BRAC Bank Limited

Condensed Interim Financial Statements
as at and for the 1st quarter ended 31 March 2022

BRAC Bank Limited and its subsidiaries
Condensed Consolidated Balance Sheet (Unaudited)
As at 31 March 2022

Particulars	Note	31 March 2022 Taka	31 December 2021 Taka
PROPERTY AND ASSETS			
Cash	3	**20,958,134,848**	**23,459,424,430**
Cash in hand (Including foreign currency)		7,741,826,124	9,207,161,626
Balance with Bangladesh Bank and its agent bank(s) (Including foreign currency)		13,216,308,724	14,252,262,804
Balance with other banks and financial institutions	4	**73,776,438,614**	**78,261,312,910**
Inside Bangladesh		66,032,390,229	70,561,465,538
Outside Bangladesh		7,744,048,385	7,699,847,372
Money at call and short notice		4,803,400,000	3,500,000,000
Investments	5	**84,537,970,296**	**70,068,593,304**
Government		74,927,887,932	60,998,642,835
Others		9,610,082,364	9,069,950,469
Loans and advances	6	**339,518,889,540**	**322,135,188,439**
Loans, cash credit, overdrafts etc.		172,185,805,724	169,128,372,833
Small and medium enterprises		165,084,179,308	150,749,009,625
Bills purchased and discounted		2,248,904,508	2,257,805,981
Fixed assets including premises, furniture and fixture	7	**12,805,286,879**	**12,834,169,424**
Other assets	8	**20,847,397,388**	**16,222,224,464**
Non-banking assets		**4,541,700**	**4,541,700**
Goodwill		**1,372,563,393**	**1,427,468,911**
Total property and assets		**558,624,622,658**	**527,912,923,582**
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	9	**27,896,880,680**	**24,150,953,707**
Borrowings from central bank & government agencies	10	**25,433,644,777**	**23,175,903,824**
Money at call and short notice		**5,016,000,000**	**-**
Deposits and other accounts	11	**382,251,814,731**	**364,337,612,226**
Current accounts and other accounts		165,832,501,175	164,425,455,280
Bills payable		1,907,752,199	2,367,889,416
Savings deposits		67,216,097,626	68,334,576,200
Fixed deposits		145,444,206,996	127,956,809,129
Other deposits		1,851,256,735	1,252,882,201
Other liabilities	12	**40,175,631,978**	**39,300,363,327**
Total liabilities		**480,773,972,166**	**450,964,833,084**
Capital and shareholders' equity			
Paid up share capital	13	13,921,723,990	13,921,723,990
Cash dividend proposed		1,044,129,299	-
Share premium	14	3,853,767,032	3,853,767,032
Statutory reserve		10,067,956,958	10,067,956,958
Dividend equalization fund		355,218,455	355,218,455
Revaluation reserve on govt. securities		2,433,959,182	2,490,292,927
Fair value reserve		78,920,073	78,920,073
Translation reserve		22,044,216	16,632,383
Surplus in profit and loss account/Retained earnings	16	26,503,081,791	26,402,962,532
Total shareholders' equity		**58,280,800,996**	**57,187,474,350**
Non controlling interest	17	**19,569,849,496**	**19,760,616,148**
Total equity		**77,850,650,492**	**76,948,090,498**
Total liabilities and shareholders' equity		**558,624,622,658**	**527,912,923,582**

BRAC Bank Limited and its subsidiaries
Condensed Consolidated Balance Sheet (Unaudited)
As at 31 March 2022

Particulars	Note	31 March 2022 Taka	31 December 2021 Taka
Off Balance Sheet Items			
Contingent liabilities			
Acceptances and endorsements		50,335,200,593	50,478,536,940
Irrevocable letter of credits		39,624,770,638	26,598,203,443
Letter of guarantees		11,890,274,256	11,793,414,671
Bills for collection		17,416,614,969	16,438,866,245
		119,266,860,456	**105,309,021,299**
Other commitments			
Swap deals with banks and customers		21,963,332,895	20,452,606,603
Spot and forward deals with banks and customers		17,756,041,602	18,161,597,791
		39,719,374,497	**38,614,204,394**
Total Off-Balance sheet items including contingent liabilities		**158,986,234,953**	**143,923,225,693**
Net Assets Value (NAV) Per Share	33	**41.86**	**41.08**
Net Assets Value (NAV) Per Share considering 7.5% stock dividend for 2021		**38.94**	**38.21**

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

Chief Financial Officer | **Acting Company Secretary** | **Managing Director and CEO**

Director | **Director** | **Chairman**

Date: 10 May 2022

BRAC Bank Limited and its subsidiaries
Condensed Consolidated Profit and Loss Account (Unaudited)
For the 1st quarter ended 31 March 2022

Particulars	Note	Jan to Mar 2022 Taka	Jan to Mar 2021 Taka
Interest income	18	7,035,217,359	5,758,607,512
Interest paid on deposits and borrowing etc.	19	2,485,931,522	2,248,668,766
Net interest income		**4,549,285,837**	**3,509,938,746**
Investment income	20	1,697,996,693	2,448,290,964
Commission, exchange and brokerage	21	2,191,729,223	2,018,056,135
Other operating income	22	38,224,410	75,831,848
Total operating income		**8,477,236,163**	**8,052,117,693**
Salaries and allowances		2,859,946,819	2,388,280,016
Rent, taxes, insurance, electricity etc.	23	150,508,559	143,348,095
Legal expenses		19,866,551	2,369,351
Postage, stamps, telecommunication etc.	24	100,594,511	77,334,274
Stationery, printing, advertisement etc.	25	809,420,857	660,091,558
Chief Executive's salary and fees	26	4,627,500	3,525,000
Directors' fees and expenses		958,448	1,384,189
Auditors' fee		1,051,159	1,177,146
Impairment of goodwill	27	54,905,518	-
Depreciation and repairs to bank's assets	28	1,260,202,091	1,061,677,048
Other expenses	29	908,445,396	858,024,253
Total operating expenses		**6,170,527,409**	**5,197,210,930**
Operating profit		**2,306,708,754**	**2,854,906,763**
Share of profit/(loss) of associates	30	(3,748,122)	-
Profit/(loss) before provisions		**2,302,960,632**	**2,854,906,763**
Provision for:	31		
Loans and advances		516,743,428	988,221,669
Diminution in value of investments		(1,000,000)	(1,000,000)
Off balance sheet items		96,000,000	90,000,000
Others		-	2,876,108
Total provision		**611,743,428**	**1,080,097,777**
Profit/(loss) before taxes		**1,691,217,204**	**1,774,808,986**
Provision for Tax:	32		
Current tax expense		1,136,038,255	1,305,863,643
Deferred tax expense/(income)		(411,750,123)	(624,761,131)
Total provision for Tax		**724,288,132**	**681,102,512**
Total profit/(loss) after taxes		**966,929,072**	**1,093,706,474**
Attributable to:			
Equity holders of BRAC Bank Ltd.		1,157,640,812	1,234,490,419
Non controlling interest		(190,711,740)	(140,783,945)
		966,929,072	**1,093,706,474**
Retained earnings brought forward from previous period/year		26,402,962,532	16,368,391,545
Net profit attributable to the equity holders of the Bank		1,157,640,812	1,234,490,419
Profit available for appropriation		**27,560,603,344**	**17,602,881,964**
Appropriations:			
Statutory reserve		-	-
Dividend		1,044,129,299	-
Start-up Fund		13,392,254	59,479,766
		1,057,521,553	59,479,766
Retained surplus		**26,503,081,791**	**17,543,402,198**
Earnings Per Share (EPS)	34	**0.83**	**0.89**
Earnings Per Share (EPS) considering 7.5% stock dividend for 2021		**0.77**	**0.82**

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

Chief Financial Officer | **Acting Company Secretary** | **Managing Director and CEO**

Director | **Director** | **Chairman**

Date: 10 May 2022

BRAC Bank Limited and its subsidiaries
Condensed Consolidated Statement of Changes in Equity (Unaudited)
For the 1st quarter ended 31 March 2022

Amount in Taka

Particulars	Paid up share capital	Cash dividend proposed	Share premium	Statutory reserve	Dividend equalization fund	Revaluation reserve on govt. securities	Fair value reserve	Translation reserve	Retained earnings	Non-controlling interest	Total
Balance as at 01 January 2022	**13,921,723,990**	**-**	**3,853,767,032**	**10,067,956,958**	**355,218,455**	**2,490,292,927**	**78,920,073**	**16,632,383**	**26,402,962,532**	**19,760,616,148**	**76,948,090,498**
Surplus/deficit on account of revaluation of assets	-	-	-	-	-	-	-	-	-	-	-
Surplus/deficit on account of revaluation of investments	-	-	-	-	-	(56,333,745)	-	-	-	-	**(56,333,745)**
Changes in translation reserve	-	-	-	-	-	-	-	5,411,833	-	(54,912)	**5,356,921**
Sub-total	**13,921,723,990**	**-**	**3,853,767,032**	**10,067,956,958**	**355,218,455**	**2,433,959,182**	**78,920,073**	**22,044,216**	**26,402,962,532**	**19,760,561,236**	**76,897,113,674**
Net profit for the period	-	-	-	-	-	-	-	-	1,157,640,812	(190,711,740)	**966,929,072**
Dividend for the year 2021:											-
Stock dividend	-	-	-	-	-	-	-	-	-	-	-
Cash dividend	-	1,044,129,299	-	-	-	-	-	-	(1,044,129,299)	-	-
Dividend equalization fund	-	-	-	-	-	-	-	-	-	-	-
Start-up Fund	-	-	-	-	-	-	-	-	(13,392,254)	-	**(13,392,254)**
Statutory reserve	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31 March 2022	**13,921,723,990**	**1,044,129,299**	**3,853,767,032**	**10,067,956,958**	**355,218,455**	**2,433,959,182**	**78,920,073**	**22,044,216**	**26,503,081,791**	**19,569,849,496**	**77,850,650,492**
Balance as at 31 December 2021	**13,921,723,990**	**-**	**3,853,767,032**	**10,067,956,958**	**355,218,455**	**2,490,292,927**	**78,920,073**	**16,632,383**	**26,402,962,532**	**19,760,616,148**	**76,948,090,498**
Balance as at 31 March 2021	**13,258,784,760**	**-**	**3,853,767,032**	**9,405,017,728**	**355,218,455**	**3,113,447,826**	**78,920,073**	**(11,257,157)**	**17,543,402,198**	**5,507,458,127**	**53,104,759,042**

BRAC Bank Limited and its subsidiaries
Condensed Consolidated Cash Flow Statement (Unaudited)
For the 1st quarter ended 31 March 2022

Particulars	Note	Jan to Mar 2022 Taka	Jan to Mar 2021 Taka
A. Cash flows from operating activities			
Interest receipts		7,010,875,435	8,643,817,912
Interest payment		(1,979,250,227)	(2,708,272,374)
Dividend receipts		99,093,738	647,717,358
Fees and commission receipts		9,862,111,960	8,364,639,799
Recovery on loans previously written off		201,448,084	178,096,374
Cash payments to employees		(2,358,514,013)	(2,042,834,447)
Cash payments to suppliers		(10,218,730,429)	(7,153,889,966)
Income tax paid		(2,294,096,862)	(1,832,317,259)
Receipts from other operating activities		441,594,514	38,286,332
Payment for other operating activities		(773,285,274)	(903,025,154)
Operating cash flow before changes in operating assets and liabilities (i)		**(8,753,074)**	**3,232,218,575**
Increase/decrease in operating assets & liabilities			
Loans and advances		(17,601,745,483)	(1,116,362,148)
Other assets		(118,966,811)	(266,982,809)
Deposits from other banks/borrowings		11,221,461,351	6,132,223,674
Deposits from customers		17,359,185,660	(16,581,293,920)
Other liabilities		(69,882,025)	(599,544,176)
Cash utilized in operating assets and liabilities (ii)		10,790,052,692	(12,431,959,379)
Net cash (used)/flows from operating activities (i+ii) (a)		**10,781,299,618**	**(9,199,740,804)**
B. Cash flows from investing activities			
Treasury bills		(2,728,370,184)	3,212,582,047
Bangladesh Bank Bills		-	-
Treasury bonds		(11,257,208,658)	10,656,821,155
Sale/ (Investment) in shares		(581,354,974)	269,735,383
Investment in bonds		-	312,282,917
Redemption of BBL Bond		-	-
Acquisition of fixed assets		(823,338,226)	(457,601,468)
Disposal of fixed assets		8,596,532	1,373,661
Net cash used in investing activities (b)		**(15,381,675,510)**	**13,995,193,695**
C. Cash flows from financing activities			
Payment for lease finance		(44,428,224)	-
Dividend paid		(1,045,019,140)	(551,124)
Net cash flows from financing activities (c)		**(1,089,447,364)**	**(551,124)**
Net increase/decrease in cash (a+b+c)		**(5,689,823,256)**	**4,794,901,767**
Cash and cash equivalents at beginning of the year		105,222,018,140	62,639,236,011
Effect of exchange rate changes on cash and cash equivalent		7,434,378	74,621,253
Cash and cash equivalents at end of the year		**99,539,629,262**	**67,508,759,031**
Cash and cash equivalents at end of the year:			
Cash in hand (including foreign currency)		7,741,826,124	7,203,498,130
Balance with Bangladesh Bank and its agents bank(s)		13,216,308,724	12,540,139,265
Balance with other banks and financial institutions		73,776,438,614	46,195,263,686
Money at call and short notice		4,803,400,000	1,568,835,150
Prize bond		1,655,800	1,022,800
		99,539,629,262	**67,508,759,031**
Net Operating Cash Flow Per Share (NOCFPS)	35	**7.74**	**(6.61)**
Net Operating Cash Flow Per Share (NOCFPS) considering 7.5% stock dividend for 2021		**7.20**	**(6.15)**

