Bank has 2 (Two) Subsidiaries details of which are given below:

1.1.2 Trust Bank Investment Limited

Trust Bank Investments Limited, is fully owned subsidiary of Trust Bank Limited was incorporated on 9 September 2010 with an initial paid up capital of Taka 300 million upon receiving consent from SEC on 25 October 2010 having registered office is located at 36 Dilkusha Commercial Area, Dhaka - 1000.

Trust Bank Investment Limited offers full range of Merchant Banking Services that include Issue Management, Underwriting, Portfolio Management etc.

1.1.3 Trust Bank Securities Limited

Trust Bank Securities Limited, is fully owned subsidiary of Trust Bank Limited was incorporated on 7 February 2013 with an initial paid up capital of Taka 35 million having registered office is located at 28, Kafrul, Dhaka - 1206.

Trust Bank Securities Limited offers full range of Business of Stock Brokers that includes buy and sell of shares & securities, fixed income securities, Bonds Debenture etc.

1.2 Islamic Banking Activities

The defining characteristic of Islamic banking is Shariah compliance with special reference to the prohibition of interest (Riba) from all transactions and dealing in businesses that are allowed (halal) in shariah. Islamic banking is governed by a set of strict rules derived from the holy book, the Qur'an & Sunnah of Prophet (PBUH).

Trust Bank Ltd. started its Islamic banking operations through 'window' mechanism as per Bangladesh Bank approval. Trust Islamic Banking (TIB), the brand name of the operation, has started its operation from latter part of 2008 through 5 (five) Islamic banking windows at the TBL-Principal Br., Millennium Br., Dilkusha Br. in Dhaka, CDA Br. in Chittagong & Sylhet Corporate branch in Sylhet.

In addition to the Shariah guidelines, Trust Islamic Banking operations are strictly complied with the Bangladesh Bank instructions regarding Islamic banking operations and adheres to the followings:

- Completely Separate Fund management – no mingling of fund with the conventional banking deposits of the Bank. Investments are made from the Islamic banking deposits only.
- Separate book-keeping, Profit & Loss Account and daily affairs are prepared by Islamic banking module of Bank's CBS in each window.
- TIB has a Shariah Supervisory Committee (SSC) with distinguished shariah scholars for guidance on Shariah related issues.
- Profit sharing ratio (Depositor: Bank) is 70:30 for the year 2016.
- Profit distributions are executed as per approved weightage table.

A dedicated team of resources with skill & commitment in Islamic finance & banking at Head Office closely monitors and supervises the entire operations of TIB to ensure compliance, development and growth of Islamic Banking business. TIB offers the full range deposit & investment products & services for corporate, retail & SME sectors.

A separate Balance-sheet, Profits & Loss account and Cash-Flow Statements are shown in the Annexure D, E & F of this report. The figures appears in the Annexures have been incorporated in the related heads of financial statement as recommended by the Bangladesh Bank.

1. Loan Against Pension Benefit for Defense Personnel (other than Officer)- This product is targeted towards Soldier to Junior

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

2.1 Statement of Compliance

The consolidated financial statements of the group (comprising the Bank and its subsidiaries) and the financial statements of Trust Bank Limited as at and for the half year ended as on 30 June 2017 have been prepared under the historical cost convention, except for Government Securities which are stated at fair value and in accordance with Bangladesh Financial Reporting Standards (BFRSs), the First Schedule (Section 38) of the Bank Companies Act 1991, as amended by the BRPD Circular 14 dated 25 June 2003, the rules and regulations issued by Bangladesh Bank, the Companies Act 1994, the Securities and Exchange Rules 1987, Stock Exchanges' listing regulations and other rules and regulations are applicable in Bangladesh. In case any requirement of the Bank Companies Act 1991, and provisions and circulars issued by Bangladesh Bank differ with those of BFRS, the requirements of the Bank Companies Act 1991, and provisions and circulars issued by Bangladesh Bank shall prevail. Material departures from the requirements of BFRS are as follows:

i) Investment in shares and securities

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

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

ii) Revaluation gains/losses on Government securities

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

Bangladesh Bank: According to DOS Circular 05 dated 26 May 2008 and subsequently clarification in DOS Circular 05 dated 28 January 2009, 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.

iii) Provision on loans and advances/investments

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

Bangladesh Bank: As per BRPD circular No.14 (23 September 2012), BRPD circular No. 19 (27 December 2012) and BRPD circular No. 05 (29 May 2013) a general provision at 0.25% to 5% under different categories of unclassified loans (good/standard loans) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard loans, doubtful loans and bad losses has to be provided at 20%, 50% and 100% respectively for loans and advances depending on the duration of overdue. Again as per BRPD circular no. 10 dated 18 September 2007 and BRPD circular no. 14 dated 23 September 2012, a general provision at 1% is required to be provided for all off-balance sheet exposures. Such provision policies are not specifically in line with those prescribed by BAS 39.

iv) Recognition of interest in suspense

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

Bangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012, once a loan is classified, interest on such loans are not allowed to be 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.

v) Other comprehensive income

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

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

vi) REPO and Reverse REPO Transaction

BFRS: When an entity sells a financial assets and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (REPO or stock lending), the arrangement is treated as a loan and the underlying assets continues to be recognized in the entity's financial statements. The difference between selling price and repurchase price will be treated as interest expense. Same rule applies to the opposite side of the transaction (Reverse REPO).

Bangladesh Bank: As per DOS Circular Letter no. 6 dated 15 July 2010 and subsequent clarification in DOS Circular No. 2 dated 23 January 2013, when a Bank sells a financial asset and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (REPO or stock lending), the arrangement is accounted for as a normal sale transaction and the financial assets should be derecognized in the seller's book and recognized in the buyer's book.

vii) Financial instruments – presentation and disclosure

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

viii) Financial guarantees

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

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

ix) Cash and cash equivalent

BFRS: Cash and cash equivalent items should be reported as cash item as per BAS 7.

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

x) Non-banking asset

BFRS: No indication of Non-banking asset is found in any BFRS.

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

xi) Cash flow statement

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

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

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

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

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

xiii) Presentation of intangible asset

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

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

xiv) Off-balance sheet items

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

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

xv) Loans and advances/Investments net of provision

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

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

2.2 Basis of Consolidation

The consolidated financial statements include the financial statements of Trust Bank Limited and its subsidiary Trust Bank Investment Limited made up to the end of the financial year. The consolidated financial statements have been prepared in accordance with BFRS 10: *Consolidated Financial Statements* .

2.3 Subsidiary

Subsidiary is that enterprise which is controlled by the Bank. Control exists when the Bank has the power, directly or indirectly, to govern the financial and operating policies of an enterprise from the date that control commences until the date that control ceases. The financial statements of subsidiary are included in the consolidated financial statements from the date that control effectively commences until the date that the control effectively ceases. Subsidiary companies are consolidated using the purchase method of accounting.

2.4 Use of estimates and judgments

The preparation of consolidated financial statements of the Bank requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

2.5 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, and have been applied consistently by the entities.

2.6 Transactions eliminated on consolidation

All intra-group transactions, balances, income and expenses are eliminated on consolidation. Profit and loss resulting from transactions between Group are also eliminated on consolidation.

2.7 Foreign currency transaction

a) Foreign currency

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

b) Foreign currencies translation

Foreign currency transactions are converted into equivalent BDT using the prevailing exchange rates on the dates of respective transactions as per BAS-21, "The Effects of Changes in Foreign Exchange Rates". Foreign currency balances held in US Dollar are converted into BDT at weighted average rate of inter-bank market as determined by Bangladesh Bank on the closing date of every month. Balances held in foreign currencies other than US Dollar are converted into equivalent US Dollar at buying rates of New York closing of the previous day and converted into equivalent BDT.

Assets and liabilities & income and expenses of Off-shore Banking Units have been converted into BDT currency @ US\$1 = Taka 81.55 (closing rate as at 30 June 2017) and Tk.81.025 (average rate at quarter-end).

c) Commitments

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

d) Translation gains and losses

The resulting exchange transaction gains and losses are included in the profit and loss account, except those arising on the translation of net investment in foreign subsidiary.

e) Foreign operations

The results and financial position of the Group's operations whose functional currency is not Bangladeshi Taka are translated into Bangladeshi Taka as follows:

- i) Assets and liabilities are translated at the exchange rate prevailing at the balance sheet date.
- ii) Income and expenses in the income statement are translated at an average rate approximating the exchange rates at the year end;
- iii) Resulting exchange differences are recognized as a separate component of equity.
- iv) As per BAS 21, 'Foreign Currency Transactions' i.e. foreign currency denominated both monetary and non-monetary items of the OBUs are translated at historical rate because the OBUs are considered as an integral part of the Bank's operation not a foreign operation due to specific regulations governing the OBU and its unique nature.

f) Consolidation of Financial Statements of foreign operations

In Consolidation, foreign exchange differences arising from the translation of net investments in foreign entities, as well as any borrowings are taken into capital reserve. When a foreign operation is disposed of, such currency translation differences are recognized in the income statement as part of the gain or loss on disposal.

2.8 Reporting Period

These financial statements of the Bank and its subsidiaries cover the first quarter from 1 January to 31 March 2017.

2.9 Events after the reporting period

2.10 Statements of Cash Flows

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

2.11 Statements of Changes in equity

The statement of changes in equity reflects information about the increase or decrease in net assets or wealth. Statement of changes in equity has been prepared in accordance with Bangladesh Accounting Standard (BAS) 1 "Presentation of Financial Statements" and relevant guidelines of Bangladesh Bank.

2.12 Statement of liquidity

The liquidity statement of assets and liabilities as on the reporting date has been prepared on residual maturity term as per the following bases:

- a) Balance with other banks and financial institutions, money at call and short notice etc. are on the basis of their maturity term.
- b) Investments are on the basis of their maturity.
- c) Loans and advances and lease receivables are on the basis of their repayment / maturity schedule.
- e) Other assets are on the basis of their realization/adjustment.
- f) Borrowing from other banks, financial institutions and agents as per their maturity /repayment term.
- g) Deposits and other accounts are on the basis of their maturity term and past trend of withdrawal by the depositors.
- h) Other long term liabilities on the basis of their maturity term.
- i) Provisions and other liabilities are on the basis of their payment /adjustment schedule.

2.13 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.

2.13.1 Current Tax

In compliance with BAS-12 "Income Taxes", provision for current income tax has been made @ 40% on business income, @ 20% on dividend income and @ 10% on capital gain on sale of shares, after considering some of the add backs to income and disallowances of expenditure as per Income Tax Ordinance 1984 and time to time amendment to issue different S.R.O and circular issued by the N.B.R.

2.13.2 Deferred taxation

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

2.14 Provision and accrued expenses

In compliance with BAS-37, provisions and accrued expenses are recognized in the financial statements when the Bank has a legal or constructive obligation as a result of past event, it is probable that an outflow of economic benefit will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

2.15 Provision for off-balance sheet exposures

In compliance with Bangladesh Bank guidelines, off-balance sheet items have been disclosed under contingent liabilities. As per BRPD Circular no.10, dated 18 September 2007, the bank is required to maintain provision @ 1% against off-balance sheet exposures

2.16 Provision for nostro accounts

The Bank does not required to maintain provision for nostro accounts for the year 2012 in accordance with the guideline of Foreign Exchange Policy Department of Bangladesh Bank, FEPD Circular no. FEPD (FEMO) / 01/2005-677 dated 13 September 2005.

2.17 Assets and basis of their valuation

2.17.1 Cash and cash equivalents

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

2.17.2 Loans and advances / Investments

For stability and sustainable development, Bank's careful and continuous effort in credit operation, attempt for sustainable growth of loans and advances with inclusion of new reputed companies in the client list also continued in 2016. This upholds the total loans and advances as on December 31, 2016 at BDT 141,987.43 million as against BDT 130,848.96 million of December, 2015 representing growth of 8.51% over the year. During extending new credit to any entrepreneur, selection and assessment with professional skill were most pertinent issues considering future condition. However, in all steps compliance issues were never compromised.

During the period, Bank has concentrated to explore new and diversified avenues for financing with the aim of developing and maintaining a sound & sustainable portfolio keeping the issue of risk mitigation at the apex. Our extensive work was also continued in Agriculture, Retail and SME sectors, but intensive efforts in Corporate Credit were still in effect. While providing every type of facility, Bangladesh Bank's regulations and necessary due diligence have been firmly followed. Bank has always remained vigilant to its risk assessment and appropriate arrangement for risk mitigation. Facilities have been given to the new and existing customers on the basis of merit through visiting the concerns, fixing the purpose of facilities and assessing the assets quality. Moreover, for all the cases Bank was fully compliant as per its culture.

2.17.3 Loan Classification and Provisioning

TBL always maintains its loan portfolio with proper classification provisioning complying rules & regulations set by Bangladesh Bank. Required provision is kept to minimize future risk. Bank classifies loan on the basis of objective criteria & qualitative judgment. Special care & initiatives are taken to keep the loans standard & strong drives are given to reduce the percentage of Nonperforming Loans by way of cash recovery & regularization through rescheduling. Like the every year, TBL has appropriately classified its loans & advances and maintained adequate provision against those following the Bangladesh Bank's rules, regulations & respective circulars to safeguard the Bank and the share-holders' long-term interest mitigating future risk. While classifying, Bank strictly follows subjective as well as objective criteria fixed by the Bangladesh Bank. Laterally, effort for retaining the loan as standard and restoring the classified loans to unclassified through recovery & regularization was continued.

| General provision on | Provision Rate |
|---|----------------|
| a. Consumer Financing (House Financing) | 2% |
| b. Consumer Financing (Loans to Professional) | 2% |
| c. Consumer Financing (Other than a & b) | 5% |
| d. Small and Medium Enterprise Financing (SMEF) | 0.25% |
| e. Short Term Agriculture & Micro Credit | 2.50% |
| f. Loans to BHs/ MBs/ Sds against Shares etc | 2% |
| g. All other Credit | 1% |
| h. Special Mention Account | 0.25% to 5% |

Specific provision on

| | |
|--|------|
| a. Substandard Loans and Advances | |
| i. Short Term Agri Credit & Micro Credit | 5% |
| ii. Other than Short Term Agri Credit & Micro Credit | 20% |
| b. Doubtful Loans and Advances | |
| i. Short Term Agri Credit & Micro Credit | 5% |
| ii. Other than Short Term Agri Credit & Micro Credit | 50% |
| c. Bad/Loss Loans and Advances | 100% |

2.17.4 Provision for off balance sheet exposures

General provision for off balance sheet exposures has been made @ 1% on period end balance of total off balance sheet exposures as per BRPD circular No. 8 and 10 dated August 07, 2007 and September 18, 2007 respectively issued by Bangladesh Bank.

2.18 Investments

Investments have been initially recognized at cost, including acquisition charges associated with the investment. Premiums have been amortized and discount accredited, using the effective or historical yield method. Government treasury Bills and Bonds (categorized as HFT or/and HTM) are accounted for as per Bangladesh Bank DOS circular letter no.05 dated 26 May 2008 and DOS circular no. 05 dated 28 January 2009.

The valuation methods of investment used are:

2.18.1 Held to maturity

Investments which have 'fixed or determinable payments', and are intended to be 'held to maturity' other than those which are floating and/or free to trade in the market at prevailing prices are classified as held to maturity. The securities in HTM are to be held up till maturity. These securities in HTM must be amortized at the end of the year before maturity and the increase/decrease is to be accounted in the 'statement of changes in equity' (as Revaluation Reserve-HTM). According to Bangladesh Bank DOS Circular Letter No. 01 dated January 19, 2014 a bank can only hold securities of maximum 110% of the total SLR requirement (usually kept as approved government securities) as HTM category the compliance of which came into effect from February 01, 2014. These investment securities can be transferred to and/or re-categorized as HFT any time after getting approval from the Board of Directors of the Bank.

2.18.2 Held for trading

Investments classified in this category are held indeed selling or purchasing –in short- trading as decided by the management of the bank or treasury. After initial recognition, investments of such categories are measured at their fair value once in a week and any change in the fair value is recognized in the statement of capital (as Revaluation Reserve-HFT) for the period before next appreciation. According to Bangladesh Bank DOS Circular Letter No. 05 dated May 26, 2008, no dividend will be allowed to pay to its shareholders on the amount of increase and/or decrease in income generated out of revaluation of securities held for trading.

Value of investments has been enumerated as follows :

| Investment Class | Initial recognition | Subsequent Measurement | Recording of changes |
|-------------------------|---------------------|------------------------|--|
| Treasury Bill/Bond(HFT) | At Present Value | Market Value | Loss to Profit & Loss Account, gain to revaluation reserve |
| Treasury Bill/Bond(HTM) | At Present Value | Amortized Value | Increase in value to equity and decrease in value to Profit & Loss Account |
| Debenture | At cost | None | None |
| Prize bond | At cost | None | None |
| Shares | At cost | Cost | Any loss, charged in Profit & Loss, |

Investment in listed securities

These securities are bought and held primarily for the purpose of selling them in future, or held for dividend income. These are reported at cost. Unrealized gains are not recognized in the profit and loss account. But provision for diminution in value of investment is provided in the financial statements where market price is below the cost price of investments as per Bangladesh Bank guideline.

Investment in unquoted securities

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

Investments in subsidiary

Investment in subsidiaries is accounted for under the cost method of accounting in the Bank's financial statements in accordance with the BFRS-10. Accordingly, investments in subsidiaries are stated in the Bank's balance sheet at cost, less impairment losses (if any).

2.19 Fixed assets and depreciation

Fixed assets are stated at cost less accumulated depreciation as per BAS-16 " Property, Plant and Equipment".

Depreciation is charged at the following rates per annum using reducing balance method on all fixed assets other than motor vehicles and office equipment, which are depreciated on straight-line method and no depreciation on land is charged.

| Category of fixed assets | Rate |
|--------------------------|-----------|
| Land | Nil |
| Building | 2.5% p.a. |
| Furniture & Fixtures | 10% p.a. |
| Office Equipment | 20% p.a. |
| Motor Vehicles | 20% p.a. |
| Office Decoration | 12% p.a. |

Depreciation at the applicable rates is charged proportionately on additions made during the year from the date of their use and in case of sale upto the earlier of the date that asset is classified as held for sale in accordance with BFRS 5 and the date that the asset is derecognized. Repairs and maintenance costs of fixed assets are charged to profit & loss account, when incurred.

2.20 Intangible assets

Intangible asset is an identifiable non-monetary asset without physical substance. An intangible asset is recognized if it is probable that the future economic benefits that are attributable to the assets will flow to the entity and the cost of the asset can be measured reliably in accordance with BAS 38: "Intangible Assets".

Subsequent expenditure on intangible asset is capitalized only when it increases the future economic benefits embodied in the specific assets to which it relates. All other expenditure is expensed as incurred.

The software used by TBL represents the value of computer application software licensed for the use of the bank. Software is carried at cost less accumulated amortization and any impairment losses. Initial cost comprises license fees paid at the time of purchase and other directly attributable expenditure that are carried in customizing the software for its intended use. Software is amortized using the straight line method over the estimated useful life of 5 (five) years commencing from the month at which the application software is made available for use.

2.21 Impairment of Assets:

The policy for all assets or cash-generating units for the purpose of assessing such assets for impairment is as follows:

The Bank assesses at the end of each reporting period or more frequently if events or changes in circumstances indicate that the carrying value of an asset may be impaired, whether there is any indication that an asset may be impaired. If any such indication exists, or when an annual impairment testing for an asset is required, the bank makes an estimate of the asset's recoverable amount. When the carrying amount of an asset or cash-generating unit exceeds its recoverable amount, the asset or cash-generating unit is considered as impaired and is written down to its recoverable amount by debiting to profit & loss account.

Fixed assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may be impaired.

2.22 Other assets

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

2.23 Non-Banking Assets

As on balance sheet date TBL has not arisen any Non-Banking Assets failure from borrower to repay the loan/Investments.

2.24 Offsetting

Financial assets and financial liabilities are offset and the net amount is presented in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously. Advance tax paid and provision for tax of the bank is presented on net basis as a liability item if the liability is higher than asset and as an asset item if the asset is higher than liability.

2.25 Receivables

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

2.26 Inventories

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

2.27 Leasing

Leases are classified as finance leases whenever the 'terms of the lease' transfer substantially all the risks and rewards of ownership to the lessee as per BAS-17 "Leases". All other leases are classified as operating leases as per BAS-17 "Leases".

2.28 Share Capital

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

2.28.1 Authorized Capital

Authorized capital is the maximum amount of share capital that the Bank is authorized by its Memorandum and Articles of Association. Details are shown in note 13.1.

2.28.2 Paid up Capital

Paid up capital represents total amount of shareholders' capital that has been paid in full by the ordinary shareholders. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of a winding-up of the Bank, ordinary shareholders are ranked after all other shareholders and creditors and are fully entitled to any residual proceeds of liquidation. Details are shown in note 13.2.

2.29 Statutory reserve

As per Bank Companies Act, the Bank requires to transfer 20% of its current year's profit before tax to statutory reserve until such reserve equals to its paid up capital. The Bank does comply with this requirement of law every year.

2.30 Liabilities and Provisions

2.30.1 Retirement benefits to the employees

i) Provident fund

Provident fund benefits are given to the confirmed staffs of the Bank in accordance with the locally registered Provident Fund Rules. The Commissioner of Income Tax, Taxes Zone - 6, Dhaka has approved the Provident Fund as a recognized provident fund within the meaning of sub-section 1 of section 2 read with the provisions of part - B of the First Schedule of Income Tax Ordinance 1984 w.e.f. 27 February 2003. The Fund is operated by a Board of Trustees consisting seven members from the employees of the Bank. All confirmed employees of the Bank are contributing 10% of their basic salary as subscription to the Fund. The Bank also contributes equal amount. Interest earned from the investments is credited to the members' account on yearly basis.

ii) Gratuity fund

The Bank has started making provision for liabilities of its employees' gratuity as per gratuity scheme of the Bank from the year 2004. Subsequently National Board of Revenue has approved the fund as recognized within the meaning of sections 2 and 3 read with the provision of part - C of the First Schedule of Income Tax Ordinance 1984 w.e.f. 20 November 2006. The Bank contributes to the Fund as per Gratuity Fund Rules as well as Service Rule of the bank.

iii) Super annuation fund

The Bank has also introduced a "Superannuation Fund" instead of group life insurance policy for the employees. Those employees, who will be able to fulfill the specific criteria mentioned in the policy of the fund, will be entitled to get the benefit of "Superannuation Fund". National Board of Revenue has approved the fund as recognized within the meaning of section 3 read with the provision of part - A of the First Schedule of Income Tax Ordinance 1984 w.e.f. 22 December 2004.

2.30.2 Minority interest in subsidiaries

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

2.31 Revenue recognition

i) Interest income/Profit on TIB Investment

In terms of the provisions of the BAS-18 "Revenue", the interest income is recognized on accrual basis. Interest on loans and advances ceases to be taken into income when such advances are classified. It is then kept in interest suspense in a memorandum account. Interest on classified advances is accounted for on a cash receipt basis.

ii) Investment income/TIB Investment Income

Income on investments is recognized on accrual basis except from Government Securities which are recognized on the basis of BRPD Circular 15 Dated 31 October 2005 issued by Bangladesh Bank.

iii) Fees and commission income

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

iv) Dividend income

Dividend income from investments is recognized at the time when it is declared, ascertained and right to receive the payment is established.

v) Interest paid on borrowings and deposits

Interest paid on borrowings and deposits are calculated on 360 days in a year and recognized on accrual basis

vi) Dividend payments

Interim dividend is recognized when they are paid to shareholders. Final dividend is recognized when it is approved by the shareholders.

The proposed dividend for the year 2016 has not been recognized as a liability in the balance sheet in accordance with the BAS-10 : Events After the Reporting Period.

Dividend payable to the Bank's shareholders is recognized as a liability and deducted from the shareholders' equity in the period in which the shareholders' right to receive payment is established.

vii) Management and other expenses

Expenses incurred by the Bank are recognized on actual and accrual basis.

2.32 Reconciliation of inter-bank and inter-branch account

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

2.33 Risk Management

Risk management policy or process of Trust Bank encompasses risk appreciation basing on the risk appetite for the particular sector/segment of the customers and subsequent risk identification, measurement and controlling of risk components to safeguard the interest of the bank and to keep the business portfolio performing to the maximum extent.

We always prioritize to ensure risk–return tradeoff on all business transactions. The focus group as constituted by Bangladesh Bank has selected 06 core risks namely (a) Credit Risk (b) Asset liability/Balance sheet Risk (c) Foreign Exchange Risk (d) Internal control and compliance Risk (e) Money laundering Risk and (f) IT risk management in order to impart internationally accepted best practices in the Banking and Financial system. Banks as a financial intermediary (ies) are exposed to multidimensional risks but those risks are to be examined and quantified for acceptance in line with the risk appetite and credit policy of our bank.

2.33.1 Credit risk management

The bank believes that risk management is the core area of concern that makes its business sustainable. Ability to produce profit consistently and sustainably is a function of risk management and the bank is breaklessly pursuing nonstop development in this vicinity. One of the key risks the bank is uncovered, arises from credit facility allowed to customers. In this regard, objective of risk management is to maximize risk-adjusted returns durable within own risk appetite. TBL Risk management approach is based on a transparent understanding of various risk, regimented assessment, measurement and uninterrupted monitoring of such risks. The policies and procedures designed for the purpose are regularly reviewed to assume regulatory changes and improvements. Bank's Board of Directors is first and foremost responsible for deciding risk appetites, approving related strategies and policies and administering its compliance and the competence of the risk management framework through reports from Internal Control and Compliance Division. Credit risk policy covers large to small enterprise exposure as well as retail exposure. Policies and procedures together have structured and standardized credit risk management practice both in obligor and portfolio point.

Frame-Work

In today's rapid changing economic and financial environment, effective risk management is a must for sustainable growth and for maximizing share-holders wealth. Banking business is in fact a business of risk taking and risk managing. So, it is very vital to manage all possible risks efficiently in effective way to emerge as winner out of risk ventures. TBL has always prioritized adopting different credit risk management tools & techniques as "prevention is better than cure" for all type of credits in all the stages i. e. from receiving application to approval level for more safe and sound credit portfolio.

Credit risk originates from the –

- * Market Risk
- * Supplier's Risk
- * Financial Risk
- * Business Risk
- * Management Risk
- * Structural Risk
- * Security Risk
- * Infrastructural Risk
- * Information/Data Risk
- * Technological Risk
- * Interest Rate Risk
- * Security Risk etc.

Bank considers all relevant information and financials of the customers, their business performances, sectoral conditions, arrangement & strength of supply chain, succession status etc. for assessment and analyses all factors and results of it in order to adopting appropriate risk mitigation if the client's proposal is viable for financing.

2.33.2 Asset liability risk management

Asset and Liability management is a process which is managed by the Asset and Liability Management Committee (ALCO) of the bank. In order to run the process smoothly, TBL has established "Asset Liability Management Committee" comprising of senior management headed by the Managing Director. The primary responsibility of ALCO is to manage assets and liabilities under the set ALM Policy, essentially approved by the BODs of the bank.

ALM is a sensitive financial and risk management subject that deals with bank's on and off- balance sheet items so that the Bank can offer competitively period products and services to clients generating sustaining earnings shares value. ALM includes many activities of policy, procedures, guidelines such as Capital Planning, Deposit procurement/borrowing policy, Loan & Advances/Lending policy, Interest Rate policy, Exchange rate Policy, Liquidity Contingency Plan to manage the balance sheet properly.

