

BRAC Bank Limited

**Condensed Interim Financial Statements
as at and for the half year ended 30 June 2020**

BRAC BANK LIMITED
Condensed Consolidated Balance Sheet (Unaudited)
As at 30 June 2020

Particulars	30 June 2020 Taka	31 December 2019 Taka
PROPERTY AND ASSETS		
Cash	21,618,176,475	23,064,121,754
Cash in hand (Including foreign currency)	7,592,553,510	6,961,056,855
Balance with Bangladesh Bank and its agent bank(s) (Including foreign currency)	14,025,622,965	16,103,064,899
Balance with other banks and financial institutions	47,139,186,625	46,597,711,756
Inside Bangladesh	39,321,994,447	43,826,875,635
Outside Bangladesh	7,817,192,178	2,770,836,121
Money at call and short notice	1,000,000,000	-
Investments	88,737,342,042	55,951,591,605
Government	80,959,797,209	47,735,405,086
Others	7,777,544,833	8,216,186,519
Loans and advances	260,184,262,130	264,870,263,857
Loans, cash credit, overdrafts etc.	143,247,893,053	146,519,000,734
Small and medium enterprises	115,594,317,971	114,908,783,595
Bills purchased and discounted	1,342,051,106	3,442,479,528
Fixed assets including premises, furniture and fixture	10,650,731,348	10,873,480,720
Other assets	15,180,651,023	12,003,986,066
Non-banking assets	66,471,775	66,471,775
Goodwill	1,427,468,911	1,427,468,911
Total property and assets	446,004,290,329	414,855,096,444
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	16,664,673,432	23,461,531,027
Borrowings from Bangladesh Bank	17,912,516,300	12,487,885,372
Money at call and short notice	509,550,000	1,273,500,000
Deposits and other accounts	331,120,878,371	297,754,929,671
Current accounts and other accounts	132,701,010,921	101,846,330,888
Bills payable	2,266,817,380	1,911,038,678
Savings deposits	50,322,935,699	44,538,393,041
Fixed deposits	142,876,571,278	147,365,718,274
Other deposits	2,953,543,093	2,093,448,790
Other liabilities	32,967,314,876	33,213,605,195
Total liabilities	399,174,932,979	368,191,451,265
Capital and shareholders' equity		
Paid up share capital	12,333,753,270	12,333,753,270
Stock dividend proposed and approved (Note 2.7)	925,031,490	-
Share premium	3,853,767,032	3,853,767,032
Statutory reserve	8,129,149,416	8,129,149,416
Dividend equalization fund	355,218,455	355,218,455
Revaluation reserve on govt. securities	255,090,953	98,965,051
Assets revaluation reserve	478,558,600	478,558,600
Fair value reserve	78,920,073	78,920,073
Translation reserve	11,519,247	23,670,247
Surplus in profit and loss account/Retained earnings	14,549,209,056	15,230,405,214
Total shareholders' equity	40,970,217,592	40,582,407,358
Non controlling interest	5,859,139,758	6,081,237,821
Total equity	46,829,357,350	46,663,645,179
Total liabilities and shareholders' equity	446,004,290,329	414,855,096,444

BRAC BANK LIMITED
Condensed Consolidated Balance Sheet (Unaudited)
As at 30 June 2020

Particulars	30 June 2020 Taka	31 December 2019 Taka
Off Balance Sheet Items		
Contingent liabilities		
Acceptances and endorsements	25,038,539,389	27,669,571,296
Irrevocable letter of credits	12,059,835,268	12,226,956,921
Letter of guarantees	11,460,471,523	13,089,590,151
Bills for collection	20,680,937,485	20,918,191,150
Other contingent liabilities	23,246,816,045	26,232,850,181
Total contingent liabilities	92,486,599,710	100,137,159,699
Other commitments		
Documentary credits and short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Total other commitments	-	-
Total Off-Balance sheet items including contingent liabilities	92,486,599,710	100,137,159,699
Net Assets Value (NAV) Per Share, Note: 3.1	33.22	32.90
NAV Per Share considering 7.5% stock dividend for 2019 (Note 2.7)	30.90	30.61

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

Sd/-

Chief Financial Officer

Sd/-

Company Secretary

Sd/-

Managing Director and CEO

Sd/-

Director

Sd/-

Director

Sd/-

Chairman

Date: 30 July 2020

BRAC BANK LIMITED
Condensed Consolidated Profit and Loss Account (Unaudited)
For the half year ended 30 June 2020