BRAC Bank Limited
Condensed Balance Sheet (Unaudited)
As at 31 March 2022

Particulars	Note	31 March 2022 Taka	31 December 2021 Taka
PROPERTY AND ASSETS			
Cash	3	**19,973,275,745**	**22,676,943,467**
Cash in hand (Including foreign currency)		6,756,967,021	8,424,680,663
Balance with Bangladesh Bank and its agent bank(s) (Including foreign currency)		13,216,308,724	14,252,262,804
Balance with other banks and financial institutions	4	**20,411,142,227**	**19,880,951,145**
Inside Bangladesh		12,717,015,367	12,261,365,946
Outside Bangladesh		7,694,126,860	7,619,585,199
Money at call and short notice		4,803,400,000	3,500,000,000
Investments	5	**58,152,318,799**	**51,590,814,842**
Government		50,258,919,888	44,051,798,178
Others		7,893,398,911	7,539,016,664
Loans and advances	6	**338,465,345,833**	**321,212,230,987**
Loans, cash credit, overdrafts etc.		171,132,262,017	168,205,415,381
Small and medium enterprises		165,084,179,308	150,749,009,625
Bills purchased and discounted		2,248,904,508	2,257,805,981
Fixed assets including premises, furniture and fixture	7	7,456,018,053	7,454,867,399
Other assets	8	23,549,072,171	22,763,775,341
Non-banking assets		4,541,700	4,541,700
Total property and assets		**472,815,114,528**	**449,084,124,881**
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	9	**27,781,446,993**	**24,134,564,025**
Borrowings from central bank & government agencies	10	**25,433,644,777**	**23,175,903,824**
Money at call and short notice		**5,016,000,000**	-
Deposits and other accounts	11	**325,828,267,570**	**314,598,626,264**
Current accounts and other accounts		104,193,141,994	109,470,657,298
Bills payable		1,907,752,199	2,367,889,416
Savings deposits		67,216,097,626	68,334,576,200
Fixed deposits		150,660,019,016	133,172,621,149
Other deposits		1,851,256,735	1,252,882,201
Other liabilities		**33,154,530,834**	**32,755,559,637**
Total liabilities	12	**417,213,890,174**	**394,664,653,750**
Capital and shareholders' equity			
Paid up share capital	13	13,921,723,990	13,921,723,990
Cash dividend proposed		1,044,129,299	-
Share premium	14	3,853,767,032	3,853,767,032
Statutory reserve		10,067,956,958	10,067,956,958
Dividend equalization fund		355,218,455	355,218,455
Revaluation reserve on govt. securities		2,433,959,182	2,490,292,927
Fair value gain/(loss) on equity investment	15	7,291,597,839	7,384,920,564
Translation reserve		21,306,223	15,729,653
Surplus in profit and loss account/Retained earnings	16	16,611,565,376	16,329,861,552
Total shareholders' equity		**55,601,224,354**	**54,419,471,131**
Total liabilities and shareholders' equity		**472,815,114,528**	**449,084,124,881**

BRAC Bank Limited
Condensed Balance Sheet (Unaudited)
As at 31 March 2022

Particulars	Note	31 March 2022 Taka	31 December 2021 Taka
Off Balance Sheet Items			
Contingent liabilities			
Acceptances and endorsements		50,335,200,593	50,478,536,940
Irrevocable letter of credits		39,624,770,638	26,598,203,443
Letter of guarantees		11,890,274,256	11,793,414,671
Bills for collection		17,416,614,969	16,438,866,245
		119,266,860,456	**105,309,021,299**
Other Commitments			
Swap deals with banks and customers		21,963,332,895	20,452,606,603
Spot and forward deals with banks and customers		17,756,041,602	18,161,597,791
		39,719,374,497	**38,614,204,394**
Total Off-Balance sheet items including contingent liabilities		**158,986,234,953**	**143,923,225,693**
Net Assets Value (NAV) Per Share	33	**39.94**	**39.09**
Net Assets Value (NAV) Per Share considering 7.5% stock dividend for 2021		**37.15**	**36.36**

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

Chief Financial Officer | **Acting Company Secretary** | **Managing Director and CEO**

Director | **Director** | **Chairman**

Date: 10 May 2022

BRAC Bank Limited
Condensed Profit and Loss Account (Unaudited)
For the 1st quarter ended 31 March 2022

Particulars	Note	Jan to Mar 2022 Taka	Jan to Mar 2021 Taka
Interest income	18	6,183,235,481	5,314,036,519
Interest paid on deposits and borrowing etc.	19	2,483,932,273	2,165,784,709
Net interest income		**3,699,303,208**	**3,148,251,810**
Investment income	20	1,401,879,334	2,094,083,962
Commission, exchange and brokerage	21	1,049,427,399	737,334,029
Other operating income	22	34,828,404	66,675,931
Total operating income		**6,185,438,345**	**6,046,345,732**
Salaries and allowances		1,916,327,846	1,591,722,906
Rent, taxes, insurance, electricity etc.	23	113,619,744	114,089,037
Legal expenses		1,300,847	1,668,869
Postage, stamps, telecommunication etc.	24	72,648,822	53,473,380
Stationery, printing, advertisement etc.	25	102,170,283	62,528,692
Chief Executive's salary and fees	26	4,627,500	3,525,000
Directors' fees and expenses		554,400	651,200
Auditors' fee		460,000	483,000
Depreciation and repairs to bank's assets	28	540,153,934	540,563,489
Other expenses	29	763,714,654	655,064,614
Total operating expenses		**3,515,578,030**	**3,023,770,187**
Profit/(loss) before provisions		**2,669,860,315**	**3,022,575,545**
Provision for:	31		
Loans and advances		516,743,428	988,221,670
Diminution in value of investments		(1,000,000)	(1,000,000)
Off balance sheet items		96,000,000	90,000,000
Others		-	1,822,665
Total provision		**611,743,428**	**1,079,044,335**
Profit/(loss) before taxes		**2,058,116,887**	**1,943,531,210**
Provision for Tax:	32		
Current tax expense		1,040,172,807	1,212,623,976
Deferred tax expense/(income)		(321,281,297)	(676,237,434)
Total provision for Tax		**718,891,510**	**536,386,542**
Total profit/(loss) after taxes		**1,339,225,377**	**1,407,144,668**
Retained earnings brought forward from previous period/year		16,329,861,552	13,680,255,527
Profit available for appropriation		**17,669,086,929**	**15,087,400,195**
Appropriations:			
Statutory reserve		-	-
Dividend		1,044,129,299	-
Start-up Fund		13,392,254	59,479,766
		1,057,521,553	59,479,766
Retained surplus		**16,611,565,376**	**15,027,920,429**
Earnings Per Share (EPS)	34	**0.96**	**1.01**
Earnings Per Share (EPS) considering 7.5% stock dividend for 2021		**0.89**	**0.94**

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

Chief Financial Officer | **Acting Company Secretary** | **Managing Director and CEO**

Director | **Director** | **Chairman**

Date: 10 May 2022

BRAC Bank Limited
Condensed Statement of Changes in Equity (Unaudited)
For the 1st quarter ended 31 March 2022

Amount in Taka

Particulars	Paid up share capital	Cash dividend proposed	Share premium	Statutory reserve	Dividend equalization fund	Revaluation reserve on govt. securities	Fair value gain/(loss) on equity investment	Translation reserve	Retained earnings	Total
Balance as at 01 January 2022	**13,921,723,990**	**-**	**3,853,767,032**	**10,067,956,958**	**355,218,455**	**2,490,292,927**	**7,384,920,564**	**15,729,653**	**16,329,861,552**	**54,419,471,131**
Surplus/deficit on account of revaluation of investments	-	-	-	-	-	(56,333,745)	-	-	-	**(56,333,745)**
Changes in fair value gain/ (loss) on equity investment	-	-	-	-	-	-	(93,322,725)	-	-	**(93,322,725)**
Changes in translation reserve	-	-	-	-	-	-	-	5,576,570	-	**5,576,570**
Sub-total	**13,921,723,990**	**-**	**3,853,767,032**	**10,067,956,958**	**355,218,455**	**2,433,959,182**	**7,291,597,839**	**21,306,223**	**16,329,861,552**	**54,275,391,231**
Net profit for the period	-	-	-	-	-	-	-	-	1,339,225,377	**1,339,225,377**
Dividend for the year 2021:										
Stock dividend	-	-	-	-	-	-	-	-	-	-
Cash dividend	-	1,044,129,299	-	-	-	-	-	-	(1,044,129,299)	-
Dividend equalization fund	-	-	-	-	-	-	-	-	-	-
Start-up Fund	-	-	-	-	-	-		-	(13,392,254)	**(13,392,254)**
Statutory reserve	-	-	-	-	-	-	-	-	-	-
Balance as at 31 March 2022	**13,921,723,990**	**1,044,129,299**	**3,853,767,032**	**10,067,956,958**	**355,218,455**	**2,433,959,182**	**7,291,597,839**	**21,306,223**	**16,611,565,376**	**55,601,224,354**
Balance as at 31 December 2021	**13,921,723,990**	**-**	**3,853,767,032**	**10,067,956,958**	**355,218,455**	**2,490,292,927**	**7,384,920,564**	**15,729,653**	**16,329,861,552**	**54,419,471,131**
Balance as at 31 March 2021	**13,258,784,760**	**-**	**3,853,767,032**	**9,405,017,728**	**355,218,455**	**3,113,447,826**	**973,685,408**	**(11,911,186)**	**15,027,920,429**	**45,975,930,452**

BRAC Bank Limited
Condensed Cash Flow Statement (Unaudited)
For the 1st quarter ended 31 March 2022

	Particulars	Note	Jan to Mar 2022 Taka	Jan to Mar 2021 Taka
A.	**Cash flows from operating activities**			
	Interest receipts		6,797,905,335	7,695,577,988
	Interest payment		(1,875,335,727)	(2,542,848,596)
	Dividend receipts		69,677,683	623,172,540
	Fees and commission receipts		1,049,427,399	737,334,029
	Recovery on loans previously written off		201,448,084	178,096,374
	Cash payments to employees		(1,650,681,192)	(1,413,674,212)
	Cash payments to suppliers		(157,369,824)	(105,187,474)
	Income tax paid		(1,079,196,386)	(791,518,302)
	Receipts from other operating activities		434,015,966	141,057,973
	Payment for other operating activities		(737,290,283)	(732,241,595)
	Operating Cash flow before changes in operating assets and liabilities (i)		**3,052,601,055**	**3,789,768,725**
	Increase/decrease in operating assets & liabilities			
	Loans and advances to customers		(17,253,114,845)	(1,047,808,489)
	Other assets		(116,717,947)	(291,041,524)
	Deposits from other banks/borrowings		10,920,623,920	6,682,518,580
	Deposits from customers		10,672,338,167	(18,182,502,721)
	Other liabilities		(80,943,957)	(559,835,451)
	Cash utilized in operating assets and liabilities (ii)		4,142,185,338	(13,398,669,605)
	Net cash (used)/flows from operating activities (i+ii) (a)		**7,194,786,393**	**(9,608,900,880)**
B.	**Cash flows from investing activities**			
	Treasury bills		(2,716,030,432)	250,000,000
	Bangladesh Bank Bills		-	-
	Treasury bonds		(3,547,425,023)	10,670,961,766
	Sale/ (Investment) in shares		(354,382,247)	(20,196,716)
	Investment in bonds		-	312,282,917
	Redemption of BBL Bond		-	-
	Acquisition of fixed assets		(422,110,380)	(146,893,620)
	Disposal of fixed assets		8,596,532	1,367,181
	Net cash used in investing activities (b)		**(7,031,351,550)**	**11,067,521,528**
C.	**Cash flows from financing activities**			
	Cash dividend paid		(1,045,019,141)	(551,124)
	Net cash flows from financing activities (c)		**(1,045,019,141)**	**(551,124)**
	Net increase/decrease in cash (a+b+c)		**(881,584,298)**	**1,458,069,524**
	Cash and cash equivalents at beginning of year		46,059,175,412	33,603,286,202
	Effect of exchange rate changes on cash and cash equivalent		11,882,658	62,879,439
	Cash and cash equivalents at end of the year		**45,189,473,772**	**35,124,235,165**
	Cash in hand (including foreign currency)		6,756,967,021	6,627,319,321
	Balance with Bangladesh Bank and its agents bank(s) (including foreign currency)		13,216,308,724	12,540,139,265
	Balance with other banks and financial institutions		20,411,142,227	14,386,918,629
	Money at call and short notice		4,803,400,000	1,568,835,150
	Prize bond		1,655,800	1,022,800
			45,189,473,772	**35,124,235,165**
	Net Operating Cash Flow Per Share (NOCFPS)	35	**5.17**	**(6.90)**
	Net Operating Cash Flow Per Share (NOCFPS) considering 7.5% stock dividend for 2021		**4.81**	**(6.42)**

The reconciliation of net profit with cash flows from operating activities (standalone basis) has been disclosed at **Annexure-D**.

1.1 BRAC Bank Limited

BRAC Bank Limited (the "Bank" or "BRAC Bank") is a scheduled commercial bank established under the Bank Company Act, 1991, and incorporated as a public company, limited by shares, on 20 May 1999 under the Companies Act, 1994, in Bangladesh, vide RJSC registration no. C-37782(2082)/99. The primary objective of the bank is to conduct all kinds of banking businesses. On completion of all legal formalities, the bank commenced its operations on 4th July 2001. The registered address of the bank is: Anik Tower, 220/B Tejgaon Gulshan Link Road, Tejgaon, Dhaka-1208. BRAC Bank has been listed on the Dhaka Stock Exchange and Chittagong Stock Exchange as a publicly traded company from 28 January 2007 and 24 January 2007, respectively.

1.1.1 Principal Activities and nature of operations of BRAC Bank Limited

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 ATM Booths, Mobile and Internet Banking etc. There have been no significant changes in the nature of the principal activities of the Bank during the period under review.

Real Economy intermediation can be considered Triple Bottom Line if it supports individuals or enterprises delivering impact in at least one of the following categories: Social Empowerment (People), Environmental Regeneration (Planet), and/or Economic Resiliency (Prosperity). As a founder member of GABV and being the trailblazer of values-based banking in Bangladesh, BRAC bank always strives to contribute towards achieving the Sustainable Development Goals (SDGs), where financing for SMEs to generate employment in an environmentally-friendly manner remains as our top priority.

1.1.2 Off-shore Banking Unit (OBU)

The Bank commenced its off-shore banking operation after obtaining permission from Bangladesh Bank in 2010. The Off-shore Banking Unit (OBU) is governed by the rules and guidelines of Bangladesh Bank. The principal activities of OBU are to provide all kinds of commercial banking services to its customers in Bangladesh in foreign currency. Business of Off-shore Banking Unit (OBU) have been reported with solo Financial Statements.

1.1.3 Custodian Service

The Bank obtained permission to work as a security custodian from Bangladesh Securities and Exchange Commission vide its certificate no. SC-10/2009 dated 12 November 2009 under the Securities and Exchange Commission (Securities Custodian Service) Rules 2003.

1.2 Subsidiaries and associates of BRAC Bank Limited

'Subsidiaries' are entities controlled by the Group. The Group controls an entity if it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The Group reassesses whether it has control if there are changes to one or more of the elements of control. Financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

'Associates' are enterprises in which the investor has significant influence and which is neither a subsidiary nor a joint venture of the investor (*IAS-28: Investments in Associates and joint ventures*). Significant influence is the power to participate in the financial and operating policy decisions of the investee, but there is no control over those policies. Investment in associates is accounted for in the consolidated financial statements under the 'equity method'.