2.33.3 Foreign exchange risk management

Foreign exchange risk is the potential changes in earnings arising due to exchange rate fluctuation, adverse exchange position or changes in the market price. Such risk may arise from position held in various foreign exchange products like spot, forward and options. Foreign exchange risk management is fundamental for safe and sound management of all institution having exposure to foreign currencies.

Today's Financial institutions engage in activities starting from Import, Export and Remittance to complex derivatives involving basic Foreign Exchange and Money Market to complex structured products. All these require high degree of expertise that is difficult to achieve in the transection originating department and as such the expertise is housed in a separate department i.e. treasury.

Foreign Exchange risk management is one of the important responsibilities of the treasury division. The foreign exchange risk are measured and monitored by the treasury division of the bank. The function of the treasury Front Office, Mid Office and Back office are segregated. Mid office and back office are conducting operations in a separate location apart from Treasury Front Office. Treasury Front Office manages and controls day-to-day trading activities and ensure continues monitoring of the level of assume risk. Treasury Mid Office verifies deal and monitors limit. Back office is responsible for deal confirmation, settlement of transection, transferring fund to NOSTRO accounts, timely recording and reporting of information on exchange transactions and currency transfer etc. Reporting lines of these three office are separate and independent to ensure minimizing FEX risk.

As per directive of central bank, the bank has formulated a well defined Treasury Manual with a view to minimize the foreign exchange risk. Bank also developed different strategies to control foreign exchange risk in the light of net open position set by central bank, overall gross limit forward transaction, maximum loss limits per deal per day, counter party limit etc. Market scenario of risk monitored and measured by Treasury division to manage the foreign exchange operations in such a way that earnings not hampered against any adverse movement of market price.

2.33.4 Internal control and compliance risk management

Internal control refers to the mechanism in place on a permanent basis to control the activities in an organization .In absence of it, risks resulting in unexpected losses caused by faulty internal processes, human errors, frauds & forgery, technology failure and documentary lapses may surface. The primary objectives of internal control system are to help the bank perform better through the use of it's resources, identify it's weaknesses , take appropriate measures to overcome the same and ensure compliance with regulatory framework including applicable laws and regulations.

The bank has set up Internal Control & Compliance (IC&C) Division at Head Office to ensure that the Internal Control processes are in place. As per instruction of Bangladesh Bank the Audit Committee of the Board has been constituted to assist the Board in fulfilling it's oversight responsibilities including implementation of the objectives, strategies and overall business plans set by the Board for effective functioning of the bank. The committee reviews the financial reporting process, the system of internal control & management of financial risks, the audit process, health report of the bank and the bank's process for monitoring compliance with laws and regulations and its own code of business conduct. The bank has introduced 'Risk Based Internal Audit (RBIA)' in 2008 to assess the business risk as well as control risk associated with the branches and determines how much follow up ,monitoring & periodicity of internal audit would be required to bring a particular branch back to normalcy ,if it is found that the performance of the branch is not satisfactory and which may pose a potential threat for the bank.

Each year IC&C Division sets out an audit plan (Internal)for the year which is approved by the Managing Director and placed before the Audit Committee of the Board for concurrence. IT based Audit has been merged with Comprehensive Audit. In addition, audit also conducts in TBIL branches & Trust Bank Investment Ltd, Head Office and the Pay Points for Mobile Banking operations in each and every year.

IC&C Division looks after the activities of complaint Cell of Head Office and handles the complaints as received from the customers as well as received directly from FICSD (Financial Integrity & Customer Services Department), Bangladesh Bank & other sources. A 'Guidelines for Customer Services & Compliant Management' of Trust Bank Limited has been developed in the year 2015 which was approved by the Board of directors of the bank in its 240th (09/2015) meeting held on 22.07.2015. IC&C Division also provides operational and managerial guidance uniformly to all personnel of TBL family to handle and manage the customers' complaint satisfactorily, quickly, effectively and efficiently.

In order to make the policy manual time befitting, the existing 'Internal Control & Compliance Policy Manual 'has been revised in the year 2016, which was approved by the Board of Directors of the bank in its 254th meeting held on 30.07.2016.

IC&C Divisions of the bank ensures its Internal Control Process through review of Departmental Control Function Checklist (DCFCL), Loan Documentation Checklist (LDCL) and Quarterly Operations Report (QOR) of the branches and other mechanisms.

To comply with the directives of Bangladesh Bank a special meeting of the Board of Directors was held on 25.10.2016 to review the compliance/implementation status on the observations of Bangladesh Bank's comprehensive inspection report, where the representatives of Bangladesh Bank were also present.

2.33.5 Money Laundering & Terrorist Financing Risk Management

Money Laundering and Terrorist Financing has become the major threat to the growth & stability of the Financial Institutions (FI) around the world. The very existence of the global Scio-economic order is at risk because of the ML/TF risks. Money laundering has a major impact on a country's economy as a whole, impeding the social, economic, political, and cultural development of a society. As such compliance of National & Global standards of Anti-Money Laundering (AML) and Combating Financing of Terrorism (CFT) has now become the most serious & important issue for all FIs. AML/CFT regime itself has now become a standard setting parameter for all FIs along with its country of business. Non-compliance of AML & CFT standards developed by UN & international bodies shall affect the compliance rating of the country and may result in imposition of sanctions in Bangladesh. Combating money laundering and terrorist financing is, therefore, a key element in promoting a strong, sound and stable financial sector of the country.

Bangladesh has enacted the Money Laundering Prevention Act, 2012 (Amendment-2015) & Anti-Terrorism Act, 2009 (Amendment-2013) which covers all the international standards & requirements and assigned Bangladesh Financial Intelligence Unit (BFIU) to discharge the regulatory responsibility of implementation & monitoring of the AML & CFT activities to keep the financial system of the country sound and compliant as international standards. Trust Bank Limited as a compliant & responsible institution committed to the strict compliance of AML & CFT standards/guidelines. TBL has comprehensive Operational Manual & Risk Management Guidelines for administering the AML & CFT Risks designed and implemented in line with the guidelines of Bangladesh Financial Intelligence Unit (BFIU). Trust Bank Limited considers AML & CFT compliance as a part of its social responsibility & commitment.

In compliance of BFIU guidelines, TBL AML & CFT Policy Guidelines and TBL-ML & TF Risk Management Guidelines ensure full compliance of all issues including the following:

1. Mandatory KYC management.
2. Maintenance & monitoring the TP (Transaction Profile) of all the accounts.
3. Monitoring of unusual/suspicious transaction and report to Bangladesh Bank, if required.
4. Submission of Cash Transaction Report (CTR) to BFIU through goAML & FIU on every month.
5. Adequate training are providing to the officials of TBL on AML & CFT.
6. Identification of customer on the basis of risk grading.
7. Identification of Politically Exposed Persons (PEPs) & Local Influential Person (LIPs) customer.
8. Transaction monitoring of High Risk and LIPs account.
9. Declared Customer Acceptance Policy.
10. Automated Sanction Screening of UN sanction list.
11. Introducing Unique Customer Identification Code.
12. Introducing AML & CFT audit conducted by HO-AMLD on behalf of Central Compliance Unit. (CCU)

For review the overall AML/CFT compliance status & mitigating the AML/CFT risks, TBL has a Central Compliance Unit (CCU) comprising of CAMLCO, Deputy CAMLCO and other Divisional Heads at Head Office. Routine affairs of monitoring etc. are conducted by the dedicated team at Anti-Money Laundering Division, Head Office. A designated Branch Anti-Money Laundering Compliance Officer (BAMLCO) is appointed in every TBL branch and is assigned to review & report the AML & CFT activities and measures of the branch.

2.33.6 IT risk management

The advancement of information and communicative technology (ICT) is given credit for the evolution of banking services, in particular, online banking. Information Technology (IT) Risk is a growing component of total operational Risk. As business increasingly depend on IT to automate processes and store information, IT Risk Management is emerging as a separate practice. IT includes security, availability, performance and compliance elements. IT Risk Management helps to reduce service costs and achieve greater compliance by effectively assessing classifying IT risk.

IT Risk management requires a disciplined approach that includes IT Risk awareness, quantification of business impacts, solution design and implementation across people, process, and technology, and creation of a sustained IT Risk Management program complete with performance measurement and a model for continuous improvement.

Compliance definitions

a) Data Protection

- Privacy & data security
- Growth of unstructured data
- Business continually and disaster recovery

b) Data Retention

- New model of data storage, software as service & disaster recovery
- Access by legitimate user

c) Strategic Governance Risk

- Alignment of IT risk control framework with business strategy
- Public disclosures accurately reflect corporate performance

d) National Security - Assuring IT system & network support legal infrastructure through electronic signatures, data movements and IT resources

e) Civil & Criminal legal Framework

- Protecting individual & corporate intellectual properly
- Availability keeping existing process running & recovering from interruption
- Access ensuring that people have right access
- Providing accurate , timely and complete information
- Implementing new strategic initiatives

Since the automation of the Bank and centralization of information system, all the branches of the bank are connected to the Head Office IT department in Dhaka through a dedicated link and Disaster Recover site at Jessore. The infrastructure design is up to standard and completely secure.

2.33.7 Liquidity risk management

Liquidity risk arises from bank's inability to meet its obligations as they fall due or to fund increases in assets without incurring unacceptable cost or losses. Borrowing short term and lending long term is the business of banks. But when depositors withdraw funds it can lead to bank failure. There are also a surprising number of things that create liquidity risk. This is why banks need to assess how much liquidity will be hold particularly under stressed conditions. It's also necessary translated into a portfolio of high quality liquidity that meets the risk appetite at the crisis moment. An effective liquidity risk management process included in the system of the bank to measure, monitor and control the liquidity exposure of the bank. Different liquidity ratio i.e. CRR, SLR, LCR, NSFR, ADR and IDR are measured for taking right decision to manage liquidity risk of the bank.

2.34 Interest rate risk management

Interest rate risk is the potential impact on a bank's earnings and net asset values due to changes in market interest rates. Interest rate risk arises when a bank's principal and interest cash flows (including final maturities), both on- and off-balance sheet, have mismatched re-pricing dates. The amount at risk is a function of the magnitude and direction of interest rate changes and the size and maturity structure of the mismatch position. Bank's lending, funding and investment activities give rise to interest rate risk. Managing interest rate risk requires a clear understanding of the amount at risk and the impact of changes in interest rates on this risk position. To make these determinations, sufficient information must be readily available to permit appropriate action to be taken within acceptable, often very short, time periods. The longer it takes a bank to eliminate or reverse an unwanted exposure, the greater the possibility of loss.

2.35 Operation risk management

Operational Risk is defined as the risk of loss resulting from inadequate or failed internal processes, people and systems or from external events. It includes legal risk but excludes strategic and reputational risk. Operational Risk Management is a continual cyclic process which includes risk assessment, risk decision making, and implementation of risk controls, which results in acceptance, mitigation, or avoidance of risk. The Bank's operational risk management focuses on proactive measures in order to ensure business continuity as well as the accuracy of information used internally and reported externally, a competent and well-informed staff, and its adherence to established rules and procedures as well as on security arrangements to protect the physical and ICT infrastructure of the Bank.

2.36 Basel –III Activities

To improve the banking sector's ability to absorb shocks arising from financial and economic stress, Bangladesh Bank issued final Basel III guidelines, applicable with effect from January, 2015 in a phased manner through till December, 2019 as per the transitional arrangement provided by Bangladesh Bank for Basel III implementation. The Basel III rules on capital consist of measures on improving the quality, consistency and transparency of capital, enhancing risk coverage, introducing a supplementary leverage ratio and promoting counter-cyclical buffers and addressing systemic risk and inter-connectedness. In 2016, the Bank is required to maintain minimum Common Equity Tier-1 (CET1) capital ratio of 4.50%, Capital Conservation Buffer of 0.625%, minimum CET-1 plus Capital Conservation Buffer of 5.125%, minimum Tier-1 capital ratio of 5.50 %, minimum total capital ratio of 10.00% and minimum Total Capital plus Capital Conservation Buffer 10.625%.

Pillar-I: Minimum Capital Requirement:

Banks must hold minimum regulatory capital against Credit, Market and Operational Risk inherent with Banking Business. Trust Bank Ltd. has adopted the following measurement approaches for computing its Capital Adequacy Ratio:

- Standardized Approach for Credit Risk,
- Basic Indicator Approach for Operational Risk, and
- Standardized Approach for Market Risk.

Pillar-II: Supervisory Review Process (SRP)

In compliance with the Pillar–II guidelines of the Bangladesh Bank under Basel III framework, Trust Bank Ltd. has formulated its own Board approved Internal Capital Adequacy Assessment Process (ICAAP) to assess various risks that it is exposed to. The assessment of adequate capital would be the outcome of the dialogue to be held between the bank's SRP and Bangladesh Bank's SREP team.

Following Risk has to be assessed for Adequate Capital Requirement under ICAAP as per Bangladesh Bank Guideline:

- Residual Risk
- Concentration Risk
- Liquidity Risk
- Reputation Risk
- Strategic Risk
- Settlement Risk
- Evaluation of Core Risk Management
- Environmental & Climate Change Risk
- Other material Risks

Pillar-III: Market Discipline:

Pillar- III (Market discipline) of Basel III, aims to encourage Market discipline by developing a set of disclosure requirements which allows market participants to assess key pieces of information on the scope of application, capital, risk exposures, risk assessment processes and hence, the capital adequacy of the Bank. The Pillar–III Disclosures are published on a yearly basis on the Bank's website. The Pillar-III year-end disclosures are also published in the Annual Report of the Bank in addition to Bank's website.

2.37 Earning per share (EPS)

Basic earnings per share

Basic earnings per share has been calculated in accordance with BAS 33 "Earnings per Share" which has been shown on the face of the profit and loss account. This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the year.

Diluted earnings per share

Diluted earnings per share is not required to be calculated for the year as there was no scope for dilution during the year under review.

2.38 Non controlling interest

Non controlling interest is that portion of the profit or loss and net assets of the subsidiary (TBL Investments Limited) attributable to equity interests that are not owned, directly or indirectly through subsidiary, by the Parent (Trust Bank Limited).

2.39 Compliance of Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS)

The Institute of Chartered Accountants of Bangladesh (ICAB) is the sole authority for adoption of Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS) in context of Bangladesh from the standards adopted by International Federation of Accountants Committee (IFAC) as International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS). While preparing the financial statements, Trust Bank Limited applied most of the BAS and BFRS, details of which are given below:

| Name of BAS | BAS No. | Status |
|--|---------|----------|
| Presentation of Financial Statements | 1 | *Applied |
| Inventories | 2 | N/A |
| Statements of Cash Flow | 7 | Applied |
| Accounting Policies, Changes in Accounting Estimates and Errors | 8 | Applied |
| Events after the Reporting Period | 10 | Applied |
| Construction Contracts | 11 | N/A |
| Income Taxes | 12 | Applied |
| Property, Plant and Equipment | 16 | Applied |
| Lease | 17 | N/A |
| Revenue | 18 | Applied |
| Employee Benefits | 19 | Applied |
| Accounting for Government Grants and Disclosure of Government Assistance | 20 | N/A |
| The effects of Changes in Foreign Exchange Rate | 21 | Applied |
| Borrowing Cost | 23 | Applied |

| Name of BAS | BAS No. | Status |
|--|---------|----------|
| Related Party Disclosures | 24 | Applied |
| Accounting and Reporting by Retirement Benefit Plans | 26 | N/A |
| Separate Financial Statements | 27 | Applied |
| Investment in Associates | 28 | N/A |
| Interest in Joint Ventures | 31 | N/A |
| Financial Instruments: Presentation | 32 | *Applied |
| Earnings per Share | 33 | Applied |
| Interim Financial Reporting | 34 | Applied |
| Impairment of Assets | 36 | Applied |
| Provisions, Contingent Liabilities and Contingent Assets | 37 | *Applied |
| Intangible Assets | 38 | Applied |
| Financial Instruments: Recognition and Measurement | 39 | *Applied |
| Investment Property | 40 | N/A |
| Agriculture | 41 | N/A |

| Name of BFRS | BFRS No. | Status |
|---|----------|----------|
| First-time Adoption of Bangladesh 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 | N/A |
| Exploration for and Evaluation of Mineral Resources | 6 | N/A |
| Financial Instruments: Disclosures | 7 | *Applied |
| Operating Segments | 8 | Applied |
| Consolidated Financial Statements | 10 | Applied |
| Joint Arrangements | 11 | N/A |
| Disclosure of Interest in Other Entities | 12 | Applied |
| Fair Value Measurement | 13 | *Applied |

* Subject to departure described in note 2.1
N/A= Not Applicable

2.40 The financial statements for the Secound quarter ended 30 June 2017 (Unaudited) were approved by the board of Directors on 30 July 2017

2.41 General

- i) Figures have been rounded off to the nearest taka;
- ii) Prior year's figures shown for comparison purpose, have been rearranged, whenever necessary, to confirm to current year's presentation.

| | | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|----------------|---|--|--|
| 3 | CASH | | |
| 3.1 | Cash in hand | | |
| | In local currency | 2,938,772,060 | 3,320,083,931 |
| | In foreign currencies | 64,028,559 | 34,569,662 |
| | | 3,002,800,619 | 3,354,653,593 |
| 3.2 | Balance with Bangladesh Bank and its agent bank(s) | | |
| | Balance with Bangladesh Bank | | |
| | In local currency | 14,066,613,018 | 10,742,684,494 |
| | In foreign currencies | 513,294,256 | 1,440,003,964 |
| | | 14,579,907,274 | 12,182,688,458 |
| | Balance with Sonali Bank in local currency (as agent of Bangladesh) | 333,718,088 | 108,286,114 |
| | | 14,913,625,362 | 12,290,974,572 |
| 3.3 | Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR) | | |
| | Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the Section 33 of the Bank Companies Act 1991 and MPD circular nos.01, dated July 24, 2014 issued by Bangladesh Bank. | | |
| | The Cash Reserve Requirement (CRR) has been calculated @ 6.5% on the Bank's time & demand liabilities of the month earlier of the previous month and maintained with Bangladesh Bank in current account and 13% Statutory Liquidity Ratio (SLR) on the same liabilities has also been maintained in the form of Treasury Bills, Bonds and Debentures including FC balance with Bangladesh Bank and the components of CRR. Both reserves have been maintained during the year by the Bank are in excess of the statutory requirements. | | |
| | The position of CRR and SLR as on 30 June 2017 is shown below: | | |
| 3.3.1 | Cash Reserve Requirement (CRR) for Conventional Banking | | |
| | Average Demand and Time Liabilities of the month earlier of the previous month | 156,495,080,500 | 149,547,391,900 |
| 3.3.1.1 | Minimum Required Reserve (6% of Average Demand and Time Liabilities) | 9,389,704,830 | 8,972,843,514 |
| | Actual Reserve held (8.75% of Average Demand and Time Liabilities) | 13,700,431,784 | 10,735,415,328 |
| | Surplus | 4,310,726,954 | 1,762,571,814 |
| 3.3.1.2 | Average Required Reserve (6.5% of Average Demand and Time Liabilities) | 10,172,180,233 | 9,720,580,474 |
| | Average Reserve held with B. Bank (7.07% of Average Demand and Time Liabilities) | 11,069,318,297 | 10,140,397,580 |
| | Surplus | 897,138,064 | 419,817,106 |
| 3.3.1.3 | Statutory Liquidity Ratio for Conventional Banking (SLR) | | |
| | Required Reserve (13% of Average Demand and Time Liabilities) | 20,344,360,465 | 19,441,160,947 |
| | Actual Reserve held with B. Bank (19.61% of Average Demand and Time Liabilities) | 30,681,894,601 | 32,783,931,414 |
| | Surplus | 10,337,534,136 | 13,342,770,467 |
| 3.3.1.4 | Components of Statutory Liquidity Requirement (SLR) | | |
| | Cash in Hand | 3,023,379,095 | 3,347,315,574 |
| | Balance with Agent Bank(s) | 333,718,088 | 108,285,539 |
| | Excess Reserve | 3,528,251,552 | 1,014,834,853 |
| | Government Bills | 14,607,377,116 | 14,619,375,896 |
| | Government Bonds | 3,875,400 | 3,905,100 |
| | Bangladesh Bank Bill | 9,185,293,350 | 13,690,214,452 |
| | Other Approved Securities (Prize Bond) | - | - |
| | TT in Transit | - | - |
| | | 30,681,894,601 | 32,783,931,414 |
| 3.3.2 | Cash Reserve Ratio (CRR) for Islamic Banking | | |
| | Average Demand and Time Liabilities of the month earlier of the previous month | 14,230,297,800 | 13,211,593,500 |
| 3.3.2.1 | Minimum Required Reserve (6% of Average Demand and Time Liabilities) | 853,817,868 | 792,695,610 |
| | Minimum Reserve held (7.18% of Average Demand and Time Liabilities) | 1,022,311,878 | 890,819,111 |
| | Surplus | 168,494,010 | 98,123,501 |

| | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|---|-----------------------------------|---------------------------------|
| 3.3.2.2 Average Required Reserve (6.5% of Average Demand and Time Liabilities) | 924,969,357 | 858,753,578 |
| Average Reserve held with B. Bank (7.18% of Average Demand and Time Liabilities) | 1,022,215,999 | 916,298,392 |
| Surplus | 97,246,642 | 57,544,814 |
| 3.3.2.3 Statutory Liquidity Requirement for Islamic Banking (SLR) | | |
| Required Reserve (5.5% of Average Demand and Time Liabilities) | 782,666,379 | 726,637,643 |
| Actual Reserve held with B. Bank (6.76% of Average Demand and Time Liabilities) | 962,252,084 | 789,735,553 |
| Surplus | 179,585,705 | 63,097,910 |
| 3.3.2.4 Held for Statutory Liquidity Requirement | | |
| Cash in Hand | 34,909,564 | 7,670,018 |
| Excess Reserve | 97,342,520 | 32,065,535 |
| Balance with Agent Bank(s) | - | - |
| Government Bills | - | - |
| Government Bonds | - | - |
| Government Islamic Investment Bonds | 830,000,000 | 750,000,000 |
| | 962,252,084 | 789,735,553 |
| 4 | | |
| 4.1 BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS | | |
| In Bangladesh | | |
| Current Deposits | | |
| Sonali Bank Ltd. | 38,456,993 | 16,610,939 |
| Agrani Bank Ltd. Ltd. | 4,875 | 4,875 |
| Sonali Bank Ltd. (TAX Settlement A/C) | 417,817 | 418,847 |
| Social Islamic Bank Limited | 2,250 | 2,002,825 |
| | 38,881,935 | 19,037,486 |
| Short Term Deposits | | |
| Sonali Bank Ltd. | 57,714,214 | 108,973,755 |
| AB Bank Ltd. | 4,081,973 | 4,080,218 |
| Rupali Bank Ltd. | 1,086,101 | 1,778,601 |
| Janata Bank Ltd. | 2,074,042 | 1,577,059 |
| Prime Bank Ltd. | 94,788 | 3,535,850 |
| Standard Chartered Bank | 70,135,663 | 138,461,189 |
| Dutch Bangla Bank Ltd. | - | 83,898 |
| Bank Asia Limited | 144,137 | 260,145,057 |
| Standard Bank Limited | 2,900,104 | 2,900,104 |
| Al Arafah Islami Bank Limited | 14,586 | 15,391 |
| NCC Bank Limited | 51,659 | 52,434 |
| Southeast Bank Limited | 4,963 | 5,464 |
| | 138,302,230 | 521,609,020 |
| Mudaraba Short Term Deposit | | |
| AB Bank Ltd. | 3,584,889 | 775,900,029 |
| The City Bank Limited | 6,685,669 | 6,685,669 |
| EXIM Bank Ltd | 4,060,245 | 10,299,677 |
| Bank Asia Ltd. | 546,670 | 546,670 |
| Union Bank Ltd. | 253,112,411 | 675,915 |
| Social Islami Bank Ltd. | 201,858,468 | 1,858,468 |
| | 469,848,352 | 795,966,428 |
| Fixed Deposits in local Currency | | |
| Fixed With Bank | | |
| AB Bank Limited | - | 1,000,000,000 |
| One Bank Limited | 1,000,000,000 | 1,000,000,000 |
| Dutch Bangla Bank Limited | 1,000,000,000 | - |
| Mercantile Bank Limited | - | 500,000,000 |
| Jamuna bank Limited | - | 400,000,000 |
| Dhaka Bank Limited | - | 1,000,000,000 |
| Eastern Bank Limited | - | 1,000,000,000 |
| BRAC Bank Limited | 500,000,000 | 2,000,000,000 |
| National Bank limited | - | 1,000,000,000 |
| Standard Bank Limited | - | 1,000,000,000 |
| | 2,500,000,000 | 8,900,000,000 |
| Fixed With NBFi | | |
| GSP Finance Co. Ltd. | - | 100,000,000 |
| IDLC Finance Limited | - | 300,000,000 |
| Delta Brac Housing Ltd. | - | 450,000,000 |
| | - | 850,000,000 |

| | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|---|--|--|
| Mudaraba Term Deposits | | |
| Islamic Finance & Investment Ltd. | 300,000,000 | 300,000,000 |
| Hajj Finance Co. Ltd | 120,000,000 | 250,000,000 |
| The City Bank Ltd | - | - |
| Shahjalal Islami Bank Limited | - | 250,000,000 |
| EXIM Bank Limited | - | 500,000,000 |
| | <u>420,000,000</u> | <u>1,300,000,000</u> |
| | <u>3,567,032,517</u> | <u>12,386,612,934</u> |
| 4.2 Outside Bangladesh | | |
| Current Account | | |
| Dollar Account | | |
| Mashreqbank psc, USA | 58,530,057 | 408,993,413 |
| Standard Chartered Bank, USA | 127,678,202 | 929,480,364 |
| HSBC Bank, USA | - | - |
| ICICI Bank Ltd., Hongkong | 31,467,813 | 257,856,401 |
| Commerz Bank, AG Germany | 75,720,285 | 367,229,940 |
| Wells Fargu Bank,NY | - | - |
| Habib Bank Limited | 4,332,512 | 6,051,227 |
| Sonali Bank Ltd. UK | 1,960,662 | 631,301 |
| United Bank Of India | 30,173,726 | 37,565,148 |
| GBP Account | | |
| Standard Chartered Bank, UK | 16,159,230 | 8,390,696 |
| Citibank N.A., UK | - | - |
| Sonali Bank Ltd. UK,GBP | 2,180,408 | 656,309 |
| HSBC, PLC, UK | - | - |
| Japanese Yen Account | | |
| Standard Chartered Bank, Japan | 554,983 | 60,852 |
| Commerzbank Ag, Frankfurt, Germany (Jpy) | 1,118,998 | 825,650 |
| Australian Dollar Account | | |
| Commerzbank Ag, Frankfurt, Germany (Aud) | 3,382,007 | 2,494,715 |
| EURO Account | | |
| HSBC, PLC, UK | - | - |
| Standard Chartered Bank, UK | 44,785,028 | 22,191,775 |
| ICICI Bank Ltd., Mumbai, India | 1,663,084 | 1,480,395 |
| Citibank N.A., UK | - | - |
| Sonali Bank Ltd. UK | 812,591 | 783,939 |
| Commerzbank AG, Germany | 12,953,532 | 6,131,954 |
| ACUD Account | | |
| Citibank N.A., Mumbai, India | - | - |
| ICICI Bank Ltd., Mumbai, India | 88,610,654 | 53,171,410 |
| HSBC Bank, Pakistan | - | - |
| HSBC Bank, Mumbai, India | - | - |
| AB Bank, Mumbai, India | 107,119,549 | 82,221,111 |
| Mashreqbank, Mumbai, India | 40,644,380 | 42,828,290 |
| Standard Chartered Bank, Mumbai, India | 52,106,313 | 43449671 |
| CHF Account | | |
| Habib Bank, Zurich | 5,743,051 | 3,252,582 |
| SAR Accounts | | |
| Bank Aljazira - SAR | 2,199,340 | 2,149,498 |
| | <u>709,896,405</u> | <u>2,277,896,641</u> |
| | <u>4,276,928,922</u> | <u>14,664,509,575</u> |
| 4.3 Remaining maturity grouping of balance with other banks and financial institutions | | |
| On demand | 748,778,340 | 2,296,934,127 |
| Upto 1 month | 3,128,150,582 | 7,737,575,448 |
| Over 1 month but not more than 3 months | 300,000,000 | 4,350,000,000 |
| Over 3 months but not more than 1 Year | 100,000,000 | 280,000,000 |
| Over 1 Year but not more than 5 Years | - | - |
| Over 5 Years | - | - |
| | <u>4,276,928,922</u> | <u>14,664,509,575</u> |
| 4 (a) CONSOLIDATED BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS | | |
| In Bangladesh | | |
| Trust Bank Limited | Note - 4.1 3,567,032,517 | 12,386,612,934 |
| Trust Bank Securities Limited | 108,777,768 | 143,179,943 |
| Trust Bank Investment Limited | 121,215,538 | 362,747,462 |
| | <u>3,797,025,823</u> | <u>12,892,540,339</u> |
| Less : Inter Company Transaction | 134,277,121 | 435,590,048 |
| | <u>3,662,748,702</u> | <u>12,456,950,291</u> |
| Outside Bangladesh | Note - 4.2 709,896,405 | 2,277,896,641 |
| | <u>4,372,645,107</u> | <u>14,734,846,932</u> |