Particulars	Quarter ended April to June 2020 Taka	Quarter ended April to June 2019 Taka	Cumulative Jan to June 2020 Taka	Cumulative Jan to June 2019 Taka
Interest income	6,534,879,326	8,111,290,501	15,170,619,856	15,987,608,413
Interest paid on deposits and borrowing etc.	3,654,660,290	3,556,234,776	7,646,003,440	6,934,201,530
Net interest income	2,880,219,036	4,555,055,725	7,524,616,416	9,053,406,883
Investment income	1,572,114,560	638,532,167	2,658,077,469	1,392,638,805
Commission, exchange and brokerage	1,200,933,863	1,864,411,962	2,803,055,240	3,979,099,423
Other operating income	25,987,567	28,575,548	57,840,967	59,683,890
Total operating income	5,679,255,026	7,086,575,402	13,043,590,092	14,484,829,001
Salaries and allowances	2,355,705,664	1,938,871,044	4,633,983,899	3,766,983,436
Rent, taxes, insurance, electricity etc.	178,971,897	207,310,505	374,976,193	416,752,692
Legal expenses	6,020,810	10,537,332	18,808,664	29,655,938
Postage, stamps, telecommunication etc.	65,187,867	83,334,674	153,051,402	162,438,552
Stationery, printing, advertisement etc.	425,219,017	749,917,146	1,007,501,554	1,401,192,027
Chief Executive's salary and fees	4,575,000	5,575,000	8,100,000	9,100,000
Directors' fees and expenses	502,325	808,069	1,237,590	1,787,781
Auditors' fee	1,630,550	1,877,077	3,190,616	3,708,060
Depreciation and repairs to bank's assets	991,845,419	874,315,320	1,946,710,311	1,662,761,512
Other expenses	918,275,832	1,082,337,636	1,894,148,584	2,059,538,399
Total operating expenses	4,947,934,381	4,954,883,803	10,041,708,813	9,513,918,396
Operating profit	731,320,644	2,131,691,599	3,001,881,279	4,970,910,605
Share of profit/(loss) of associates	-	(15,865,264)	-	(38,616,862)
Gain/(loss) on disposal of associate	-	-	-	5,001,679
Profit/(loss) before provisions	731,320,644	2,115,826,335	3,001,881,279	4,937,295,422
Provision for:				
Loans and advances	421,723,284	(62,802,261)	1,171,985,386	594,112,531
Diminution in value of investments	-	120,000,000	76,800,000	240,000,000
Off balance sheet items	(33,000,000)	(53,000,000)	(10,000,000)	(192,000,000)
Others	11,738,915	4,195,498	12,712,285	5,190,187
Total provision	400,462,199	8,393,237	1,251,497,671	647,302,718
Profit/(loss) before taxes	330,858,445	2,107,433,098	1,750,383,608	4,289,992,703
Provision for Tax:				
Current tax expense	460,762,387	973,312,394	1,467,794,282	2,084,441,085
Deferred tax expense/(income)	(320,032,994)	(53,867,325)	(668,050,682)	(274,489,104)
Total provision for Tax	140,729,393	919,445,069	799,743,600	1,809,951,981
Total profit/(loss) after taxes	190,129,052	1,187,988,029	950,640,008	2,480,040,723
Attributable to:				
Equity holders of BRAC Bank Ltd.	298,058,456	1,207,419,774	1,168,866,827	2,491,392,654
Non controlling interest	(107,929,404)	(19,431,745)	(218,226,819)	(11,351,931)
	190,129,052	1,187,988,029	950,640,008	2,480,040,723
Retained earnings brought forward from previous period/year	16,101,213,585	14,626,562,064	15,230,405,214	13,342,589,185
Net profit attributable to the equity holders of the Bank	298,058,456	1,207,419,775	1,168,866,827	2,491,392,654
Net effect of all items directly recognized in Equity	-	-	-	-
Profit available for appropriation	16,399,272,041	15,833,981,839	16,399,272,041	15,833,981,839
Appropriations:				
Statutory reserve	-	-	-	-
General reserve	-	-	-	-
Dividend	1,850,062,985	1,608,750,420	1,850,062,985	1,608,750,420
Dividend equalization fund	-	-	-	-
	1,850,062,985	1,608,750,420	1,850,062,985	1,608,750,420
Retained surplus	14,549,209,056	14,225,231,419	14,549,209,056	14,225,231,419
Earnings Per Share (EPS), Note: 4.1	0.24	0.98	0.95	2.02
EPS considering 7.5% stock dividend for 2019 (Note 2.7)	0.22	0.91	0.88	1.88

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

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Sd/-
Managing Director and CEO

Sd/-
Director

Sd/-
Director

Sd/-
Chairman

Date: 30 July 2020

BRAC BANK LIMITED
Condensed Consolidated Statement of Changes in Equity (Unaudited)
For the half year ended 30 June 2020

Particulars	Amount in Taka											
	Paid up share capital	Stock dividend proposed and approved	Share premium	Statutory reserve	Dividend equalization fund	Revaluation reserve on gov. securities	Assets revaluation reserve	Fair value reserve	Translation reserve	Retained earnings	Non-controlling interest	Total
Balance as at 01 January 2020	12,333,753,270	-	3,853,767,032	8,129,149,416	355,218,455	98,965,051	478,558,600	78,920,073	23,670,247	15,230,405,214	6,081,237,821	46,663,645,179
Changes in accounting policy	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance	12,333,753,270	-	3,853,767,032	8,129,149,416	355,218,455	98,965,051	478,558,600	78,920,073	23,670,247	15,230,405,214	6,081,237,821	46,663,645,179
Surplus/deficit on account of revaluation of assets	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/deficit on account of revaluation of investments	-	-	-	-	-	156,125,902	-	-	-	-	-	156,125,902
Effect of change of shareholding in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-
Changes in translation reserve	-	-	-	-	-	-	-	-	(12,151,000)	-	(3,871,244)	(16,022,244)
Net gains and losses not recognized in the income statement	12,333,753,270	-	3,853,767,032	8,129,149,416	355,218,455	255,090,953	478,558,600	78,920,073	11,519,247	15,230,405,214	6,077,366,577	46,803,748,837
Net profit for the period	-	-	-	-	-	-	-	-	-	1,168,866,827	(218,226,819)	950,640,008
Dividend for the year 2019:	-	-	-	-	-	-	-	-	-	-	-	-
Stock dividend	-	925,031,490	-	-	-	-	-	-	-	(925,031,490)	-	-
Cash dividend	-	-	-	-	-	-	-	-	-	(925,031,495)	-	(925,031,495)
Ordinary share issue against bond conversion	-	-	-	-	-	-	-	-	-	-	-	-
Share premium	-	-	-	-	-	-	-	-	-	-	-	-
Dividend equalization fund	-	-	-	-	-	-	-	-	-	-	-	-
Statutory reserve	-	-	-	-	-	-	-	-	-	-	-	-
Cash dividend distributed by BRAC Saajan Ltd.	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at 30 June 2020	12,333,753,270	925,031,490	3,853,767,032	8,129,149,416	355,218,455	255,090,953	478,558,600	78,920,073	11,519,247	14,549,209,056	5,859,139,758	46,829,357,350
Balance as at 31 December 2019	12,333,753,270	-	3,853,767,032	8,129,149,416	355,218,455	98,965,051	478,558,600	78,920,073	23,670,247	15,230,405,214	6,081,237,821	46,663,645,179
Balance as at 30 June 2019	12,333,753,270	-	3,853,767,032	6,428,088,086	355,218,455	29,473,063	478,558,600	78,920,073	(25,682,407)	14,225,231,419	6,439,366,127	44,196,693,718

BRAC BANK LIMITED
Condensed Consolidated Cash Flow Statement (Unaudited)
For the half year ended 30 June 2020