BRAC Bank Limited has four subsidiaries namely BRAC EPL Investments Limited, BRAC EPL Stock Brokerage Limited, bKash Limited, and BRAC SAAJAN Exchange Limited and. It has also one associate company namely BRAC IT Services Limited. The subsidiaries and associate are operating in diverse areas. BRAC Bank's (BBL) shareholding position in all of its subsidiaries and associates is summarized below:

Name of subsidiaries/associates	Nature of business	Face value per share	Total no. of ordinary shares		BBL's percentage of shareholding	
			31 Mar 2022	31 Dec 2021	31 Mar 2022	31 Dec 2021
BRAC EPL Investments Limited	Merchant banking	BDT 10	258,500,000	258,500,000	99.95%	99.95%
BRAC EPL Stock Brokerage Limited	Stock brokerage	BDT 100	8,411,446	8,411,446	90.00%	90.00%
bKash Limited	Mobile financial services (MFS)	BDT 100	381,949	381,949	51.00%	51.00%
BRAC SAAJAN Exchange Limited	Remittance & exchange services	GBP 1	333,333	333,333	75.00%	75.00%
BRAC IT Services Limited	IT services	BDT 1,000	233,729	233,729	12.92%	12.92%

Notable that the operation of BRAC SAAJAN Exchange Limited has been suspended on regulatory ground by the local regulator in UK. Management have lodged an appeal against the suspension before the court in UK. So, we will have to wait till verdict from the court to resume the operations of the company.

2. Basis of preparation of financial statements

2.1 Consolidated and separate financial statements

Separate financial statements of the bank for the 1st quarter ended 31 March 2022 comprise the operation of the Domestic Banking Unit (DBU) (main operations), as well as operations of the Off-shore Banking Unit (OBU), together referred to as 'the bank'. Consolidated financial statements comprise those of the bank (parent) and its subsidiaries and associates (note 1.2), together referred to as 'the Group', or individually referred to as 'Group entities/subsidiaries/associates', as the case may be. There were no significant changes in the operations of the bank/group entities. A summary of accounting principles and policies which have been applied consistently (unless otherwise stated), are set out below and in the notes of respective areas:

2.1.1 Statement of compliance and basis of preparation

The Financial Reporting Act 2015 (FRA) was enacted in 2015. Under the FRA, the Financial Reporting Council (FRC) was formed in 2017 and has adopted International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as the applicable Financial Reporting Standards for public interest entities such as banks with effect from 2 November 2020.

The consolidated and separate financial statements of the Group and the bank, respectively, have been prepared in accordance with the IFRS adopted by FRC and in addition to this, the bank also complied with the requirements of the following laws and regulations from various Government bodies:

i) The Bank Company Act, 1991, and amendment thereon;
ii) The Companies Act, 1994;
iii) Circulars, Rules and Regulations issued by Bangladesh Bank (BB) time to time;
iv) Bangladesh Securities and Exchange Rules, 2020; Bangladesh Securities and Exchange Ordinance, 1969; Bangladesh Securities and Exchange Act, 1993 and Bangladesh Securities and Exchange Commission (Public Issue) Rules 2015 and amendments thereon;
v) The Income Tax Ordinance, 1984, and amendments thereon;
vi) The Value Added Tax Act, 2012, The Value Added Tax Rules, 2016 and amendments thereon;
vii) Dhaka Stock Exchange Limited (DSE), Chittagong Stock Exchange Limited (CSE) and Central Depository Bangladesh Limited (CDBL) rules and regulations;
viii) Financial Reporting Act, 2015.

2.1.2 Compliance with International Financial Reporting Standards (IFRSs)

The Central Bank of Bangladesh ('Bangladesh Bank'), as regulator of the banking industry, has issued a number of circulars/directives which are not consistent with the requirements specified in IAS/IFRS. In preparation of the financial statements, IFRSs have been complied to the extent possible subject to the compliance with Bangladesh Bank circulars and guidelines in this respect. In case any requirement of the Bank Company Act, 1991, and provisions and circulars issued by Bangladesh Bank (BB) differ with those of IFRSs, the requirements of the Bank Company Act, 1991, and provisions and circulars issued by BB shall prevail. The departure of IFRSs in the interim financial statements as at and for the 1st quarter ended 31 March 2022 are same as that were disclosed in its last annual financial statements of 31 December 2021.

2.1.3 Going concern

The accompanying financial statements have been prepared on a going concern assumption that the Bank will continue in operation over the foreseeable future. The Bank has neither any intention nor any legal or regulatory compulsion to liquidate or curtail materially the scale of any of its operations. Key financial parameters (including liquidity, profitability, asset quality, provision sufficiency and capital adequacy) of the bank continued to demonstrate a healthy trend for a couple of years. The rating outlook of the bank, as reported by all the rating agencies is 'Stable'.

2.1.4 Use of estimates and judgments

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

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, and in any future periods affected. The key items in which judgments, estimates and assumptions are involved presented below:

a) Impairment losses on loans and advances
b) Recognition and measurement of current tax and deferred tax
c) Determination of useful life of fixed assets and right of use of assets
d) Provisions for off-balance sheet items and other assets
e) Remeasurement gain/(loss) of defined benefit obligation and plan assets
f) Impairment testing of goodwill and/or investment in subsidiary/associates
g) Lease liabilities

2.1.5 Materiality and aggregation

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

2.1.6 Comparative information

Accounting policies have been consistently applied by the Bank and are consistent with those used in the previous year. Comparative information is rearranged and restated wherever necessary to conform with the current period's presentation and IFRS requirements.

2.2 Basis of consolidation

Consolidated financial statements include financial statements of BRAC Bank Limited and its subsidiaries, BRAC EPL Investments Limited, BRAC EPL Stock Brokerage Limited, bKash Limited and BRAC SAAJAN Exchange Limited, as those of a single economic entity. The consolidated financial statements have been prepared in accordance with International Financial Reporting Standard (IFRS) 10: Consolidated Financial Statements. The consolidated financial statements are prepared to a common reporting 1st quarter ended 31 March 2022. Intra-company transactions, balances and intra-group gains on transactions between group companies are eliminated on consolidation.

2.3 Foreign currency transactions and operations

The financial statements are presented in Bangladeshi Taka (BDT), which is the bank's functional currency. The functional currency of the Bank's Off-shore Banking Unit (OBU) and one of the Bank's subsidiaries, namely BRAC SAAJAN Exchange Limited, is in United States Dollar (USD) and Great Britain Pound (GBP), respectively. Financial statements of the above-mentioned unit and subsidiary have been translated into the presentation currency, i.e. Bangladeshi Taka (BDT), following the guidelines of *IAS 21: The Effect of Changes in Foreign Exchange Rate*. The functional and presentation currency of other subsidiaries and associates is in Bangladeshi Taka (BDT). Except as indicated, figures have been rounded-off to the nearest Taka.

2.4 Accounting for provisions, contingent liabilities and contingent assets

The Bank recognises provisions only when it has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and when a reliable estimate of the amount of the obligation can be made.

Contingent liabilities are recognised on the obligations the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the bank

Contingent assets are not recognised in the financial statement since these may result in the recognition of income that may never be realised. However, due to regulations of Bangladesh Bank (Central Bank of Bangladesh) and Bank Company Act, 1991, as amended, all items of such contingent assets/liabilities are shown as off balance sheet items under balance sheet of the bank as a separate section.

2.5 Derivative financial instruments

The fair value of derivatives (forward contracts, currency rate swaps, etc.) are recognised in the profit and loss account of the bank, as per IFRS 9. The value of the contract itself is shown as an item of other contingent liabilities, as per Bangladesh Bank guidelines.

2.6 Reporting period

These interim financial statements cover one quarter - from 01 January 2022 to 31 March 2022.

2.7 Significant Accounting Policies

Accounting policies applied in the interim financial statements as at and for the 1st quarter ended 31 March 2022 are same as that were applied in its last annual financial statements of 31 December 2021. However, some extract of key accounting policies that had been applied in annual financial statements are:

2.7.1 Cash and cash equivalents

For the purpose of presentation in the cash flow statements, cash and cash equivalents includes cash in hand and cash at bank (regardless of maturity), highly liquid interest bearing investment/securities with original maturities of less than three month. However, unencumbered portion of balance with Bangladesh Bank is presented in liquidity statement with maturity more than five years but considering the requirement of BRPD 14 dated 25 June 2003, this amount is considered as cash and cash equivalents in the cash flow statement. Cash flow statement is prepared in accordance with IAS 7 Statement of Cash Flows. However, cash flows from operating activities have been presented according to the format mentioned in BRPD circular no. 14 dated 25 June 2003.

2.7.2 Investments (categorized and reported as per Bangladesh Bank)

All investment securities are initially recognised at cost, including acquisition charges associated with the investment. Premiums are amortised and discount accredited, using the effective yield method, and are taken to discount income. The valuation method of marking-to-market for investments used are:

Held To Maturity (HTM)
Investments which have fixed or determinable payments and fixed maturity that the group has the positive intent and ability to held to maturity, other than those that meet the definition of 'Held at amortised cost others' are classified as held to maturity. These investment are subsequently measured at amortised cost, less any provision for impairment in value. Amortised cost is calculated by taking into account any discount or premium in acquisition. Any gain or loss on such investments is recognised in the statement of income when the investment is de-recognised or impaired.

Held For Trading (HFT)
Investments classified in this category are acquired principally for the purpose of selling or repurchasing - in short trading or if designated as such by the management. After initial recognition, investments are measured at market value, and any change in the fair value is recognised in the statement of income for the period in which it arises. Transaction costs, if any, are not added to the value of investments at initial recognition.

Revaluation HTM and HFT securities
According to DOS Circular no. 05, dated 26 May 2008, DOS Circular no. 05, dated 28 January 2009 and DOS Circular no. 02, dated 19 January 2012, HFT securities are revalued once each week using marking-to-market concept, and the HTM securities are amortised once a year according to Bangladesh Bank guidelines. HTM securities are also revaluated if they are reclassified to HFT category with the Board's approval.

Investment in quoted securities
These securities are bought and held primarily for the purpose of selling them in the future or holding for dividend income, which are reported at cost. Unrealised gains are not recognised in the profit and loss statement. But required provisions are kept for diminution in value of investment.

Investment in unquoted securities
Investment in unlisted securities is reported at cost under cost method. Provision is made for any shortage of book value over cost comparing with the book value of the last audited balance sheet.

Investment in subsidiaries and associates in separate financial statements
BRAC Bank adopted IFRS 9 Fair value through other comprehensive income (FVOCI) method for accounting equity investment in subsidiaries and associates since June 2020. As all of the investment are in unquoted investment, management used 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.

Investment in subsidiaries and associates in consolidated financial statements
Investment in subsidiary is consolidated in the consolidated financial statements considering as a single economic entity in accordance with the IAS 27 Separate Financial Statements and IFRS 10 Consolidated Financial Statements respectively. Investment in associate is recognised in the consolidated financial statements under equity method as per IAS 28 Investments in Associates and Joint Ventures.

Summary of recognition and measurement basis of various type of investments has been shown as under:

Types of investments	Initial Recognition	Measurement after Recognition	Recording of changes
Government Treasury Bills (HFT)	Cost	Marking to Market/ fair value	Loss to profit and loss A/C, gain to revaluation reserve
Government Treasury Bills (HTM)	Cost	Amortised cost	Amortised gain to revaluation reserve and loss to profit and loss
Government Treasury Bonds (HFT)	Cost	Marking to Market/ fair value	Loss to profit and loss A/C, gain to revaluation reserve
Government Treasury Bonds (HTM)	Cost	Amortised cost	Amortised gain to revaluation reserve and loss to profit and loss
Zero Coupon Bond	Cost	Cost	N/A
Prize Bond and Other Bond	Cost	Cost	N/A
Debentures	Cost	Cost	Profit and Loss Account
Un-quoted Shares (ordinary)	Cost	Lower of cost or NAV of last audited account	Profit and Loss Account
Quoted Shares (ordinary)	Cost	Lower of cost or market price at balance sheet date	Loss (net off gain) to Profit and Loss Account but no unrealized gain booking
Mutual Fund (open-end)	Cost	If avg cost price (CP)>NAVCMP*0.95, then required provision (RP) per unit will be RP=CP-NAVCMP*0.95	Loss (net off gain) to Profit and Loss Account but no unrealized gain booking
Mutual Fund (closed-end)	Cost	If CP>Market value (MV) or CP>NAVCMP*0.85, then RP will be: i) in case of MV≥NAVCMP*0.85, then RP =CP-MV or ii) in case of MV<NAVCMP*0.85, then RP=CP-NAVCMP*0.85	Loss (net off gain) to Profit and Loss Account but no unrealized gain booking
Investment in subsidiaries and associates	Cost	Fair value through other comprehensive income in separate financial statements and equity method less accumulated impairment, if any, in consolidated financial statements.	Impairment loss is adjusted automatically in OCI due to fair value accounting. Goodwill impairment is recognised in profit and loss in consolidated financial statements. The share of post-acquisition income of associates is recognised in consolidated profit and loss account.

2.7.3 Loans and advances

a) Interest on loans and advances is calculated daily on accrual basis for all loans accounts but charged in client statements monthly, quarterly and installment date based on product type.

b) Classification and provisioning for loans and advances are created based on the period of arrears by following Bangladesh Bank BRPD Circular no. 14, dated 23 September 2012, BRPD circular no. 15, dated 23 September 2012, BRPD Circular no. 19, dated 27 December 2012, BRPD Circular no. 05, dated 29 May 2013, BRPD Circular no. 16, dated 18 November 2014, BRPD Circular no. 08, dated 02 August 2015, BRPD Circular no. 12, dated 20 August 2017, BRPD Circular no. 15, dated 27 September 2017, BRPD Circular no. 01, dated 20 February 2018, BRPD Circular no. 07, dated 21 June 2018, BRPD Circular no 13, dated 18 October 2018 and BRPD Circular no. 03, dated 21 April 2019, BRPD circular no. 52 Dated 20 October 2020, BRPD circular no. 16 dated 21 July 2020, BRPD circular No: 56 dated 10 December 2020, BRPD circular No: 3 dated 31 January 2021, BRPD circular No: 5 dated 24 March 2021, BRPD circular No: 19 dated 26 August 2021, BRPD circular No: 50 dated 14 December 2021, BRPD circular No: 53 dated 30 December 2021.