For details please refer to Annexure - A

| | | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|--------------|---|-----------------------------------|---------------------------------|
| 5 | MONEY AT CALL AND SHORT NOTICE | | |
| | Banks | | |
| | The City Bank Ltd. | - | 490,000,000 |
| | NCC Bank Ltd. | - | 550,000,000 |
| | | - | 1,040,000,000 |
| | Non-Banking Financial Institutions | - | - |
| | Investment Corporation of Bangladesh | - | - |
| | Non-Banking Financial Institutions | - | - |
| | | - | 1,040,000,000 |
| 6 | INVESTMENTS | | |
| | Government Securities | | |
| | Treasury Bills | | |
| | Treasury Bills -HTM | - | - |
| | Treasury Bills-HFT | 8,702,305,200 | 8,592,427,352 |
| | | 8,702,305,200 | 8,592,427,352 |
| | Treasury Bonds | | |
| | Treasury Bond - HFT | 482,988,150 | - |
| | Treasury Bond - HTM | 14,607,377,116 | 14,619,375,896 |
| | | 15,090,365,266 | 14,619,375,896 |
| | National Investment Bond | - | - |
| | | - | - |
| | Bangladesh Bank Bill | | |
| | Bangladesh Bank Bill - HTM | - | - |
| | Bangladesh Bank Bill - HFT | - | 5,097,787,100 |
| | | - | 5,097,787,100 |
| | Govt. Islamic Investment Bond | | |
| | Govt. Islamic Investment Bond - HFT | 830,000,000 | 750,000,000 |
| | Bangladesh Govt. Islamic Investment Bond - HTM | - | - |
| | | 830,000,000 | 750,000,000 |
| | Prize Bond | 3,875,400 | 3,905,100 |
| | | 3,875,400 | 3,905,100 |
| | Reverse REPO | - | - |
| | Asset Pledge as Security | - | - |
| | | - | - |
| | | 24,626,545,866 | 29,063,495,448 |
| | Other Investment | | |
| | Preference Share | | |
| | 12,800,000 shares in Summit Barisal Power Ltd. | 128,000,000 | - |
| | 7,200,000 shares in Summit Narayanganj Power Ltd. | 72,000,000 | - |
| | | 200,000,000 | - |
| | Ordinary Shares | | |
| | Quoted | 243,128,897 | 496,968,619 |
| | Unquoted | 18,062,657 | 18,062,657 |
| | | 261,191,554 | 515,031,276 |
| | Investment in Commercial papers | 400,000,000 | - |
| | Investment in Corporate Bonds | 2,095,480,000 | 1,160,480,000 |
| | | 2,956,671,554 | 1,675,511,276 |
| | | 27,583,217,420 | 30,739,006,724 |
| 6 (a) | Consolidated Investments | | |
| | Government Securities | | |
| | Trust Bank Limited | 24,626,545,866 | 29,063,495,448 |
| | Trust Bank Securities Limited | - | - |
| | Trust Bank Investment Limited | - | - |
| | | 24,626,545,866 | 29,063,495,448 |
| | Other Investment | | |
| | Trust Bank Limited | 2,956,671,554 | 1,675,511,276 |
| | Trust Bank Securities Limited | - | - |
| | Trust Bank Investment Limited | 2,117,318,906 | 1,725,123,621 |
| | | 5,073,990,460 | 3,400,634,897 |
| | Less : Inter Company Transaction | - | - |
| | | 29,700,536,326 | 32,464,130,345 |
| 6.1 | Treasury Bills-at Present Value | | |
| | 28 days Treasury Bills | - | - |
| | 91 days Treasury Bills | - | - |
| | 182 days Treasury Bills | 2,759,986,800 | 998,619,000 |
| | 364 days Treasury Bills | 5,942,318,400 | 7,593,808,352 |
| | | 8,702,305,200 | 8,592,427,352 |

| 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|-----------------------------------|---------------------------------|
|-----------------------------------|---------------------------------|

6.2 Treasury Bonds-at Present Value

| | | |
|-------------------------|-----------------------|-----------------------|
| 02 years Treasury Bonds | 1,516,317,953 | 1,528,316,733 |
| 05 years Treasury Bonds | 2,117,557,623 | 2,117,557,623 |
| 10 years Treasury Bonds | 6,964,258,559 | 6,481,270,409 |
| 15 years Treasury Bonds | 3,121,324,777 | 3,121,324,777 |
| 20 years Treasury Bonds | 1,370,906,354 | 1,370,906,354 |
| | <u>15,090,365,266</u> | <u>14,619,375,896</u> |

6.3 Repo & Reverse Repo Transactions during the period ended on 30 June 2017

Discloser required as per Bangladesh Bank DOS Circular No.-06 Dated: 15 July 2010 regarding of repo and reverse repo during the year ended on 30 June 2017

a. (i) Disclosure regarding outstanding REPO as on 30 June 2017

| SI No. | Counter Party | Agreement Date | Reversal Date | Amount (1st Leg Cash Consideration) |
|--------|---------------|----------------|---------------|-------------------------------------|
| 1 | - | - | - | - |

(ii) Disclosure regarding outstanding Reverse REPO as on 30 June 2017

| SI No. | Counter Party | Agreement Date | Reversal Date | Amount (1st Leg Cash Consideration) |
|--------|------------------------|----------------|---------------|-------------------------------------|
| 1 | Mutual Trust Bank Ltd. | 29-Jun-17 | 2-Jul-17 | 799,660,800 |
| 2 | Mutual Trust Bank Ltd. | 29-Jun-17 | 2-Jul-17 | 99,873,400 |
| 3 | Mutual Trust Bank Ltd. | 29-Jun-17 | 2-Jul-17 | 482,988,150 |

b. Disclosure regarding overall transaction of REPO and Reverse REPO:

| | Minimum Outstanding during the year | Maximum Outstanding during the year | Daily Average Outstanding during the year |
|------------------------------------|-------------------------------------|-------------------------------------|---|
| Securities sold under REPO: | | | |
| i) with Bangladesh Bank | | | |
| ii) with other Banks & Fis | | | |
| Securities purchased reunder REPO: | | | |
| i) with Bangladesh Bank | | | |
| ii) with other Banks & Fis | 314,517,858 | 1,382,522,300 | 19,036,921 |

6.4 Other Investment

This represents investment made by the company both in listed and unlisted securities. The investment is made up as under:

| Particulars | 30.06.2017 | | | 31.12.2016 | | |
|--|-------------------|----------------------|----------------------|-------------------|----------------------|----------------------|
| | No. of Securities | At Cost | Market Value | No. of Securities | At Cost | Market Value |
| Investment Securities : Quoted | 14 | 243,128,897 | 306,482,116 | 14 | 496,968,619 | 501,023,676 |
| Investment Securities : Unquoted | 3 | 18,062,657 | 18,062,657 | 3 | 18,062,657 | 18,062,657 |
| Investment Securities : Preference Share | 2 | 200,000,000 | 200,000,000 | | | |
| Investment in Corporate Bonds | 7 | 2,095,480,000 | 2,095,480,000 | 5 | 960,480,000 | 960,480,000 |
| Investment in Commercial Paper | 2 | 400,000,000 | 400,000,000 | | - | - |
| Balance as on 30 June 2017 | 28 | 2,956,671,554 | 3,020,024,773 | 22 | 1,475,511,276 | 1,479,566,333 |

6.4.1 Investment in Ordinary Shares - Quoted

Investment has been recorded at cost and adequate provision for probable future losses as per Bangladesh Bank guideline has been made. Market value of securities has been determined on the basis of the value of securities at the last trading date of the half-year (Last trading date for the period was 29 June 2017).

6.4.1.1 Sector wise investment in listed securities at cost

| | | |
|------------------------------------|--------------------|--------------------|
| Banking Companies | 3,010,593 | 12,898,147 |
| Manufacturing Companies and others | 67,176,077 | 19,433,500 |
| Power Sector | 15,426,736 | 15,427,275 |
| IBBL Bond | 54,051,240 | 54,051,240 |
| Investment Fund | - | - |
| Mutual Fund | 103,464,251 | 395,158,457 |
| | <u>243,128,897</u> | <u>496,968,619</u> |

| | |
|--|--|
| 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|--|--|

6.4.1.2 Investment in Ordinary Share - Quoted

| | | |
|----------------------------|--------------------|--------------------|
| Under Conventional Banking | 173,549,109 | 432,316,698 |
| Under Islamic Banking | 69,579,788 | 64,651,921 |
| | <u>243,128,897</u> | <u>496,968,619</u> |

Security wise Investment in Quoted Shares is given below:

| Sl | Name of Security | Nos of Share | | | Average cost rate | 31-Dec-16 | 31-Dec-16 |
|----|--------------------------------------|--------------|---------|-----------|-------------------|--------------------|--------------------|
| | | Conventional | Islamic | Total | | | |
| 1 | EBL NRB Mutual Fund | - | - | - | - | - | 49,070,000 |
| 2 | First Bangladesh Fixed Income Fund | - | - | - | - | - | 236,093,033 |
| 3 | IBBL Mudaraba Perpetual Bond | - | 55,915 | 55,915 | 966.67 | 54,051,240 | 54,051,240 |
| 4 | Islami Bank Bangladesh Ltd. | - | - | - | - | - | 3,773,943 |
| 5 | Popular Life First Mutual Fund | 1,322,947 | - | 1,322,947 | 7.56 | 10,000,000 | 10,000,000 |
| 6 | Prime Bank Ltd. | 61,600 | - | 61,600 | 32.68 | 2,012,905 | 2,012,905 |
| 7 | Pubali Bank Ltd. | 25,515 | - | 25,515 | 39.10 | 997,688 | 997,688 |
| 8 | Square Pharmaceuticals Ltd. | 3,557 | 15,000 | 18,557 | 261.11 | 4,845,449 | 589,631 |
| 9 | Summit Power Ltd. | 314,637 | - | 314,637 | 45.69 | 14,375,320 | 14,375,320 |
| 10 | Social Islami Bank Ltd. | - | - | - | - | - | 6,113,610 |
| 11 | Olympic Industries Ltd. | 100,000 | 35,000 | 135,000 | 288.57 | 38,957,269 | - |
| 12 | MJL Bangladesh Ltd. | 49,500 | - | 49,500 | 114.60 | 5,672,824 | - |
| 13 | Golden Harvest Agro Industries Ltd. | - | 3,319 | 3,319 | 53.87 | 178,801 | - |
| 14 | Nurani Dyeing and Sweater Ltd. | 13,043 | - | 13,043 | 10.00 | 130,430 | - |
| 15 | Padma Oil Co. Ltd. | - | 3,000 | 3,000 | 350.47 | 1,051,416 | 1,051,956 |
| 16 | IT Consultants Ltd. (ITCL) | 2,000,000 | - | 2,000,000 | 8.70 | 17,391,304 | 18,843,870 |
| 17 | LR Global Bangladesh Mutual Fund One | 6,554,016 | - | 6,554,016 | 9.64 | 63,205,696 | 36,789,727 |
| 18 | Trust Bank 1st Mutual Fund | 4,000,000 | - | 4,000,000 | 7.56 | 30,258,555 | 63,205,696 |
| | | | | | | <u>243,128,897</u> | <u>496,968,619</u> |

Provision for Investment and Securities has been shown separately in note no. "12 - Other Liabilities"

6.4.2 Unlisted Securities

Ordinary Share

| | | |
|--|-------------------|-------------------|
| IT Consultant Limited (ITCL) | - | - |
| CAPM Unit Fund | 10,000,000 | 10,000,000 |
| Central Depository Bangladesh Limited (CDBL) | 4,708,330 | 4,708,330 |
| SWIFT | 3,354,327 | 3,354,327 |
| | <u>18,062,657</u> | <u>18,062,657</u> |

6.4.3 Investment in Commercial Papers

| | | |
|--|--------------------|----------|
| Engergyac Engineering Ltd. | 200,000,000 | - |
| Danish Condensed Milk(Bangladesh) Ltd. | 200,000,000 | - |
| | <u>400,000,000</u> | <u>-</u> |

6.4.4 Investment in Corporate Bonds

| | Rate of Interest/Profit | | |
|--|-------------------------|----------------------|----------------------|
| Prime Bank Ltd. Subordinated Bond | 11.50% | - | 65,000,000 |
| Dhaka Bank Ltd.Subordinated Bond | 11.65% | 20,000,000 | 20,000,000 |
| National Bank Ltd.Subordinated Bond | 11.50% | 20,480,000 | 20,480,000 |
| Al-Arafa Islamic Bank Ltd. Subordinated Bond | 10.50% | 600,000,000 | 600,000,000 |
| MTBL Partly Convertible Subordinated Bond | 12.00% | 55,000,000 | 55,000,000 |
| One Bank Limited Subordinate Bond | 8.60% | 400,000,000 | 400,000,000 |
| Exim Bank Ltd. Subordinated Bond | 7.75% | 500,000,000 | - |
| SIBL Non-Convertible Zero Coupon Bond | 8.25% | 500,000,000 | - |
| | | <u>2,095,480,000</u> | <u>1,160,480,000</u> |

6.4.4.1 Investment in Corporate Bonds

| | | |
|----------------------------|----------------------|----------------------|
| Under Conventional Banking | 1,895,480,000 | 960,480,000 |
| Under Islamic Banking | 200,000,000 | 200,000,000 |
| | <u>2,095,480,000</u> | <u>1,160,480,000</u> |

6.5 Remaining maturity grouping of Investments

| | | |
|---|-----------------------|-----------------------|
| On demand | 3,875,400 | 3,905,100 |
| Upto 1 month | 1,550,187,335 | 7,424,834,100 |
| Over 1 month but not more than 3 months | 945,428,897 | 793,967,399 |
| Over 3 months but not more than 1 Year | 9,488,178,456 | 7,796,835,792 |
| Over 1 Year but not more than 5 Years | 6,223,435,021 | 5,465,594,086 |
| Over 5 Years | 9,372,112,311 | 9,253,870,247 |
| | <u>27,583,217,420</u> | <u>30,739,006,724</u> |

| | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|--|-----------------------------------|---------------------------------|
| 7 LOANS AND ADVANCES/ISLAMI BANKING INVESTMENTS | | |
| Loans And Advances Under Coventional Banking | | |
| Repair & Recon. of Dwelling House (RRDH) | 2,138,042,199 | 3,301,484,923 |
| Consumer Durable Scheme Loans (CDS) | 2,387,102 | 2,395,972 |
| Marriage Loans (ML) | 536,646,836 | 703,642,944 |
| Car Loans (CL) | 78,011,846 | 77,626,717 |
| House Building Loans (HBL) | 6,567,480,170 | 5,704,032,162 |
| Term Loans | 56,422,502,907 | 55,686,305,713 |
| Other Retail Loans | 2,787,792,982 | 2,579,422,674 |
| Time Loan | 16,637,670,687 | 16,046,874,680 |
| Other Loans | 28,761,115,946 | 14,589,656,653 |
| Staff Loans | 864,104,839 | 893,694,841 |
| Loans against Credit Card | 220,032,779 | 166,689,274 |
| Loans against Trust Receipts (LTR) | 5,052,809,277 | 4,223,179,204 |
| Payment Against Documents (PAD) | 3,634,734,905 | 3,255,772,503 |
| Packing Credit (Loan agt. Packing Credit) | 178,966,840 | 136,655,338 |
| | 123,882,299,315 | 107,367,433,598 |
| Loans And Advances under Islamic Banking | | |
| Bai-Muajjal | 6,685,999,079 | 4,281,912,957 |
| Hire Purchase under Shirkatul Melk | 763,858,482 | 798,039,682 |
| IHSAN Apartment Purchase Scheme | 138,690,706 | 81,617,973 |
| BARAKAT Home Construction Scheme | 114,188,761 | 90,516,096 |
| BARAKAT Car Scheme | 6,287,726 | 5,754,294 |
| HPSM-Real Estate | 503,163,008 | 405,448,401 |
| Murabaha TR | 2,478,994,120 | 1,627,683,894 |
| Bai-Salam | 121,618,400 | 88,011,187 |
| Household Durable & others scheme | 952,034 | 1,414,099 |
| TIB House Build. Inv. for Rtd. Def. Officer (M) | 4,873,474 | - |
| TIB House Building Scheme-HBL (RM) | 11,602,101 | 11,875,101 |
| TIB Household Durable Scheme(Household Durable) | 718,842 | 1,075,931 |
| TIB Car Scheme(Car Loan) | 373,959 | - |
| HPSM General | 3,075,173,453 | 2,760,595,693 |
| Barkat Doctors Scheme | 746,149 | 1,004,055 |
| MIB- EDF - TIB | 888,740,893 | 1,244,416,663 |
| Trust Nibash | 4,958,047 | 480,705 |
| Trust Power | 21,903,950 | 13,094,983 |
| | 14,822,843,184 | 11,412,941,714 |
| Cash Credit | | |
| Cash Credit | 1,481,760,547 | 1,184,444,872 |
| Cash Collateral | 3,833,609,627 | 2,146,720,142 |
| | 5,315,370,174 | 3,331,165,014 |
| Overdraft | | |
| Overdrafts | 15,281,271,454 | 11,488,004,554 |
| Secured Overdrafts | 2,337,921,583 | 5,042,371,622 |
| | 17,619,193,037 | 16,530,376,176 |
| Total Loans, Cash Credits and Overdrafts | 161,639,705,710 | 138,641,916,502 |
| Bills Purchased and Discounted | | |
| Under Conventional banking | 5,133,985,423 | 2,926,709,092 |
| Under Islamic banking | 416,617,325 | 418,807,719 |
| | 5,550,602,748 | 3,345,516,811 |
| | 167,190,308,458 | 141,987,433,313 |
| 7.1 Residual maturity grouping of Loans and Advances including Bills Purchased and Discounted | | |
| Repayable on demand | 10,784,662,469 | 7,343,369,851 |
| Not more than 3 months | 50,592,609,214 | 48,009,049,941 |
| More than 3 months but not more than 1 Year | 55,113,030,922 | 48,349,541,482 |
| More than 1 Year but not more than 5 Years | 37,412,982,349 | 28,333,716,242 |
| More than 5 Years | 13,287,023,504 | 9,951,755,797 |
| | 167,190,308,458 | 141,987,433,313 |
| 7.2 Loans and Advances including Bills Purchased and Discounted Inside Bangladesh | | |
| Loans | 138,705,142,499 | 118,780,375,312 |
| Cash Credit | 5,315,370,174 | 3,331,165,014 |
| Overdraft | 17,619,193,037 | 16,530,376,176 |
| Bills purchased and discounted | 5,550,602,748 | 3,345,516,811 |
| | 167,190,308,458 | 141,987,433,313 |
| Outside Bangladesh | - | - |
| | 167,190,308,458 | 141,987,433,313 |

Note - 7.6

| | |
|--|--|
| 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|--|--|

7.3 Loans and Advances on the basis of significant concentration

7.3.1 Advances to Directors and Others

| | | |
|--|------------------------|------------------------|
| Advance to Directors and their allied concerns | 392,898,072 | 357,606,100 |
| Advances to CEO and Senior Executives | 179,630,444 | 195,165,818 |
| Advances to Customers (Group wise) | 44,575,314,753 | 44,931,290,829 |
| Industrial Advances (Project finance) | 21,733,437,248 | 23,385,382,797 |
| Other Staff Loan | 684,474,395 | 698,529,023 |
| Other Customers | 99,624,553,546 | 72,419,458,746 |
| | 167,190,308,458 | 141,987,433,313 |

7.3.2 Disclosure of Large Loan

As per BRPD Circular No. 5 dated 9 April 2005 issued by Bangladesh Bank, disclosure on large loan i.e. loan sanctioned to any individual or enterprise or any organization of a group amounting to 10% or more of the Bank's total capital and classified amount therein and measures taken for recovery of such loan have been furnished as under:

| | | |
|--|----------------|----------------|
| Total Capital | 20,027,822,284 | 19,458,323,810 |
| Total Loans and Advances | 66,395,420,628 | 67,977,866,439 |
| No. of Customers | 22 | 29 |
| Classified amount thereon | Nil | Nil |
| Measures taken for recovery of classified loans: | N/A | N/A |

Single Borrower Exposure Limit has been calculated on the basis of total eligible capital as on 30 June 2016 according to BRPD Circular 02, dated 16 January 2014.

Details of Large Loans

| SL # | Name of the Client | CL Status | Outstanding Loan | | Total 30.06.2017 | Total 31.12.2016 |
|------|---|-----------|------------------|---------------|---------------------|---------------------|
| | | | Funded | Non-Funded | | |
| 1 | Pretty Sweater Ind. Ltd. | UC | 2,270,825,015 | 3,014,998,780 | 5,285,823,795 | 4,698,723,568 |
| 2 | Sena Kalyan Sangstha & allied | UC | 3,552,407,147 | 1,566,272,295 | 5,118,679,442 | 4,235,834,398 |
| 3 | Khulna Shipyard Ltd. | UC | - | 4,386,852,448 | 4,386,852,448 | 3,617,879,544 |
| 4 | Jolshiri Abashon | UC | 3,912,175,246 | - | 3,912,175,246 | 3,786,292,901 |
| 5 | Durable Plastic Ltd., Habigonj Agro Ltd., Mymensingh Agro Ltd., Sun Basic Chemicals Ltd. | UC | 2,018,335,754 | 1,515,667,012 | 3,534,002,766 | 1,658,570,509 |
| 6 | China Harbour Engineering Co. Ltd. | | - | 3,520,032,682 | 3,520,032,682 | - |
| 7 | Abdul Monem Ltd. | | 585,242,421 | 2,843,779,234 | 3,429,021,655 | - |
| 8 | Dhaka Northern Power Generations Ltd., Eastern Cement Industries Ltd., Doreen Power House & Technologies Ltd. | UC | 3,000,140,995 | 400,000,000 | 3,400,140,995 | 4,576,818,522 |
| 9 | Masihata Sweaters Ltd., Mega Yarn Dyeing Mills Ltd. | UC | 1,415,097,168 | 1,471,884,129 | 2,886,981,297 | 2,531,449,052 |
| 10 | Sena Hotel Development Ltd., Trust Transport Services | UC | 2,854,979,955 | 1,652,726 | 2,856,632,681 | 2,990,098,857 |
| 11 | BRAC | | 1,315,359,220 | 1,462,913,413 | 2,778,272,633 | - |
| 12 | Wahid Construction Ltd. | | 11,525,875 | 2,689,055,418 | 2,700,581,293 | - |
| 13 | Elegance Housing Society | UC | 2,589,488,186 | - | 2,589,488,186 | 2,464,044,372 |
| 14 | Divine Housing Society | UC | 2,509,037,151 | - | 2,509,037,151 | 2,387,490,664 |
| 15 | KYCR Coil Industries Ltd., Steel Accessories Ltd., KDS Logistics Ltd. | UC | 1,582,669,508 | 897,398,850 | 2,480,068,358 | 1,755,596,064 |
| 16 | Bangladesh Steel Re-rolling Mills Ltd., BSRM Steels Ltd., BISCO, BSRM Wires Ltd. | UC | 981,354,270 | 1,393,837,711 | 2,375,191,981 | 1,906,290,321 |
| 17 | Walton Hi-Tech Industries Ltd. & Walton Micro-Tech Corp. | | 148,373,637 | 2,070,600,091 | 2,218,973,728 | - |
| 18 | ASR Computerized Sweater (Ind.) Ltd., ASR Sweater Ltd., Golden Times Sweater & Dyeing (Ind.) Ltd. | UC | 1,187,042,676 | 1,017,794,944 | 2,204,837,620 | 2,530,105,027 |
| 19 | United Ashugonj Power Ltd., United Power Generation & Distribution Company Ltd., United Ashugonj Energy Ltd., United Enterprise & Co. Ltd., Neptune Commercial Ltd. | UC | 1,889,590,402 | 238,615,928 | 2,128,206,330 | 2,057,878,335 |
| 20 | Danish Condensed Milk BD Ltd., Danish Milk Bangladesh Ltd., Danish Foods Ltd., Partex Cables Ltd. | UC | 1,102,169,704 | 980,144,855 | 2,082,314,559 | 1,526,450,058 |
| 21 | Masud & Brothers, Ruby Food Products Ltd. | UC | 336,876,841 | 1,695,707,450 | 2,032,584,291 | 1,640,607,283 |
| 22 | Santana Enterprise | UC | 1,920,766,205 | 44,755,286 | 1,965,521,491 | 1,876,963,154 |
| 23 | SQ Celcius Limited & SQ Birchina Ltd. | UC | - | - | - | 2,873,850,536 |
| 24 | Shah Cement Ind. Ltd., Abul Khair Steel Ind. Ltd., A.K. Corporation Ltd., Abul Khair Strip Processing Ltd., Abul Khair Steel Melting Ltd. | UC | - | - | - | 2,467,105,890 |

| | |
|--|--|
| 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|--|--|

| SL # | Name of the Client | CL Status | Outstanding Loan | | Total 30.06.2017 | Total 31.12.2016 |
|------|---|-----------|-----------------------|-----------------------|-----------------------|-----------------------|
| | | | Funded | Non-Funded | | |
| 25 | The ACME Laboratories Ltd. | UC | - | - | - | 1,892,051,437 |
| 26 | Sky Capital Airlines Ltd. & Blue Planet Knitwear Ltd. | UC | - | - | - | 1,682,735,163 |
| 27 | Zaber & Zubair Fabrics Ltd., Talha Spinning Mills Ltd., Yasmin Spinning Mills Ltd., Nice Denim Ltd., Zarba Textile Mills Ltd. | UC | - | - | - | 1,678,255,530 |
| 28 | Shabab Fabrics Ltd. | UC | - | - | - | 1,640,891,786 |
| 29 | Barakatullah Electro Dynamics Ltd., Baraka Patenga Power Ltd., Royal Homes Ltd. | UC | - | - | - | 1,637,792,736 |
| 30 | Navana Real Estate Ltd., Navana Batteries Ltd., Navana Renewable Energy Ltd. | UC | - | - | - | 1,612,440,613 |
| 31 | 7B Associates | UC | - | - | - | 1,567,195,469 |
| 32 | Anwar Group of Industries | UC | - | - | - | 1,566,558,482 |
| 33 | KSRM Steel Plant Ltd., Kabir Steel Re-rolling Mills Ltd., Kabir Steel Ltd. | UC | - | - | - | 1,565,107,466 |
| 34 | Nitol Motors Ltd. | UC | - | - | - | 1,552,788,702 |
| | | | 35,183,457,376 | 31,211,963,252 | 66,395,420,628 | 67,977,866,439 |