Particulars	Jan to Jun 2020 Taka	Jan to Jun 2019 Taka
A. Cash flows from operating activities		
Interest receipts	15,400,471,175	17,139,389,292
Interest payment	(8,593,257,276)	(7,045,469,550)
Dividend receipts	71,130,143	90,263,746
Fees and commission receipts	13,119,264,633	13,804,653,371
Recovery on loans previously written off	245,568,912	375,992,447
Cash payments to employees	(4,655,312,984)	(3,838,798,315)
Cash payments to suppliers	(11,945,238,872)	(10,064,834,021)
Income tax paid	(3,908,899,682)	(3,346,451,993)
Receipts from other operating activities	517,109,680	445,284,810
Payment for other operating activities	(2,167,872,807)	(2,396,600,172)
Operating cash flow before changes in operating assets and liabilities (i)	(1,917,037,077)	5,163,429,614
Increase/decrease in operating assets & liabilities		
Loans and advances	4,668,185,348	(13,252,757,199)
Other assets	(1,032,702,910)	(247,175,068)
Deposits from other banks/borrowings	(2,244,704,827)	3,871,323,948
Deposits from customers	34,196,727,512	15,149,502,913
Other liabilities	336,014,472	791,024,228
Cash utilized in operating assets and liabilities (ii)	35,923,519,594	6,311,918,821
Net cash (used)/flows from operating activities (i+ii) (a)	34,006,482,517	11,475,348,436
B. Cash flows from investing activities		
Treasury bills	(12,565,922,464)	(8,089,525,262)
Bangladesh Bank Bills	-	-
Treasury bonds	(20,658,530,859)	(1,855,098,185)
Sale/ (Investment) in shares	(2,711,387,510)	131,614,032
Investment in bonds	3,086,615,340	242,897,540
Redemption of BBL Bond	-	-
Acquisition of fixed assets	(1,106,264,665)	(1,101,450,874)
Disposal of fixed assets	17,764,943	427,497
Net cash used in investing activities (b)	(33,937,725,215)	(10,671,135,252)
C. Cash flows from financing activities		
Proceeds from issue of convertible preference shares	-	-
Dividend paid	(900)	(84,715)
Net cash flows from financing activities (c)	(900)	(84,715)
Net increase/decrease in cash (a+b+c)	68,756,402	804,128,469
Cash and cash equivalents at beginning of the year	69,663,701,210	67,047,515,664
Effect of exchange rate changes on cash and cash equivalent	26,711,988	119,081,152
Cash and cash equivalents at end of the year	69,759,169,600	67,970,725,285
Cash and cash equivalents at end of the year:		
Cash in hand (including foreign currency)	7,592,553,510	6,493,868,961
Balance with Bangladesh Bank and its agents bank(s)	14,025,622,965	14,520,587,216
Balance with other banks and financial institutions	47,139,186,625	44,952,659,608
Money at call and short notice	1,000,000,000	2,000,000,000
Prize bond	1,806,500	3,609,500
	69,759,169,600	67,970,725,285
Net Operating Cash Flow Per Share (NOCFPS), Note: 5.1	27.57	9.30
NOCFPS considering 7.5% stock dividend for 2019 (Note 2.7)	25.65	8.65

BRAC BANK LIMITED
Condensed Balance Sheet (Unaudited)
As at 30 June 2020

Particulars	30 June 2020 Taka	31 December 2019 Taka
PROPERTY AND ASSETS		
Cash	20,881,034,104	22,829,508,087
Cash in hand (Including foreign currency)	6,855,411,139	6,726,443,188
Balance with Bangladesh Bank and its agent bank(s) (Including foreign currency)	14,025,622,965	16,103,064,899
Balance with other banks and financial institutions	15,775,265,753	15,799,498,546
Inside Bangladesh	8,405,783,029	13,203,670,424
Outside Bangladesh	7,369,482,724	2,595,828,122
Money at call and short notice	1,000,000,000	-
Investments	66,610,894,310	45,943,571,923
Government	60,167,988,017	39,175,469,934
Others	6,442,906,293	6,768,101,989
Loans and advances	259,358,722,389	264,091,181,535
Loans, cash credit, overdrafts etc.	142,422,353,312	145,739,918,412
Small and medium enterprises	115,594,317,971	114,908,783,595
Bills purchased and discounted	1,342,051,106	3,442,479,528
Fixed assets including premises, furniture and fixture	7,842,820,670	8,188,718,148
Other assets	16,247,788,085	12,545,365,304
Non-banking assets	66,471,775	66,471,775
Total property and assets	387,782,997,085	369,464,315,318
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	16,074,566,668	22,901,981,186
Borrowings from Bangladesh Bank	17,912,516,300	12,487,885,372
Money at call and short notice	509,550,000	1,273,500,000
Deposits and other accounts	286,872,809,271	268,309,328,462
Current accounts and other accounts	88,171,514,803	70,387,783,800
Bills payable	2,266,817,380	1,911,038,678
Savings deposits	50,322,935,699	44,538,393,041
Fixed deposits	142,889,517,157	149,378,664,153
Other deposits	3,222,024,232	2,093,448,790
Other liabilities	27,008,908,062	25,521,124,803
Total liabilities	348,378,350,302	330,493,819,823
Capital and shareholders' equity		
Paid up share capital	12,333,753,270	12,333,753,270
Stock dividend proposed and approved (Note 2.7)	925,031,490	-
Share premium	3,853,767,032	3,853,767,032
Statutory reserve	8,129,149,416	8,129,149,416
Dividend equalization fund	355,218,455	355,218,455
Revaluation reserve on govt. securities	255,090,953	98,965,051
Assets revaluation reserve	478,558,600	478,558,600
Fair value gain/(loss) on equity investment	996,413,362	1,312,365,253
Translation reserve	29,376,890	29,914,158
Surplus in profit and loss account/Retained earnings	12,048,287,315	12,378,804,260
Total shareholders' equity	39,404,646,783	38,970,495,495
Total liabilities and shareholders' equity	387,782,997,085	369,464,315,318

BRAC BANK LIMITED
Condensed Balance Sheet (Unaudited)
As at 30 June 2020

Particulars	30 June 2020 Taka	31 December 2019 Taka
Off Balance Sheet Items		
Contingent liabilities		
Acceptances and endorsements	25,038,539,389	27,669,571,296
Irrevocable letter of credits	12,059,835,268	12,226,956,921
Letter of guarantees	11,460,471,523	13,089,590,151
Bills for collection	20,680,937,485	20,918,191,150
Other contingent liabilities	23,246,816,045	26,232,850,181
Total Contingent liabilities	92,486,599,710	100,137,159,699
Other Commitments		
Documentary credits and short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Total Other Commitments	-	-
Total Off-Balance sheet items including contingent liabilities	92,486,599,710	100,137,159,699
Net Assets Value (NAV) Per Share, Note: 3.2	31.95	31.60
NAV Per Share considering 7.5% stock dividend for 2019 (Note 2.7)	29.72	29.39

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

Sd/-

Chief Financial Officer

Sd/-

Company Secretary

Sd/-

Managing Director and CEO

Sd/-

Director

Sd/-

Director

Sd/-

Chairman

Date: 30 July 2020

BRAC BANK LIMITED
Condensed Profit and Loss Account (Unaudited)
For the half year ended 30 June 2020