Types of loans	Rates of Provision				
	Unclassified		Classified		
	Standard	Special Mention Account (SMA)	Substandard (SS)	Doubtful (DF)	Bad and Loss (BL)
Consumer financing - House building (HB)	1%	1%	20%	50%	100%
Consumer financing - Loans for professionals	2%	2%	20%	50%	100%
Consumer financing - Other than HB and professionals	2%	2%	20%	50%	100%
Loans to BHs/ MBs against share etc.	2%	2%	20%	50%	100%
Small and medium enterprise(Medium)	0.25%	0.25%	20%	50%	100%
Small and medium enterprise(Cottage, Micro, Small)	0.25%	0.25%	5%	20%	100%
Short term Agriculture/Micro credit	1%	1%	5%	5%	100%
Credit Card	2%	2%	20%	50%	100%
All others	1%	1%	20%	50%	100%
Off Balance Sheet exposure	1%	N/A	N/A	N/A	N/A

c) Interest on classified loans and advances is calculated as per BRPD circular no. 27, dated 31 August 2010 and recognised as income on realisation, as per BRPD circular no. 14 and 15, dated 23 September 2012.

d) Loans and advances are written-off to the extent that (i) there is no realistic prospect of recovery and (ii) against which legal cases are filed and classified as bad and loss, as per BRPD circular no. 02, dated 13 January 2003 and 13, dated 07 November 2013. These write-offs however will not undermine/affect the claim amount against the borrower. Detailed memorandum records for all such write-off accounts are meticulously maintained and followed up.

2.7.4 Impairment of financial assets

At each balance sheet date, the Bank assesses whether there is objective evidence that a financial asset or a group of financial assets, i.e., loans and advances, off balance sheet items and investments are impaired. A financial asset or group of financial assets are impaired and impairment losses are incurred if there is objective evidence of impairment as a result of a loss event that occur after the initial recognition of the asset up to the balance sheet date; the loss event had an impact on the estimated future cash flows of the financial assets or the group of financial assets; and a reliable estimate of the loss amount can be made.

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

2.7.5 Property, plant and equipment

All fixed assets including land are stated at cost less accumulated depreciation, as per *IAS 16 Property, Plant and Equipment*. Right-of-use assets are measured at cost, less any accumulated depreciation, and adjusted for any re-measurement of lease liabilities.

The cost of an item of property, plant and equipment is recognised as an asset if it is probable that future economic benefits associated with the item will flow to the entity; and the cost of the item can be measured reliably.

The cost of the items of property, plant and equipment comprises:

i) its purchase price, including import duties and non-refundable purchase tax, after deducting trade discounts and rebates
ii) any cost directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management.
iii) the initial estimate of the cost of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired or as consequence of having used the item during a particular period of purpose other than to produce during that period.

Subsequent costs
Subsequent costs of enhancement of existing assets are recognised as an addition to the asset, only when it is probable that future economic benefits associated with the item will flow to the bank and the cost of the item can be measured reliably. All other repairs and maintenance expenses are charged to the profit and loss account during the financial period in which they are incurred.

IFRS 16 "Leases" and its relevant assumptions and disclosures

IFRS 16: "Leases" has come into force on 1 January 2019, as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). BRAC Bank applied IFRS 16 using modified retrospective approach where the bank measured the lease liability at the present value of the remaining lease payments, discounted it using the bank's incremental borrowing rate at the date of initial application, and recognised a right-of-use asset at the date of the initial application on a lease by lease basis.

Right-of-use assets
The Bank recognises right-of-use assets at the date of initial application of IFRS 16. Right-of-use assets are measured at cost, less any accumulated depreciation, and adjusted for any re-measurement of lease liabilities. Right-of-use assets are depreciated on a straight-line basis over the lease term. The right-of-use assets are presented under property, plant and equipment.

Lease liabilities
At the commencement date of the lease, the bank recognises lease liabilities measured at the present value of lease payments to be made over the lease term using incremental borrowing rate at the date of initial application. Lease liability is measured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments, and re-measuring the carrying amount to reflect any reassessment or lease modifications.

Interest on the lease liability in each period during the lease term shall be the amount that produces a constant periodic rate of interest on the remaining balance of the lease liability.

Short-term leases and leases of low value assets
The Bank has elected not to recognise right-of-use assets and lease liabilities for leases of low value assets and short-term leases, i.e. for which the lease term ends within 12 months of the date of initial application. The Bank recognises lease payments associated with these leases as an expense.

Depreciation
Land is not depreciated. Depreciation is charged on straight-line basis. In case of acquisition of fixed assets, depreciation is charged from the month of acquisition, whereas no depreciation on assets disposed-off is charged from the month of disposal. Asset category-wise depreciation rates are as follows:

Category of assets	BRAC Bank	BRAC EPL Investments	BRAC EPL Stock Brokerage	bKash Limited	BRAC Saajan Exchange Ltd.
Furniture and fixture	10%	10%-20%	12.5%	20%	10%
Building	2.5%	5%	2%	-	-
Office equipment	20%	10%-20%	20%	20%	10%
IT equipment - Hardware	20%	25%	-	20%	-
IT equipment - PC, Laptop, UPS, Printer and Scanner	33.33%	33.33%	25%	33.33%	33.33%
IT equipment - Software	10%-20%	33.33%	33.33%	20%	20%
Motor vehicles	20%	20%	20%	20%	-
Office decoration/renovation works	10%	15%	15%	20%	10%

* In the consolidated financial statements, BRAC bank's policies for useful life and rates of all fixed assets are applied including all of the classes of assets of subsidiaries to meet the requirement of uniform accounting policy as per IFRS 10.

Right-of-use assets are depreciated on a straight-line basis over the lease term.

Gain or loss on disposal of fixed assets
Sale price of fixed assets are determined on the basis of fair value of the assets. Gain or loss on sale of assets are recognised in the profit and loss account as per provision of *IAS 16 Property, Plant and Equipment*.

Impairment of property, plant and equipment
At each balance sheet date, the bank assesses whether there is any indication that the carrying amount of the asset exceeds its recoverable amount. If any such indication exists, the Bank should estimate the recoverable amount of the asset. An asset is carried at more than its recoverable amount if its carrying amount exceeds the amount to be recovered through use or sale of the asset. If this is the case, the asset is described as impaired and impairment loss is recognised as an expense in the profit and loss account unless the asset is carried at revalued amount in accordance with *IAS 16 Property, Plant and Equipment*, in which case any impairment loss of a revalued asset should be treated as revaluation decrease under the accounting standard. No impairment loss was recognised up to the reporting period in separate financial statement, as no such indication existed as on the balance sheet date.

Capital work-in-progress (CWIP)
Costs incurred, but if the related asset is yet not ready or available for use as intended by management, are recognised as capital work-in-progress and disclosed as a part of fixed assets. Once the underlying asset is ready and available for use, it is transferred to fixed assets. However, no depreciation is charged on CWIP.

Intangible assets

Goodwill
Goodwill that arises upon the acquisition of subsidiaries is included in intangible assets and is measured at cost less accumulated impairment losses.

Software
Software acquired by the bank is stated at cost less accumulated amortisation and accumulated impairment losses. Subsequent expenditure on software assets is capitalised only when it increases future economic benefits embodied in the specific asset to which it relates. All expenditure is expensed as incurred. Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful life of the software, from the date that it is available for use, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The estimated useful life of software is five to ten years. Amortisation methods, useful lives and residual values are reviewed at each financial year-end and adjusted, if appropriate.

Impairment of intangible assets
Intangible assets with indefinite useful life, like goodwill etc., are tested for impairment at the end of each year. As per *IAS 36 Impairment*, any intangible assets with definite useful life are first reviewed for any indication of impairment. If any indication exists, then the impairment test is carried out.

2.7.6 Deposits and other accounts

Deposits include non interest-bearing current deposit redeemable at call, interest bearing on-demand and short-term deposits, savings deposit and term deposit lodged for periods from 3 months to 10 years. These items are brought to account at the gross value of the outstanding balance which includes accrued interest.

2.7.7 Revenue and expense recognition

Interest income
Interest income is recognised on an accruals basis. Interest on loans and advances ceases to be taken into income when such advances are classified, kept in interest suspense account. Interest on classified advances is accounted for on a realisation basis as per Bangladesh Bank guidelines. Interest and fees cease to be taken into income when the recovery of interest and fees is in arrear for over three months. Thereafter, interest and fees are accounted for on realisation basis.

Interest paid on deposits and borrowings etc.
Interest paid and other expenses are recognised on an accrual basis.

Investment income
Income on investments is recognised on an accruals basis. Investment income includes interest on treasury bills, treasury bonds, zero coupon, shares, debentures etc

Commission, exchange and brokerage income
The Bank earns fees and commission from a diverse range of services provided to its customers. These include fees and commission income arising on financial and other services provided by the Bank including trade finance, credit cards, debit cards, passport endorsement, visa processing, student service, loan processing, loan syndication, locker facilities and SMS banking etc. Fees and commission income arises on services rendered by the Bank are recognised on a realisation basis.

Other operating income
The profit on sale of fixed assets is determined as the difference between the carrying amount of the assets at the time of disposal and the proceeds of disposal, and is recognised as an item of other income in the year in which the significant risks and rewards of ownership are transferred to the buyer.

2.7.8 Provision for taxation

Income tax on profit for the year comprises current and deferred tax and is based on the applicable tax law in Bangladesh. It is recognised in the income statement as tax expense.

Current Tax
Current tax is the expected tax payable on taxable income for the year, based on tax rates and tax laws which are enacted at the reporting date, including any adjustment for tax payable in previous periods. Current tax for current and prior periods are recognised as a liability or asset to the extent that it is unpaid or refundable. Provision for current income tax has been made @ 37.5% on the taxable business income, @ 20% on taxable dividend income and @ 10% on realised gain on trading of shares as prescribed in the Finance Act 2021.

Deferred Tax
The Bank accounted for deferred tax as per IAS 12 Income Taxes. Deferred tax is accounted for any temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their tax base.

Deferred tax assets, including those related to the tax effects of income tax losses and credits available to be carried forward, are recognised only to the extent that it is probable that future taxable profits will be available against which the deductible temporary differences or unused tax losses and credits can be utilised. Deferred tax liabilities are recognised for all taxable temporary differences. They are also recognised for taxable temporary differences arising on investments and it is probable that temporary differences will reverse in future. Deferred tax assets associated with these interests are recognised only to the extent that it is probable that the temporary difference will reverse in the foreseeable future and there will be sufficient taxable profits against which to utilise the benefits of the temporary

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period(s) when the asset and liability giving rise to them are realised or settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the reporting date. The measurement reflects the tax consequences that would follow from the manner in which the Bank, at the reporting date, recovers or settles the carrying amount of its assets and liabilities.

2.7.9 Earnings Per Share

Basic earnings per share
Basic earnings per share (EPS) has been computed by dividing the basic earning by the weighted average number of ordinary shares outstanding at the end of the year as per IAS 33 *Earnings Per Share*. EPS of previous year/period has been restated as per IAS 33 due to issue of stock dividend of 2021 during the period.

Diluted earnings per share
The objective of diluted earnings per share is consistent with that of basic earnings per share; that is, to provide a measure of the interest of each ordinary share in the performance of an entity taking into account dilutive potential ordinary shares outstanding during the year. As per IAS-33 "Earnings Per Share", the calculation of diluted earning per share does not assume conversion, exercise or other issue of potential ordinary shares that would have an anti dilutive effect on earning per share. The bank has no dilutive instruments that is why we are not considering the diluted earning per share.

2.8 Disclosure on country risk exposure

Country risk refers to the possibility that a foreign obligator may be incapable or unwilling to fulfill his obligations due to country specific economic, political, social ecological conditions. This may include the consequences of exchange control, currency devaluation, official government actions or any significant socio-political changes in the country where placements, lending and investments made. Major categories of country risk comprises of sovereign risk, contagion risk, currency risk, indirect country risk, macroeconomic risk and transfer risk.

BRAC Bank Limited manages and monitor its country risk exposure in accordance with the guidelines issued by Bangladesh Bank in its BRPD circular number 07 circulated on April 13, 2021. In compliance with this regulatory guideline, bank has assessed its position and found banks' net funded exposure to a single country is below 2% of its total asset. Hence there is no additional provision/capital requirement for exposure to any single country.

2.9 The Board of Directors and managements take responsibility for the preparation and presentation of these interim condensed financial statements.

2.10 Approval of the financial statements

These interim condensed financial statements were approved by the Board of Directors on May 10, 2022.

In Taka

	Particulars	Note	Consolidated		BRAC Bank Limited	
			31 March 2022	31 December 2021	31 March 2022	31 December 2021
3	**Cash**					
	Cash in hand (Including foreign currency)	3.1	7,741,826,124	9,207,161,626	6,756,967,021	8,424,680,663
	Balance with Bangladesh Bank and its agent bank(s) (Including foreign currency)	3.2	13,216,308,724	14,252,262,804	13,216,308,724	14,252,262,804
			20,958,134,848	23,459,424,430	19,973,275,745	22,676,943,467
3.1	**Cash in hand (Including foreign currency)**					
	Local currency		7,706,669,053	9,166,408,109	6,721,809,950	8,383,927,146
	Foreign currency		35,157,071	40,753,517	35,157,071	40,753,517
			7,741,826,124	9,207,161,626	6,756,967,021	8,424,680,663
3.2	**Balance with Bangladesh Bank and its agent bank(s) (Including foreign currency)**					
	Local currency		12,571,181,238	12,208,257,526	12,571,181,238	12,208,257,526
	Foreign currency		361,021,802	961,504,172	361,021,802	961,504,172
			12,932,203,040	13,169,761,698	12,932,203,040	13,169,761,698
	Sonali Bank as an agent of Bangladesh Bank (local currency)		284,105,684	1,082,501,106	284,105,684	1,082,501,106
			13,216,308,724	14,252,262,804	13,216,308,724	14,252,262,804

3.3 Cash Reserve Ratio (CRR) (Bank only)

As per section 33 of Bank Company Act, 1991 (amended up to 2013), MPD circular No. 03 dated 09 April 2020 for Domestic Banking Operation (DBO) & BRPD circular No. 31 dated 18 June 2020 for Offshore Banking Operation (OBO) issued by Bangladesh Bank, BRAC Bank Limited has been maintaining 3.5% & 1.5% CRR on daily basis and 4.0% & 2.0% on bi-weekly basis for DBO & OBO respectively. CRR requirement is calculated on the basis of weekly average total demand and time liabilities (ATDTL) of a base month which is two months back of the reporting month (i.e. CRR of March 2022 is maintained on the basis of weekly ATDTL of January 2022), according to DOS Circular No. 1 & 26 and BRPD circular No. 31 issued on 19 January 2014, 19 August 2019 and 18 June 2020 respectively for both DBO & OBO.