7.3.3 Restructured Loans & Avances

According to Bangladesh Bank Circular no. 04 dated 29 January 2015 relating to Large Loan Restructuring, the term loans provided to Rising Steel Limited and Modern Steel Mills Limited have been restructured after getting approval from Bangladesh Bank against of which provision has been kept after treating the loans as SMA with additional 1% provision. Details of restructured loan is given in the following table:

| Name of the Client | Nature of Loan | Restructure Date | Expiry Date | Limit | Outstanding |
|----------------------------|----------------|------------------|-------------|----------------------|----------------------|
| Rising Steel Limited | Term Loan | 27-Dec-15 | 27-Dec-21 | 95,544,112.00 | 110,919,202 |
| | Term Loan | 27-Dec-15 | 27-Dec-21 | 1,237,212,826 | 1,436,119,368 |
| Modern Steel Mills Limited | Term Loan | 3-Sep-15 | 3-Sep-27 | 836,688,762 | 965,214,395 |
| | Term Loan | 3-Sep-15 | 3-Sep-21 | 221,695,247 | 249,281,693 |
| Total | | | | 2,391,140,947 | 2,761,534,658 |

7.3.4 Geographical location-wise concentration of Loans and Advances

Inside Bangladesh

Dhaka Division
Chittagong Division
Khulna Division
Sylhet Division
Rangpur Division
Barisal Division
Rajshahi Division
Mymensingh Division

| | |
|------------------------|------------------------|
| 122,667,043,121 | 106,846,888,592 |
| 28,227,512,143 | 23,553,900,595 |
| 4,658,595,722 | 3,597,557,480 |
| 3,997,390,109 | 3,373,708,847 |
| 3,061,590,550 | 1,890,296,497 |
| 194,825,620 | 176,967,235 |
| 3,359,005,643 | 2,143,038,437 |
| 786,966,405 | 405,075,630 |
| 166,952,929,313 | 141,987,433,313 |
| - | - |
| 166,952,929,313 | 141,987,433,313 |

Outside Bangladesh

7.3.5 Industry-wise concentration of Loans and Advances

| | | |
|---|------------------------|------------------------|
| Agro & Fisheries | 2,005,621,255 | 2,776,032,616 |
| RMG | 14,779,788,515 | 18,825,251,185 |
| Textile | 6,834,771,737 | 5,561,507,920 |
| Food and allied industries (Edible Oil included) | 9,323,833,884 | 5,314,536,849 |
| Pharmaceutical industries | 1,755,574,595 | 2,937,293,394 |
| Chemical, fertilizer, etc. | 3,691,994,484 | 1,434,359,965 |
| Cement and ceramic industries | 3,215,195,279 | 2,599,817,127 |
| Ship building industries | 688,820,362 | 608,520,840 |
| Ship breaking industries | 3,272,318,546 | 2,399,747,393 |
| Power and gas | 7,519,431,322 | 8,124,732,391 |
| Other manufacturing or extractive industries (Rubber & Plastic, Paper, Steel Engineering & Metal Products included) | 18,081,508,296 | 13,746,061,139 |
| Service Industries (Telecom & ICT, Medical Service included) | 12,334,199,481 | 8,604,712,803 |
| Other Industry | 2,748,819,085 | 2,211,945,529 |
| Trade & Commerce | 15,818,637,912 | 21,401,724,305 |
| Construction & Housing | 26,908,282,810 | 25,387,621,707 |
| Transport | 2,165,584,567 | 1,181,019,622 |
| Consumer Financing (Personal Services) | 23,201,534,651 | 12,964,158,894 |
| Loans to Financial Institution (NBFI & NGO included) | 3,605,188,172 | 2,666,798,487 |
| Miscellaneous (Others) | 9,239,203,505 | 3,241,591,147 |
| | 167,190,308,458 | 141,987,433,313 |

| | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|--|--|--|
| 7.3.6 Nature wise Loans and Advances | | |
| Continuous | 28,022,461,799 | 22,927,879,079 |
| Demand Loan | 37,913,332,125 | 32,319,146,149 |
| Term Loans | 100,004,612,153 | 85,581,031,147 |
| Short Term Agri. Credit & Micro Credit | 267,186,502 | 263,203,732 |
| Staff Loan | 982,715,879 | 896,173,206 |
| | 167,190,308,458 | 141,987,433,313 |
| 7.4 Classification of Loans and Advances including Bills Purchased and Discounted | | |
| Unclassified Loans and Advances (including staff loan) | | |
| Consumer Financing (House Financing, HF) | 8,159,039,028 | 9,232,715,914 |
| Consumer Financing (Loans for Professional, LP) | 6,104,197 | 6,992,298 |
| Consumer Financing (Other than HF & LP) | 3,988,541,498 | 8,925,344,945 |
| Small & Medium Enterprise Financing (SMEF) | 12,621,311,124 | 12,172,211,491 |
| Loans to BHs/ MBs/ Sds against Shares etc | 37,930,986 | 62,509,812 |
| All Other Credit | 129,477,414,289 | 101,377,096,820 |
| Short Term Agri Credit | 264,116,630 | 259,954,954 |
| Staff Loans | 982,715,879 | 896,173,206 |
| | 155,537,173,631 | 132,932,999,440 |
| Special Mentioned Accounts | 6,600,954,994 | 4,498,337,723 |
| Classified Loans and Advances | | |
| Sub-Standard Loans and Advances | 787,128,426 | 903,834,348 |
| Doubtful Loans and Advances | 599,279,244 | 638,421,004 |
| Bad /Loss Loans and Advances | 3,665,772,163 | 3,013,840,798 |
| | 5,052,179,833 | 4,556,096,150 |
| | 167,190,308,458 | 141,987,433,313 |
| 7.5 Particulars of Loans and Advances | | |
| (i) Loans considered good in respect of which the bank is fully secured. | 98,766,105,257 | 83,814,496,329 |
| (ii) Loans considered good for which the bank holds no other security than the debtor's personal security. | 2,333,057,604 | 2,655,054,222 |
| (iii) Loans considered good and secured by personal undertaking of one or more parties in addition to the personal guarantee of the debtors. | 54,438,010,770 | 46,463,448,889 |
| (iv) Loans considered doubtful or bad not provided for | - | - |
| (v) Loans due by directors or officers of the bank or any of them either severally or jointly with any other person. | 1,257,002,911 | 1,251,300,941 |
| (vi) Loans due by companies or firms in which the directors of the bank are interested as directors, partners or managing agents or, in the case of private companies as members. | - | - |
| (vii) Maximum total amount of advances including temporary advances made at any time during the year to directors or managers or officers of the banking company or any of them either severally or jointly with any other persons. | 1,257,002,911 | 1,251,300,941 |
| (viii) Maximum total amount of advances including temporary advances granted during the year to the companies or firms in which the directors of the banking company are interested as directors, partners or managing agents or in the case of private company. | - | - |
| (ix) Due from Banking Companies. | - | - |
| (x) Amount of classified loan on which no interest has been charged: | | |
| a) Increase/(Decrease) in provision | 324,932,210 | 760,195,709 |
| Amount of loan written off | - | 569,668,405 |
| Amount realized against loan previously written off | - | - |
| b) Provision kept against loans classified as bad debts | 1,769,357,659 | 1,372,676,565 |
| c) Interest credited to interest Suspense Account | 1,602,435,839 | 1,254,089,563 |

| | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|--|-----------------------------------|---------------------------------|
| (xi) Cumulative amount of written off loans | | |
| Opening Balance | 569,698,405 | |
| Amount written off/(recovery) during the year | - | 569,698,405 |
| | <u>569,698,405</u> | <u>569,698,405</u> |
| The amount of written off loans for which law suit has been filed | <u>569,698,405</u> | <u>569,698,405</u> |
| 7.6 Bills purchased and discounted | | |
| Payable in Bangladesh | 5550387387 | 3,031,947,842 |
| Payable out side Bangladesh | 416832686 | 313,568,969 |
| | <u>5,967,220,073</u> | <u>3,345,516,811</u> |
| 7.7 Remaining maturity grouping of bills purchased and discounted | | |
| Payable with in one month | 1627824343 | 1,627,824,343 |
| Over one month but less than three months | 1233195775 | 1,428,384,942 |
| Over three months but less than 01 year | 289307543 | 289,307,526 |
| More than 01 year | - | - |
| | <u>3,150,327,661</u> | <u>3,345,516,811</u> |
| 7.8 Litigation filed by the Bank | | |
| As of the responding date, the Bank filed lawsuit against recovery of its defaulted loans and advances as under: | | |
| Name of the Branch | | |
| Principal Branch | 13,027,694 | 16,727,053 |
| Sena Kalyan Bhaban Branch | 59,244,792 | 86,554,204 |
| Bogra Cantonment Branch | 8,646,393 | 9,315,729 |
| Chittagong Cantonment Branch | 3,707,708 | 3,707,708 |
| Rangpur Cantonment Branch | 8,706,825 | 1,007,412 |
| Jessore Cantonment Branch | 21,723,125 | 21,723,125 |
| Jalabad Branch | 1,415,173 | 1,415,173 |
| Agrabad Branch | 94,355,420 | 237,525,479 |
| SS Cantt. Branch | 1,718,829 | - |
| Dhanmondi Branch | 41,231,718 | 40,618,487 |
| Gulshan Corporate Branch | 49,188,598 | 49,348,804 |
| Dilkusha Corporate Branch | 10,974,439 | 12,271,439 |
| RWGH Branch | 25,550,701 | 24,671,058 |
| KYAMCH Branch | 28,370,723 | 3,089,141 |
| CDA Avenue Branch | 102,611,391 | - |
| Sylhet Corp. Branch | 14,030,509 | 13,301,654 |
| Millenum Corporate Branch | 29,876,924 | 29,876,924 |
| Uttara Corporate Branch | 154,398,307 | 133,036,907 |
| Halishar Branch | 189,091,988 | 195,409,731 |
| Beani Bazar Branch | 18,687,481 | 34,941,839 |
| Moulvibazar Branch | 67,606,343 | 67,606,343 |
| Goala Bazar Branch | 5,674,731 | 4,607,685 |
| Mirpur Branch | 6,242,041 | 6,242,041 |
| Karwan Bazar Branch | 2,898,040 | 2,903,040 |
| Joypara Branch | 9,199,498 | - |
| Joydevpur Branch | 14,441,635 | 14,541,436 |
| Narsingdi Branch | 167,451,206 | 104,702,169 |
| Jublee Road Branch | 151,751,571 | 155,071,571 |
| Shahjalal Upashohor Branch | 4,047,160 | 4,897,160 |
| Ashugonj Branch | 4,674,503 | 4,674,503 |
| Khulna Branch | 12,475,949 | 12,188,169 |
| Tongi Branch | 6,750,117 | - |
| Chowmohoni Branch | 50,366,794 | 50,376,794 |
| Cox's Bazar branch | 3,530,258 | 3,530,258 |
| Rajshahi Branch | 1,041,471 | 1,041,471 |

| | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|---|--|--|
| Barisal | 1,510,000 | - |
| Rajendrapur Branch | 226,109 | 226,109 |
| Elephant Road Branch | 95,420,562 | 8,581,115 |
| Dayarampur Branch | 546,120 | 546,120 |
| Khawja Garib Newas Avenue Branch | 4,388,178 | 4,388,178 |
| Mongla Branch | 571,795 | 547,495 |
| Jahanabad Cantt Branch | 1,863,661 | 1,863,661 |
| BUSM Cantonment | 2,400,666 | 3,054,261 |
| Mohakhali Branch | 4,152,791 | - |
| Dholikhali SME Service Centre | 3,152,247 | 3,160,047 |
| Madhobdi SME Branch | 10,473,104 | 10,502,104 |
| Madina Market Branch | 4,063,204 | 4,063,204 |
| Natore SME/ Krishi Branch | 413,909 | 433,909 |
| Manikganj SME/Krishi Branch | 34,725,989 | 593,549 |
| | 1,548,618,388 | 1,384,884,259 |
| 7 (a) Consolidated Loans and Advances/Islami Banking Investments | | |
| Loans And Advances | | |
| Trust Bank Limited | 161,639,705,710 | 138,641,916,502 |
| Trust Bank Securities Limited | 2,303,528,807 | 2,466,163,409 |
| Trust Bank Investment Limited | 163,943,234,517 | 141,108,079,911 |
| Less : Inter Company Transaction | 206 | 15,182,910 |
| | 163,943,234,311 | 141,092,897,001 |
| Bills purchased and discounted | | |
| Trust Bank Limited | 5,550,602,748 | 3,345,516,811 |
| Trust Bank Securities Limited | - | - |
| Trust Bank Investment Limited | - | - |
| | 5,550,602,748 | 3,345,516,811 |
| | 169,493,837,059 | 144,438,413,812 |
| 8 FIXED ASSETS INCLUDING PREMISES, FURNITURE AND FIXTURES | | |
| Cost | | |
| Leasehold Land | 160,469 | 160,469 |
| Office Building | 12,680,000 | 12,680,000 |
| Furniture and fixtures | 214,465,286 | 213,329,351 |
| Office equipment | 904,168,201 | 891,565,175 |
| Motor vehicles | 79,837,795 | 79,837,795 |
| Office renovation | 572,212,852 | 570,330,886 |
| | 1,783,524,603 | 1,767,903,676 |
| Less: Accumulated depreciation | 1,053,231,337 | 965,829,863 |
| | 730,293,266 | 802,073,813 |
| 8.1 Accumulated depreciation | | |
| Leasehold Land | - | - |
| Office Building | 2,646,036 | 2,519,016 |
| Furniture and fixtures | 90,198,783 | 83,236,554 |
| Office equipment | 667,587,892 | 612,843,787 |
| Motor vehicles | 69,876,561 | 66,832,169 |
| Office renovation | 222,922,065 | 200,398,337 |
| | 1,053,231,337 | 965,829,863 |
| For details please refer to Annexure - B | | |
| 8 (a) Consolidated Fixed assets including premises, furniture and fixtures | | |
| Trust Bank Limited | 730,293,266 | 802,073,813 |
| Trust Bank Securities Limited | 1,238,725 | 1,534,871 |
| Trust Bank Investment Limited | 8,526,294 | 9,214,067 |
| | 740,058,285 | 812,822,751 |

| | | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|----------------|---|--|--|
| 9 | OTHER ASSETS | | |
| | i) Investment in shares of Subsidiary Companies | | |
| | In Bangladesh | 3,349,999,290 | 3,349,999,290 |
| | Outside Bangladesh | - | - |
| | ii) Stationery, stamps, printing materials in stock etc.; | 23,741,036 | 23,948,837 |
| | iii) Advance Rent and Advertisement | 305,024,430 | 348,641,514 |
| | iv) Interest/Profit accrued on investment but not collected, commission and brokerage receivable on shares and debentures and other income receivable; | 1,523,876,038 | 553,311,631 |
| | Note - 9.1 | 12,461,693 | 12,658,758 |
| | v) Security Deposits | - | - |
| | vi) Preliminary, formation and organization expenses, renovation/ development expenses and prepaid expenses; | 53,898,528 | 44,323,661 |
| | Note - 9.2 | - | - |
| | vii) Branch Adjusting (net) | 32,356,229 | 42,147,431 |
| | viii) Suspense Account | - | - |
| | ix) Silver | - | - |
| | x) Others | 1,151,559,625 | 987,834,006 |
| | | 6,452,916,869 | 5,362,865,128 |
| 9.1 | Interest/Profit accrued on investment but not collected, commission and brokerage receivable on shares and debentures and other income receivable; | | |
| | Interest accrued on investments and deposits | 512,430,596 | 530,913,299 |
| | Interest accrued on Loans & advances | 986,154,534 | - |
| | Commission Receivable on SP & WEDB | 25,290,908 | 22,398,332 |
| | Note - 9.1.1 | 1,523,876,038 | 553,311,631 |
| 9.1.1 | Interest accrued on investments and deposits | | |
| | Interest/Profit accrued on Fixed Deposits/MTDR | 20,656,164 | 41,962,547 |
| | Interest accrued on Money at Call | - | 293,125 |
| | Interest accrued Corporate Bonds | 30,470,328 | 30,161,290 |
| | Income Receivable on Investment in Commercial Paper | 6,400,000 | - |
| | Interest accrued on Government Treasury Bond | 454,904,104 | 455,069,255 |
| | Dividend Receivable from Non-Listed Companies | - | 3,427,082 |
| | | 512,430,596 | 530,913,299 |
| 9.1.1.1 | Interest/Profit accrued on Fixed Deposits/MTDR | | |
| | Interest accrued on Fixed Deposits | 20,656,164 | 41,962,547 |
| | Profit accrued on MTDR | - | - |
| | | 20,656,164 | 41,962,547 |
| 9.2 | Preliminary, formation and organization expenses, renovation / development expenses and prepaid expenses: | | |
| | Pre-opening Expenses | - | - |
| | Prepaid Expenses | 53,898,528 | 44,323,661 |
| | | 53,898,528 | 44,323,661 |
| 9.3 | Others | | |
| | Deferred Tax Asset | 126,168,551 | 112,042,456 |
| | Intangible Assets | 36,074,826 | 19,165,447 |
| | Intl. Credit Report Agency Charge | - | - |
| | Encashment of Sanchaya patra awaiting reimbursement-Principal | 559,060,790 | 432,304,451 |
| | Encashment of Sanchaya patra awaiting reimbursement-Interest | 312,509,316 | 313,385,519 |
| | Encashment of WEDB awaiting reimbursement-Principal | 17,076,000 | 7,968,350 |
| | Encashment of WEDB awaiting reimbursement-Interest | 39,252,146 | 29,335,345 |
| | US\$ Premium Bond - Principal | - | 7,970,000 |
| | US\$ Premium Bond - Interest | 2,470,849 | 393,788 |
| | US\$ Investment Bond - Principal | 9,011,275 | 1,115,800 |
| | US\$ Investment Bond - Interest | 3,508,485 | 1,463,491 |
| | Advance against Capital Expenditure | 21,550,000 | 15,202,389 |
| | Clearing Adjustment | 19,199,847 | 16,507,046 |
| | Fees Receivable on POS | - | - |
| | Receivable on Death Risk Benefit-WEDB | - | - |
| | Receivable from Exchange House | 5,677,540 | 30,979,924 |
| | VISA Receivable Fast Fund | - | - |
| | EFTN Adjustment Account | - | - |
| | Adjusting Account for RTGS - Taka | - | - |
| | | 1,151,559,625 | 987,834,006 |

| | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|---------------------------------|-----------------------------------|---------------------------------|
| 9.3.1 Deferred Tax Asset | | |
| Balance as on 1 January | 112,042,456 | 86,743,623 |
| Addition during the year | 14,126,095 | 25,298,833 |
| Closing Balance | 126,168,551 | 112,042,456 |

9.3.1.1 As per BRPD Circular # 11 Dated: 12 December 2011 regarding accounting for Deferred Tax policy are as follows:

| 9.3.1.2 Position of Deferred Tax as at 30 June 2017 | | |
|---|--------------------|--------------------|
| Deferred Tax Asset | 112,042,456 | 86,743,623 |
| Deferred Tax Liability | - | - |
| Net Deferred Tax Assets | 112,042,456 | 86,743,623 |
| Increase of deferred Tax Assets recognized in to the P&L Account | 14,126,095 | 25,298,833 |
| Decreased of deferred Tax Liability recognized in to the P&L Account | - | - |
| Total Deferred tax Income recognized into P&L Account during the period | 126,168,551 | 112,042,456 |

Trust Bank Limited recognise deferred tax asset/liability where it has identified a taxable temporary difference between an asset's or liability's carrying amount for accounting purposes and its value for tax purposes. A deferred tax liability arises where the carrying amount of an assets/(Liability) for accounting purposes is greeter (less) than its tax value as per BAS -12 of 12.15 A deferred tax assets arises where the carrying amount of an assets/(Liability) for accounting purposes is less(greater) than its tax value.

9.3.1.3 To maintain the deferred tax Asset of Tk.126,168,551 as on 30 June 2017, a deferred tax Income of Tk.14,126,095 has been made for the year ended 30 June 2016 as per BAS-12 - Income Taxes.

| 9.3.1 (a) Cosolidated Deferred Tax Asset | | |
|---|----------------------|----------------------|
| Trust Bank Limited | 126,168,551 | 112,042,456 |
| Trust Bank Securities Limited | 258,792 | 258,792 |
| Trust Bank Investment Limited | 1,776,383 | 1,780,244 |
| | 128,203,726 | 114,081,492 |
| 9.4 Break-up of Other Assets | | |
| Income generating other assets | 3,349,999,290 | 3,349,999,290 |
| Non income generating other asset | 3,102,917,579 | 2,012,865,838 |
| | 6,452,916,869 | 5,362,865,128 |

9.5 As on 30 June 2017, there were no outstanding balance with inter Branch adjustment Account of the Bank, Hence no disclouser is provided here.

9.6 Provision for other asset has been made @ 50% for prepaid legal expenses against unsettled suit on reporting date as per BRPD Circular No. 14 dated 25 June 2001 issued by Bangladesh Bank and shown in Note # 12.2 under Other Liability.

| 9 (a) Cosolidated other assets | | |
|---|----------------------|----------------------|
| Trust Bank Limited | 6,452,916,869 | 5,362,865,128 |
| Trust Bank Securities Limited | 365,661,674 | 362,031,559 |
| Trust Bank Investment Limited | 61,683,672 | 39,308,505 |
| | 6,880,262,215 | 5,764,205,192 |
| Less: Investment in Subsidiaries Company. | 3,349,999,290 | 3,349,999,290 |
| | 3,530,262,925 | 2,414,205,902 |

10 BORROWINGS FROM OTHER BANKS, FINANCIAL INSTITUTIONS AND AGENTS

In Bangladesh

Call loans

| | | |
|-----------------------------------|---------------|---|
| Call Loan from Banks | | |
| Sonali Bank Limited | 900,000,000 | - |
| Janata Bank Limited | 300,000,000 | - |
| Call Loan from Banks | 1,200,000,000 | - |
| Call Loan from Leasing Co. | - | - |
| Call Loan from Insurance Co. | - | - |
| Call Loan from Other Institutions | - | - |

Other Borrowings

| | | |
|---|---------------|---------------|
| Borrowing from Bangladesh Bank - EDF | 3,247,440,491 | 3,457,147,983 |
| Borrowing from SME Foundation | 5,750,000 | 11,500,000 |
| Borrowing from Bangladesh Bank - IPFF | 5,625,447,818 | 5,566,706,204 |
| Borrowing from Bangladesh Bank - IPFF (BDT) | 1,424,101,206 | 1,129,296,783 |
| Borrowing from JICA A/c | 2,772,986 | 4,822,119 |
| Trust Bank Subordinated Bond | 800,000,000 | 800,000,000 |

| | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|--|--|--|
| Trust Bank Limited Subordinated Bond II | 2,000,000,000 | 2,000,000,000 |
| Trust Bank Limited Subordinated Bond III | 4,000,000,000 | 4,000,000,000 |
| Borrowing from Bangladesh Bank - LTFF (USD) | 329,865,524 | - |
| Borrowing from Bangladesh Bank BGIB Fund | 500,000,000 | - |
| Borrowing From Bangladesh Bank-EDF (USD)-TIB | 374,272,340 | 562,795,082 |
| Borrowing from Offshore Unit | 323,056,859 | 141,557,045 |
| Bangladesh Bank: Re-finance | 169,718,368 | 269,466,436 |
| | 20,002,425,592 | 17,943,291,652 |
| Outside Bangladesh | - | - |
| | 20,002,425,592 | 17,943,291,652 |

As per Bangladesh Bank letter ref # BRPD (BIC)661/14B(P)/2011-264 dated: May 31, 2011 & Guidelines on Risk Based Capital Adequacy (December 2010) Annex A): Unsecured Subordinated Non-Convertible Bond shown as long term borrowings.

Unsecured Subordinated Non-Convertible Bond (I & II)

Trust Bank Limited Issued Three Unsecured Subordinated Non-Convertible Bond of Taka 2,000,000,000, Taka 2,000,000,000 and Taka 4,000,000,000 respectively for a term of Seven (7) years to strengthen the capital base of the Bank. First Bond issued on October 2011, Second Bond issued on September 2014 and Third Bond issued on October 2016 on the consent of SEC vide letter ref # SEC/CI/CPLC-48/2001-339 date: May 03, 2011 & BSEC/CI/DS-211/2014/444 dated June 24, 2014 & Bangladesh Bank permission letter ref # BRPD (BIC)661/14B(P)/2011-264 dated May 31, 2011 & BRPD (BIC)661/14B(P)/2014/4723 dated July 21, 2014. The interest rate of first two bonds are 12.5% per annum and for the last bond issued at floating rate of interest, at present the rate is 8.60%. 60% repayment of First Bond already paid on 30 October 2014, 30 October 2015 and 30 October 2016 @ 20% for each year to the respective Bond holders. The repayment of last two Bonds will start after three years from the date of issue of each bond.