Particulars	Quarter ended April to June 2020 Taka	Quarter ended April to June 2019 Taka	Cumulative Jan to June 2020 Taka	Cumulative Jan to June 2019 Taka
Interest income	5,740,352,380	7,377,286,823	13,643,999,009	14,578,676,628
Interest paid on deposits and borrowing etc.	3,610,001,679	3,548,245,196	7,589,318,520	6,887,859,725
Net interest income	2,130,350,701	3,829,041,627	6,054,680,489	7,690,816,903
Investment income	1,385,820,935	560,247,986	2,415,768,725	1,211,719,041
Commission, exchange and brokerage	460,196,115	617,330,793	1,189,479,559	1,557,062,315
Other operating income	17,601,439	17,225,916	39,973,096	40,206,602
Total operating income	3,993,969,190	5,023,846,322	9,699,901,869	10,499,804,861
Salaries and allowances	1,598,604,009	1,336,063,738	3,189,726,143	2,645,132,545
Rent, taxes, insurance, electricity etc.	150,485,819	176,892,534	314,318,616	361,822,047
Legal expenses	3,565,030	8,193,041	13,824,734	20,619,321
Postage, stamps, telecommunication etc.	43,459,188	62,954,972	105,670,633	122,958,627
Stationery, printing, advertisement etc.	28,329,946	79,385,995	111,456,470	152,651,431
Chief Executive's salary and fees	4,575,000	5,575,000	8,100,000	9,100,000
Directors' fees and expenses	254,400	340,400	641,200	662,400
Auditors' fee	460,000	469,667	920,000	969,667
Depreciation and repairs to bank's assets	545,082,719	518,282,137	1,092,930,695	1,009,474,532
Other expenses	622,437,418	691,515,712	1,343,190,154	1,321,741,201
Total operating expenses	2,997,253,529	2,879,673,197	6,180,778,646	5,645,131,772
Profit/(loss) before provisions	996,715,661	2,144,173,124	3,519,123,223	4,854,673,089
Provision for:				
Loans and advances	421,723,285	(62,802,260)	1,171,985,386	594,112,532
Diminution in value of investments	-	120,000,000	76,800,000	240,000,000
Off balance sheet items	(33,000,000)	(53,000,000)	(10,000,000)	(192,000,000)
Others	10,466,637	3,227,674	10,466,638	3,227,674
Total provision	399,189,922	7,425,414	1,249,252,024	645,340,206
Profit/(loss) before taxes	597,525,739	2,136,747,710	2,269,871,199	4,209,332,883
Provision for Tax:				
Current tax expense	405,563,013	914,859,181	1,344,232,505	1,968,226,378
Deferred tax expense/(income)	(251,215,524)	(52,629,650)	(593,907,346)	(282,754,883)
Total provision for Tax	154,347,489	862,229,531	750,325,159	1,685,471,495
Total profit/(loss) after taxes	443,178,250	1,274,518,179	1,519,546,040	2,523,861,388
Retained earnings brought forward from previous period/year	13,455,172,050	11,044,068,182	12,378,804,260	9,794,724,973
Profit available for appropriation	13,898,350,300	12,318,586,361	13,898,350,300	12,318,586,361
Appropriations:				
Statutory reserve	-	-	-	-
General reserve	-	-	-	-
Dividend	1,850,062,985	1,608,750,420	1,850,062,985	1,608,750,420
Dividend equalization fund	-	-	-	-
	1,850,062,985	1,608,750,420	1,850,062,985	1,608,750,420
Retained surplus	12,048,287,315	10,709,835,941	12,048,287,315	10,709,835,941
Earnings Per Share (EPS), Note: 4.2	0.36	1.03	1.23	2.05
EPS considering 7.5% stock dividend for 2019 (Note 2.7)	0.33	0.96	1.15	1.90

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

Sd/-

Chief Financial Officer

Sd/-

Company Secretary

Sd/-

Managing Director and CEO

Sd/-

Director

Sd/-

Director

Sd/-

Chairman

Date: 30 July 2020

BRAC BANK LIMITED
Condensed Statement of Changes in Equity (Unaudited)
For the half year ended 30 June 2020

Amount in Taka

Particulars	Paid up share capital	Stock dividend proposed and approved	Share premium	Statutory reserve	Dividend equalization fund	Revaluation reserve on govt. securities	Assets revaluation reserve	Translation reserve	Fair value gain/(loss) on equity investment	Retained earnings	Total
Balance as at 01 January 2020	12,333,753,270	-	3,853,767,032	8,129,149,416	355,218,455	98,965,051	478,558,600	29,914,158	1,312,365,253	12,378,804,260	38,970,495,495
Changes in accounting policy	-	-	-	-	-	-	-	-	-	-	-
Restated balance	12,333,753,270	-	3,853,767,032	8,129,149,416	355,218,455	98,965,051	478,558,600	29,914,158	1,312,365,253	12,378,804,260	38,970,495,495
Surplus/deficit on account of revaluation of assets	-	-	-	-	-	-	-	-	-	-	-
Surplus/deficit on account of revaluation of investments	-	-	-	-	-	156,125,902	-	-	-	-	156,125,902
Changes in fair value gain/ (loss) on equity investment	-	-	-	-	-	-	-	-	(315,951,891)	-	(315,951,891)
Currency translation difference	-	-	-	-	-	-	-	(537,268)	-	-	(537,268)
Net gains and losses not recognized in the income statement	12,333,753,270	-	3,853,767,032	8,129,149,416	355,218,455	255,090,953	478,558,600	29,376,890	996,413,362	12,378,804,260	38,810,132,238
Net profit for the period	-	-	-	-	-	-	-	-	-	1,519,546,040	1,519,546,040
<u>Dividends for the year 2019:</u>											
Stock dividend	-	925,031,490	-	-	-	-	-	-	-	(925,031,490)	-
Cash dividend	-	-	-	-	-	-	-	-	-	(925,031,495)	(925,031,495)
Ordinary share issue against bond conversion	-	-	-	-	-	-	-	-	-	-	-
Share premium against bond conversion	-	-	-	-	-	-	-	-	-	-	-
Dividend equalization fund	-	-	-	-	-	-	-	-	-	-	-
Statutory reserve	-	-	-	-	-	-	-	-	-	-	-
Balance as at 30 June 2020	12,333,753,270	925,031,490	3,853,767,032	8,129,149,416	355,218,455	255,090,953	478,558,600	29,376,890	996,413,362	12,048,287,315	39,404,646,783
Balance as at 31 December 2019	12,333,753,270	-	3,853,767,032	8,129,149,416	355,218,455	98,965,051	478,558,600	29,914,158	1,312,365,253	12,378,804,260	38,970,495,495
Balance as at 30 June 2019	12,333,753,270	-	3,853,767,032	6,428,088,086	355,218,455	29,473,063	478,558,600	(12,795,444)	1,890,709,508	10,709,835,942	36,066,608,512

BRAC BANK LIMITED
Condensed Cash Flow Statement (Unaudited)
For the half year ended 30 June 2020