Daily basis

Reserves maintained by the bank as at 31 March are as follows:

Average total demand and time liabilities of January 2022 and October 2021		
DBU	307,065,163,296	280,299,190,703
OBU	24,796,339,569	16,755,464,795
	331,861,502,865	297,054,655,498
Required reserve		
DBU (March 2022: 3.5% and 2021: 3.5%)	10,747,280,715	9,810,471,675
OBU (March 2022: 1.5% and 2021: 1.5%)	371,945,094	251,331,972
	11,119,225,809	10,061,803,647
Actual reserve maintained as per Bangladesh Bank statement	12,275,267,573	12,027,375,845
Surplus	1,156,041,764	1,965,572,198

Bi-weekly basis

The Bank maintained excess cash reserve of Tk. 100,827,938 against minimum requirement of 4.0% & 2.0% (of ATDTL) for DBO & OBO on bi-weekly basis which is the summation of excess cash reserve maintained over required in the last fortnight (bi-week) of 31 March 2022.

3.4 Statutory Liquidity Ratio (SLR)

As per section 33 of the Bank Company Act 1991 (amended up to 2013) & MPD circular no. 2 dated 10 December 2013 issued by Bangladesh Bank (effective from 1 February 2014), BRAC Bank Limited has been maintaining 13% SLR on weekly average total demand and time liabilities (ATDTL) of a base month which is two months back of the reporting month (i.e. SLR of March 2022 is based on weekly ATDTL of January 2022), according to DOS Circular No. 1 & 26 and BRPD circular No. 31 issued on 19 January 2014, 19 August 2019 and 18 June 2020 respectively for both DBO & OBO.

Required reserve (13% of ATDTL)	43,141,995,372	38,617,105,215
Actual reserve maintained (March 2022: 17.27%, December 2021:18.19%)	57,299,989,893	54,038,211,707
Surplus	14,157,994,520	15,421,106,492

3.4.1 Actual reserve maintained

Cash in hand	6,756,967,021	8,424,680,663
Balance with Sonali Bank as per statement	284,102,984	1,081,433,955
Daily Excess Reserve	-	480,298,921
Un-encumbered approved securities (HFT)	26,187,051,462	16,203,146,653
Un-encumbered approved securities (HTM)	24,070,212,626	27,847,370,715
Un-encumbered approved securities (other eligible)	1,655,800	1,280,800
	57,299,989,893	54,038,211,707

4	**Balance with other Banks and Financial Institutions**					
	Inside Bangladesh	4.1	66,032,390,229	70,561,465,538	12,717,015,367	12,261,365,946
	Outside Bangladesh	4.2	7,744,048,385	7,699,847,372	7,694,126,860	7,619,585,199
			73,776,438,614	78,261,312,910	20,411,142,227	19,880,951,145
4.1	**Balance inside Bangladesh**					
	In current deposit accounts with:					
	Banks		12,274,347,773	15,137,298,752	117,015,367	121,365,946
	Less: Inter unit/company elimination		4,385,674,173	3,578,641,104	-	-
			7,888,673,600	11,558,657,648	117,015,367	121,365,946
	In fixed deposit accounts with:					
	Banks		56,759,528,649	57,278,619,910	6,000,000,000	5,200,000,000
	Non Banking Financial Institutions (NBFIs)		6,600,000,000	6,940,000,000	6,600,000,000	6,940,000,000
			63,359,528,649	64,218,619,910	12,600,000,000	12,140,000,000
	Less: Inter unit/company elimination		5,215,812,020	5,215,812,020	-	-
			58,143,716,629	59,002,807,890	12,600,000,000	12,140,000,000
	Total		66,032,390,229	70,561,465,538	12,717,015,367	12,261,365,946

In Taka

Particulars	Note	Consolidated		BRAC Bank Limited	
		31 March 2022	31 December 2021	31 March 2022	31 December 2021
4.2 Balance outside Bangladesh					
On shore balance		9,929,167,477	13,827,605,643	9,879,245,952	13,747,343,470
Off shore balance		7,543,760,069	5,974,658,657	7,543,760,069	5,974,658,657
		17,472,927,546	19,802,264,300	17,423,006,021	19,722,002,127
Less: On shore to BBL off-shore placement		9,728,879,161	12,102,416,928	9,728,879,161	12,102,416,928
		7,744,048,385	7,699,847,372	7,694,126,860	7,619,585,199
5 Investments					
Government	5.1	74,927,887,932	60,998,642,835	50,258,919,888	44,051,798,178
Others	5.2	9,610,082,364	9,069,950,469	7,893,398,911	7,539,016,664
		84,537,970,296	70,068,593,304	58,152,318,799	51,590,814,842
5.1 Government (investment in Govt. securities)					
Treasury bills		4,386,692,553	1,658,322,369	2,795,954,678	79,924,246
Treasury bonds		70,539,539,579	59,339,039,666	47,461,309,410	43,970,593,132
Sukuk Bond		-	-	-	-
Prize bonds		1,655,800	1,280,800	1,655,800	1,280,800
		74,927,887,932	60,998,642,835	50,258,919,888	44,051,798,178
5.1.2 BB category wise investment					
Held for trading (HFT)		26,187,051,462	16,203,146,653	26,187,051,462	16,203,146,653
Held to maturity (HTM)		48,739,180,670	44,794,215,382	24,070,212,626	27,847,370,725
Other securities		1,655,800	1,280,800	1,655,800	1,280,800
		74,927,887,932	60,998,642,835	50,258,919,888	44,051,798,178
5.2 Others (investment in other than Govt. securities)					
Corporate bonds- unquoted and quoted		2,900,000,000	2,900,000,000	2,890,000,000	2,890,000,000
Ordinary shares and Mutual Funds (MFs) - unquoted and quoted		6,707,082,364	6,165,950,469	5,000,398,911	4,645,016,664
Preference shares		3,000,000	4,000,000	3,000,000	4,000,000
		9,610,082,364	9,069,950,469	7,893,398,911	7,539,016,664
6 Loans and advances					
Loans, cash credits, overdrafts etc.	6.1	172,185,805,724	169,128,372,833	171,132,262,017	168,205,415,381
Small and medium enterprises	6.2	165,084,179,308	150,749,009,625	165,084,179,308	150,749,009,625
Bills purchased and discounted*	6.3	2,248,904,508	2,257,805,981	2,248,904,508	2,257,805,981
		339,518,889,540	322,135,188,439	338,465,345,833	321,212,230,987

* Bills purchased and discounted excludes bills purchased and discounted of small and medium enterprise (SME).

6.1 Loans, cash credits, overdrafts etc.					
Overdrafts		9,692,322,445	9,386,377,592	9,692,322,445	9,386,377,592
Demand loans		61,110,169,987	63,339,447,043	61,110,169,987	63,339,447,043
Term loans		89,696,217,129	84,980,045,030	89,696,217,129	84,980,045,030
Lease receivables		626,308,989	823,850,563	626,308,989	823,850,563
Credit Cards		8,931,338,136	8,562,449,791	8,931,338,136	8,562,449,791
Staff loans		1,085,386,579	1,123,591,696	1,075,905,331	1,113,245,362
Margin loan		2,096,331,260	1,769,581,139	-	-
		173,238,074,525	169,985,342,854	171,132,262,017	168,205,415,381
Less: Inter company elimination		1,052,268,801	856,970,021	-	-
		172,185,805,724	169,128,372,833	171,132,262,017	168,205,415,381
6.2 Small and medium enterprises					
Overdrafts		17,683,880,780	17,716,943,831	17,683,880,780	17,716,943,831
Demand loans		17,134,633,136	13,336,489,437	17,134,633,136	13,336,489,437
Term loans		130,184,970,010	119,647,429,292	130,184,970,010	119,647,429,292
Lease receivables		10,104,628	12,493,658	10,104,628	12,493,658
Bills purchased and discounted (SME)		70,590,754	35,653,407	70,590,754	35,653,407
		165,084,179,308	150,749,009,625	165,084,179,308	150,749,009,625
6.3 Bills purchased and discounted					
Bills purchased and discounted (except SME)		2,248,904,508	2,257,805,981	2,248,904,508	2,257,805,981
Bills purchased and discounted (SME)		70,590,754	35,653,407	70,590,754	35,653,407
		2,319,495,262	2,293,459,388	2,319,495,262	2,293,459,388
6.4 Net loans and advances					
Gross loans and advances		339,518,889,540	322,135,188,439	338,465,345,833	321,212,230,987
Less: Interest suspense		1,734,646,298	1,637,871,114	1,734,646,298	1,637,871,114
Less: Provision for loans and advances		14,718,245,232	13,997,832,683	13,506,409,462	12,778,727,514
		323,065,998,010	306,499,484,642	323,224,290,073	306,795,632,359
All loan and overdrafts are including SME.					
6.5 Classified and unclassified loans and advances					
Unclassified					
Standard (including staff loan)		322,311,540,211	307,143,533,027	322,483,303,409	307,445,882,479
Special Mention Accounts (SMA)		1,995,212,842	1,243,788,089	1,995,212,842	1,243,788,089
		324,306,753,053	308,387,321,116	324,478,516,251	308,689,670,568
Classified					
Sub-standard		3,677,836,449	2,200,671,339	3,677,836,449	2,200,671,339
Doubtful		1,098,002,676	987,009,923	1,098,002,676	987,009,923
Bad/Loss		10,436,297,361	10,560,186,061	9,210,990,457	9,334,879,157
		15,212,136,486	13,747,867,323	13,986,829,582	12,522,560,419
		339,518,889,539	322,135,188,439	338,465,345,833	321,212,230,987

6.6 **Particulars of required provisions for loans and advances (Bank only)**

Status	Outstanding loans and advances	Base for provision	Percentage (%) of required provision	Required provision 31 March 2022	Required provision 31 December 2021
Unclassified					
All unclassified loans (Other than SME Financing, Consumer Financing, BHs/MBs/SDs, Housing and loans for professional*)	94,425,520,194	94,320,327,213	1%**	1,740,362,761	1,331,178,040
Small and Medium Enterprise Financing	155,606,038,227	155,606,038,227	0.25%	389,015,096	356,006,759
Loans to BHs/MBs/SDs against share etc.*	12,865,959,414	987,911,613	2%	19,758,232	15,806,672
Housing Finance	987,911,613	12,865,959,414	1%	128,659,594	129,508,580
Loans for professionals to Set up business (LP)	5,488,565,693	5,488,565,693	2%	109,771,314	105,836,050
Consumer finance	41,517,333,683	41,517,333,683	2%	830,346,674	734,780,715
Consumer finance (Credit Card)	8,354,708,103	8,354,708,103	2%	167,094,162	159,794,280
Short Term Agricultural and Micro Credit	4,156,573,993	4,156,573,993	1%	41,565,740	39,409,917
Staff Loan	1,075,905,331	-	1%	-	-
	324,478,516,251	323,297,417,939		**3,426,573,573**	**2,872,321,013**
Classified - Specific provision					
Sub-standard	3,677,836,449	2,588,559,561	20%***	299,962,801	210,607,228
Doubtful	1,098,002,676	712,234,500	50%***	231,836,843	145,090,096
Bad/Loss	9,210,990,457	6,939,962,407	100%	6,939,962,407	7,627,363,819
	13,986,829,582	10,240,756,468		**7,471,762,051**	**7,983,061,143**
	13,986,829,582	333,538,174,407			
Special General Provision Covid-19					
Special general provision Covid-19 for 2020			1%	520,115,013	564,532,639
Special general provision Covid-19 for 2021 (SME)			1.5%	32,516,208	33,100,864
Special general provision Covid-19 for 2021 (other than SME)			2%	180,287,709	186,573,721
				732,918,930	**784,207,224**
Total required provision for loans and advances				**11,631,254,553**	**11,639,589,380**
Total provision maintained				**13,506,409,462**	**12,778,727,514**
Excess provision over minimum required provision prescribed by Bangladesh Bank				**1,875,154,909**	**1,139,138,134**

* BHs = Brokerage Houses, MBs = Merchant Banks, SDs = Stock Dealers Against Shares
** For rescheduled loans, 50% and 100% provision has been made as per NOC circular
*** For Small, Micro & Cottage enterprises under CMSME financing provision requirement is 5% for sub-standard and 20% for doubtful classification as per BRPD circular

In Taka

Particulars	Note	Consolidated		BRAC Bank Limited	
		31 March 2022	31 December 2021	31 March 2022	31 December 2021
7 Fixed assets including premises, furniture and fixtures					
Land - Cost		527,275,400	527,275,400	527,275,400	527,275,400
Office floor space		20,855,926	20,855,926	4,034,334	4,034,334
Furniture and fixture		2,323,047,329	2,336,543,136	2,137,419,686	2,140,914,382
Office equipment		1,417,702,271	1,450,379,835	1,313,663,459	1,344,953,601
IT hardwares		6,371,730,164	6,284,258,630	2,977,655,738	3,049,688,043
Motor vehicles		557,939,855	504,714,769	367,033,985	354,296,880
Leasehold improvements		135,469,859	134,421,114	-	-
Right of use assets (ROU) as per IFRS 16		6,687,471,543	6,448,373,021	5,721,730,905	5,489,602,469
Capital expenditure work in progress		767,281,887	585,568,883	344,915,477	251,206,514
IT Software (Finite useful lives)		6,330,009,379	6,081,922,651	2,344,953,231	2,322,117,221
Total cost		**25,138,783,613**	**24,374,313,365**	**15,738,682,215**	**15,484,088,844**
Accumulated depreciation and amortisation		12,333,496,734	11,540,143,941	8,282,664,162	8,029,221,445
Written down value at 31 December		**12,805,286,879**	**12,834,169,424**	**7,456,018,053**	**7,454,867,399**
(Fixed assets schedules are shown in Annexure - B)					
8 Other assets					
Income generating					
Interest receivables		3,006,359,273	2,721,178,635	3,006,359,273	2,721,178,635
Dividend receivables		60,771,195	35,919,830	60,771,195	35,919,830
Investment in subsidiary	8.1	-	-	13,055,335,131	13,161,378,451
Investment/carrying value in associates	8.2	17,367,112	21,115,234	17,367,112	21,115,234
Investment In Swift Share		8,083,464	8,083,464	8,083,464	8,083,464
Prepaid interest expenses on IFFD		23,838,965	24,511,806	23,838,965	24,511,806
Receivables against sanchayapatra		221,367,185	44,502,037	221,367,185	44,502,037
Balance with BRAC EPL Stock Brokerage Limited		1,173,105	1,166,738	1,173,105	1,166,738
Non- Income generating					
Stock of stamps		47,949,191	48,826,086	47,949,191	48,826,086
Stock of security stationery		51,684,759	47,369,961	51,684,759	47,369,961
Stock of printing stationery		11,856,578	12,007,770	11,856,578	12,007,770
Advance to staff		7,385,633	6,617,457	7,385,633	6,617,457
Advance to supplier		41,731,143	30,451,912	23,759,548	24,933,886
Advance Value Added Tax		5,858,631	4,370,000	5,858,631	4,370,000
Advance to SME unit offices		1,308,690	1,308,690	1,308,690	1,308,690
Advance against office rent		45,543,825	68,234,617	45,543,824	68,234,617
Advance security deposit		14,028,608	13,362,635	9,560,699	8,894,727
Receivables from biTS		187,859,621	187,859,621	187,859,621	187,859,621
Deferred revenue expenditure		102,752,283	173,250,448	102,752,283	173,250,448
Deferred tax asset	8.3	5,604,929,947	5,233,012,588	4,419,451,297	4,147,255,591
Receivable settlement account-OBU/DBU		9,902	11,166	9,902	11,166
Receivable in proxy account		120,060	-	120,060	-
Net plan assets - Employees' Gratuity Fund		127,281,040	127,281,040	127,281,040	127,281,040
Other receivables		2,112,394,985	1,887,698,086	2,112,394,985	1,887,698,086
Other assets of subsidiaries		9,145,742,193	5,524,084,643	-	-
		20,847,397,388	16,222,224,464	23,549,072,171	22,763,775,341