10.1 Security wise borrowings

| | | |
|----------------------|-----------------------|-----------------------|
| Secured Borrowings | - | - |
| Unsecured Borrowings | 20,002,425,592 | 17,943,291,652 |
| | 20,002,425,592 | 17,943,291,652 |

10.2 Repayment nature wise borrowings

| | | |
|---------------------|-----------------------|-----------------------|
| Repayment on Demand | - | - |
| Others | 20,002,425,592 | 17,943,291,652 |
| | 20,002,425,592 | 17,943,291,652 |

10.3 Remaining maturity grouping of Borrowings from other banks, financial institutions and agents Payable

| | | |
|----------------------------------|-----------------------|-----------------------|
| On demand | - | - |
| Upto 1 month | 4,573,251,706 | 3,092,010,006 |
| Over 1 month but within 3 months | 4,781,220,046 | 4,015,939,931 |
| Over 3 months but within 1 Year | 4,448,777,500 | 4,652,771,516 |
| Over 1 Year but within 5 Years | 3,399,176,340 | 3,382,570,199 |
| Over 5 Years | 2,800,000,000 | 2,800,000,000 |
| | 20,002,425,592 | 17,943,291,652 |

10 (a) Consolidated borrowings from other Banks, financial institutions and agents

| | | | |
|---------------------------------|-----------|-----------------------|-----------------------|
| Trust Bank Limited | Note - 10 | 20,002,425,592 | 17,943,291,652 |
| Trust Bank Securities Limited | | - | - |
| Trust Bank Investment Limited | | 9,717,583 | 26,459,602 |
| | | 20,012,143,175 | 17,969,751,254 |
| Less: Inter company transaction | | 206 | 15,182,910 |
| | | 20,012,142,969 | 17,954,568,344 |

11 DEPOSITS AND OTHER ACCOUNTS

| | | | |
|--|-------------|------------------------|------------------------|
| Current / Al-wadeeah Current Accounts and other Accounts | Note - 11.2 | 21,209,792,622 | 21,092,722,745 |
| Bills Payable | | 4,118,927,472 | 2,843,870,218 |
| Savings Bank Deposits/Mudaraba Savings Deposits | Note - 11.3 | 29,662,228,075 | 24,167,087,940 |
| Fixed Deposits/Mudaraba Term Deposits | Note - 11.4 | 128,173,887,705 | 124,956,200,748 |
| | Note - 11.5 | 183,164,835,874 | 173,059,881,651 |

| | | | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|---------------|---|--------------------|-----------------------------------|---------------------------------|
| 11.1 | Remaining maturity grouping of Deposits and other accounts | | | |
| | Inside Bangladesh | Banks | Other than Banks | |
| | Payable | | | |
| | Repayable on Demand | 339,171,698 | 19,859,861,328 | 19,961,482,450 |
| | Repayable within 1 month | 495,699,774 | 30,049,672,633 | 30,260,741,755 |
| | Over 1 month but within 6 months | | 46,509,883,610 | 46,509,883,610 |
| | Over 6 months but within 1 Year | | 28,723,579,471 | 28,723,579,471 |
| | Over 1 Year but within 5 Years | | 26,307,392,384 | 26,307,392,384 |
| | Over 5 Years | | 31,401,756,204 | 31,401,756,204 |
| | | 834,871,472 | 182,852,145,630 | 183,164,835,874 |
| | Outside Bangladesh | - | - | - |
| | | 834,871,472 | 182,852,145,630 | 183,164,835,874 |
| 11.2 | Current / Al-wadeeah Current Accounts and other | | | |
| | Under Conventional Banking | Note - 11.2.1 | 20,540,588,379 | 19,892,357,429 |
| | Under Islamic Banking | Note - 11.2.2 | 669,204,243 | 1,200,365,316 |
| | | | 21,209,792,622 | 21,092,722,745 |
| 11.2.1 | Under Conventional Banking | | | |
| | Current Account | | 13,546,470,423 | 13,839,720,976 |
| | Other Accounts | Note - 11.2.3 | 6,994,117,956 | 6,052,636,453 |
| | | | 20,540,588,379 | 19,892,357,429 |
| 11.2.2 | Under Islamic Banking | | | |
| | Al-wadeeah Current Accounts | | 260,084,874 | 343,064,727 |
| | Foreign Currency Deposits | | 40,040,265 | 9,243,543 |
| | Sundry Deposits | | 207,475,833 | 725,401,110 |
| | Profit payable on Deposits | | 161,603,271 | 122,655,936 |
| | | | 669,204,243 | 1,200,365,316 |
| 11.2.3 | Other Accounts | | | |
| | Foreign Currency Deposits | | 4,244,529,558 | 3,471,953,642 |
| | Interest Payable on Deposits | | 940,060,518 | 1,308,455,713 |
| | Sundry Deposits | | 1,809,527,880 | 1,272,227,098 |
| | | | 6,994,117,956 | 6,052,636,453 |
| 11.3 | Bills Payable | | | |
| | Under Conventional Banking | | | |
| | Demand Draft payable | | 4,237,868 | 4,238,068 |
| | Pay Order payable | | 4,111,824,043 | 2,838,748,607 |
| | | | 4,116,061,911 | 2,842,986,675 |
| | Under Islamic Banking | | | |
| | Demand Draft payable | | - | - |
| | Pay Order payable | | 2,865,561 | 883,543 |
| | | | 2,865,561 | 883,543 |
| | | | 4,118,927,472 | 2,843,870,218 |
| 11.4 | Savings Bank Deposits/Mudaraba Savings Deposits | | | |
| | Savings Bank Deposits | | 27,757,725,825 | 22,806,434,565 |
| | Mudaraba Savings Deposits | | 1,904,502,250 | 1,360,653,375 |
| | | | 29,662,228,075 | 24,167,087,940 |
| 11.5 | Fixed Deposits/Mudaraba Term Deposits | | | |
| 11.5.1 | Under Conventional Banking | | | |
| | Fixed Deposits | | 82,865,098,601 | 87,922,002,788 |
| | Short Notice Deposits | | 23,329,987,035 | 17,576,603,585 |
| | Scheme Deposits | | 9,089,065,563 | 8,221,292,943 |
| | | | 115,284,151,199 | 113,719,899,316 |
| 11.5.2 | Under Islamic Banking | | | |
| | Mudaraba Term Deposits | | 11,795,110,791 | 10,267,269,577 |
| | Mudaraba Short Notice Deposits | | 104,557,633 | 97,630,224 |
| | Mudaraba Scheme Deposits | | 990,068,082 | 871,401,631 |
| | | | 12,889,736,506 | 11,236,301,432 |
| | | | 128,173,887,705 | 124,956,200,748 |

| | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|---|-----------------------------------|---------------------------------|
| 11.6 Geographical location-wise concentration of Deposits & Other Accounts | | |
| Inside Bangladesh | | |
| Dhaka Division | 135,077,648,468 | 125,338,856,180 |
| Chittagong Division | 26,258,765,893 | 24,230,490,368 |
| Khulna Division | 6,733,929,204 | 7,443,484,189 |
| Sylhet Division | 5,602,478,223 | 6,198,851,554 |
| Rangpur Division | 3,165,937,558 | 2,900,227,721 |
| Barisal Division | 396,012,049 | 397,503,079 |
| Rajshahi Division | 5,690,410,083 | 5,602,948,301 |
| Mymensingh Division | 983,421,001 | 947,520,259 |
| | 183,908,602,479 | 173,059,881,651 |
| Outside Bangladesh | - | - |
| | 183,908,602,479 | 173,059,881,651 |
| 11.7 Sector-wise deposits | | |
| Government | 14,619,458,489 | 11,909,347,547 |
| Deposit money banks | 800,626,660 | 310,194,176 |
| Other public | 7,782,987,757 | 7,981,429,587 |
| Private | 154,575,529,356 | 147,946,601,507 |
| Foreign Currency Deposits | 4,284,569,823 | 3,481,197,185 |
| Interest Payable on Deposits | 1,101,663,789 | 1,431,111,649 |
| | 183,164,835,874 | 173,059,881,651 |
| 11 (a) CONSOLIDATED DEPOSITS AND OTHER ACCOUNTS | | |
| Current / Al-wadeeah Current Accounts and other Accounts | | |
| Trust Bank Limited | 21,209,792,622 | 21,092,722,745.00 |
| Trust Bank Securities Limited | - | - |
| Trust Bank Investment Limited | 46,326,338 | 114,154,207.00 |
| | 21,256,118,960 | 21,206,876,952.00 |
| Less : Inter Company Transaction | 134,277,121 | 435,590,048.00 |
| | 21,121,841,839 | 20,771,286,904.00 |
| Bills Payable | 4,118,927,472 | 2,843,870,218.00 |
| Savings Bank Deposits/Mudaraba Savings Deposits | 29,662,228,075 | 24,167,087,940.00 |
| Fixed Deposits/Mudaraba Term Deposits | 128,173,887,705 | 124,956,200,748.00 |
| | 183,076,885,091 | 172,738,445,810.00 |
| 12 OTHER LIABILITIES | | |
| Provision for Loans and Advances | 4,755,018,000 | 4,130,027,000 |
| Provision for Investment | 2,304,655 | 5,973,518 |
| Provision for other asset | 16,030,430 | 14,769,095 |
| Provision for CSR Fund | - | 120,000,000 |
| Provision for Gratuity | 40,313,989 | - |
| Rebate of Interest | 4,816,778 | 35,000,000 |
| Unearned profit on TIB Investment | 395,992,594 | 254,502,119 |
| Interest Suspense Account | 1,602,435,839 | 1,254,089,563 |
| Provision for Income Tax Less Advance Income Tax | 1,266,788,717 | 1,196,690,745 |
| Interest Payable on Unsecured Subordinated Bonds | 169,005,110 | 165,611,639 |
| Accrued Expenses | 87,227,253 | 383,251,062 |
| Audit Fees Payable | - | 431,250 |
| Sundry Creditors | 1,140,045,940 | 434,785,082 |
| Compensation Fund Account | 20,262,899 | 61,660,899 |
| Others | 62,767,050 | 6,386,811 |
| | 9,563,009,254 | 8,063,178,783 |
| 12.1 Provision for Loans and Advances/Islami Banking Investments | | |
| Specific Provision | | |
| Against Classified Loans & Advances | 2,019,605,500 | 1,694,673,290 |
| General Provision | | |
| Against Unclassified Loans & Advances | 1,743,422,000 | 1,738,001,505 |
| Against Special Mention Accounts | 130,874,000 | 83,073,705 |
| Against Off Balance Sheet Exposures | 861,116,500 | 614,278,500 |
| | 2,735,412,500 | 2,435,353,710 |
| | 4,755,018,000 | 4,130,027,000 |

| | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka | | |
|--|--|--|----------------------|----------------------|
| 12.1.1 Against Classified Loans & Advances | | | | |
| Provision held on 1 January | 1,694,673,290 | 1,455,151,000 | | |
| Fully provided debts written off | - | (520,673,419) | | |
| Recoveries from previously written off debts | - | - | | |
| Provisions made during the year | 324,932,210 | 760,195,709 | | |
| Net Charge to the Profit Loss Account | 324,932,210 | 239,522,290 | | |
| Provision held at end of year | 2,019,605,500 | 1,694,673,290 | | |
| 12.1.2 Against Unclassified Loans & Advances | | | | |
| Provision held on 1 January | 1,738,001,505 | 1,534,269,000 | | |
| Provisions made during the year | 5,420,495 | 203,732,505 | | |
| Provision held at end of year | 1,743,422,000 | 1,738,001,505 | | |
| 12.1.3 Against Special Mention Accounts | | | | |
| Provision held on 1 January | 83,073,705 | 90,370,000 | | |
| Provisions made during the year | 47,800,295 | (7,296,295) | | |
| Provision held at end of year | 130,874,000 | 83,073,705 | | |
| 12.1.4 Required Provision against Loans and Advances | | | | |
| Particulars | Base for Provision | Rate | | |
| Unclassified | | | | |
| a. Consumer Financing (House Financing) | 8,159,039,028 | 2.00% | 163,180,781 | 184,654,318 |
| b. Consumer Financing (Loans to Professional) | 6,104,197 | 2.00% | 122,084 | 139,846 |
| c. Consumer Financing (Other than a & b) | 3,988,541,498 | 5.00% | 199,427,075 | 446,267,247 |
| d. Small & Medium Enterprise Financing | 12,621,311,124 | 0.25% | 31,553,278 | 30,430,529 |
| e. Loans to BHs/ MBs/ Sds against Shares etc | 37,930,986 | 2.00% | 758,620 | 1,250,196 |
| f. Short Term Agriculture & Micro Credit | 264,116,630 | 2.50% | 6,602,916 | 6,498,874 |
| g. All other Credit | 127,587,823,683 | 1.00% | 1,275,878,237 | 1,013,770,968 |
| | 152,664,867,146 | | 1,677,522,991 | 1,683,011,978 |
| Special Mention Account | | | | |
| a. Consumer Financing (House Financing) | 269,319,399 | 2.00% | 5,386,388 | 7,551,593 |
| b. Consumer Financing (Loans to Professional) | - | 2.00% | - | - |
| c. Consumer Financing (Other than a & b) | 102,009,722 | 5.00% | 5,100,486 | 5,294,613 |
| d. Small & Medium Enterprise Financing | 439,302,304 | 0.25% | 1,098,256 | 1,176,249 |
| e. Loans to BHs/ MBs/ Sds against Shares etc | - | 2.00% | - | - |
| f. Short Term Agriculture & Micro Credit | - | 2.50% | - | - |
| g. All other Credit | 5,790,323,569 | 1.00% | 57,903,236 | 35,443,661 |
| | 6,600,954,994 | | 69,488,366 | 49,466,116 |
| Classified | | | | |
| a. Substandard | | | | |
| i. Short Term Agri Credit & Micro Credit | 2,209,050 | 5.00% | 110,453 | 126,962 |
| ii. Other than Short Term Agri Credit & Micro Credit | 495,702,330 | 20.00% | 99,140,466 | 115,489,189 |
| b. Doubtful | | | | |
| i. Short Term Agri Credit & Micro Credit | 220,719 | 5.00% | 11,036 | 15,187 |
| ii. Other than Short Term Agri Credit & Micro Credit | 301,967,474 | 50.00% | 150,983,737 | 206,365,387 |
| c. Bad/Loss | 1,769,357,659 | 100.00% | 1,769,357,659 | 1,372,676,565 |
| | 2,569,457,232 | | 2,019,603,351 | 1,694,673,290 |
| Additional 1% provision for restructured loans as per BRPD Circular No. - 04 dated 29 January 2015 | - | | 27,615,345 | 26,601,522 |
| Additional Provision to be kept as per BB Letter no/. BRPD (P-1)/661/13(Cha)/2016-557 dated 24.01.2016 | - | | 5,972,214 | 7,004,705 |
| Additional provision for a resheduled Loan as per BRPD(P-1)/661/13(Cha)/2016-8276 dated 18 December 2016 | - | | 33,768,415 | 32,035,510 |
| Additional provision for a resheduled Loan as per BRPD(P-1)/661/13(Cha)/2017-2898 dated 15 Mav 2017 | - | | 19,923,805 | - |
| | 161,835,279,372 | | 3,853,894,487 | 3,492,793,121 |
| 12.1.5 General Provision for Off Balance Sheet Exposures | | | | |
| Provision held on 1 January | 614,278,500 | 577,910,000 | | |
| Provisions made during the year | 246,838,000 | 36,368,500 | | |
| | 861,116,500 | 614,278,500 | | |
| 12.1 (a) Consolidated General Provision for Loans and Advances | | | | |
| Trust Bank Limited | 2,735,412,500 | 2,435,353,710 | | |
| Trust Bank Securities Limited | - | - | | |
| Trust Bank Investment Limited | 142,454,044 | 142,454,044 | | |
| | 2,877,866,544 | 2,577,807,754 | | |

| | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|--|--|--|
| 12.2 (a) Consolidated General Provision for Off Balance Sheet Exposures | | |
| Trust Bank Limited | 861,116,500 | 614,278,500 |
| Trust Bank Securities Limited | - | - |
| Trust Bank Investment Limited | 605,300 | 605,300 |
| | 861,721,800 | 614,883,800 |
| 12.2 Provision for Investment | | |
| Balance on 1 January | 5,973,518 | 16,676,159 |
| Provisions made for Investment in Shares during the year | <u>(3,668,863)</u> | <u>(8,298,923)</u> |
| | 2,304,655 | 8,377,236 |
| Provision for decreased NAV of Trust Bank Securities Ltd | - | <u>(2,403,718)</u> |
| Closing Balance | 2,304,655 | 5,973,518 |
| 12.2.2 Provision for Diminution in value of Investment | | |
| Provisions for Investment in Shares | 2,304,655 | 5,973,518 |
| Provision for decreased NAV of Trust Bank Securities Ltd | - | - |
| | 2,304,655 | 5,973,518 |
| 12.3 Provision for other asset | | |
| Balance on 1 January | 14,769,095 | 13,228,225 |
| Provisions made during the year | 1,261,335 | 1,540,870 |
| | 16,030,430 | 14,769,095 |

12.4 Provision for Special Reserve Fund

Special Reserve Fund (SRF) was formed for Corporate Social Responsibility (CSR) activities in the year 2018. CSR activities includes humanitarian belief, disaster management, health care, education, training, green initiatives and environmental degradation. As per Bangladesh Bank GBCSRD Circular no. 04, dated 9 July 2015, at the beginning of the year, the fund has been allocated for education, health care, disaster management and for other activities @ 30%, 50%, 10% & 10% respectively and expensed over the year accordingly.

12.5 Rebate of interest payable to good borrowers

To comply BRPD Circular no. 6 Dated 19 March 2015, BRPD Circular no. 16 Dated 30 December 2015 and BRPD Circular Letter no. 03 dated 04 February 2016, the Bank has been accounted for the amount on lump sum basis as provision for incentive of Good Borrowers during the year 2016.

12.6 Interest Suspense Account

| | | |
|---|----------------------|----------------------|
| Balance on 1 January | 1,254,089,563 | 881,025,457 |
| Amount transferred during the year | 1,283,955,577 | 1,121,704,144 |
| Amount recovered during the year | (929,386,738) | (686,354,203) |
| Amount written off / waived during the year | <u>(6,222,563)</u> | <u>(62,285,835)</u> |
| Balance at the end of the year | 1,602,435,839 | 1,254,089,563 |

12.7 Provision for Income Tax Less Advance Income Tax

Provision for Income Tax

| | | |
|--|---------------|------------------------|
| Balance on 1 January | 3,815,011,967 | 4,835,080,185 |
| Provisions made during the year | 1,128,000,000 | 1,485,000,000 |
| Provision for Doubtful Income of Islamic Banking | - | 14,311,904 |
| Provision made for the year | - | - |
| Settlement for previous year(s) | - | <u>(2,519,380,122)</u> |
| | 4,943,011,967 | 3,815,011,967 |

Less: Advance Income Tax

| | | |
|---------------------------------|----------------------|------------------------|
| Balance on 1 January | 2,618,321,222 | 3,881,349,900 |
| Paid during the year | 1,057,902,028 | 1,256,351,444 |
| Settlement for previous year(s) | - | <u>(2,519,380,122)</u> |
| | 3,676,223,250 | 2,618,321,222 |
| Net Closing Balance | 1,266,788,717 | 1,196,690,745 |

12.7.1 Provision for current tax of Tk. 1,128,000,000 has been made @ 40% on Business Income, @ 20% on Dividend Income and @ 10% on capital gain on sale of shares of the accounting profit made by the Bank during the 1st quarter after considering some of the add backs to income and disallowances of expenditure as per Income Tax Ordinance and Rules, 1984.

| | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|---|-----------------------------------|---------------------------------|
| 12.7.2 Compensation Fund Account | | |
| Opening Balance | 61,660,899 | 40,593,043 |
| Amount credited during the year | | |
| Compensation Realized Account | - | 35,779,760 |
| Income Tax Provision @ 40% | - | 14,311,904 |
| | - | 21,467,856 |
| | 61,660,899 | 62,060,899 |
| Amount disributed during the period | 41,398,000 | 400,000 |
| | 20,262,899 | 61,660,899 |

Islamic Banking is a trade-based mode of banking where compliance of sharia guidelines in the precondition for its legitimacy. In addition to the prohibition of the interest and classification of business activities between lawful (halal) and un-lawful (haram), sharia also provides guidelines of business process and translation. Any income generated from trading or investments without confirming to these Sharia instructions are considered un-lawful and termed as "doubtful Income" in the terminology of Islamic Banking.

However, since the "Doubtful Income" is not an "income" - as such the nomenclature has been already been changed as "Compensation" instead of "Doubtful Income".

| | | | |
|---|-------------|----------------------|----------------------|
| 12.7 (a) Consolidated tax expenses | | | |
| Trust Bank Limited | Note - 12.5 | 1,128,000,000 | 1,485,000,000 |
| Trust Bank Securities Limited | | 5,454,991 | 5,197,384 |
| Trust Bank Investment Limited | | 13,000,000 | 32,000,000 |
| | | 1,146,454,991 | 1,522,197,384 |

| | | | |
|--|-----------|-----------------------|----------------------|
| 12 (a) Consolidated other liabilities | | | |
| Trust Bank Limited | Note - 12 | 9,563,009,254 | 8,063,178,783 |
| Trust Bank Securities Limited | | 103,184,593 | 152,171,700 |
| Trust Bank Investment Limited | | 1,102,580,276 | 1,125,052,958 |
| | | 10,768,774,123 | 9,340,403,441 |
| Less: Inter company transaction | | - | - |
| | | 10,768,774,123 | 9,340,403,441 |

13 CAPITAL

| | | | |
|--|--|----------------|----------------|
| 13.1 Authorized Capital | | | |
| 1,000,000,000 Ordinary shares of Tk. 10 each | | 10,000,000,000 | 10,000,000,000 |

13.2 Issued, Subscribed and Paid Up Capital

| | | |
|---|----------------------|----------------------|
| 116667000 Ordinary shares of Tk. 10 each issued for cash | 1,166,670,000 | 1,166,670,000 |
| 11666700 Ordinary shares of Tk. 10 each issued bonus shares | 116,667,000 | 116,667,000 |
| 25666740 Ordinary shares of Tk. 10 each issued for right 1R:5 | 256,667,400 | 256,667,400 |
| 30800080 Ordinary shares of Tk. 10 each issued bonus shares | 308,000,800 | 308,000,800 |
| 36960100 Ordinary shares of Tk. 10 each issued bonus shares | 369,601,000 | 369,601,000 |
| 44352120 Ordinary shares of Tk. 10 each issued bonus shares | 443,521,200 | 443,521,200 |
| 26611274 Ordinary shares of Tk. 10 each issued bonus shares | 266,112,740 | 266,112,740 |
| 53222550 Ordinary shares of Tk. 10 each issued for right 1R:5 | 532,225,500 | 532,225,500 |
| 34594656 Ordinary shares of Tk. 10 each issued bonus shares | 345,946,560 | 345,946,560 |
| 45664946 Ordinary shares of Tk. 10 each issued bonus shares | 456,649,460 | 456,649,460 |
| 42620616 Ordinary shares of Tk. 10 each issued bonus shares | 426,206,160 | 426,206,160 |
| 37506142 Ordinary shares of Tk. 10 each issued bonus shares | 375,061,420 | 375,061,420 |
| 50633292 Ordinary shares of Tk. 10 each issued bonus shares | 506,332,920 | - |
| | 5,569,662,160 | 5,063,329,240 |

13.3 Capital Adequacy Ratio

In terms of section 13 (2) of the Bank Companies Act, 1991 and Bangladesh Bank BRPD circulars no. 18 dated 21 December 2014 relating to implementation of Basel III in Bangladesh, required capital, available core capital and supplementary capital of the Bank as on 31 December 2016 is shown below:

13.3.1 Capital Adequacy Ratio under SOLO basis

Common Equity Tier I (Going-concern capital)

| | | |
|---|-----------------------|-----------------------|
| Paid up Capital | 5,569,662,160 | 5,063,329,240 |
| Share Premium Account | - | - |
| Statutory Reserve | 4,458,800,280 | 4,027,401,519 |
| Retained Earnings | 1,390,006,431 | 2,044,117,600 |
| | 11,418,468,871 | 11,134,848,359 |
| Less : Regulatory Adjustments | | |
| Deferred Tax - Assets | 126,168,551 | 112,042,456 |
| Total Common Equity Tier-1 Capital | 11,292,300,320 | 11,022,805,903 |
| Additional Tier I Capital | - | - |

| | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|---|-----------------------------------|---------------------------------|
| Tier II Capital (Gone-Concern Capital) | | |
| General Provision | 2,735,412,500 | 2,435,353,710 |
| Subordinated Bond | 6,000,000,000 | 6,000,000,000 |
| Revaluation reserves | 273,661 | 273,661 |
| | 8,735,686,161 | 8,435,627,371 |
| Less : Regulatory Adjustments | | |
| Revaluation Reserves (according to Phase-in deductions as per Basel III Guideline) | 164,197 | 109,464 |
| Total Tier II Capital Available | 8,735,521,964 | 8,435,517,907 |
| Maximum Limit of Tier II Capital (Tier II capital can be maximum up to 4.00% of the total RWA or 88.89% of CET I, whichever is higher) | 10,037,725,754 | 9,798,172,167 |
| Excess Amount over Maximum Limit of Teir II | - | - |
| Total Admissible Tier-2 Capital | 8,735,521,964 | 8,435,517,907 |
| A. Total Eligible Capital (Tier-I + Tier-II) | 20,027,822,284 | 19,458,323,810 |
| B. Total Risk Weighted Assets (RWA) | | |
| Credit Risk Weighted Assets | 142,839,914,264 | 117,021,475,212 |
| Market Risk Weighted Assets | 3,543,437,228 | 4,017,802,518 |
| Operational Risk Weighted Assets | 12,366,598,814 | 11,307,658,704 |
| | 158,749,950,306 | 132,346,936,434 |
| C. Required Capital based on RWA @ 10.625% | 16,867,182,220 | 14,061,861,996 |
| D. Surplus Capital as per Bank weighted Assets (A - C) | 3,160,640,064 | 5,396,461,814 |
| Capital Adequacy Ratio | | |
| Tier I capital to RWA | 7.11% | 8.33% |
| Supplementary Capital to RWA | 5.50% | 6.37% |
| Total Capital to RWA | 12.62% | 14.70% |

13.3 (a) Capital Adequacy Ratio under Consolidated basis

| | | |
|---|------------------------|------------------------|
| Tier – I (Core Capital) | | |
| Paid up Capital | 5,569,662,160 | 5,063,329,240 |
| Minority Interest | 816 | 789 |
| Share Premium Account | - | - |
| Statutory Reserve | 4,458,800,280 | 4,027,401,519 |
| Retained Earnings | 1,866,148,919 | 2,385,582,491 |
| | 11,894,612,175 | 11,476,314,039 |
| Less: Regulatory Adjustments | 87,736,472 | |
| Deferred Tax-Assets | 128,203,726 | 114,081,492 |
| Total Common Equity Tier-1 Capital | 11,678,671,977 | 11,362,232,547 |
| Additional Tier I Capital | - | - |
| Tier II Capita (Gone-Concern Capital) | | |
| General Provision (Maximum 1.25% of Credit RWA) | 2,735,412,500 | 2,435,353,710 |
| Subordinated Bond | 6,000,000,000 | 6,000,000,000 |
| Revaluation Reserves | 273,661 | 273,661 |
| | 8,735,686,161 | 8,435,627,371 |
| Less : Regulatory Adjustments | | |
| Revaluation Reserves (according to Phase-in deductions as per Basel III Guideline) | 164,197 | 109,464 |
| Total Tier II Capital Available | 8,735,521,964 | 8,435,517,907 |
| Maximum Limit of Tier II Capital (Tier II capital can be maximum up to 4.00% of the total RWA or 88.89% of CET I, whichever is higher) | 10,381,171,520 | 10,099,888,511 |
| Excess Amount over Maximum Limit of Teir II | - | - |
| Total Admissible Tier-2 Capital | 8,735,521,964 | 8,435,517,907 |
| A. Total Eligible Capital (Tier-I + Tier-II) | 20,414,193,941 | 19,797,750,454 |
| B. Total Risk Weighted Assets (RWA) | | |
| Credit Risk Weighted Assets | 142,063,742,004 | 116,401,008,489 |
| Market Risk Weighted Assets | 7,270,272,968 | 6,858,196,846 |
| Operational Risk Weighted Assets | 13,291,694,124 | 12,196,196,960 |
| | 162,625,709,097 | 135,455,402,295 |
| C. Required Capital based on RWA @ 10.625 % | 17,278,981,592 | 14,392,136,494 |
| D. Surplus Capital as per Bank weighted Assets (A - C) | 3,135,212,349 | 5,405,613,960 |

| 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|-----------------------------------|---------------------------------|
|-----------------------------------|---------------------------------|

Capital Adequacy Ratio

| | | |
|------------------------------|--------|--------|
| Core Capital to RWA | 7.18% | 8.39% |
| Supplementary Capital to RWA | 5.37% | 6.23% |
| Total Capital to RWA | 12.55% | 14.62% |

Total Risk Weighted Assets (RWA)

Risk Weighted Assets (RWA) has been calculated considering the Credit risk, Market Risk and Operational risk as per Guidelines on Risk Based Capital Adequacy - Revised Regulatory Framework for Banks in line with Basel III issued by Bangladesh Bank vide BRPD Circular no. 18 dated 21 December 2014.