Particulars	Jan to Jun 2020 Taka	Jan to Jun 2019 Taka
A. Cash flows from operating activities		
Interest receipts	13,490,879,852	15,462,660,757
Interest payment	(8,704,872,906)	(7,095,411,290)
Dividend receipts	52,708,333	82,668,867
Fees and commission receipts	1,189,479,559	1,557,062,315
Recovery on loans previously written off	245,568,912	375,992,447
Cash payments to employees	(3,293,782,639)	(2,680,855,085)
Cash payments to suppliers	(204,326,305)	(273,487,042)
Income tax paid	(2,227,806,711)	(1,493,487,667)
Receipts from other operating activities	545,562,938	352,631,155
Payment for other operating activities	(1,895,585,610)	(2,165,140,659)
Operating Cash flow before changes in operating assets and liabilities (i)	(802,174,576)	4,122,633,798
Increase/decrease in operating assets & liabilities		
Loans and advances to customers	4,732,459,146	(13,231,175,228)
Other assets	(1,324,950,542)	(401,735,835)
Deposits from other banks/borrowings	(2,166,733,590)	4,181,081,595
Deposits from customers	19,407,955,801	15,577,049,275
Other liabilities	256,680,067	871,420,997
Cash utilized in operating assets and liabilities (ii)	20,905,410,883	6,996,640,803
Net cash (used)/flows from operating activities (i+ii) (a)	20,103,236,307	11,119,274,602
B. Cash flows from investing activities		
Treasury bills	(334,048,424)	(7,626,667,397)
Bangladesh Bank Bills	-	-
Treasury bonds	(20,658,530,859)	(1,855,098,185)
Sale/ (Investment) in shares	(2,761,419,644)	116,147,960
Investment in bonds	3,086,615,340	242,897,540
Redemption of BBL Bond	-	-
Acquisition of fixed assets	(480,275,657)	(419,504,902)
Disposal of fixed assets	17,764,943	403,497
Net cash used in investing activities (b)	(21,129,894,301)	(9,541,821,486)
C. Cash flows from financing activities		
Cash dividend paid	(900)	(84,715)
Net cash flows from financing activities (c)	(900)	(84,715)
Net increase/decrease in cash (a+b+c)	(1,026,658,893)	1,577,368,401
Cash and cash equivalents at beginning of year	38,630,874,333	37,254,193,005
Effect of exchange rate changes on cash and cash equivalent	53,890,917	110,665,495
Cash and cash equivalents at end of the year	37,658,106,357	38,942,226,901
Cash in hand (including foreign currency)	6,855,411,139	6,465,908,100
Balance with Bangladesh Bank and its agents bank(s) (including foreign currency)	14,025,622,965	14,520,587,216
Balance with other banks and financial institutions	15,775,265,753	15,952,122,084
Money at call and short notice	1,000,000,000	2,000,000,000
Prize bond	1,806,500	3,609,500
	37,658,106,357	38,942,226,901
Net Operating Cash Flow Per Share (NOCFPS) (Note: 5.2)	16.30	9.02
NOCFPS considering 7.5% stock dividend for 2019 (Note 2.7)	15.16	8.39

BRAC BANK LIMITED
Selective notes to the Condensed Interim Financial Statements
As at and for the half year ended 30 June 2020

1 Legal status and nature of the Bank

BRAC Bank Limited (the "Bank" or "BRAC Bank") is a scheduled commercial bank established under the Banking Companies Act, 1991 and incorporated as a public company limited by shares on 20 May, 1999 under the Companies Act, 1994 in Bangladesh. The registered address of the Bank is situated at Anik Tower, 220/B Tejgaon Gulshan Link Road, Tejgaon, Dhaka-1208. BRAC Bank Limited is listed with Dhaka Stock Exchange and Chittagong Stock Exchange as a publicly traded company from 28 January 2007 and 24 January 2007 respectively. The primary objective of the Bank is to carry out all kinds of banking businesses. As a fully operational commercial bank, BRAC Bank Limited focuses on pursuing unexplored market niches in the Small and Medium Enterprises business, which hitherto has remained largely untapped within the country. Significant percentage of BRAC Bank's clients had no prior experience of formal banking.

1.1 Nature of business activities

The principal activities of the Bank are to provide all types of commercial banking services, within the stipulations laid down by Bank Companies Act 1991 as amended and directives as received from Bangladesh Bank time to time, through its branches, SME centre and alternative delivery channels like ATMs, CDMs, Agent Banking, Mobile and Internet Banking etc.

2 Accounting Policies

2.1 Accounting policies in the interim financial statements as at and for the half year ended 30 June 2020 are same as that were applied in its last annual financial statements of 31 December 2019 except the changes in accounting policy for the reporting equity investment in the separate financial statements. Consolidated financial statements include the position of BRAC Bank Limited and its all subsidiaries (BRAC EPL Investments Limited, BRAC EPL Stock Brokerage Limited, bKash Limited, BRAC SAAJAN Exchange Limited).

2.1.1 Accounting policy changes for reporting equity investment in separate financial statements

BRAC Bank Limited had been reporting its equity investment for four subsidiaries and one associates applying cost method under IAS 27. Management has decided to account for bank's equity investments in accordance with IFRS 9 as alternative method permitted in IAS 27. Under IFRS 9, Initial Investment is recorded at cost/purchase consideration and after initial recognition, the investment will be recorded at Fair value through Other Comprehensive Income (OCI) or Fair Value through profit or loss. Management decided to adopt first alternative ie after initial recognition, the investment will be recorded at Fair value through Other Comprehensive Income (OCI). Accordingly, the following investments which were being held not for sale or trading reported under cost method will be recorded under IFRS 9: at Fair value through Other Comprehensive Income (OCI):

Amount in BDT

Name of the subsidiaries and associates	Type	% of common shareholdings	BBL's investment at cost
BRAC EPL Investment Limited	Subsidiary	99.95%	2,891,704,014
BRAC EPL Stock Brokerage Limited	Subsidiary	90.00%	1,344,147,500
bKash Limited	Subsidiary	51%	168,921,800
BRAC Saajan Exchange Limited	Subsidiary	75.00%	59,388,531
BRAC IT Services Limited (biTS)	Associate	48.67%	30,190,000
Total			4,494,351,845

As the application of IFRS 9 will reflect the reliable and more relevant information of equity investment, management decided to change the accounting policy for the equity investment recording and measurement in separate financial statements.

There are broadly three valuation approaches: market approach, income approach and cost approach (IFRS13 para 62) for the fair value determination. The valuation technique chosen should maximise the use of relevant observable inputs and minimise the use of unobservable inputs. As all of the investment are in unquoted investment, we will follow net assets value of the each investment as per the financial statements of the entity every year as fair value because if buyer offer any price of our investments, they will refer to NAV as reference price.