In Taka

Particulars	Note	Consolidated		BRAC Bank Limited	
		31 March 2022	31 December 2021	31 March 2022	31 December 2021

8.1 Investment in subsidiaries

BRAC EPL Investments Limited			1,015,354,220	1,036,320,904
BRAC EPL Stock Brokerage Limited			1,268,332,873	1,241,795,091
bKash Limited			10,771,648,038	10,874,512,125
BRAC SAAJAN Exchange Limited*			-	8,750,331
			13,055,335,131	**13,161,378,451**

*Due to suspension of operations of BRAC SAAJAN Exchange Limited on regulatory ground by the local regulator in UK and for meeting subsequent operational costs without revenue flows, the net asset value of BRAC SAAJAN became negative. As per IFRS 9 fair value adjustment based on net asset value, the carrying value of investment in BRAC SAAJAN reached to zero in separate financial statements.

8.2 Investment/carrying value in associates

BRAC IT Services Limited	17,367,112	21,115,234	17,367,112	21,115,234
	17,367,112	**21,115,234**	**17,367,112**	**21,115,234**

8.2.1 Carrying value of investment in associates:

BRAC IT Services Limited		
Opening balance/fair value of residual interest retained	21,115,234	-
Gain/(loss) on disposal/loss of significant influence of associates		17,373,182
Share of profit/(loss) of equity in associate company	(3,748,122)	3,742,052
	17,367,112	**21,115,234**

8.3 Deferred tax asset/(liability) (Bank only)

Particulars	Accounting base	Tax base	Deductible/ (Taxable) temporary difference	Applicable tax rate	Deferred Tax Asset/ (Liability)
Balance as at 31 March 2022					
Loan loss provision including Covid-19 special provi	10,290,575,952	-	10,290,575,952	37.50%	3,858,965,982
Provision against capital market	12,580,119	-	12,580,119	10.00%	1,258,012
Fixed assets	2,219,786,450	3,369,006,660	1,149,220,210	37.50%	430,957,579
Right of use assets (ROU) as per IFRS 16	4,194,006,384	840,751,087	(3,353,255,297)	37.50%	(1,257,470,736)
Leased Liability as per IFRS 16	3,695,307,894	-	3,695,307,894	37.50%	1,385,740,460
Deferred tax asset (a)					**4,419,451,297**
Deferred tax liability arises due to actuarial valuatior	8,221,603.57	-	(8,221,604)	37.50%	(3,083,101)
Deferred tax liability arises from fair value gain as pe	8,578,350,397	-	(8,578,350,397)	15.00%	(1,286,752,560)
Interest receivable from treasury bills and bonds	867,108,232	-	(867,108,232)	37.50%	(325,165,587)
Dividend receivables	-	-	-	20.00%	-
Deferred tax liability (b)					**(1,615,001,248)**
Net deferred tax asset at 31 March 2022 (a+b)					**2,804,450,049**
Balance as at 31 December 2021					
Loan loss provision including Covid-19 special provi	9,744,711,824	-	9,744,711,824	37.50%	3,654,266,934
Provision against capital market	13,580,119	-	13,580,119	10.00%	1,358,012
Fixed assets	2,522,794,574	3,532,771,605	1,009,977,031	37.50%	378,741,387
Right of use assets (ROU) as per IFRS 16	4,150,429,766	847,913,185	(3,302,516,581)	37.50%	(1,238,443,718)
Leased Liability as per IFRS 16	3,603,554,603	-	3,603,554,603	37.50%	1,351,332,976
Deferred tax asset (a)					**4,147,255,591**
Deferred tax liability arises due to actuarial valuation	8,221,604	-	(8,221,604)	37.50%	(3,083,101)
Deferred tax liability arises from fair value gain as per If	8,688,141,840	-	(8,688,141,840)	15.00%	(1,303,221,276)
Interest receivable from treasury bills and bonds	978,845,897	-	(978,845,897)	37.50%	(367,067,212)
Dividend receivables	35,919,830	-	(35,919,830)	20.00%	(7,183,966)
Deferred tax liability (b)					**(1,680,555,555)**
Net deferred tax asset at 31 December 2021 (a+b)					**2,466,700,036**

Deferred tax assets arising from the provision on loan loss will recovered at the time of written off of classified loan. Deferred tax on provision for investment in capital market will be recovered when the loss be realized and deferred tax on IFRS 16 leased assets will be adjusted when lease contracts will be terminated.

9 Borrowings from other banks, financial institutions and agents

Borrowings inside Bangladesh	1,293,000,000	429,000,000	1,293,000,000	429,000,000
Borrowings outside Bangladesh	26,603,880,680	23,721,953,707	26,488,446,993	23,705,564,025
	27,896,880,680	**24,150,953,707**	**27,781,446,993**	**24,134,564,025**

In Taka

Particulars	Note	Consolidated		BRAC Bank Limited	
		31 March 2022	31 December 2021	31 March 2022	31 December 2021

10 Borrowings from central bank & government agencies

Bangladesh Bank EDF fund	9,742,538,628	9,124,444,403	9,742,538,628	9,124,444,403
Bangladesh Bank SME Foundation	817,222,000	817,222,000	817,222,000	817,222,000
Borrowing from Bangladesh Bank - LTFF	738,293,305	763,079,166	738,293,305	763,079,166
Borrowing from Bangladesh Bank - GTF	245,268,611	261,070,057	245,268,611	261,070,057
Borrowing from Bangladesh Bank - Stimulus Fund	304,538,456	387,594,399	304,538,456	387,594,399
Borrowing from Bangladesh Bank - Working Capital Stimulus Fund	1,306,438,248	528,491,391	1,306,438,248	528,491,391
Borrowing from Bangladesh Bank - PSC Stimulus Package	186,000,000	45,242,000	186,000,000	45,242,000
Borrowing from Bangladesh Bank -Refinancing for Green Initiatives	37,500,000	40,000,000	37,500,000	40,000,000
Borrowing from Bangladesh Bank - SME Re-finance	11,955,945,529	11,108,860,408	11,955,945,529	11,108,860,408
Borrowing from Bangladesh Bank-Joyeeta Foundation Pre or Re-Finance	99,900,000	99,900,000	99,900,000	99,900,000
	25,433,644,777	**23,175,903,824**	**25,433,644,777**	**23,175,903,824**

In Taka

	Particulars	Note	Consolidated		BRAC Bank Limited	
			31 March 2022	31 December 2021	31 March 2022	31 December 2021
11	**Deposits and other accounts**					
	Current deposits and other accounts etc.	11.1	165,832,501,175	164,425,455,280	104,193,141,994	109,470,657,298
	Bills payable	11.2	1,907,752,199	2,367,889,416	1,907,752,199	2,367,889,416
	Savings deposits	11.3	67,216,097,626	68,334,576,200	67,216,097,626	68,334,576,200
	Term deposits*	11.4	145,444,206,996	127,956,809,129	150,660,019,016	133,172,621,149
	Other deposits	11.5	1,851,256,735	1,252,882,201	1,851,256,735	1,252,882,201
			382,251,814,731	364,337,612,226	325,828,267,570	314,598,626,264
	* Term deposits include the deposit pension scheme (DPS).					
11.1	**Current deposits and other accounts**					
	Local currency		164,781,080,192	161,838,118,956	98,756,046,837	103,304,679,870
	Foreign currencies		5,437,095,156	6,165,977,428	5,437,095,157	6,165,977,428
			170,218,175,348	168,004,096,384	104,193,141,994	109,470,657,298
	Less: Inter unit/company elimination		4,385,674,173	3,578,641,104	-	-
			165,832,501,175	164,425,455,280	104,193,141,994	109,470,657,298
11.1.1	**Current deposits and other accounts**					
	Current deposits		156,591,885,088	155,023,341,775	90,566,851,734	96,489,902,689
	Special notice deposit		13,626,290,260	12,980,754,609	13,626,290,260	12,980,754,609
			170,218,175,348	168,004,096,384	104,193,141,994	109,470,657,298
	Less: Inter unit/company elimination		4,385,674,173	3,578,641,104	-	-
			165,832,501,175	164,425,455,280	104,193,141,994	109,470,657,298
11.2	**Bills payable**					
	Local currency		1,469,748,575	2,164,588,843	1,469,748,575	2,164,588,843
	Foreign currencies		438,003,624	203,300,573	438,003,624	203,300,573
			1,907,752,199	2,367,889,416	1,907,752,199	2,367,889,416
11.3	**Savings deposits**					
	Local currency		67,216,097,626	68,334,576,200	67,216,097,626	68,334,576,200
	Foreign currencies		-	-	-	-
			67,216,097,626	68,334,576,200	67,216,097,626	68,334,576,200
11.4	**Term deposits**					
	Local currency		147,752,706,386	131,121,074,245	147,752,706,386	131,121,074,245
	Foreign currencies		2,907,312,630	2,051,546,904	2,907,312,630	2,051,546,904
			150,660,019,016	133,172,621,149	150,660,019,016	133,172,621,149
	Less: Inter unit/company elimination		5,215,812,020	5,215,812,020	-	-
			145,444,206,996	127,956,809,129	150,660,019,016	133,172,621,149
11.5	**Other deposits**					
	Local currency		1,845,511,417	1,247,004,101	1,845,511,417	1,247,004,101
	Foreign currencies		5,745,318	5,878,100	5,745,318	5,878,100
			1,851,256,735	1,252,882,201	1,851,256,735	1,252,882,201
	Less: Inter unit/company elimination		-	-	-	-
			1,851,256,735	1,252,882,201	1,851,256,735	1,252,882,201
11.6	**Payable on demand and time deposit**					
	i) Demand deposit					
	Current deposits		146,769,115,759	145,278,723,243	85,129,756,577	90,323,925,261
	Saving deposits (9% of total saving deposits)		6,049,448,786	6,150,111,858	6,049,448,786	6,150,111,858
	Foreign currency deposits		5,442,840,474	6,171,855,528	5,442,840,475	6,171,855,528
	Sundry deposits		1,834,830,394	1,238,848,878	1,834,830,394	1,238,848,878
	Bills payable		1,907,752,199	2,367,889,416	1,907,752,199	2,367,889,416
			162,003,987,613	161,207,428,923	100,364,628,432	106,252,630,941
	ii) Time deposit					
	Saving deposits (91% of total saving deposits)		61,166,648,840	62,184,464,342	61,166,648,840	62,184,464,342
	Foreign currency deposits		2,907,312,630	2,051,546,904	2,907,312,630	2,051,546,904
	Term deposits		125,467,729,199	114,282,095,158	130,683,541,219	114,282,095,158
	Deposit pension schemes (DPS)		17,069,165,167	16,838,979,087	17,069,165,167	16,838,979,087
	Special notice deposit		13,626,290,260	12,980,754,609	13,626,290,260	12,980,754,609
	Security deposits		10,681,023	8,155,223	10,681,023	8,155,223
			220,247,827,119	208,345,995,323	225,463,639,139	208,345,995,323
			382,251,814,731	369,553,424,246	325,828,267,570	314,598,626,264
12	**Other liabilities**					
	Provision for loans and advances		13,934,038,008	13,213,625,459	12,722,202,238	11,994,520,290
	Special general provision Covid-19		784,207,224	784,207,224	784,207,224	784,207,224
	Provision for interest receivable from loan		13,457,003	13,457,003	13,457,003	13,457,003
	Provision for other assets		234,820,125	234,820,125	234,820,125	234,820,125
	Provisions for off balance sheet Items		802,746,134	706,746,134	802,746,134	706,746,134
	Provision for diminution in value of Investments		12,580,119	13,580,119	12,580,119	13,580,119
	Interest suspense		1,734,646,298	1,637,871,114	1,734,646,298	1,637,871,114
	Withholding tax payable		211,789,169	201,214,386	211,789,169	201,214,386
	VAT payable		200,257,842	208,608,833	200,257,842	208,608,833
	Excise duty payable		181,650,044	262,341,336	181,650,044	262,341,336
	Provision for taxation net off AIT	12.1	5,950,780,717	5,920,521,742	4,982,534,924	5,021,558,503
	Deferred tax liability	8.3	328,248,688	377,334,278	1,615,001,248	1,680,555,555
	Interest payable on borrowings		374,624,977	323,331,571	374,624,977	323,331,571
	Accrued expenses		5,880,786,150	5,337,303,430	2,657,605,033	2,108,043,731
	Share subscription - IPO (refund warrant)		230,187	229,509	230,187	229,509
	Unclaimed and undistributed dividend	12.2	8,786,377	9,676,218	8,786,377	9,676,218
	Suppliers payable		145,391,445	125,946,941	145,391,445	125,946,941
	Leased liabilities as per IFRS 16		4,146,878,398	4,085,484,681	3,695,164,310	3,603,554,604
	Payable against exchange houses		275,142	100	275,142	100
	Payable against insurances		6,045,561	6,155,625	6,045,561	6,155,625
	Payable against proxy account		-	206,092	-	206,092
	Payable against SWIFT charge		9,079,880	1,716,000	9,079,880	1,716,000
	Start-up Fund	12.3	114,269,879	100,877,625	114,269,879	100,877,625
	Other payables		2,647,165,675	3,716,340,999	2,647,165,675	3,716,340,999
	Other liabilities of subsidiaries		2,452,876,936	2,018,766,783	-	-
			40,175,631,978	39,300,363,327	33,154,530,834	32,755,559,637

In Taka

Particulars	Note	Consolidated		BRAC Bank Limited	
		31 March 2022	31 December 2021	31 March 2022	31 December 2021

12.1 Provision for taxation net off AIT (BBL only)

A. Provision for tax:		
Balance at the beginning of the year	27,502,064,330	23,934,664,849
Net adjustment during the year	(39,023,579)	3,567,399,481
	27,463,040,751	27,502,064,330
Adjustment of tax provision for previous years	-	-
Balance at the end of the year	**27,463,040,751**	**27,502,064,330**
B. Advance income tax:		
Balance at the beginning of the year	22,480,505,827	19,922,549,103
Add: Paid during the year	-	2,557,956,724
	22,480,505,827	22,480,505,827
Less: Adjustment made during the year	-	-
Balance at the end of the year	22,480,505,827	22,480,505,827
Provision for taxation (A-B)	**4,982,534,924**	**5,021,558,503**

12.2 Unclaimed and undistributed dividend

As on 31 March 2022, the Unclaimed/undistributed dividend was BDT 8,786,377.