13.4 Leverage Ratio under SOLO basis

| | | |
|---|-----------------|-----------------|
| A. Tier-1 Capital - considering all regulatory adjustments | 11,292,300,320 | 11,022,805,903 |
| B. On- Balance Sheet Exposure | 222,130,485,416 | 208,377,882,046 |
| C. Off-Balance Sheet Exposure | 32,193,485,000 | 20,863,234,057 |
| D. Total Deduction from On and Off-Balance Sheet Exposure/ Regulatory adjustments made to Tier 1 capital | 126,168,551 | 112,042,457 |
| E. Total Exposure (B+C-D) | 254,197,801,865 | 229,129,073,646 |
| Leverage Ratio (A/E)*100 | 4.44% | 4.81% |

13.4 (a) Leverage Ratio under Consolidated basis

| | | |
|---|-----------------|-----------------|
| A. Tier-1 Capital - considering all regulatory adjustments | 11,678,671,977 | 11,362,232,547 |
| B. On- Balance Sheet Exposure | 223,734,160,183 | 209,687,901,027 |
| C. Off-Balance Sheet Exposure | 32,254,015,000 | 20,923,764,057 |
| D. Total Deduction from On and Off-Balance Sheet Exposure/ Regulatory adjustments made to Tier 1 capital | 215,940,198 | 113,846,678 |
| E. Total Exposure (B+C-D) | 255,772,234,984 | 230,497,818,406 |
| Leverage Ratio (A/E)*100 | 4.57% | 4.93% |

13.5 Percentage of shareholdings at the closing date

| | Amount (in Taka) | | Percentage (%) | |
|--------------------------|----------------------|----------------------|----------------|----------------|
| | 30.06.2017 | 31.12.2016 | 30.06.2017 | 31.12.2016 |
| Sponsors | 3,341,749,260 | 3,037,953,880 | 60.00% | 60.00% |
| Financial Institutions | 1,005,274,850 | 1,068,960,770 | 18.05% | 21.11% |
| Foreign Investors | 102,250,640 | 76,659,280 | 1.84% | 1.51% |
| Non-Resident Bangladeshi | 31,067,820 | 11,576,050 | 0.56% | 0.23% |
| General Public | 1,089,319,590 | 868,179,260 | 19.56% | 17.15% |
| Total | 5,569,662,160 | 5,063,329,240 | 100.00% | 100.00% |

13.6 Shareholding Range on the basis of shareholdings as on 30 June 2017

| Shareholding Range | | | No. of Sh. Holders | Number of Shares | % |
|--------------------|----------|-----------|-----------------------|---------------------|----------------|
| 1 | to | 500 | 7,555 | 1,251,040 | 0.22% |
| 501 | to | 5,000 | 10,172 | 18,744,728 | 3.37% |
| 5,001 | to | 10,000 | 1,120 | 7,526,469 | 1.35% |
| 10,001 | to | 20,000 | 559 | 7,459,895 | 1.34% |
| 20,001 | to | 30,000 | 213 | 5,125,932 | 0.92% |
| 30,001 | to | 40,000 | 106 | 3,639,659 | 0.65% |
| 40,001 | to | 50,000 | 62 | 2,758,534 | 0.50% |
| 50,001 | to | 100,000 | 114 | 7,810,349 | 1.40% |
| 100,001 | to | 1,000,000 | 135 | 39,227,022 | 7.04% |
| 1,000,001 | and More | | 38 | 463,422,588 | 83.20% |
| Total | | | 20,074 | 556,966,216 | 100.00% |

13 (a) MINORITY INTEREST

Share Capital (7 nos. shares of Trust Bank Investment Limited @ Tk. 100 each & 1 nos Share of TBSL)
Profit as of 1 January 2016
Profit for the year

| | | |
|--|------------|------------|
| | 789 | 789 |
| | - | - |
| | 27 | - |
| | 27 | - |
| | 816 | 789 |

| | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|---|---|--|
| 14 STATUTORY RESERVE | | |
| Balance on 1 January | 4,027,401,519 | 3,333,692,338 |
| Reserve made during the year | 431,398,761 | 693,709,181 |
| Closing Balance | <u><u>4,458,800,280</u></u> | <u><u>4,027,401,519</u></u> |
| 14.1 | Reserve for current period was made @ Tk. 20% on the net profit before tax under section 24 of The Bank Companies Act 1991. | |
| 15 OTHER RESERVE | | |
| Revaluation Reserve | | |
| Balance on 1 January | 39,863,658 | 57,636,494 |
| Reserve made/(adjusted) during the year | (39,141,645) | (17,772,836) |
| Closing Balance | <u><u>722,013</u></u> | <u><u>39,863,658</u></u> |
| | Investments which have 'fixed or determinable payments', and are intended to be 'held to maturity' other than those which are floating and/or free to trade in the market at prevailing prices are classified as held to maturity and must be amortized at the end of the year before maturity. Investments classified in the category of 'Held for Trading' are held indeed selling or purchasing –in short- trading as decided by the management of the bank or treasury. After initial recognition, investments of such categories are measured at their fair value once in a week. The increase in case of amortization of Investment under 'Held to maturity' and any change in the fair value in case of Investment under 'held for Trading' is to be accounted for in the 'Statement of changes in Equity' under the head Other Reserve as Surplus/Deficit on revaluation of investment. | |
| 16 RETAINED EARNINGS | | |
| Balance on 1 January | 2,044,117,600 | 1,432,222,212 |
| Issue of Bonus Shares | (506,332,920) | (375,061,420) |
| Cash Dividend | (759,499,386) | (328,178,747) |
| | <u>778,285,294</u> | <u>728,982,045</u> |
| Net Profit for the year transferred from Profit and Loss Account | 1,043,119,898 | 2,008,844,736 |
| Less: Transferred to Statutory Reserve | 431,398,761 | 693,709,181 |
| | <u>611,721,137</u> | <u>1,315,135,555</u> |
| Closing Balance | <u><u>1,390,006,431</u></u> | <u><u>2,044,117,600</u></u> |
| 16 (a) Consolidated retained earnings | | |
| Trust Bank Limited | 1,390,006,431 | 2,044,117,600 |
| Trust Bank Securities Limited | 22,493,574 | 4,574,673 |
| Trust Bank Investment Limited | 453,649,020 | 336,890,297 |
| | 1,866,149,025 | 2,385,582,570 |
| Less minority interest | 106 | 79 |
| Closing Balance | <u><u>1,866,148,919</u></u> | <u><u>2,385,582,491</u></u> |
| | Note - 16 | |
| 17 CONTINGENT LIABILITIES | | |
| 17.1 Acceptances and endorsements | | |
| Acceptance Bills - Local | 2,338,553,443 | 2,372,625,983 |
| Acceptance Bills - Foreign | 14,676,852,671 | 13,034,378,176 |
| Acceptance Liabilities - Back to Back L/C | 1,341,726,811 | 959,472,056 |
| | <u><u>18,357,132,925</u></u> | <u><u>16,366,476,215</u></u> |
| 17.2 Letters of Guarantee | | |
| Letters of Guarantee - Local | 34,416,865,824 | 14,691,939,971 |
| Letters of Guarantee -Foreign | 14,889,558.00 | 6,100,203.00 |
| | <u><u>34,431,755,382</u></u> | <u><u>14,698,040,174</u></u> |
| 17.2.1 Money for which the bank is contingently liable in respect of guarantees given favoring : | | |
| Directors or Officers | - | - |
| Government | 4,945,776,583 | 2,183,850,950 |
| Banks and other financial institutions | 1,485,982,519 | 267,266,317 |
| Others | 27,999,996,280 | 12,246,922,907 |
| | <u><u>34,431,755,382</u></u> | <u><u>14,698,040,174</u></u> |
| 17.2 (a) Consolidated Letters of Guarantee | | |
| Trust Bank Limited | 34,431,755,382 | 14,698,040,174 |
| Trust Bank Securities Limited | - | - |
| Trust Bank Investment Limited | 60,530,000 | 60,530,000 |
| | <u><u>34,492,285,382</u></u> | <u><u>14,758,570,174</u></u> |
| | Note - 17.2 | |

| | 30.06.2017 (Unaudited) Taka | 31.12.2016 (Audited) Taka |
|---|--|--|
| 17.3 Irrevocable Letter of Credits | | |
| Letter of Credit - Local | 425,330,776 | 359,341,411 |
| Letter of Credit - Foreign | 18,250,533,675 | 17,629,494,905 |
| Letter of Credit - Back to Back L/C | 1,996,264,968 | 2,128,659,048 |
| Letter of Credit - Usance (Foreign) | 5,938,515,844 | 4,460,232,587 |
| Letter of Credit - Back to Back (EDF) - Foreign | 584,593,861 | 928,253,377 |
| | 27,195,239,124 | 25,505,981,328 |
| 17.4 Bills for Collection | | |
| Outward Bills for Collection | 79,239,989 | 2,962,928 |
| Local Documentary Bill for Collection | 2,647,352,697 | 2,852,101,354 |
| Foreign Documentary Bills for Collection | 3,400,778,784 | 2,002,044,182 |
| | 6,127,371,470 | 4,857,108,464 |
| 17 (a) Consolidated Contingent Liabilities | | |
| Trust Bank Limited | 86,111,498,901 | 61,427,606,181 |
| Trust Bank Securities Limited | - | - |
| Trust Bank Investment Limited | 60,530,000 | 60,530,000 |
| | 86,172,028,901 | 61,488,136,181 |

Note - 17

| | 1 January 2017 to 30 June 2017 Taka | 1 January 2016 to 30 June 2016 Taka | 1 April 2017 to 30 June 2017 Taka | 1 April 2016 to 30 June 2016 Taka | |
|---|--|--|--|--|----------------------|
| 18 INTEREST INCOME | | | | | |
| 18.1 Interest Income under Conventional banking | | | | | |
| Interest from Loans and Advances | | | | | |
| Interest on Repair & Recon. of Dwelling House (RRDH) | 87,873,450 | 158,202,206 | 39,031,749 | 77,226,293 | |
| Interest on Consumer Durable Scheme | 8,417 | 18,470 | 8,417 | 10,761 | |
| Interest on Marriage Loans | 1,787,601 | 1,977,054 | 787,642 | 953,074 | |
| Interest on Car Loans | 4,193,586 | 5,429,013 | 1,974,524 | 2,553,027 | |
| Interest on House Building Loans | 237,465,633 | 244,112,384 | 124,825,972 | 113,922,217 | |
| Interest on Term Loans | 2,485,539,135 | 2,624,007,196 | 1,208,251,121 | 1,275,161,771 | |
| Interest on Other Loans | 1,504,080,243 | 1,120,845,189 | 841,441,022 | 507,524,011 | |
| Interest on SME Loan | 285,608,570 | 264,798,218 | 145,265,084 | 131,719,942 | |
| Interest on PAD - EDF | 76,162,748 | 44,067,953 | 30,731,337 | 24,584,167 | |
| Interest on Staff Loan | 20,792,698 | 21,855,408 | 10,295,313 | 10,844,033 | |
| Interest on LTR | 210,631,088 | 326,776,764 | 115,492,377 | 153,943,717 | |
| Interest on Payment Against Documents (PAD) | 6,600,153 | 25,260,450 | 3,738,433 | 16,539,075 | |
| Interest on Cash Credit | 59,360,534 | 90,189,318 | 30,649,289 | 44,057,021 | |
| Interest on Cash Collateral | 152,656,724 | 87,632,882 | 86,614,923 | 43,254,431 | |
| Interest on Overdraft | 544,352,632 | 531,165,472 | 284,756,995 | 265,727,762 | |
| Interest on SOD | 191,242,784 | 342,434,849 | 91,703,129 | 156,366,195 | |
| Interest on Inland Bills Purchased and Discounted | 92,770,714 | 87,062,193 | 76,793,310 | 45,335,074 | |
| Interest on Foreign Bills Purchased and Discounted | 1,814,016 | 13,632,178 | 988,729 | 5,600,081 | |
| | 5,962,940,726 | 5,989,467,197 | 3,093,349,366 | 2,875,322,652 | |
| Interest from Banks and Other Financial Institutions | | | | | |
| Interest on FDR Account | 108,558,061 | 67,064,396 | 47,080,281 | 60,244,585 | |
| Interest on Bangladesh Bank Foreign Currency Accounts | 3,247,246 | 943,067 | 2,181,376 | - | |
| Interest on SND Account | 98,457 | 447,897 | 1,380 | 293,948 | |
| Interest on Call Deposits | 15,956,764 | 35,962,250 | 7,435,625 | 35,528,917 | |
| | 127,860,528 | 104,417,610 | 56,698,662 | 96,067,450 | |
| Interest received from Foreign Banks | - | - | - | - | |
| | 6,090,801,254 | 6,093,884,807 | 3,150,048,028 | 2,971,390,102 | |
| 18.2 Profit under Islamic banking | | | | | |
| Profit on Murabaha (RM) | - | - | - | - | |
| Profit on Bai-Muajjal | 267,280,765 | 258,269,106 | 141,102,085 | 127,520,795 | |
| Profit on HPSM-Capital Machinery | 44,278,680 | 41,026,891 | 20,911,607 | 22,001,478 | |
| Profit on IHSAN Apartment Purchase Scheme | 4,693,926 | 2,777,177 | 2,757,048 | 1,539,918 | |
| Profit on BARAKAT Home Construction Scheme | 4,634,777 | 3,589,326 | 2,519,701 | 1,716,308 | |
| Profit on BARAKAT Car Scheme | 291,261 | 306,257 | 140,568 | 179,010 | |
| Profit on HPSM- Real Eastate | 24,771,392 | 22,771,843 | 12,667,283 | 10,041,065 | |
| Profit on Murabaha TR | 84,889,612 | 75,889,561 | 48,190,721 | 39,521,093 | |
| Profit on Bai-Salam | 2,970,357 | 4,918,227 | 1,571,414 | 2,897,014 | |
| Profit on Murabaha Import Bills (MIB) | 1,105,666 | 554,795 | 533,949 | 330,284 | |
| Profit on TIB House Building Scheme-HBL (RM) | - | 194,100 | - | 14,598 | |
| Profit on TIB Car Scheme(Car Loan) | 11,399 | - | 11,399 | - | |
| Profit on TIB Household Durable Scheme(Household Durable) | 120,597 | 197,669 | 51,331 | 94,757 | |
| Profit on MIB - EDF - TIB | 18,063,624 | 11,796,088 | 9,287,562 | 7,119,715 | |
| Profit on TIB HB Inv. for Rtd. Def. Officer (M) | 167,474 | 56,706 | 105,906 | 56,706 | |
| Profit on HPSM General | 113,613,760 | 82,879,810 | 59,480,253 | 51,956,352 | |
| Profit on Barkat Doctors Scheme | 48,644 | 112,897 | 22,858 | 53,809 | |
| Profit on Trust Nibash | 114,893 | 11,766 | 94,417 | 11,766 | |
| Profit on Trust Power | 1,040,941 | - | 587,571 | - | |
| Profit on PAD - EDF | - | 121 | - | 121 | |
| Profit on FDBP - TIB | - | - | - | - | |
| Profit on Musharaka agt. IBP | 16,325,742 | 14,674,785 | 7,642,413 | 6,501,559 | |
| Profit Suspense - Musharaka IBP USD | 1,373,856 | 4,176,618 | 922,293 | 2,535,705 | |
| | 585,797,366 | 524,203,743 | 308,600,379 | 274,092,053 | |
| Profit from Banks and Other Financial Institutions | | | | | |
| Profit on Mudarab Term Deposits | 24,933,569 | 36,712,303 | 11,622,500 | 15,507,440 | |
| | 610,730,935 | 560,916,046 | 320,222,879 | 289,599,493 | |
| | 6,701,532,189 | 6,654,800,853 | 3,470,270,907 | 3,260,989,595 | |
| | - | - | - | - | |
| | 6,701,532,189 | 6,654,800,853 | 3,470,270,907 | 3,260,989,595 | |
| 18 (a) Consolidated Interest Income/profit on investment | | | | | |
| Trust Bank Limited | Note - 18 | 6,701,532,189 | 6,654,800,853 | 3,470,270,907 | 3,260,989,595 |
| Trust Bank Securities Limited | | - | - | - | - |
| Trust Bank Investment Limited | | 21,552,746 | 29,067,570 | 10,344,891 | 13,837,155 |
| | | 6,723,084,935 | 6,683,868,423 | 3,480,615,798 | 3,274,826,750 |
| Less : Inter Company Transaction | | 75,840 | 11,370,244 | 1,280 | 6,122,184 |
| | | 6,723,009,095 | 6,672,498,179 | 3,480,614,518 | 3,268,704,566 |

| | 1 January 2017 to 30 June 2017 Taka | 1 January 2016 to 30 June 2016 Taka | 1 April 2017 to 30 June 2017 Taka | 1 April 2016 to 30 June 2016 Taka |
|--|--|--|--|--|
| 19 INTEREST PAID ON DEPOSITS AND BORROWINGS | | | | |
| 19.1 Interest paid on deposits | | | | |
| Interest on SND Account | 181,798,720 | 260,036,579 | 114,471,394 | 160,042,412 |
| Interest on FDR Account | 2,148,800,210 | 2,593,311,198 | 1,044,655,226 | 1,290,829,982 |
| Interest on Foreign Currency Deposit | 34,557,896 | 24,094,181 | 18,681,625 | 13,567,808 |
| Interest on Savings Account | 194,082,535 | 187,628,168 | 98,206,106 | 99,592,805 |
| Interest on Scheme Deposits | 846,306,396 | 743,592,821 | 425,157,108 | 383,074,369 |
| | 3,405,545,757 | 3,808,662,947 | 1,701,171,459 | 1,947,107,376 |
| 19.2 Profit paid on Islamic Banking Deposits | | | | |
| Profit Paid on Mudaraba Savings Account | 20,495,530 | 17,773,115 | 10,912,782 | 9,134,019 |
| Profit Paid on Mudaraba SND | 1,022,993 | 2,262,002 | 394,634 | 1,651,485 |
| Interest Paid on Mudaraba TDR | 289,108,183 | 284,218,376 | 147,803,930 | 135,139,688 |
| Profit Paid on Mudaraba MTDR - 1 Month | 8,533,061 | 4,414,939 | 4,318,553 | 3,455,451 |
| Profit Paid on TBL Barakat Hajj Deposit Scheme | 436,932 | 388,004 | 160,026 | 206,092 |
| Profit on Mudaraba Kotipati Scheme (MKS) | 5,526,741 | 3,777,654 | 2,929,147 | 1,975,794 |
| Profit on Mudaraba Millionaire Scheme (MMS) | 9,618,767 | 5,519,939 | 5,111,336 | 2,980,348 |
| Profit on Mudaraba Money Double Scheme (MMDS) | 3,668,004 | 3,196,079 | 1,834,002 | 1,681,337 |
| Profit Paid on DPMSA | 100,112 | 68,665 | 55,146 | 53,905 |
| Profit Paid on TEMSA | 701,443 | 877,789 | 403,385 | 550,201 |
| Profit Paid on Mudaraba Monthly Savings Scheme | 16,702,820 | 12,321,117 | 8,617,784 | 6,385,755 |
| Profit paid on Trust Bank Mudaraba Cash Waqf | 37,730 | 37,269 | 18,804 | 18,547 |
| Profit Paid On - Fc Deposits | 82 | 158 | 67 | 88 |
| Profit paid on MMPS | 10,513,834 | 11,484,461 | 5,365,359 | 5,830,098 |
| Profit paid on TIB Payroll | 58,299 | 43,342 | 29,532 | 21,380 |
| Provision for final profit adjustment | - | - | - | - |
| | 366,524,531.00 | 346,382,909 | 187,954,487.00 | 169,084,188.00 |
| 19.3 Interest paid on borrowings | | | | |
| Interest on Call Deposits. | 6,697,847 | 15,788,125 | 5,430,764 | - |
| Interest on Repo | - | 2,286,724 | - | - |
| Interest on Other Borrowings | 467,023,116 | 276,529,308 | 236,406,187 | 138,761,566 |
| | 473,720,963 | 294,604,157 | 241,836,951 | 138,761,566 |
| 19.3.1 Under Islamic Banking | | | | |
| Profit paid on Bangladesh Bank Borrowings | 13,865,803 | 3,542,176 | 6,454,512 | 2,005,528 |
| Interest on Other Borrowings | - | - | - | - |
| | 13,865,803 | 3,542,176 | 6,454,512 | 2,005,528 |
| | 4,259,657,054 | 4,453,192,189 | 2,137,417,409 | 2,256,958,658 |
| 19 (a) Consolidated Interest / profit paid on deposits, borrowings etc. on investment | | | | |
| Trust Bank Limited | 4,259,657,054 | 4,453,192,189 | 2,137,417,409 | 2,256,958,658 |
| Trust Bank Securities Limited | - | - | - | - |
| Trust Bank Investment Limited | 1,027,063 | 11,824,310 | 531,529 | 6,345,646 |
| | 4,260,684,117 | 4,465,016,499 | 2,137,948,938 | 2,263,304,304 |
| Less : Inter Company Transaction | 75,840 | 11,370,244 | 1,280 | 6,122,184 |
| | 4,260,608,277 | 4,453,646,255 | 2,137,947,658 | 2,257,182,120 |
| 20 INCOME FROM INVESTMENTS | | | | |
| 20.1 Income from Conventional Banking | | | | |
| Income from Treasury bills | 136,031,191 | 173,491,550 | 58,875,290 | 81,422,987 |
| Income on Bangladesh Bank Bill | 55,328,450 | 45,846,148 | 41,278,800 | 43,781,798 |
| Income from Treasury bonds | 768,048,778 | 747,568,966 | 386,619,272 | 374,171,287 |
| Income from Reverse REPO | 367,971 | 3,928,720 | 367,971 | 3,928,720 |
| Income from Corporate Bonds | 48,751,066 | 44,414,798 | 21,262,064 | 22,596,149 |
| Dividend Income | 573,308 | 227,625 | 560,372 | 120,750 |
| Income on Investment in Commercial Paper | 6,400,000 | 19,865,972 | 6,000,000 | 7,833,334 |
| Gain from sales of shares | 17,579,359 | 43,664 | 1,468,842 | 43,664 |
| | 1,033,080,123 | 1,035,387,443 | 516,432,611 | 533,898,689 |
| 20.2 Income from Islamic Banking Investments | | | | |
| Dividend Income | - | 111,150 | - | 30,000 |
| Profit on Bangladesh Govt. Islamic Investment Bond | - | - | - | - |
| Income from Corporate Bonds | 10,356,165 | - | 10,356,165 | - |
| Profit on Sale of Shares | 1,588,899 | 63,793 | 136,841 | 63,793 |
| | 11,945,064 | 174,943 | 10,493,006 | 93,793 |
| | 1,045,025,187 | 1,035,562,386 | 526,925,617 | 533,992,482 |
| 20 (a) Consolidated Income from Investment | | | | |
| Trust Bank Limited | 1,045,025,187 | 1,035,562,386 | 526,925,617 | 533,992,482 |
| Trust Bank Securities Limited | 3,762,930 | - | 1,301,482 | - |
| Trust Bank Investment Limited | 116,661,059 | 51,591,220 | 18,605,622 | 34,484,161 |
| | 1,165,449,176 | 1,087,153,606 | 546,832,721 | 568,476,643 |