The effect of the changes in accounting policy, as of 30 June 2020, BDT 117.2 crore has been recorded as increased in fair value through OCI on equity investment in subsidiaries and associates and BDT 154.4 crore as of 1 January 2020 respectively to opening shareholders' equity as a prior year's adjustment. The deferred tax arose on the fair value gain or (loss) has been recorded accordingly BDT 17.58 crore as on 30 June 2020 and BDT 23.16 crore as on 1 January 2020.

Amount in BDT

Name of the subsidiaries and associates	BBL's investment at cost as on 30 June 2020	Net asset value of investee as on 30 June 2020	BBL's share of net asset at effective holding	Gross fair value gain/(loss)
BRAC EPL Investment Limited	2,891,704,014	612,652,450	612,317,645	-2,279,386,369
BRAC EPL Stock Brokerage Limited	1,344,147,500	892,714,681	803,437,711	-540,709,789
bKash Limited	168,921,800	9,727,795,359	4,032,615,758	3,863,693,958
BRAC Saajan Exchange Limited	59,388,531	223,117,875	167,338,406	107,949,876
BRAC IT Services Limited (biTS)	30,190,000	104,558,081	50,893,339	20,703,339
Total	4,494,351,845	11,560,838,446	5,666,602,859	1,172,251,014

Name of the subsidiaries and associates	BBL's investment at cost as on 31 December 2019	Net asset value of investee as on 31 December 2019	BBL's share of net asset at effective holding	Gross fair value gain/(loss)
BRAC EPL Investment Limited	2,891,704,014	745,714,876	745,307,355	-2,146,396,659
BRAC EPL Stock Brokerage Limited	1,344,147,500	960,542,498	864,482,328	-479,665,172
bKash Limited	168,921,800	10,083,633,322	4,180,126,856	4,011,205,056
BRAC Saajan Exchange Limited	59,388,531	250,254,115	187,690,586	128,302,055
BRAC IT Services Limited (biTS)	30,190,000	124,713,315	60,703,840	30,513,840
Total	4,494,351,845	12,164,858,126	6,038,310,966	1,543,959,121

- 2.2 Adequate provision has been made against loans and advances, off balance sheet items, investments and other assets as per Bangladesh Bank's circulars in force including recent BRPD circulars up to June 2020. Recovery from any previously written-off loans have been adjusted with Provision for loans as per Bangladesh Bank circular.
- 2.3 Provision for income tax has been made on the accounting profit made by the Bank after considering some taxable income add back and disallowances of expenditures in accordance with the provision of the Income Tax Ordinance 1984. Deferred tax has been reviewed and recognised in quarterly financial statements with due compliance with Income Tax Laws and International Accounting Standard - 12 "Income Taxes".
- 2.4 Business of Off-shore Banking Unit (OBU) have been reported with solo Financial Statements.
- 2.5 Relevant comparative information has been restated wherever necessary to conform with the current year's/period's presentation.
- 2.6 The consolidated financial statements of the Bank are made up to 30 June 2020 and prepared under the historical cost convention and in accordance with the "First Schedule (sec-38)" of the Bank Companies Act 1991 as amended, BRPD Circular # 14 dated 25 June, 2003, other Bangladesh Bank Circulars, International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) and Financial Reporting Council, Companies Act 1994, the Securities and Exchange Ordinance 1969, the Securities and Exchange Rules 1987, Financial Reporting Act 2015 and other prevailing laws and rules applicable in Bangladesh.
- 2.7 7.5% stock dividend and 7.5% cash dividend were proposed for the year ended 31 December 2019 which was approved in 21st AGM of the Bank held on 25 June 2020. However, the distribution of dividend was in progress on 30 June 2020. Considering the scenario, the value of stock dividend was transferred from retained earnings and showed as separate equity item which will subsequently be converted to paid up capital and the value of cash dividend was shown as dividend payable.
- 2.8 These interim condensed financial statements were approved by the Board of Directors on July 30, 2020.

	30 June 2020 Taka	31 Dec 2019 Taka	30 June 2019 Taka
3 Net Assets Value			
3.1 <i>Consolidated Net Assets Value (NAV) per share</i>			
Net Assets Value at the end of the reporting period/year	40,970,217,592	40,582,407,358	37,757,327,591
Weighted average number of outstanding ordinary shares during the period/year	1,233,375,327	1,233,375,327	1,233,375,327
	33.22	32.90	30.61
3.2 <i>Separate/Standalone Net Assets Value (NAV) per share</i>			
Net Assets Value at the end of the reporting period/year	39,404,646,783	38,970,495,495	36,066,608,512
Weighted average number of outstanding ordinary shares during the period/year	1,233,375,327	1,233,375,327	1,233,375,327
	31.95	31.60	29.24

3.3 *Explanation regarding significant change in quarterly financial statements:*
The consolidated and standalone Bank's net asset value did not increased much as the lower profit earned due to COVID-19 pandemic and the implementation of 9% interest rate cap on loans and advances as per BRPD circulars. In addition, the cash dividend paid almost neutralized the impact of profit earned in first half of 2020.

	Jan-June 2020 Taka	Jan-June 2019 Taka
4 Earnings Per Share (EPS)		
4.1 <i>Consolidated Earning Per Share</i>		
Net profit/(loss) after taxes attributable to equity holders of the Bank	1,168,866,827	2,491,392,654
Weighted average number of outstanding ordinary shares during the period/year	1,233,375,327	1,233,375,327
	0.95	2.02
4.2 <i>Separate/Standalone Earnings Per Share</i>		
Net profit/(loss) after taxes	1,519,546,040	2,523,861,388
Weighted average number of outstanding ordinary shares during the period/year	1,233,375,327	1,233,375,327
	1.23	2.05
4.1a <i>Consolidated Earning Per Share</i>		
Net profit/(loss) after taxes attributable to equity holders of the Bank	298,058,456	1,207,419,774
Weighted average number of outstanding ordinary shares during the period/year	1,233,375,327	1,233,375,327
	0.24	0.98
4.2a <i>Separate/Standalone Earnings Per Share</i>		
Net profit/(loss) after taxes	443,178,250	1,274,518,179
Weighted average number of outstanding ordinary shares during the period/year	1,233,375,327	1,233,375,327
	0.36	1.03

4.3 *Explanation regarding significant change in quarterly financial statements:*
The consolidated and standalone Bank's EPS decreased significantly as the lower profit earned due to COVID-19 pandemic and the implementation of 9% interest rate cap on loans and advances as per BRPD circulars.