Further to above, in pursuant to SEC/SRMIC/165-2020/part-1/182, dated July 19, 2021 and Capital Market Stabilization Fund, Rules 2021 issued by Bangladesh Securities and Exchange Commission regarding transfer the amount held against unclaimed dividend/undistributed /unsettled public subscription money for the period of more than 3 (three) years; we have transferred the amount BDT 60,840,320 to the Capital Market Stabilization Fund (CMSF).

12.3 Start-up Fund

As a continuation of creating Start-up Fund as per SMESPD circular 04 dated March 29, 2021 and SMESPD circular letter 05 dated April 26, 2021, the bank has appropriated BDT 1.34 crore (1% of net profit of Q1 2022 BDT 134 crore) in first quarter 2022. The objective of this fund is to provide loan facilities to the start-up entrepreneurs for their business and projects.

13 History of paid-up capital

Given below the history of raising of share capital of BRAC Bank Limited:

Particulars	Allotment year	Number of shares issued		Total paid up shares (No of shares)	Addition in amount of share capital (BDT)	Total paid up capital (BDT)
		Bonus shares	Subscription			
First (Subscription to the Memorandum and Articles of Association) at 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 Share 20%	2007	2,000,000	-	12,000,000	200,000,000	1,200,000,000
Bonus Share 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
Denomination of face value from Tk.100 to Tk.10 per share	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	8,552,096,940
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
Bonus Share 7.50%	2020	92,503,149		1,325,878,476	925,031,490	13,258,784,760
Bonus Share 5%	2021	66,293,923	-	1,392,172,399	662,939,230	13,921,723,990
Total					**13,921,723,990**	

13.1 Name of the Directors and their shareholdings as at 31 March 2022:

Name	Status	Opening position	Closing position	% of shares held as on 31 March 2022	% of shares held as on 31 December 2021
Dr. Ahsan H Mansur (Chairman)	Independent Director	NIL	NIL	-	-
Mr. Asif Saleh (Nominated by BRAC)	Nominated Director	31,000	31,000	0.002%	0.002%
Ms. Farzana Ahmed	Independent Director	NIL	NIL	-	-
Ms. Fahima Choudhury	Independent Director	NIL	NIL	-	-
Dr. Zaid Hussain	Independent Director	NIL	NIL	-	-
Mr. Meheriar M Hasan (Nominated by BRAC)	Nominated Director	NIL	NIL	-	-
Mr. Shameran Bahar Abed (Nominated by BRAC)	Nominated Director	NIL	NIL	-	-
Dr. Mustafa Kamal Mujeri	Independent Director	997,500	997,500	0.071%	0.071%
Mr. Faruq Mayeenuddin Ahmed	Independent Director	NIL	NIL	-	-
Mr. Salek Ahmed Abul Masrur	Independent Director	NIL	NIL	-	-

In Taka

Particulars	Note	Consolidated		BRAC Bank Limited	
		2021	2020	2021	2020

14 Share Premium

	Year of issuance		
5,000,000 ordinary shares @ Tk. 70 per share	2006	350,000,000	350,000,000
2,640,000 ordinary shares @ Tk. 400 per share	2008	1,056,000,000	1,056,000,000
221,652,288 ordinary shares @ Tk. 10 per share	2014	2,216,522,880	2,216,522,880
1,149,589 ordinary shares @ Tk. 32.55 per share	2016	37,419,151	37,419,151
2,237,835 ordinary shares @ Tk. 35.10 per share	2017	78,548,041	78,548,041
2,790,534 ordinary shares @ Tk. 41.31 per share	2018	115,276,960	115,276,960
		3,853,767,032	**3,853,767,032**

15 Fair value gain/(loss) on equity investment (Standalone)

Balance at the beginning of the year	7,384,920,564	1,131,197,846
Net change during the year	(93,322,725)	6,253,722,718
	7,291,597,839	**7,384,920,564**

16 Surplus in profit and loss account/Retained earnings (standalone)

Balance at the beginning of the year	16,329,861,552	13,680,255,527
Add: Remeasurements gain/(loss) of defined benefits liabilities (assets)	-	(144,689,978)
Add: Retained surplus for the year	1,339,225,377	5,546,930,564
Less: Transfer to statutory reserve	-	662,939,230
Less: Start-up Fund	13,392,254	100,877,625
Less: Cash dividend paid	1,044,129,299	1,325,878,476
Less: Bonus share issued	-	662,939,230
Closing balance	**16,611,565,376**	**16,329,861,552**

In Taka

Particulars	Note	Consolidated		BRAC Bank Limited	
		2021	2020	2021	2020

16.1 Surplus in profit and loss account/Retained earnings (Consolidated)

BRAC Bank Limited				
Less: Gain on disposal of BAMCL reported at Bank's accounts		-	-	
Sub total		16,611,565,376	16,329,861,552	
BRAC EPL Investment Limited				
Opening balance		(1,607,496,637)	(1,855,049,822)	
Add: Retained Surplus/(deficit) for the year		(20,886,180)	247,553,185	
Add: Effect of change of shareholding		-	-	
Less: Impairment of Goodwill		-	-	
Sub total		(1,628,382,817)	(1,607,496,637)	
BRAC EPL Stock Brokerage Limited				
Opening balance		943,567,598	711,882,093	
Add: Retained Surplus/(deficit) for the year		28,849,537	231,685,505	
Less: Dividend distributed		-	-	
Add: Reserve for stock dividend		-	-	
Sub total		972,417,135	943,567,598	
bKash Limited				
Opening balance		10,742,740,197	3,715,030,852	
Add: Retained Surplus/(deficit) for the year		(102,598,790)	(439,513,503)	
Add: Effect of change in preference share of bKash		-	7,445,299,204	
Add: Remeasurements of defined benefits liability (assets)		-	21,923,644	
Sub total		10,640,141,407	10,742,740,197	
BRAC SAAJAN Exchange Limited				
Opening balance		3,364,585	146,462,896	
Add: Retained Surplus/(deficit) for the year		(28,295,492)	(143,098,311)	
Less: Impairment of goodwill		(54,905,518)	-	
Sub total		(79,836,425)	3,364,585	
Associates				
Opening balance - (biTS)		(9,074,763)	(30,190,001)	
Add: Share of profit/(loss) of equity in associate company - (biTS)		(3,748,122)	3,742,052	
Gain/(loss) on disposal/loss of control of associates		-	17,373,186	
Sub total		(12,822,885)	(9,074,763)	
		26,503,081,791	26,402,962,532	

17 Non Controlling Interest

BRAC EPL Investments Limited		556,096	567,516	
BRAC EPL Stock Brokerage Limited		141,023,461	137,817,957	
bKash Limited		19,434,839,904	19,619,313,898	
BRAC SAAJAN Exchange Limited		(6,569,965)	2,916,777	
		19,569,849,496	19,760,616,148	

17.1 Reconciliation of Non Controlling Interest

	BRACEPL Investments Ltd.	BRAC EPL Stock Brokerage Ltd.	bKash Limited	BRAC SAAJAN Exchange Limited
Opening balance	567,516	137,817,957	19,619,313,898	2,916,777
Share of profit/(loss)	(11,420)	3,205,504	(184,473,994)	(9,431,830)
Effect of issuance of convertible preference share by bKash	-	-	-	-
Dividend payment	-	-	-	-
Translation adjustment	-	-	-	(54,912)
Remeasurements loss on defined benefits liability (assets)	-	-	-	-
	556,096	141,023,461	19,434,839,904	(6,569,965)

In Taka

	Particulars	Note	Consolidated		BRAC Bank Limited	
			Jan to Mar 2022	Jan to Mar 2021	Jan to Mar 2022	Jan to Mar 2021
18	**Interest income**					
	Interest on loans and advances		5,997,506,214	5,282,970,401	5,971,349,578	5,273,438,862
	Interest on balance with other banks		162,365,684	112,761,400	531,186	978,973
	Interest on fixed deposits with other banks		1,019,647,767	449,181,353	224,523,551	86,167,361
	Other interest income		44,020,023	20,837,077	44,020,023	20,837,077
			7,223,539,688	5,865,750,231	6,240,424,338	5,381,422,273
	Less: Elimination of inter unit/company transactions		188,322,329	107,142,719	57,188,857	67,385,754
			7,035,217,359	5,758,607,512	6,183,235,481	5,314,036,519
19	**Interest paid on deposits and borrowings etc.**					
	A. Interest paid on deposits:					
	Current account		252,532,787	254,702,500	133,083,494	162,447,210
	Short term deposit		38,991,995	52,181,721	38,991,995	52,181,721
	Savings deposit		172,371,922	149,734,911	172,371,922	149,734,911
	Term deposit		1,811,233,432	1,529,945,273	1,811,233,432	1,529,945,273
			2,275,130,136	1,986,564,405	2,155,680,843	1,894,309,115
	B. Interest paid for borrowings:					
	Interest on money at call and short notice		55,959,929	8,636,743	55,959,929	8,636,744
	Interest on borrowings from banks and FIs		207,277,478	238,715,349	193,594,050	208,329,616
	Interest on funding SWAP		4,691,633	4,328,188	4,691,633	4,328,188
	Interest on finances from central bank & government agencies		100,092,439	95,913,849	100,092,439	95,913,849
	Interest on Repurchase agreement (REPO)		31,102,236	21,652,951	31,102,236	21,652,951
			399,123,715	369,247,080	385,440,287	338,861,348
			2,674,253,851	2,355,811,485	2,541,121,130	2,233,170,463
	Less: Elimination of inter unit/company transactions		188,322,329	107,142,719	57,188,857	67,385,754
			2,485,931,522	2,248,668,766	2,483,932,273	2,165,784,709
20	**Investment income**					
	Interest on government securities		809,379,750	1,351,265,308	809,379,750	1,351,265,308
	Interest on reverse repo		24,331,291	-	24,331,291	-
	Interest on corporate & subordinated bond		64,917,857	75,937,183	64,917,857	75,937,183
	Interest on interest rate swap (IRS)		1,221,592	1,365,964	1,221,592	1,365,964
	Dividend on shares & mutual funds		94,529,048	33,029,802	94,529,048	33,029,802
	Capital gain (loss) on government securities		377,664,787	560,671,625	377,664,787	560,671,625
	Capital gain (loss) on shares & mutual funds		31,643,019	73,432,314	31,643,019	73,432,314
	Gain (loss) on interest rate swap (IRS) position		(1,808,010)	(1,618,234)	(1,808,010)	(1,618,234)
	Investment income of subsidiaries		296,117,359	354,207,002	-	-
			1,697,996,693	2,448,290,964	1,401,879,334	2,094,083,962
21	**Commission, exchange and brokerage**					
	Commission from sale of sanchaya patra		2,122,779	31,467,259	2,122,779	31,467,259
	Commission from issue of payment orders, DD and TT		933,687	2,482,010	933,687	2,482,010
	Commission from issue of letter of guarantee		13,517,997	15,769,949	13,517,997	15,769,949
	Commission from issue of letters of credit (Import and Export)		157,238,417	92,541,250	157,238,417	92,541,250
	Other commission		27,676,589	24,339,438	27,676,589	24,339,438
	Gain /(Loss) on Foreign currency dealings		273,094,654	90,392,368	273,094,654	90,392,368
	Loan processing fees		222,676,292	106,057,339	222,676,292	106,057,339
	Account activity fees		(10,266,690)	29,993,270	(10,266,690)	29,993,270
	Import and export related fees		58,756,157	44,230,825	58,756,157	44,230,825
	Fees and Commission-Cards		224,429,913	185,743,222	224,429,913	185,743,222
	Relationship Fees		2,901,159	358,841	2,901,159	358,841
	Loan Early Settlement Fees		8,456,425	37,367,913	8,456,425	37,367,913
	Service Charges for ATM Card		44,733,161	43,546,280	44,733,161	43,546,280
	Fund Collection/ Transfer Fees		30,750	45,993	30,750	45,993
	Student Service Center Fees		2,571,750	3,490,200	2,571,750	3,490,200
	Cancellation fees		6,900	33,200	6,900	33,200
	Cheque collection fees		3,850	71,300	3,850	71,300
	Custodian fees		2,286,982	2,565,617	2,286,982	2,565,617
	Other fees		18,256,627	26,837,755	18,256,627	26,837,755
	Commission and brokerage income of subsidiaries		1,153,908,399	1,290,480,530	-	-
			2,203,335,798	2,027,814,559	1,049,427,399	737,334,029
	Less: Elimination of inter unit/company transactions		11,606,575	9,758,424	-	-
			2,191,729,223	2,018,056,135	1,049,427,399	737,334,029
22	**Other operating income**					
	Profit on sale of fixed assets		8,312,233	1,302,870	8,312,233	1,302,870
	Profit share from other bank		24,168,667	19,413,989	24,168,667	19,413,989
	Miscellaneous income		2,347,504	45,959,072	2,347,504	45,959,072
	Other operating income of subsidiaries		3,396,006	9,155,917	-	-
			38,224,410	75,831,848	34,828,404	66,675,931
23	**Rent, taxes, insurance, electricity, etc.**					
	Rent, rates and taxes	23.1	80,420,649	75,035,229	70,838,344	67,328,364
	Insurance		18,346,987	16,170,143	3,194,033	3,213,997
	Power and electricity		49,581,616	49,206,030	37,456,472	40,664,732
	WASA and sewerage		2,159,307	2,936,693	2,130,895	2,881,944
			150,508,559	143,348,095	113,619,744	114,089,037
23.1	**Rent, rates and taxes**					
	Rent, taxes, insurance, electricity, etc.		338,831,186	334,790,985	284,270,093	276,197,329
	Less: Reversal due to depreciation and interest expenses under IFRS 16		258,410,537	259,755,756	213,431,749	208,868,965
			80,420,649	75,035,229	70,838,344	67,328,364