| | 1 January 2017 to 30 June 2017 Taka | 1 January 2016 to 30 June 2016 Taka | 1 April 2017 to 30 June 2017 Taka | 1 April 2016 to 30 June 2016 Taka |
|--|--|--|--|--|
| 21 Commission, exchange and brokerage | | | | |
| Demand Draft, Money Transfer, Telegraphic Transfer, Pay Order etc. | 2,644,929 | 2,436,165 | 1,318,417 | 1,258,486 |
| Bills | 13,730,462 | 15,479,019 | 6,404,740 | 7,538,251 |
| Letter of Guarantees | 136,721,465 | 80,482,696 | 98,975,117 | 31,136,406 |
| Letter of Credits | 142,996,654 | 141,060,648 | 56,674,311 | 55,276,545 |
| Foreign Remittances | 2,641,053 | 2,933,620 | 2,069,772 | 2,470,767 |
| Commission on Sale of Government Securities | 19,755,095 | 13,755,106 | 12,978,672 | 8,728,688 |
| Fund Transfer Commission | 7,600 | 9,200 | 3,000 | 6,000 |
| Commission on Sale & Purchase of Shares | - | 400 | - | - |
| Under writing Commission | - | 698,440 | - | 190 |
| Acceptance Commission | 73,725,134 | 90,941,958 | 38,868,037 | 45,188,656 |
| Foreign Correspondence Charges | 1,000 | - | - | - |
| EMI Comm. on Credit Card | 15,967 | - | 7,562 | - |
| Miscellaneous Commission | 11,290,220 | 15,713,628 | 5,683,614 | 8,219,449 |
| | 403,529,579 | 363,510,880 | 222,983,242 | 159,823,438 |
| Foreign Currency Exchange Gain | 322,657,646 | 249,143,727 | 220,117,713 | 157,958,032 |
| | 726,187,225 | 612,654,607 | 443,100,955 | 317,781,470 |
| 21 (a) Consolidated Commission, exchange and brokerage | | | | |
| Trust Bank Limited | 726,187,225 | 612,654,607 | 443,100,955 | 317,781,470 |
| Trust Bank Securities Limited | 19,757,701 | 5,211,627 | 4,606,709 | 2,392,627 |
| Trust Bank Investment Limited | 659 | 208,210 | 659 | 205,840 |
| | 745,945,585 | 618,074,444 | 447,708,323 | 320,379,937 |
| | | | | |
| 22 OTHER OPERATING INCOME | | | | |
| Locker Rent | 923,255 | 904,755 | 490,375 | 478,750 |
| Swift Charge (Net) | 21,962,808 | 25,502,364 | 11,007,408 | 12,803,494 |
| Postage Charge (Net) | 1,895,270 | 4,354,786 | 787,844 | 2,060,534 |
| Incidental Charges | 1,480 | 10,405 | - | - |
| Sale Proceeds of Forms | 888,398 | 419,725 | 323,357 | 196,750 |
| Service Charges | 40,831,742 | 36,710,977 | 39,845,090 | 35,500,774 |
| Service Compensation | 146,357 | 256,427 | 2,000 | 256,427 |
| Front End Fees | 12,033,728 | 11,513,667 | 5,744,383 | 3,012,488 |
| Notice Pay | 741,452 | 422,045 | 586,260 | 331,792 |
| Closing Charge | 859,353 | 792,029 | 403,466 | 297,751 |
| Sale Proceeds of Cheque books | 87,000 | 57,500 | 51,000 | 29,500 |
| Income form Mobile Banking | 1,475,510 | 128,736 | 280,684 | 74,008 |
| O/W Cheque Processing Fees | 328,312 | 335,259 | 167,358 | 171,477 |
| EFTN Org Processing Fees | 23 | 2 | 23 | 2 |
| Syndication Fees | 52,688,127 | 16,150,000 | 40,400,000 | 10,670,000 |
| Income through Credit & ATM Card | 44,578,907 | 42,883,903 | 28,564,610 | 19,513,805 |
| Insurance Premium Income | 10,889 | 27,786 | 1,775 | 16,693 |
| SMS Notification Fees | 17,262,414 | 11,060,085 | 17,156,652 | 11,060,085 |
| Service Charges on e-GP | 1,100,466 | 847,644 | 630,816 | 221,150 |
| Service Charge on Passport | 4,500 | 1,275,125 | 4,500 | 1,274,825 |
| Miscellaneous Foreign Exchange Income | 41,180,902 | 50,118,941 | 21,611,847 | 25,842,224 |
| Trustee Fees | - | 1,700,000 | - | 1,700,000 |
| Service Charge on BRTA Transaction | 128,425 | 866,148 | 128,425 | 390,862 |
| Income from Priority Pass | 19,116 | - | 19,116 | - |
| RTGS Settlement Charge | 13,500 | 8,200 | 6,900 | 5,200 |
| Charges for Footage | 1,000 | 8,500 | - | 3,000 |
| NID Verification Fees | 22,096 | - | 11,351 | - |
| Miscellaneous Earnings | 33,470,368 | 35,016,902 | 16,090,586 | 17,295,197 |
| | 272,655,398 | 241,371,911 | 184,315,826 | 143,206,788 |
| 22 (a) Consolidated other oprating income | | | | |
| Trust Bank Limited | 272,655,398 | 241,371,911 | 184,315,826 | 143,206,788 |
| Trust Bank Securities Limited | 8,443,140 | 8,839,933 | 8,152,317 | 8,642,601 |
| Trust Bank Investment Limited | 19,410,519 | 29,979,403 | 6,680,808 | 14,148,535 |
| | 300,509,057 | 280,191,247 | 199,148,951 | 165,997,924 |
| | | | | |
| 23 Salaries and allowances | | | | |
| Basic Salary | 388,936,195 | 365,649,709 | 193,763,184 | 183,022,563 |
| House Rent Allowances | 194,931,602 | 182,825,336 | 97,072,249 | 91,511,717 |
| Conveyance Allowances | 21,829,204 | 20,012,207 | 10,882,763 | 10,017,049 |
| Medical Allowances | 80,399,769 | 73,933,000 | 40,082,265 | 37,032,351 |
| Leave Fare Assistances | 31,535,492 | 29,278,465 | 15,733,578 | 14,673,217 |
| Leave Encashment | 4,291,504 | 2,276,828 | 3,473,946 | 1,215,446 |
| Utility Allowances | 2,001,700 | 1,869,723 | 1,004,393 | 931,258 |
| Telephone Allowance | 183,129 | 174,720 | 91,232 | 87,168 |
| Club Membership Allowance | 704,963 | 650,059 | 352,947 | 323,903 |
| Contractual Staffs Salary | 7,165,068 | 5,551,497 | 4,060,857 | 3,266,624 |
| Managers' Charge Allowance | 1,553,597 | 1,508,500 | 782,000 | 755,500 |
| Key Holding Allowance | 552,000 | 558,750 | 277,500 | 275,250 |
| Festival Bonus | 76,996,860 | 73,128,404 | 76,996,860 | 73,128,404 |
| Bank's Contribution to Provident Fund | 37,824,046 | 35,107,082 | 18,878,972 | 17,630,139 |
| Bank's Contribution to Superannuation Fund | 3,231,498 | 3,045,996 | 1,615,749 | 1,522,998 |
| Bank's Contribution to Employees' Gratuity Fund | 40,313,989 | 54,602,301 | 4,847,474 | 26,613,297 |
| | 892,450,616 | 850,172,577 | 469,915,969 | 462,006,884 |

| | | 1 January 2017 to 30 June 2017 Taka | 1 January 2016 to 30 June 2016 Taka | 1 April 2017 to 30 June 2017 Taka | 1 April 2016 to 30 June 2016 Taka |
|---|-----------|--|--|--|--|
| 23 (a) Consolidated salaries and allowances | | | | | |
| Trust Bank Limited | Note - 23 | 892,450,616 | 850,172,577 | 469,915,969 | 462,006,884 |
| Trust Bank Securities Limited | | 3,363,982 | 3,210,647 | 1,810,527 | 1,741,625 |
| Trust Bank Investment Limited | | 13,408,548 | 13,745,758 | 7,315,850 | 6,844,012 |
| | | 909,223,146 | 867,128,982 | 479,042,346 | 470,592,521 |
| 24 RENT, TAXES, INSURANCE, ELECTRICITY, ETC. | | | | | |
| Rent | | 227,245,074 | 216,071,113 | 115,186,637 | 107,753,798 |
| Electricity and Lighting | | 22,903,528 | 28,622,318 | 13,282,439 | 18,708,454 |
| Insurance | | 63,355,838 | 56,365,038 | 29,815,278 | 26,317,423 |
| Rates, Taxes & Excise Duty | | 12,078,816 | 298,443 | 6,732,683 | 163,391 |
| Fees & Renewals | | 7,237,318 | 3,535,682 | 2,549,916 | 2,069,754 |
| Generator Fuel | | 2,323,867 | 2,600,432 | 1,349,451 | 1,467,653 |
| Gas/Water Bill | | 398,487 | 814,363 | 104,890 | 449,168 |
| | | 335,542,928 | 308,307,389 | 169,021,294 | 156,929,641 |
| 24 (a) Consolidated rent,taxes,insurance, electricity,etc. | | | | | |
| Trust Bank Limited | Note - 24 | 335,542,928 | 308,307,389 | 169,021,294 | 156,929,641 |
| Trust Bank Securities Limited | | 953,004 | 508,419 | 451,080 | 287,167 |
| Trust Bank Investment Limited | | 6,032,505 | 6,246,518 | 3,108,906 | 3,161,056 |
| | | 342,528,437 | 315,062,326 | 172,581,280 | 160,377,864 |
| 25 POSTAGE, STAMPS, TELECOMMUNICATION, ETC. | | | | | |
| Stamp | | 21,747 | 66,192 | 9,450 | 15,818 |
| VISA Connectivity Charges | | 814,210 | 133,048 | 211,210 | 133,048 |
| VISA Membership Fees | | 96,000 | - | 96,000 | - |
| VISA SBRL Commission | | 421,000 | - | 421,000 | - |
| VISA Authorisation Fees | | 1,212,000 | - | 1,212,000 | - |
| VISA VIROL Fees | | 78,560 | - | 78,560 | - |
| Bulk SMS Charge | | 1,861,619 | - | 1,861,619 | - |
| USSD Gateway Service Charge | | 174,550 | - | 174,550 | - |
| ATM Maintenance Charges | | 1,646,620 | 6,571,382 | 866,642 | 6,571,382 |
| Link (Fibre/Radio) Charge | | 35,654,234 | 54,878,574 | 16,691,539 | 27,431,650 |
| ATM Card Expenditure | | 5,216,955 | 3,905,020 | 3,635,080 | 1,591,270 |
| Internet Charge | | 492,630 | 691,582 | 391,010 | 322,308 |
| Reuter Charge | | 726,600 | 1,231,772 | 105,050 | 615,691 |
| Telegram, Telex, Telephone, Trunk Call etc. (Net) | | 6,878,352 | 5,778,760 | 2,341,130 | 3,467,773 |
| | | 55,295,077 | 73,256,330 | 28,094,840 | 40,148,940 |
| 25 (a) Consolidated postages, stamps, telecommunication, etc. | | | | | |
| Trust Bank Limited | Note - 25 | 55,295,077 | 73,256,330 | 28,094,840 | 40,148,940 |
| Trust Bank Securities Limited | | 721,856 | 392,278 | 333,754 | 193,229 |
| Trust Bank Investment Limited | | 489,689 | 709,400 | 175,794 | 360,430 |
| | | 56,506,622 | 74,358,008 | 28,604,388 | 40,702,599 |
| 26 STATIONERY, PRINTING, ADVERTISEMENT, ETC. | | | | | |
| Printing and Stationery (Net) | | 20,090,996 | 30,952,648 | 11,792,583 | 15,903,067 |
| Publicity and Advertisement | | 2,817,954 | 2,847,472 | 1,483,134 | 1,927,328 |
| | | 22,908,950 | 33,800,120 | 13,275,717 | 17,830,395 |
| 26 (a) Consolidated stationery, printing, advertisement,etc etc. | | | | | |
| Trust Bank Limited | Note - 26 | 22,908,950 | 33,800,120 | 13,275,717 | 17,830,395 |
| Trust Bank Securities Limited | | 34,843 | 31,789 | 10,237 | 9,301 |
| Trust Bank Investment Limited | | 131,291 | 207,299 | 81,051 | 94,031 |
| | | 23,075,084 | 34,039,208 | 13,367,005 | 17,933,727 |
| 27 DIRECTORS' FEES | | | | | |
| Meeting fees | | 1,679,000 | 1,251,000 | 1,024,000 | 743,000 |
| Other benefits | | - | - | - | - |
| | | 1,679,000 | 1,251,000 | 1,024,000 | 743,000 |
| 27 (a) Consolidated directors fees | | | | | |
| Trust Bank Limited | Note - 27 | 1,679,000 | 1,251,000 | 1,024,000 | 743,000 |
| Trust Bank Securities Limited | | 75,000 | 79,080 | 75,000 | 75,000 |
| Trust Bank Investment Limited | | 66,000 | 66,000 | 66,000 | 66,000 |
| | | 1,820,000 | 1,396,080 | 1,165,000 | 884,000 |
| 28 Depreciation and repair of bank's assets | | | | | |
| Depreciation | | | | | |
| Fixed assets (For details please refer to Annexure - B) | | 90,291,534 | 93,833,069 | 44,984,375 | 46,976,677 |
| Repairs | | | | | |
| Building | | 12,590 | 238,210 | 590 | 197,722 |
| Furniture and fixtures | | 1,439,423 | 1,361,265 | 805,396 | 559,348 |
| Office equipment | | 7,355,618 | 9,818,515 | 4,401,568 | 6,146,719 |
| Bank's vehicles | | 1,133,723 | 1,987,932 | 615,444 | 1,099,899 |
| Maintenance | | 15,467,774 | 7,980,947 | 10,563,615 | 7,139,594 |
| | | 25,409,128 | 21,386,869 | 16,386,613 | 15,143,282 |
| | | 115,700,662 | 115,219,938 | 61,370,988 | 62,119,959 |

| | | 1 January 2017 to 30 June 2017 Taka | 1 January 2016 to 30 June 2016 Taka | 1 April 2017 to 30 June 2017 Taka | 1 April 2016 to 30 June 2016 Taka |
|--|-----------|--|--|--|--|
| 28 (a) Consolidated depreciation and repair of bank's assets | | | | | |
| Trust Bank Limited | Note - 28 | 115,700,662 | 115,219,938 | 61,370,988 | 62,119,959 |
| Trust Bank Securities Limited | | 361,473 | 467,852 | 152,013 | 234,495 |
| Trust Bank Investment Limited | | 922,182 | 921,976 | 544,980 | 418,919 |
| | | 116,984,317 | 116,609,766 | 62,067,981 | 62,773,373 |
| 29 OTHER EXPENSES | | | | | |
| Business Development Expenses | | 9,500,010 | 13,018,845 | 4,121,730 | 4,473,541 |
| Clearing House Charge | | 43,979 | 49,125 | 25,941 | 26,537 |
| Conveyance | | 4,990,624 | 5,546,596 | 2,639,870 | 2,800,270 |
| Entertainment | | 12,014,210 | 17,067,402 | 6,821,171 | 8,695,496 |
| Car Expenses | | 47,266,669 | 46,592,866 | 23,874,589 | 23,407,331 |
| Cash Handling Charge | | 1,659,300 | 1,704,000 | 822,600 | 854,400 |
| Bank charges | | 154,222 | 91,313 | 17,883 | 30,744 |
| Meeting Expenses | | - | 545,965 | - | 194,050 |
| Donation, Subscription and Membership Fees | | 4,631,876 | 9,624,319 | 1,032,883 | 282,700 |
| News Paper and Periodicals | | 402,501 | 524,013 | 172,213 | 333,855 |
| Oil and Lubricant | | 3,493,454 | 4,412,335 | 1,875,371 | 2,236,649 |
| Remittance Charges | | 662,086 | 979,501 | 361,893 | 575,391 |
| Support Staff Service | | 152,774,436 | 123,096,563 | 76,549,065 | 63,097,665 |
| Internship Allowances | | 558,000 | 790,602 | 252,000 | 360,602 |
| Honorarium for Banking Diploma | | 379,000 | 638,000 | 335,000 | 49,000 |
| Training & Recruitment Expenses | | 5,451,643 | 3,902,900 | 3,214,235 | 2,263,068 |
| Traveling Expenses | | 7,188,363 | 10,315,492 | 4,796,220 | 6,228,040 |
| Up Keep of Office Premises | | 4,055,982 | 4,808,651 | 2,412,237 | 2,158,515 |
| Washing Charges | | 1,002,515 | 1,123,814 | 492,787 | 524,874 |
| Loss on Sale of Fixed Assets | | 986,439 | 5,385,313 | (18,417) | 20,217 |
| Car Leasing Expenses | | 2,016,900 | 2,568,111 | 969,528 | 1,670,137 |
| Foreign Correspondence Expenses | | 2,652,170 | 3,012,064 | 979,855 | 1,628,511 |
| Amortization of Intangible Assets | | 4,180,303 | 2,333,012 | 2,092,491 | 1,115,402 |
| CDBL Charges | | 1,190 | 108,891 | 967 | 108,891 |
| Security Expenses | | 1,000 | 2,115 | 1,000 | 1,115 |
| Share/Bond Issue Expense | | 227,700 | 5,758,000 | 227,700 | 5,380,000 |
| Sales Commission | | - | 2,875,826 | - | 2,150,061 |
| Cash Carrying Charges | | 4,418,793 | 3,654,512 | 2,652,313 | 1,959,032 |
| Wages paid to daily Labor | | 103,940 | 159,111 | 56,350 | 75,991 |
| Purchase of Utensils | | 380,372 | 414,222 | 172,642 | 198,758 |
| NID Verification Charge | | 75,554 | - | 75,554 | - |
| Contact Point Verification Fees (RB) | | 69,350 | 63,925 | 60,725 | 36,475 |
| Loss on sale of Treasury Bills | | - | 371,750 | - | - |
| Commission Paid to NPSB | | 3,739,570 | - | 2,187,280 | - |
| Trustee Fees | | 920,000 | - | 920,000 | - |
| Priority Pass Expense | | 202,811 | - | 116,061 | - |
| Miscellaneous Expenses | | 89,195 | 124,734 | 19,218 | 47,098 |
| | | 276,294,157 | 271,663,888 | 140,330,955 | 132,984,416 |
| 29 (a) Consolidated other expenses | | | | | |
| Trust Bank Limited | Note - 29 | 276,294,157 | 271,663,888 | 140,330,955 | 132,984,416 |
| Trust Bank Securities Limited | | 3,249,771 | 1,309,110 | 884,882 | 605,628 |
| Trust Bank Investment Limited | | 4,694,321 | 4,368,032 | 2,086,498 | 2,183,279 |
| | | 284,238,249 | 277,341,030 | 143,302,335 | 135,773,323 |
| 30 PROVISION FOR LOANS AND ADVANCES / INVESTMENTS | | | | | |
| Specific Provisions-against classified loans & advances | | 324,929,500 | 536,604,000 | 2,332,500 | 154,346,000 |
| General Provisions-against un-classified loans & advances | | 5,423,205 | (144,528,000) | 184,074,705 | (6,790,000) |
| General Provisions-against special mentioned accounts | | 47,800,295 | 25,467,000 | (1,681,705) | (12,161,000) |
| | | 378,153,000 | 417,543,000 | 184,725,500 | 135,395,000 |
| 30 (a) Consolidated Provision for Loans & Advances / Investment | | | | | |
| Trust Bank Limited | Note - 30 | 378,153,000 | 417,543,000 | 184,725,500 | 135,395,000 |
| Trust Bank Securities Limited | | - | - | - | - |
| Trust Bank Investment Limited | | - | - | - | - |
| | | 378,153,000 | 417,543,000 | 184,725,500 | 135,395,000 |
| 31 PROVISION FOR DIMINUTION IN VALUE OF INVESTMENTS: | | | | | |
| Decline in value of investment should consist of the following divisions: | | | | | |
| (a) Dealing securities | | | | | |
| - Quoted | | - | - | - | - |
| - Unquoted | | - | - | - | - |
| (b) Investment securities | | | | | |
| - Quoted | | (3,668,863) | (8,808,928) | 266,949 | (2,897,970) |
| - Unquoted | | - | - | - | - |
| | | (3,668,863) | (8,808,928) | 266,949 | (2,897,970) |

| | 1 January 2017 to 30 June 2017 Taka | 1 January 2016 to 30 June 2016 Taka | 1 April 2017 to 30 June 2017 Taka | 1 April 2016 to 30 June 2016 Taka |
|---|---|--|--|--|
| 31 (a) Consolidated Provision for diminution in value of investments | | | | |
| Trust Bank Limited | (3,668,863) | (8,808,928) | 266,949 | (2,897,970) |
| Trust Bank Securities Limited | (185,000) | (263,885) | 770,586 | (196,600) |
| Trust Bank Investment Limited | - | - | - | - |
| | (3,853,863) | (9,072,813) | 1,037,535 | (3,094,570) |
| 32 OTHER PROVISION | | | | |
| General Provision for Off Balance Sheet Exposures | 246,838,000 | 11,821,000 | 210,494,500 | 3,969,000 |
| Provision for Other Assets | 1,261,335 | - | 753,021 | - |
| | 248,099,335 | 11,821,000 | 211,247,521 | 3,969,000 |
| 32.1 | General provision for off balance sheet exposures has been made @ 1% on period end balance of total off balance sheet exposures as per BRPD circular No. 8 and 10 dated August 07, 2007 and September 18, 2007 respectively issued by Bangladesh Bank respectively. | | | |
| 32.2 | Provision for Other Assets has been made on the amount of Prepaid Legal Expenses that remained unadjusted as at 31 December 2016 as per rules & regulations enumerated in the BRPD Circular No. 14 dated 25 June 2001 issued by Bangladesh Bank. | | | |
| 32 (a) Consolidated Other Provision | | | | |
| Trust Bank Limited | 248,099,335 | 11,821,000 | 211,247,521 | 3,969,000 |
| Trust Bank Securities Limited | - | - | - | - |
| Trust Bank Investment Limited | - | - | - | - |
| | 248,099,335 | 11,821,000 | 211,247,521 | 3,969,000 |
| 33 | The Bank has no secured liabilities on the reporting date and therefore the Bank has no asset pledged as security against such liabilities. | | | |
| 34 EARNING PER SHARE (EPS) | | | | |
| Profit attributable to outstanding ordinary share holders | <u>1,043,119,898</u> | <u>1,037,266,778</u> | <u>564,134,648</u> | <u>542,407,350</u> |
| Nos of Ordinary Outstanding Share | <u>556,966,216</u> | <u>556,966,216</u> | <u>556,966,216</u> | <u>556,966,216</u> |
| Basic Earning per Share | <u>1.87</u> | <u>1.86</u> | <u>1.01</u> | <u>0.97</u> |
| 34 (a) Consolidated Earning per Share (EPS) | | | | |
| Profit attributable to outstanding ordinary share holders | <u>1,177,797,522</u> | <u>1,098,958,899</u> | <u>593,530,793</u> | <u>583,403,243</u> |
| Nos of Ordinary Outstanding Share | <u>556,966,216</u> | <u>556,966,216</u> | <u>556,966,216</u> | <u>556,966,216</u> |
| Earning per Share | <u>2.11</u> | <u>1.97</u> | <u>1.07</u> | <u>1.05</u> |

35 EXPENDITURE INCURRED FOR EMPLOYEES

Salaries, allowances and benefits

Number of employees at 30 June 2017 was 1873 ; (31 December 2016 was 1877) who were in receipt of remuneration for that period which in the aggregate was not less than Tk 36,000 and those employed for a part of that year who were in receipt of remuneration of not less than TK. 3,000 per month.

36 AUDIT COMMITTEE

36.a Particulars of Audit Committee

An audit committee has been formed by the Board of Directors of the Bank in its 64th Board meeting held on 05 February 2003. In accordance with the BRPD circular letter no. 12 dated 23 December 2002, the committee constituted with a chairman, two members and a member secretary.

As on 30 June 2017 the Honorable Members of the committee were as follows:

| Name | Status with Bank | Status with committee | Educational Qualification |
|-----------------------------------|----------------------|-----------------------|---------------------------|
| Mr. Shahedul Islam | Independent Director | Chairman | B.A., CS |
| Brig Gen Mohammad Omar Zahid, psc | Nominated Director | Member | MDS |
| Mr. Mohamed Naser Alam | Independent Director | Member | LLM, Bar-at-law |

36.b During the period end as on 30 June 2017, the following number of meetings of the Audit Committee held with the bank's Senior Management to consider and review the Bank's Financial Statements and Risk Management:

| <u>Meeting Number</u> | <u>Date of Meeting</u> |
|-----------------------|------------------------|
| 1 st | 6-Mar-17 |
| 2 nd | 12-Apr-17 |
| 3 rd | 24-Apr-17 |
| 4 th | 31-May-17 |
| 5 th | 21-Jun-17 |

36.c **Following steps have been taken for implementation of an effective Internal Control Procedures of the banks:**

A strong internal control & compliance division has been formed with a view to establish compliance culture and full control.

Regular review of internal and external (including Bangladesh Bank) audit reports with a view to implement the suggestion of internal and external auditors (including Bangladesh Bank), in respect of internal control techniques.

To establish an effective management system that includes planning, organizing and supervising culture in the branches as well as at head office.

Continuous monitoring & evaluation on application of internal control system, internal audit policy, policy for financial risks, existing rules and regulations (internal and external), other obligations from controlling authority, disclosure process of financial statements etc. of the bank.

Review the accounting procedures with a view to ascertain that the Bangladesh Financial Reporting Standards (BFRSs) have been applied in preparation and presentation of financial statements.

Formulation of HRM policy and other operating procedures.

37 Related Party Disclosures

Parties are considered to be related if one party has been ability to control the other party or to exercise significant influence over the other party in making financial and operating decision. Related party informations are given below:

i) Directors' interest in different entities:

| Sl. | Name of the Directors | Status with Bank | Entities where they have interest | % of Interest |
|---------------------------------------|---|--|---|---------------|
| 1 | Gen Abu Belal Muhammad Shafiul Huq, SBP, ndc, psc, Chief of Army Staff | Chairman (Representing Army Welfare Trust) | Sena Kalyan Sangstha – Chairman, Board of Trustees | Nominated |
| | | | Sena Hotel Development Ltd. – Chairman, Board of Directors | Nominated |
| | | | Bangladesh Machine Tools Factory Ltd.- Chairman, Board of Directors | Nominated |
| | | | Army Welfare Trust – Chairman, Board of Trustees | Nominated |
| | | | Trust Bank Investment Limited (TBIL), Chairman, Board of Directors | Nominated |
| | | | Military Institute of Science & Technology, Vice Chairman | Nominated |
| | | | Council of the College, Armed Forces Medical College, Chairman | Nominated |
| | | | Sena Paribar Kalyan Samiti, Chief Patron | Nominated |
| | | | Advisory Committee of Proyash, President | Nominated |
| | | | National Defence College & Defence Services Command and Staff College Governing Body, Vice Chairman | Nominated |
| | | | Bangladesh Golf Federation, President | Nominated |
| | | | Kurmitola Golf Clubs, President | Nominated |
| | | | Defence Officers Housing Scheme Committee, Chairman | Nominated |
| | | | BAIJET Comilla/BAURT Quadirabad/BAUST Saidpur, Chairman | Nominated |
| | | | Bangladesh Olympic Association, President | Nominated |
| Bangladesh Diesel Plant Ltd, Chairman | Nominated | | | |
| 2 | Maj Gen S M Matiar Rahman, afwc, psc Adjutant General | Vice Chairman (Nominated) | Sena Kalyan Sangstha- Vice Chairman, Board of Trustees | Nominated |
| | | | Sena Hotel Development Ltd.- Vice Chairman, Board of Trustees | Nominated |
| | | | Army Welfare Trust - Vice Chairman, Board of Trustees | Nominated |
| | | | Trust Transport Services, Chairman, Board of Directors | Nominated |
| | | | Army Housing Scheme, Chairman, Board of Directors | Nominated |
| | | | Governing Bodies of Cadet Colleges, Chairman | Nominated |
| | | | Trust Technical Training Institute, Chairman, Board of Directors | Nominated |
| | | | Trust Bank Investment Limited (TBIL), Vice-Chairman, Board of Directors | Nominated |
| | | | Trust Bank Securities Limited (TBSL)- Chairman, Board of Directors | Nominated |
| | | | BAIJET Comilla/BAURT Quadirabad/BAUST Saidpur, Member | Nominated |
| | | | Cantonment Board, President | Nominated |
| 3 | Brig Gen Md Jalal Ghani Khan, ndc, psc | Director (Nominated) | Shaheed Ramij Uddin Cantonment Board School & College, President | Nominated |
| 4 | Brig Gen Mohammad Omar Zahid, psc | Director (Nominated) | Service | Nominated |
| 5 | Brig Gen Md Mohsin, ndc, psc | Director (Nominated) | Service | Nominated |
| 6 | Brig Gen Md Main Ullah Chowdhury, awc, psc | Director (Nominated) | Trust Bank Investment Limited (TBIL)- Director, Board of Directors | Nominated |
| | | | Trust Bank Securities Limited (TBSL)- Director, Board of Directors | Nominated |
| | | | Army Sports Control Board, Chairman | Nominated |
| | | | BKSP, Board of Member | Nominated |
| 7 | Brig Gen Mohammad Sumon Reza, psc | Director (Nominated) | Service | Nominated |
| 8 | Mr. Ashrafuzzaman Khan | Independent Director | Executive Attire Limited, Managing Director | - |
| | | | Trust Bank Investment Limited-Independent Director, Board of Directors | - |
| | | | Trust Bank Securities Limited-Independent Director, Board of Directors | - |
| 9 | Mr. Mohamed Naser Alam | Independent Director | Matin Spining Mills Ltd., Independent Director | - |
| 10 | Mr. Shahedul Islam | Independent Director | Bengal Pacific (Pvt.) Ltd. – Managing Director | - |
| | | | Bengal Braided Rugs Limited – Managing Director | - |
| | | | Promises Medical Ltd. – Chairman | - |
| | | | Bengal Poly & Paper Sack Ltd. – Nominated Director | - |
| | | | Trust Bank Investment Limited- Independent Director, Board of Directors | - |
| 11 | Brig Gen Naquib Ahmed Chowdhury, BSP, ndc, psc | Director (Nominated) | Army Welfare Trust, Managing Director | Nominated |
| | | | Sena Hotel Developments Limited, Director | Nominated |
| | | | Trust Technical Training Institute, Director | Nominated |
| | | | Army Housing Scheme, Managing Director | Nominated |
| | | | Trust Bank Investment Limited, Director, Board of Directors | Nominated |
| | | | Trust Bank Securities Limited, Vice Chairman, Board of Directors | Nominated |

ii) Significant contracts where Bank is a party and wherein Directors have interest:

| Nature of Contract | Branch Name | Name of Directors and related by |
|---|--|--|
| Lease Agreement with Army Welfare Trust | Principal Branch | Gen Abu Belal Muhammad Shafiul Huq, SBP,ndc, psc,Chief of Army Staff Chairman, Board of Trustees, Army Welfare Trust |
| | | Maj Gen S M Matiur Rahman, afwc, pscAdjudent General Vice Chairman, Board of Trustees, Army Welfare Trust |
| | | Brig Gen Naquib Ahmed Chowdhury, BSP, ndc, psc Managing Director , Army Welfare Trust |
| Lease Agreement with Sena Kalyan Sangstha | Sena Kalyan Bhaban Branch Khulna Branch Tongi Branch | Gen Abu Belal Muhammad Shafiul Huq, SBP,ndc, psc,Chief of Army Staff Chairman, Board of Trustees, Sena Kalyan Sangstha |
| | | Maj Gen S M Matiur Rahman, afwc, pscAdjudent General Vice chairman, Board of Trustees, Sena Kalyan Sangstha. |
| | | |
| Lease Agreement with Sena Paribar Kalyan Samiti | Head Office Millenium Corporate Branch | Gen Abu Belal Muhammad Shafiul Huq, SBP,ndc, psc,Chief of Army Staff Chief Patron, Sena Paribar Kalyan Samiti |
| | | |
| Advertisement Agreement with Army Welfare Trust | Head Office | Gen Abu Belal Muhammad Shafiul Huq, SBP,ndc, psc,Chief of Army Staff Chairman, Board of Trustees, Army Welfare Trust |
| | | Maj Gen S M Matiur Rahman, afwc, pscAdjudent General Vice Chairman, Board of Trustees, Army Welfare Trust |
| | | Brig Gen Naquib Ahmed Chowdhury, BSP, ndc, psc |
| | | Managing Director , Army Welfare Trust |

iii) Shares issued to Directors and Executives without consideration or exercisable at discount: Nil

iv) Related party Transactions:

1. The significant Related party transactions during the year were as follows:

a) Transactions relating to rent

| Name of the Company/Person | Nature of Relation ship | Nature of Transactions | Amount of transaction made during the Period |
|----------------------------|-------------------------|------------------------|--|
| Army Welfare Trust | Common Director | Office Rent | 11,095,500 |
| Sena Kalyan Sangstha | Common Director | Office Rent | 6,807,066 |
| Sena Paribar Kalyan Samiti | Common Director | Office Rent | 49,189,500 |

b) Transactions with Subsidiaries:

Bank balance of subsidiaries with Trust Bank Limited

| Name of the Subsidiaries | Nature of Account | Balance as on 30 June 2017 |
|----------------------------|--|----------------------------|
| Trust Bank Investmetn Ltd. | Special Notice Deposit (SND) and Current Account | 126,331,346 |
| Trust Bank Securiries Ltd. | Special Notice Deposit (SND) and Current Account | 3,954,515 |

v) Lending Policies to related Parties:

Related parties are allowed Loans & Advances as per General Loan Policy of the Bank.

vi) Loan and Advances to Directors and their related concern: 392,898,072

vii) Business other than banking

| Name of Party | Relationship | Name of transaction | Amount |
|--|-----------------|---------------------------------|--------|
| Trust Securities & Logistic Support Ltd. | Common Director | Securities Services to the Bank | 75,554 |

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

37.1 The Bank's Directors' loan and advances as have been shown above in serial no. f, fall within purview of scheme loan launched for the defense officers for house building purposes.