	Jan-June 2020 Taka	Jan-June 2019 Taka
5 Net Operating Cash Flow per Share (NOCFPS)		
5.1 <i>Consolidated Net Operating Cash Flow per Share (NOCFPS)</i>		
Net cash (used in)/flows from operating activities	34,006,482,517	11,475,348,436
Weighted average number of outstanding ordinary shares during the period/year	1,233,375,327	1,233,375,327
	27.57	9.30
5.2 <i>Separate/Standalone Net Operating Cash Flow per Share (NOCFPS)</i>		
Net cash (used in)/flows from operating activities	20,103,236,307	11,119,274,602
Weighted average number of outstanding ordinary shares during the period/year	1,233,375,327	1,233,375,327
	16.30	9.02

5.3 *Explanation regarding significant change quarterly basis financial statements:*
Net operating cash flow per share on both consolidated and standalone basis increased significantly primarily due to lower disbursement of loans and advances and higher customers' deposits over mobilization of deposit from customers in first half of 2020.

6 Performance Highlights of BRAC Bank Limited as of June 30, 2020 are given below:

6.1 **Key Financial indicators (Standalone basis) :**

SI no.	Particulars	30 June 2020	31 December 2019
1	Deposits	286,872,809,271	268,309,328,462
2	Loans and advances	259,358,722,389	264,091,181,535
3	Capital Fund:	37,762,214,170	36,822,026,702
4	Core Capital	34,688,383,739	33,783,683,815
5	Supplementary Capital	3,073,830,431	3,038,342,887
6	CRAR	14.74%	15.07%
7	No. of Branches	187	187
8	No. of Full Time Employees	8,149	8,160
9	Statutory Reserves	8,129,149,416	8,129,149,416
10	Shareholders' Equity	39,404,646,783	38,970,495,495

6.2 **Key Financial indicators (Consolidated basis) :**

SI no.	Particulars	30 June 2020	31 December 2019
1	Deposits	331,120,878,371	297,754,929,671
2	Loans and advances	260,184,262,130	264,870,263,857
3	Capital Fund:	41,902,374,134	42,771,175,182
4	Core Capital	38,828,543,703	39,732,832,295
5	Supplementary Capital	3,073,830,431	3,038,342,887
6	CRAR	15.30%	16.16%
7	Shareholders' Equity	40,970,217,592	40,582,407,358

6.3 Key Financial Ratios (Solo basis):

SI no.	Particulars	30 June 2020	31 December 2019
1	AD Ratio	75.35%	82.10%
2	AD Ratio including OBU	77.28%	83.90%
2	ROE*	7.76%	15.58%
3	ROA*	0.80%	1.65%

* Figures are annualized.

6.4 Key Financial Ratios (Consolidated basis):

SI no.	Particulars	30 June 2020	31 December 2019
1	ROE*	5.73%	13.06%
2	ROA*	0.54%	1.28%

* Figures are annualized.

7 Credit Rating information

Rating agency	Long-term rating	Short-term rating	Outlook	Valid up to
CRAB	AA1	ST-1	Stable	June, 2021
CRISL	AA+	ST-1	Stable	June, 2021
ECRL	AA+	ST-1	Stable	June, 2021
S&P	B+	B	Stable	December, 2020
Moody's	Ba3	NP	Negative	June, 2021

8 Schedule of fixed assets

BRAC Bank Limited
As at 30 June 2020

Particulars	Cost				Depreciation				Written down value as at 30.06.2020
	Opening balance as on 01 January 2020	Addition/Revaluation during the year	Disposals/Transfer/Adjustments during the year	Total balance as at 30.06.2020	Opening balance as on 01 January 2020	Charge during the year	Disposals/Adjustments during the year	Total balance as at 30.06.2020	
Property, plant & equipments									
Land	1,047,743,750	-	-	1,047,743,750	-	-	-	-	1,047,743,750
Leasehold Building	4,034,334	-	-	4,034,334	721,473	50,429	-	771,903	3,262,431
Furniture & fixture	2,204,586,559	57,183,356	11,003,114	2,250,766,800	1,406,754,339	83,566,629	6,531,236	1,483,789,732	766,977,068
Office equipments	1,493,892,852	20,151,107	23,878,770	1,490,165,189	1,233,560,713	57,696,158	22,577,593	1,268,679,278	221,485,911
IT Hardware	2,986,716,243	311,479,674	9,790,016	3,288,405,901	2,124,788,910	184,285,380	9,711,682	2,299,362,607	989,043,293
Motor vehicles	337,603,953	20,042,013	-	357,645,966	168,346,558	33,615,542	-	201,962,100	155,683,866
Right of use assets (ROU)	4,306,897,358	50,822,151	11,736,606	4,345,982,903	733,943,048	395,603,583	806,647	1,128,739,984	3,217,242,919
Capital expenditure work in progress	608,506,435	106,274,635	112,978,049	601,803,021	-	-	-	-	601,803,021
Sub-total	12,989,981,483	565,952,935	169,386,554	13,386,547,864	4,934,171,993	754,817,721	39,627,158	6,383,305,604	7,003,242,260
Intangible assets:									
With Indefinite useful lives:									
License	50,000	-	-	50,000	-	-	-	-	50,000
With definite useful lives:									
IT Software	2,112,289,585	78,122,920	-	2,190,412,505	1,245,487,880	105,396,216	-	1,350,884,095	839,528,410
Sub-total	2,112,339,585	78,122,920	-	2,190,462,505	1,245,487,880	105,396,216	-	1,350,884,095	839,578,410
As at 30 June 2020	15,102,321,068	644,075,855	169,386,554	15,577,010,369	6,179,659,872	860,213,937	39,627,158	7,734,189,699	7,842,820,670
As at 31 December 2019	10,118,213,732	5,737,975,993	753,868,657	15,102,321,068	5,817,562,615	1,636,380,809	540,340,503	6,913,602,920	8,188,718,148

9 Share capital

9.1 History of paid-up capital

Face value of BRAC Bank's each share is BDT 10. Given below the history of raising of share capital of BRAC Bank Limited:

Particulars	Allotment Year	Number of Shares Issued		No. of shares (outstanding)	Amount of Share Capital issued (BDT)	Total Paid up Capital (Cumulative)
		Share issued	Subscription			
First (Subscription to the Memorandum and Articles of Association) at the time of Incorporation	1999		2,000,000	2,000,000	200,000,000	200,000,000
BRAC (subscription)	2001		500,000	2,500,000	50,000,000	250,000,000
BRAC (subscription)	2003		674,500	3,174,500	67,450,000	317,450,000
ShoreCap International Ltd.	2004		875,700	4,050,200	87,570,000	405,020,000
International Finance Corporation	2004		949,800	5,000,000	94,980,000	500,000,000
IPO	2006	5,000,000		10,000,000	500,000,000	1,000,000,000
Bonus 20%	2007	2,000,000		12,000,000	200,000,000	1,200,000,000
Bonus 10%	2008	1,200,000		13,200,000	120,000,000	1,320,000,000
Right Share 20%	2008	2,640,000		15,840,000	264,000,000	1,584,000,000
Bonus Share 30%	2009	4,752,000		20,592,000	475,200,000	2,059,200,000
Bonus Share 30%	2010	6,177,600		26,769,600	617,760,000	2,676,960,000
Bonus Share 20%	2011	5,353,920		32,123,520	535,392,000	3,212,352,000
Change in denomination from Tk.100 to Tk.10	2011			321,235,200	-	3,212,352,000
Bonus Share 20%	2012	64,247,040		385,482,240	642,470,400	3,854,822,400
Bonus Share 15%	2013	57,822,336		443,304,576	578,223,360	4,433,045,760
Bonus Share 10%	2014	44,330,457		487,635,033	443,304,570	4,876,350,330
Right share 50%	2014	221,652,288		709,287,321	2,216,522,880	7,092,873,210
Fresh Issue against Bond, 1st Conversion of Bond	2016	1,149,589		710,436,910	11,495,890	7,104,369,100
Fresh Issue against Bond, 2nd Conversion of Bond	2017	2,237,835		712,674,745	22,378,350	7,126,747,450
Bonus Share 20%	2017	142,534,949		855,209,694	1,425,349,490	
Fresh Issue against Bond, 3rd Conversion of Bond	2018	2,790,534		858,000,228	27,905,340	8,580,002,280
Bonus Share 25%	2018	214,500,057		1,072,500,285	2,145,000,570	10,725,002,850
Bonus Share 15%	2019	160,875,042		1,233,375,327	1,608,750,420	12,333,753,270
Total					12,333,753,270	

9.2 Share Premium

5,000,000 ordinary shares @ Tk. 70 per share in the year 2006
 2,640,000 ordinary shares @ Tk. 400 per share in the year 2008
 221,652,288 ordinary shares @ Tk. 10 per share in the year 2014
 1,149,589 ordinary shares @ Tk. 32.55 per share in the year 2016
 2,237,835 ordinary shares @ Tk. 35.10 per share in the year 2017
 2,790,534 ordinary shares @ Tk. 41.31 per share in the year 2018

	30 June 2020 Taka	31 December 2019 Taka
	350,000,000	350,000,000
	1,056,000,000	1,056,000,000
	2,216,522,880	2,216,522,880
	37,419,151	37,419,151
	78,548,041	78,548,041
	115,276,960	115,276,960
	3,853,767,032	3,853,767,032

10. Statement of Consolidated Segment Reporting

A. Segmental operating profit and loss

There are 8 (eight) operating segments including subsidiaries as on 30 June 2020. Out of 8 (eight) operating segments only 5 (five) are reportable as per latest evaluation as on 30 June 2020 in accordance with IFRS 8: Operating segments. A segment is considered reportable only when its revenue, profit or loss and assets contributes 10% or more of the combined revenue, reported profit or loss and assets of all operating segments in accordance with IFRS 8. Hence other non-reportable segments have been shown under 'Others'. Comparative figures have been disclosed accordingly.

BRAC Bank Limited						Consolidation				Amount in Taka
Particulars	SME	Retail	Corporate	Treasury	Total	bKash	Others	Inter company elimination	Total	
Interest income	6,961,764,765	2,573,169,346	3,480,849,256	628,215,642	13,643,999,009	1,672,245,095	22,606,598	(168,230,846)	15,170,619,856	
Interest paid on deposits and borrowings	817,261,635	3,584,461,987	2,269,811,534	917,783,364	7,589,318,520	143,224,852	81,690,914	(168,230,846)	7,646,003,440	
Inter segment income /(expenses)	(3,446,250,843)	3,580,530,235	186,404,100	(320,683,491)	-	-	-	-	-	
Net interest income	2,698,252,287	2,569,237,593	1,397,441,822	(610,251,213)	6,054,680,489	1,529,020,243	(59,084,316)	-	7,524,616,416	
Investment income	-	-	-	2,415,768,725	2,415,768,725	345,781,199	(103,472,455)	-	2,658,077,469	
Commission, fees and others	119,360,399	580,508,344	370,829,367	118,781,449	1,189,479,559	1,110,089,619	525,911,580	(22,425,518)	2,803,055,240	
Other operating income	512,712	1,436,123	3,266,831	34,757,430	39,973,096	861,054	17,006,817	-	57,840,967	
Total Segment Revenue	2,818,125,398	3,151,182,061	1,771,538,020	1,959,056,390	9,699,901,869	2,985,752,115	380,361,626	(22,425,518)	13,043,590,092	
Staff costs	1,636,994,396	1,167,375,670	333,681,385	59,774,692	3,197,826,143	1,292,136,311	152,121,445	-	4,642,083,899	
Other operating costs	1,145,467,398	1,368,573,439	380,451,549	88,460,117	2,982,952,503	2,016,914,593	422,183,336	(22,425,518)	5,399,624,914	
Total segment expenditure	2,782,461,794	2,535,949,109	714,132,934	148,234,809	6,180,778,646	3,309,050,904	574,304,781	(22,425,518)	10,041,708,813	
Reportable segment operating profit	35,663,604	615,232,952	1,057,405,086	1,810,821,581	3,519,123,223	(323,298,789)	(193,943,155)	-	3,001,881,279	

B. Segmental assets and liabilities

The necessary information regarding assets and liabilities of operating segments (excluding subsidiaries) are not separable and individually identifiable and so the assets and liabilities of the respective segments have not been presented here.

11 Reconciliation of net profit with cash flows from operating activities (standalone basis)

Particulars	Jan to Jun 2020 Taka	Jan to Jun 2019 Taka
Profit before tax as per profit and loss account	2,269,871,199	4,209,332,883
Adjustment for non-cash items:		
Provision for Loans and advances	1,171,985,386	594,112,532
Provision for Diminution in value of investments	76,800,000	240,000,000
Provision for Off balance sheet items	(10,000,000)	(192,000,000)
Provision for other assets	10,466,638	3,227,674
Depreciation of Property plant and equipment	860,213,937	795,830,654
Foreign exchange gain/(loss)	(57,165,101)	96,802,403
Profit on sale of fixed assets	(983,595)	(273,367)
Increase/decrease in operating assets & liabilities:		
Loans and advances to customers	4,732,459,146	(13,231,175,228)
Other operating assets	(3,336,839,664)	(350,487,892)
Deposits from other banks/borrowings	(2,166,733,590)	4,181,081,595
Deposits from customers	19,407,955,801	15,577,049,275
Other operating liabilities	(626,987,138)	689,261,740
Income tax paid	(2,227,806,711)	(1,493,487,667)
Cash flows from operating activities as per cash flow statement	20,103,236,308	11,119,274,601