38 FINANCIAL HIGHLIGHTS

As per BRPD Circular # 14, dated 25 June 2003, Financial Highlights of the Bank for the quarter ended on 30 June 2017 has been shown in Annexure - C.

Schedule of Balance with Other Banks-Outside Bangladesh (Nostro Accounts)

| Name of the Bank | Name of the foreign currency | 30.06.2017 | | | 31.12.2016 | | |
|--|------------------------------|----------------------------|--------------------------------|---------------------------------|----------------------------|--------------------------------|---------------------------------|
| | | Amount in foreign currency | Exchange rate as on 30.06.2017 | Total amount equivalent to Taka | Amount in foreign currency | Exchange rate as on 31.12.2016 | Total amount equivalent to Taka |
| Mashreqbank psc, USA | USD | 717,719.87 | 81.55 | 58,530,057 | 5,131,661.38 | 79.70 | 408,993,413 |
| Standard Chartered Bank, USA | USD | 1,565,643.19 | 81.55 | 127,678,202 | 11,662,237.94 | 79.70 | 929,480,364 |
| ICICI Bank Ltd., Hongkong | USD | 385,871.41 | 81.55 | 31,467,813 | 3,235,337.53 | 79.70 | 257,856,401 |
| Commerz Bank, AG Germany | USD | 928,513.61 | 81.55 | 75,720,285 | 4,607,652.95 | 79.70 | 367,229,940 |
| Habib Bank Limited | USD | 53,127.06 | 81.55 | 4,332,512 | 75,925.06 | 79.70 | 6,051,227 |
| Sonali Bank Ltd. UK | USD | 24,042.45 | 81.55 | 1,960,662 | 7,920.97 | 79.70 | 631,301 |
| United Bank Of India | USD | 370,002.78 | 81.55 | 30,173,726 | 471,331.85 | 79.70 | 37,565,148 |
| Commerzbank Ag, Frankfurt, Germany (Aud) | AUD | 52,604.51 | 64.29 | 3,382,007 | 42,106.67 | 59.25 | 2,494,715 |
| Standard Chartered Bank, UK | GBP | 150,576.71 | 107.32 | 16,159,230 | 84,703.94 | 99.06 | 8,390,696 |
| Sonali Bank Ltd. UK,GBP | GBP | 20,317.72 | 107.32 | 2,180,408 | 6,625.43 | 99.06 | 656,309 |
| Standard Chartered Bank, Japan | YEN | 733,716.00 | 0.76 | 554,983 | 85,323.00 | 0.71 | 60,852 |
| Commerzbank Ag, Frankfurt, Germany (Jpy) | YEN | 1,479,373.00 | 0.76 | 1,118,998 | 1,157,669.00 | 0.71 | 825,650 |
| Standard Chartered Bank, UK | EURO | 470,075.94 | 95.27 | 44,785,028 | 261,676.02 | 84.81 | 22,191,775 |
| ICICI Bank Ltd., Mumbai, India | EURO | 17,456.19 | 95.27 | 1,663,084 | 17,456.19 | 84.81 | 1,480,395 |
| Sonali Bank Ltd. UK, EURO | EURO | 8,529.18 | 95.27 | 812,591 | 9,243.88 | 84.81 | 783,939 |
| Commerz Bank, AG Germany | EURO | 135,963.83 | 95.27 | 12,953,532 | 72,305.41 | 84.81 | 6,131,954 |
| ICICI Bank Ltd., Mumbai, India | ACU | 1,086,580.68 | 81.55 | 88,610,654 | 667,144.42 | 79.70 | 53,171,410 |
| AB Bank, Mumbai, India | ACU | 1,313,544.44 | 81.55 | 107,119,549 | 1,031,632.51 | 79.70 | 82,221,111 |
| Mashreqbank, Mumbai, India | ACU | 498,398.28 | 81.55 | 40,644,380 | 537,368.76 | 79.70 | 42,828,290 |
| Standard Chartered Bank, Mumbai, India | ACU | 638,949.27 | 81.55 | 52,106,313 | 545,165.26 | 79.70 | 43,449,671 |
| Bank Aljazira - SAR | SAR | 99,985.00 | 22.00 | 2,199,340 | 99,985.00 | 21.50 | 2,149,498 |
| Habib Bank, Zurich | CHF | 66,846.43 | 85.91 | 5,743,051 | 41,455.13 | 78.46 | 3,252,582 |
| Total | | | | 709,896,405 | | | 2,277,896,641 |

**Schedule of Fixed Assets
As at 30 June 2017**

| PARTICULARS | COST | | | | DEPRECIATION | | | | WRITTEN DOWN VALUE at 30 June 2017 |
|-------------------------|------------------------------|-----------------------------------|---|----------------------------|------------------------------|-----------------------------|---|----------------------------|--|
| | Balance on 1 January 2017 | Additions during the half-year | Disposal/ adjustment during the half- year | Balance at 30 June 2017 | Balance on 1 January 2017 | Charge for the half-year | Disposal/ adjustment during the half- year | Balance at 30 June 2017 | |
| | Taka | Taka | Taka | Taka | Taka | Taka | Taka | Taka | Taka |
| Leasehold Land | 160,469 | - | - | 160,469 | - | - | - | - | 160,469 |
| Office Building | 12,680,000 | - | - | 12,680,000 | 2,519,016 | 127,020 | - | 2,646,036 | 10,033,964 |
| Furniture and Fixtures | 213,329,351 | 3,104,903 | 1,968,968 | 214,465,286 | 83,236,554 | 7,989,905 | 1,027,676 | 90,198,783 | 124,266,503 |
| Office Equipment | 891,565,175 | 14,385,420 | 1,782,394 | 904,168,201 | 612,843,787 | 56,526,489 | 1,782,384 | 667,587,892 | 236,580,309 |
| Motor Vehicles | 79,837,795 | - | - | 79,837,795 | 66,832,169 | 3,044,392 | - | 69,876,561 | 9,961,234 |
| Office Renovation | 570,330,886 | 2,075,024 | 193,058 | 572,212,852 | 200,398,337 | 22,603,728 | 80,000 | 222,922,065 | 349,290,787 |
| 30 June 2017 | 1,767,903,676 | 19,565,347 | 3,944,420 | 1,783,524,603 | 965,829,863 | 90,291,534 | 2,890,060 | 1,053,231,337 | 730,293,266 |
| 31 December 2016 | 1,612,789,420 | 167,927,700 | 12,813,444 | 1,767,903,676 | 785,238,006 | 187,556,465 | 6,964,608 | 965,829,863 | 802,073,813 |

Financial Highlights

| SI No | Particulars | Base | 30.06.2017 | 31.12.2016 |
|-------|---|------|-----------------|-----------------|
| 1 | Paid up Capital | Taka | 5,569,662,160 | 5,063,329,240 |
| 2 | Total Capital | Taka | 20,414,193,941 | 19,797,750,454 |
| 3 | Capital surplus/(deficit) | Taka | 7,270,272,968 | 6,858,196,846 |
| 4 | Total Assets | Taka | 224,150,090,916 | 210,241,516,718 |
| 5 | Total Deposits | Taka | 183,164,835,874 | 173,059,881,651 |
| 6 | Total Loans and Advances | Taka | 167,190,308,458 | 141,987,433,313 |
| 7 | Total Contingent Liabilities and Commitments | Taka | 86,111,498,901 | 61,427,606,181 |
| 8 | Credit Deposit Ratio | % | 91.28 | 82.05 |
| 9 | Percentage of classified loans against total loans and advances | % | 3.02 | 3.21 |
| 10 | Profit after tax and provision | Taka | 1,043,119,898 | 2,008,844,736 |
| 11 | Amount of classified loans during current year | Taka | 496,083,683 | 967,619,180 |
| 12 | Provisions kept against classified loan | Taka | 2,019,605,500 | 1,694,673,290 |
| 13 | Provision surplus/(deficit) | Taka | 40,007,013 | 22,955,379 |
| 14 | Cost of fund | % | 4.47 | 5.02 |
| 15 | Interest earning Assets | Taka | 186,205,672,962 | 168,285,817,880 |
| 16 | Non-interest earning Assets | Taka | 37,944,417,954 | 41,955,698,838 |

| SI No | Particulars | Base | January to June 30, 2017 | January to June 30, 2016 |
|-------|--|-------|--------------------------|--------------------------|
| 17 | Return on Investment (ROI) | % | 5.11 | 6.79 |
| 18 | Return on Asset (ROA) | % | 0.47 | 0.52 |
| 19 | Income from Investment | Taka | 1,045,025,187 | 1,035,562,386 |
| 20 | Earning per Share (EPS) | Taka | 1.87 | 1.86 |
| 21 | Net income per Share | Taka | 1.87 | 1.86 |
| 22 | Price Earning Ratio | Times | 14.10 | 11.72 |
| 23 | Net Asset Value (NAV) | Taka | 11,419,820,196 | 10,170,190,978 |
| 24 | Net Operating Cash Flow Per Share (NOCFPS) | Taka | (26.64) | 35.66 |

**Balance Sheet of Islami Banking Division
As at 30 June 2017**

| | 30.06.2017 | 31.12.2016 |
|--|-----------------------|-----------------------|
| | Taka | Taka |
| PROPERTY AND ASSETS | | |
| Cash | | |
| Cash in hand (including foreign currencies) | 34,909,564 | 7,670,018 |
| Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies) | 1,022,311,878 | 890,819,111 |
| | 1,057,221,442 | 898,489,129 |
| Balance with other banks and financial institutions | | |
| In Bangladesh | 889,848,353 | 2,095,966,428 |
| Outside Bangladesh | - | - |
| | 889,848,353 | 2,095,966,428 |
| Placement with banks and other financial institution | | |
| | - | - |
| Investments in Shares and Securities | | |
| Government | 830,000,000 | 750,000,000 |
| Others | 269,579,788 | 264,651,921 |
| | 1,099,579,788 | 1,014,651,921 |
| Investments | | |
| General Investments etc. | 14,822,843,186 | 11,412,941,714 |
| Bills purchased and discounted | 416,617,325 | 418,807,719 |
| | 15,239,460,511 | 11,831,749,433 |
| Fixed assets including premises | | |
| | - | - |
| Other assets | | |
| | 762,509,424 | 46,193,616 |
| Non-banking assets | | |
| | - | - |
| Total Assets: | 19,048,619,518 | 15,887,050,527 |
| LIABILITIES AND CAPITAL | | |
| Liabilities: | | |
| Placement from banks and other financial institutions | 1,307,845,650 | 1,168,771,633 |
| Deposits and other accounts: | | |
| Al-wadeeah Current Accounts and Other Deposit Accounts | 669,204,243 | 1,200,365,315 |
| Mudaraba Savings Deposits | 1,904,502,250 | 1,360,653,375 |
| Mudaraba Term Deposits | 14,189,736,506 | 11,236,301,432 |
| Other Mudaraba Deposits | - | - |
| Bills Payable | 2,865,561 | 883,543 |
| | 16,766,308,560 | 13,798,203,665 |
| Other liabilities | | |
| | 723,446,786 | 625,158,483 |
| Total Liabilities: | 18,797,600,996 | 15,592,133,781 |
| Capital/Shareholders' Equity | | |
| Paid up Capital | - | - |
| Foreign Currency Transaction Difference | - | - |
| Statutory Reserve | - | - |
| Other Reserve | - | - |
| Retained Earnings | 251,018,522 | 294,916,746 |
| Total Shareholders' Equity | 251,018,522 | 294,916,746 |
| Total Liabilities and Shareholders' Equity | 19,048,619,518 | 15,887,050,527 |

**Profit and Loss Account of Islami Banking Division
For the half-year ended 30 June 2017**

| | 30.06.2017 | 31.12.2016 |
|---|--------------------|--------------------|
| | Taka | Taka |
| Investment Income | 610,730,934 | 1,123,890,401 |
| Profit paid on deposits | 381,462,617 | 734,191,074 |
| Net Investment Income | 229,268,317 | 389,699,327 |
| Income from investments in Shares/Securities | 18,092,261 | 30,872,833 |
| Commission, exchange and brokerage | 35,410,166 | 64,841,784 |
| Other operating income | 14,800,077 | 27,478,235 |
| | 68,302,504 | 123,192,852 |
| Total operating income | 297,570,821 | 512,892,179 |
| Salaries and allowances | 19,468,389 | 37,657,338 |
| Rent, taxes, insurance, electricity, etc. | 127,500 | 310,276 |
| Legal expenses | - | - |
| Postage, stamps, telecommunications, etc. | 25,761 | 96,411 |
| Stationery, printing, advertisement etc. | 31,681 | 75,953 |
| Chief Executive's Salary & Fees | - | - |
| Directors' Fees and Expenses | - | - |
| Shariah Supervisory Committee's Fees and Expenses | 55,000 | 90,000 |
| Auditors' Fees | - | - |
| Changes in Investment Losses | - | - |
| Depreciation and repair to bank's assets | - | - |
| Zakat Expenses | - | - |
| Other expenses | 1,849,969 | 3,412,955 |
| Total operating expenses | 21,558,300 | 41,642,933 |
| Profit before provision | 276,012,521 | 471,249,246 |
| Provision for loans & advances / Investments | 17,985,500 | 116,683,500 |
| Provision for Diminution in value of Investment | - | - |
| Other provision | 7,008,500 | 59,649,000 |
| | 24,994,000 | 176,332,500 |
| Total Profit before Taxes | 251,018,521 | 294,916,746 |

**Cash Flow Statements of Islami Banking Division
For the half-year ended 30 June 2017**

| | 30.06.2017 | 31.12.2016 |
|--|------------------------|----------------------|
| | Taka | Taka |
| A. Cash flow from operating activities | | |
| Interest/Investment Income received in cash | 614,221,141 | 1,127,731,168 |
| Interest/Profit paid on Deposits | (381,462,617) | (734,191,074) |
| Dividend receipts | 450,000 | 6,545,985 |
| Fees and commission receipts in cash | - | - |
| Recoveries of written off Loans/Investments | - | - |
| Cash paid to employees | (19,468,389) | (37,657,338) |
| Cash paid to suppliers | - | - |
| Income Taxes paid | - | - |
| Received from other operating activities (item-wise) | 67,852,504 | 116,646,867 |
| Payments for other operating activities (item-wise) | (2,089,911) | (3,985,595) |
| Operating profit before changes in operating Assets and Liabilities | 279,502,728 | 475,090,013 |
| Increase/(Decrease) in operating assets & liabilities | | |
| Statutory Deposits | - | - |
| Net Investment in trading securities | (4,927,867) | 3,138,821 |
| Loan & advance/Investments to other banks | - | - |
| Loan & advance/Investments to customers | (3,407,711,078) | (2,650,631,670) |
| Other assets (item-wise) 38 | (719,806,014) | 475,842,524 |
| Deposits from other banks | - | - |
| Deposits from customers | 2,968,104,895 | 1,413,105,811 |
| Other liabilities account of customers | - | - |
| Trading liabilities | - | - |
| Other liabilities (item-wise) 39 | (221,622,443) | (344,108,619) |
| Net cash from operating activities (A) | (1,106,459,779) | (627,563,120) |
| B. Cash flow from investing activities | | |
| Proceeds from sale of securities | - | - |
| Payments for purchase of government securities | (80,000,000) | - |
| Purchase of property, plant & equipment | - | - |
| Purchase of intangible assets | - | - |
| Sale of property, plant & equipment | - | - |
| Net cash from investing activities (B) | (80,000,000) | - |
| C. Cash flow from financing activities | | |
| Increase/(Decrease) in Borrowing: | | |
| Call loan | - | - |
| Other borrowings | 139,074,017 | 741,369,376 |
| Share Capital A/c | - | - |
| Share Premium A/c | - | - |
| Net cash from financing activities (C) | 139,074,017 | 741,369,376 |
| D. Net increase in Cash and Cash Equivalent (A+B+C) | (1,047,385,762) | 113,806,256 |
| E. Effects of exchange rate changes on cash and cash equivalents | - | - |
| F. Opening Cash and Cash Equivalent | 2,994,455,557 | 2,880,649,301 |
| Cash and cash equivalents at end of period (D+E+F) 40 | 1,947,069,795 | 2,994,455,557 |

TRUST BANK LIMITED
Offshore Banking Unit
Balance Sheet
as of 30 June 2017

| | 30.06.2017 | | 31.12.2016 |
|--|----------------------|----------------------|----------------------|
| | USD | Taka | Taka |
| PROPERTY AND ASSETS | | | |
| Cash | | | |
| Cash in hand (including foreign currencies) | - | - | - |
| Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies) | - | - | - |
| | - | - | - |
| Balance with other banks and financial institutions | | | |
| In Bangladesh | - | - | - |
| Outside Bangladesh | 144,568.82 | 11,789,587 | 9,246,541 |
| | 144,568.82 | 11,789,587 | 9,246,541 |
| Money at call and short notice | | | |
| | - | - | - |
| Investments | | | |
| Government | - | - | - |
| Others | - | - | - |
| | - | - | - |
| Loans and Advances/Islami Banking Investments | | | |
| Loans, Cash Credit, Overdrafts etc./ Investment | 9,587,913.97 | 781,894,384 | 763,212,701 |
| Bills purchased and discounted | 50,010,503.85 | 4,078,356,589 | 2,137,409,487 |
| | 59,598,417.82 | 4,860,250,973 | 2,900,622,188 |
| Fixed assets including premises, furniture and fixtures | | | |
| | - | - | - |
| Other assets | - | - | 6,955,750 |
| Non-banking assets | - | - | - |
| Total Assets | 59,742,986.64 | 4,872,040,560 | 2,916,824,479 |
| LIABILITIES AND CAPITAL | | | |
| Liabilities | | | |
| Borrowings from other banks, financial institutions and agents | 23,281,845.79 | 1,898,634,524 | 1,354,358,493 |
| Deposits and other accounts | | | |
| Current / Al-wadeeah Current Accounts and other Accounts | 36,124,573.30 | 2,945,958,953 | 1,518,042,553 |
| Bills Payable | - | - | - |
| Savings Bank / Mudaraba Savings Deposits | - | - | - |
| Fixed Deposits / Mudaraba Term Deposits | - | - | - |
| Bearer Certificates of Deposit | - | - | - |
| Other Deposits | - | - | - |
| | 36,124,573.30 | 2,945,958,953 | 1,518,042,553 |
| Other liabilities | - | - | - |
| Total Liabilities | 59,406,419.09 | 4,844,593,477 | 2,872,401,046 |
| Capital/Shareholders' Equity | | | |
| Paid up Capital | - | - | - |
| Foreign Currency Transaction Difference | - | 176,697 | 222,950 |
| Statutory Reserve | - | - | - |
| Other Reserve | - | - | - |
| Retained Earnings | 336,567.55 | 27,270,386 | 44,200,483 |
| Total Shareholders' Equity | 336,567.55 | 27,447,083 | 44,423,433 |
| Total Liabilities and Shareholders' Equity | 59,742,986.64 | 4,872,040,560 | 2,916,824,479 |

TRUST BANK LIMITED
Offshore Banking Unit
Profit and Loss Account
For the period from January to June 2017

| | 30.06.2017 | | 31.12.2016 |
|--|-------------------|-------------------|-------------------|
| | USD | Taka | Taka |
| Interest income / Profit on Investment | 1,151,078.76 | 93,266,157 | 152,901,658 |
| Interest / Profit paid on deposits and borrowings etc. | 812,944.21 | 65,868,805 | 108,458,517 |
| Net interest income | 338,134.55 | 27,397,352 | 44,443,141 |
| Income from investments | - | - | - |
| Commission, exchange and brokerage | - | - | - |
| Other operating income | - | - | - |
| Total operating income | 338,134.55 | 27,397,352 | 44,443,141 |
| Salaries and allowances | - | - | - |
| Rent, taxes, insurance, electricity, etc. | - | - | - |
| Legal expenses | - | - | - |
| Postage, stamps, telecommunications, etc. | - | - | - |
| Stationery, printing, advertisement etc. | - | - | - |
| Managing Director's salary and benefits | - | - | - |
| Directors' fees | - | - | - |
| Auditors' fee | - | - | - |
| Charges on loan losses | - | - | - |
| Depreciation and repair of bank's assets | - | - | - |
| Other expenses | 1,567.00 | 126,966 | 242,658 |
| Total operating expenses | 1,567.00 | 126,966 | 242,658 |
| Profit before provision | 336,567.55 | 27,270,386 | 44,200,483 |
| Provision for loans & advances / Investments | - | - | - |
| Provision for Diminution in value of Investment | - | - | - |
| Other provision | - | - | - |
| Total Profit before Taxes | 336,567.55 | 27,270,386 | 44,200,483 |
| Provision for Taxation | | | |
| Current tax | - | - | - |
| Deferred tax | - | - | - |
| Net Profit after Taxation | 336,567.55 | 27,270,386 | 44,200,483 |
| Appropriations | | | |
| Statutory Reserve | - | - | - |
| General reserve | - | - | - |
| Retained surplus | 336,567.55 | 27,270,386 | 44,200,483 |

TRUST BANK LIMITED
Offshore Banking Unit
Cash Flow Statements
For the period from January to June 2017

| | 30.06.2017 | | 31.12.2016 |
|--|-----------------------|----------------------|------------------------|
| | USD | Taka | Taka |
| A. Cash flow from operating activities | | | |
| Interest received in cash | 1,151,078.76 | 93,266,157 | 152,901,658 |
| Interest payments | (812,944.21) | (65,868,805) | (108,458,517) |
| Dividend receipts | - | - | - |
| Fees and commission receipts in cash | - | - | - |
| Recoveries of loans previously written off | - | - | - |
| Cash paid to employees | - | - | - |
| Cash paid to suppliers | - | - | - |
| Income Taxes paid | - | - | - |
| Received from other operating activities (item-wise) | - | - | - |
| Payments for other operating activities (item-wise) | (1,567.00) | (126,966) | (242,658) |
| Operating profit before changes in operating Assets and Liabilities | 336,567.55 | 27,270,386 | 44,200,483 |
| Increase/(Decrease) in operating assets & liabilities | | | |
| Statutory Deposits | - | - | - |
| Net Investment in trading securities | - | - | - |
| Loan & advance to other banks | - | - | - |
| Loan & advance to customers | (29,062,668.82) | (1,959,628,785) | (489,824,805) |
| Other assets (item-wise) | - | 6,955,750 | (6,955,750) |
| Deposits from other banks | 35,579,430.30 | 1,427,916,400 | 1,475,003,513 |
| Deposits from customers | - | - | - |
| Other liabilities account of customers | - | - | - |
| Trading liabilities | - | - | - |
| Other liabilities (item-wise) | - | - | - |
| Net cash from operating activities (A) | 6,853,329.03 | (497,486,249) | 1,022,423,441 |
| B. Cash flow from investing activities | | | |
| Proceeds from sale of securities | - | - | - |
| Payments for purchase of government securities | - | - | - |
| Purchase of property, plant & equipment | - | - | - |
| Purchase of intangible assets | - | - | - |
| Sale of property, plant & equipment | - | - | - |
| Net cash from investing activities (B) | - | - | - |
| C. Cash flow from financing activities | | | |
| Increase/(Decrease) in Borrowing: | - | - | - |
| Call loan | (6,523,039.21) | 544,276,031 | (998,737,178) |
| Re-Purchase agreement (REPO) | - | - | - |
| Other borrowings | - | - | - |
| Share Capital A/c | - | - | - |
| Share Premium A/c | - | - | - |
| Profit transfer to Head Office | (420,037.00) | (44,200,483) | (33,119,918) |
| Net cash from financing activities (C) | (6,943,076.21) | 500,075,548 | (1,031,857,096) |
| D. Net increase in Cash and Cash Equivalent (A+B+C) | (89,747.18) | 2,589,299 | (9,433,655) |
| E. Effects of exchange rate changes on cash and cash equivalents | - | (46,253) | 180,948 |
| F. Opening Cash and Cash Equivalent | 234,316.00 | 9,246,541 | 18,499,248 |
| G. Cash and cash equivalents at end of year (D+E+F) | 144,568.82 | 11,789,587 | 9,246,541 |