In Taka

	Particulars	Note	Consolidated		BRAC Bank Limited	
			Jan to Mar 2022	Jan to Mar 2021	Jan to Mar 2022	Jan to Mar 2021
24	**Postage, stamp, telecommunication, etc.**					
	Postage and courier		18,214,618	13,572,832	11,351,506	9,306,104
	Telegram, telex, fax and network		31,723,223	24,218,707	25,174,904	15,907,560
	Court fees and stamps		22,683,041	15,947,113	22,683,041	15,947,113
	Telephone		27,973,629	23,595,622	13,439,371	12,312,603
			100,594,511	77,334,274	72,648,822	53,473,380
25	**Stationery, printing, advertisements, etc.**					
	Stationery and Printing		44,843,026	27,262,650	41,002,770	25,055,423
	Security Stationery		21,099,331	12,052,601	21,099,331	12,052,601
	Advertisement		743,478,500	620,776,307	40,068,182	25,420,668
			809,420,857	660,091,558	102,170,283	62,528,692
26	**Chief Executive's salary and fees**					
	Basic salary		4,252,500	3,150,000	4,252,500	3,150,000
	Bonus and others		-	-	-	-
	House rent allowance		375,000	375,000	375,000	375,000
	Medical allowance		-	-	-	-
			4,627,500	3,525,000	4,627,500	3,525,000

27 **Impairment of goodwill**

Due to suspension of operations of BRAC SAAJAN Exchange Limited on regulatory ground by the local regulator in UK and meeting subsequent operational costs, the net asset value became negative. Considering the negative net asset value and negative cash flows, an impairment loss of goodwill amounting BDT 54,905,518 related to BRAC Saajan has been accounted for in the consolidated financials in line with International Accounting Standard (IAS) 36: Impairment of Assets.

28	**Depreciation and repair of the bank's assets**					
	Depreciation of Property, plant and equipment					
	Furniture and fixtures		38,033,568	42,144,572	34,627,161	38,809,583
	Office floor space		136,778	113,336	25,215	25,215
	Office equipment		24,408,457	28,241,019	21,528,893	24,372,990
	IT hardware		231,081,749	182,050,035	84,026,157	90,496,933
	Motor vehicles		18,961,340	23,091,866	16,035,731	16,251,825
	Leasehold improvement		5,706,598	3,268,824	-	-
	Right of use assets (ROU) as per IFRS 16		237,657,322	243,365,029	188,551,818	188,669,424
	IT software		285,837,620	174,690,849	75,880,453	72,759,142
			841,823,432	696,965,530	420,675,428	431,385,112
	Repairs and Maintenance expenses					
	Transportation expenses		145,882,700	117,891,187	97,857,919	84,261,691
	Equipment repairing expense		21,300,254	14,102,676	4,175,356	2,359,018
	Hardware and software maintenance expense		218,511,866	204,617,760	2,918,430	9,299,996
	Premises maintenance expense		32,683,839	28,099,895	14,526,801	13,257,672
			418,378,659	364,711,518	119,478,506	109,178,377
	Total		1,260,202,091	1,061,677,048	540,153,934	540,563,489
29	**Other expenses**					
	Conveyance expense		31,272,656	23,208,125	31,272,656	23,208,125
	Fuel expenses		5,436,737	4,424,051	5,436,737	4,424,051
	Traveling cost		7,438,456	4,838,297	7,438,456	4,838,297
	Professional fees		11,983,726	23,668,657	11,983,726	23,668,657
	Entertainment		12,209,458	10,328,860	12,209,458	10,328,860
	SWIFT cost		-	2,768,248	-	2,768,248
	Business promotion and development		19,390,952	6,807,317	19,390,952	6,807,317
	Books, news papers and periodicals		231,489	3,560	231,489	3,560
	Donation and subscription		21,771,315	64,715,289	21,771,315	64,715,289
	Sponsorship		14,433,394	1,616,389	14,433,394	1,616,389
	Government Levy, VAT and excise duty		2,638,500	1,665,000	2,638,500	1,665,000
	Other operational loss		163,526	504,606	163,526	504,606
	Staff training and development		5,392,320	1,333,283	5,392,320	1,333,283
	Staff recruitment		669,555	388,291	669,555	388,291
	Salaries and allowance -outsourcing staff		153,491,829	101,201,536	153,491,829	101,201,536
	Staff sales incentives		145,840,567	98,112,125	145,840,567	98,112,125
	Bank charges		5,960,459	6,886,984	5,960,459	6,886,984
	Interest expense for leased liability as per IFRS 16		102,914,971	48,162,777	65,813,921	48,162,777
	Documentation Charges - CIB		4,000,000	-	4,000,000	-
	IT enabled services		147,911,270	154,180,500	147,911,270	154,180,500
	Security guard cost		53,092,245	52,403,947	53,092,245	52,403,947
	Commission paid- Vendor		2,690,020	1,224,910	2,690,020	1,224,910
	Cash carrying charges		16,359,111	15,622,291	16,359,111	15,622,291
	Spare parts expense		18,479,774	14,994,129	18,479,774	14,994,129
	Archiving expense		7,606,493	8,269,700	7,606,493	8,269,700
	Covid prevention expense		7,848,230	5,772,527	7,848,230	5,772,527
	Miscellaneous		1,588,651	1,963,215	1,588,651	1,963,215
	Other expenses of subsidiaries		119,236,267	212,718,063	-	-
			920,051,971	867,782,677	763,714,654	655,064,614
	Less: Elimination of inter unit/company transactions		11,606,575	9,758,424	-	-
			908,445,396	858,024,253	763,714,654	655,064,614

In Taka

	Particulars	Note	Consolidated		BRAC Bank Limited	
			Jan to Mar 2022	Jan to Mar 2021	Jan to Mar 2022	Jan to Mar 2021
30	**Share of profit/(loss) of associates**					
	BRAC IT Services Limited		3,742,052	-		
			3,742,052	-		
31	**Provisions**					
	Provision for loans and advances					
	Specific provision charged during the year		537,511,135	1,169,176,598	537,511,135	1,169,176,599
	Special provision Covid-19 charged during the year		-	-	-	-
	Recovery of written off bad debts		(201,448,084)	(178,096,374)	(201,448,084)	(178,096,374)
	Specific provision (net off recovery) for the year		336,063,051	991,080,224	336,063,051	991,080,225
	General provision charged during the year		180,680,377	(2,858,555)	180,680,377	(2,858,555)
	Special provision Covid-19 charged during the year		-	-	-	-
	Total provision for loans and advances		516,743,428	988,221,669	516,743,428	988,221,670
	Diminution in value of Investments		(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)
	Off Balance Sheet items		96,000,000	90,000,000	96,000,000	90,000,000
	Other provisions:					
	Other assets		-	2,876,108	-	1,822,665
	Interest receivable from loan		-	-	-	-
			611,743,428	1,080,097,777	611,743,428	1,079,044,335
32	**Provision for taxation**					
	Current tax expense/ (income)		1,136,038,255	1,305,863,643	1,040,172,807	1,212,623,976
	Deferred tax expense/ (income) (Net)		(411,750,123)	(624,761,131)	(321,281,297)	(676,237,434)
	Total provision for Taxation		724,288,132	681,102,512	718,891,510	536,386,542

32.1 Reconciliation of effective tax rate

Particulars	31 March 2022 (Standalone)		31 March 2021 (Standalone)	
	%	Taka	%	Taka
Profit before income tax as per profit and loss account		2,058,116,887		1,943,531,210
Income tax as per applicable tax rate	37.50%	771,611,885	37.50%	728,824,204
Factors affecting the tax charge for current year				
Inadmissible expenses	19.28%	396,738,401	38.90%	756,075,807
Admissible expenses in the current year (i.e. write-off etc.)	0.65%	13,423,191	0.92%	17,975,825
Tax exempted income	-6.88%	(141,624,295)	-10.82%	(210,251,859)
Reversal of previous years' excess tax (2009 - 2016)	0.00%	-	-4.12%	(80,000,000)
Effect of deferred tax	-15.61%	(321,257,672)	-34.79%	(676,237,434)
Total income tax expenses	34.94%	718,891,510	27.60%	536,386,542

In Taka

Particulars	Consolidated			BRAC Bank Limited		
	31 Mar 2022	31 Dec 2021	31 Mar 2021	31 Mar 2022	31 Dec 2021	31 Mar 2021
33 Net asset value (NAV) per share						
Net asset value attributable to shareholders of parent	58,280,800,996	57,187,474,350	47,597,300,915	55,601,224,354	54,419,471,131	45,975,930,452
No. of ordinary share outstanding at the end of the period	1,392,172,399	1,392,172,399	1,392,172,399	1,392,172,399	1,392,172,399	1,392,172,399
	41.86	**41.08**	**34.19**	**39.94**	**39.09**	**33.02**

Explanation regarding significant change in quarterly financial statements:

Both consolidated and standalone NAV per share increased due to profit earned during the first quarter of 2022 (Consolidated: BDT 97 crore; Standalone: BDT 134 crore).

Particulars	Note	Consolidated		BRAC Bank Limited	
		Jan to Mar 2022	Jan to Mar 2021	Jan to Mar 2022	Jan to Mar 2021
34 Earnings Per Share					
Profit attributable to ordinary shareholders of parent		1,157,640,812	1,234,490,419	1,339,225,377	1,407,144,668
Weighted average number of shares outstanding		1,392,172,399	1,392,172,399	1,392,172,399	1,392,172,399
Earnings Per Share (EPS)		**0.83**	**0.89**	**0.96**	**1.01**

Explanation regarding significant change in quarterly financial statements:

Both the consolidated and standalone EPS decreased due to lower profit earned in first quarter of 2022 compared to first quarter of 2021. Profit decreased mainly for reduced investment income and higher operating expenses.

35 Net operating cash flow per share				
Net operating cash flow	10,781,299,618	(9,199,740,804)	7,194,786,393	(9,608,900,880)
Number of ordinary share outstanding at the end of the year	1,392,172,399	1,392,172,399	1,392,172,399	1,392,172,399
	7.74	**(6.61)**	**5.17**	**(6.90)**

Explanation regarding significant change in quarterly financial statements:

The consolidated and standalone net operating cash flows per share increased significantly mainly for higher deposits by customers and borrowings from banks.

Annexure - A

BRAC Bank Limited
Highlights on the overall activities
As at and for the 1st quarter ended 31 March 2022

Particulars	Consolidated		BRAC Bank Limited	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
Paid-up capital	13,921,723,990	13,921,723,990	13,921,723,990	13,921,723,990
Core Capital	65,218,923,524	64,353,635,822	40,737,054,086	39,606,745,018
Supplementary Capital	5,013,526,930	4,524,969,048	5,013,526,930	4,524,969,048
Total capital including general provisions	70,232,450,454	68,878,604,870	45,750,581,016	44,131,714,066
Total Risk Weighted Assets	356,860,456,161	337,281,898,721	323,631,678,488	307,359,660,182
Capital surplus	25,455,771,931	26,718,367,530	5,296,621,205	5,711,756,543
Total assets	558,624,622,658	527,912,923,582	472,815,114,528	449,084,124,881
Total deposits	382,251,814,731	364,337,612,226	325,828,267,570	314,598,626,264
Total loans and advances	339,518,889,540	322,135,188,439	338,465,345,833	321,212,230,987
Amount of classified loans during the current year	15,212,136,486	13,747,867,323	13,986,829,582	12,522,560,419
Provision kept against classified loans	14,718,245,232	13,997,832,683	13,506,409,462	12,778,727,514
Provisions surplus/deficit	1,875,154,909	1,139,138,134	1,875,154,909	1,139,138,134
Credit deposit ratio (Loans and Advances/Deposits)*	-	-	82.76%	81.86%
Percentage of classified loans against total loans and advances	4.48%	4.27%	4.13%	3.90%
Total Capital to Risk-weighted Asset Ratio	19.68%	20.42%	14.14%	14.36%
Cost of fund	4.08%	4.16%	4.51%	4.49%
Return on Investment (ROI) [PAT/(Shareholders equity+Borrowings)]**	4.19%	5.79%	4.97%	6.04%
Return on Assets (ROA) [PAT/Average assets]**	0.85%	1.11%	1.16%	1.31%
Return on Equity (ROE) [PAT/Average shareholders equity]**	8.02%	10.38%	9.74%	11.00%

* Credit deposit ratio has been computed as per Bangladesh Bank guideline.
**Figures are annualized.

Annexure - B

BRAC Bank Limited
Schedule of fixed assets
As at 31 March 2022

Particulars	Cost				Depreciation				Written down value as at 31.03.2022
	Opening balance as on 01 January 2022	Addition/Revaluation during the	Disposals/Transfer/Adjustments	Total balance as at 31.03.2022	Opening balance as on 01 January 2022	Charge during the year	Disposals/ Adjustments during the year	Total balance as at 31.03.2022	
Property, plant & equipments									
Land	527,275,400	-	-	527,275,400	-			-	527,275,400
Leasehold Building	4,034,334	-	-	4,034,334	923,190	25,215	-	948,405	3,085,929
Furniture & fixture	2,140,914,382	19,371,281	22,865,978	2,137,419,686	1,530,914,211	34,627,161	22,671,600	1,542,869,772	594,549,914
Office equipments	1,344,953,601	14,556,593	45,846,735	1,313,663,459	1,204,097,640	21,528,893	45,835,164	1,179,791,368	133,872,091
IT Hardware	3,049,688,043	26,771,992	98,804,296	2,977,655,738	2,303,039,327	84,026,157	98,725,946	2,288,339,538	689,316,201
Motor vehicles	354,296,880	12,737,105	-	367,033,985	286,197,878	16,035,731	-	302,233,609	64,800,375
Right of use assets (ROU)	5,489,602,469	232,128,435	-	5,721,730,904	1,339,172,702	188,551,818	-	1,527,724,520	4,194,006,384
Capital expenditure work in progress	251,206,514	93,708,964	-	344,915,477	-	-	-	-	344,915,477
Sub-total	**13,161,971,622**	**399,274,370**	**167,517,009**	**13,393,728,984**	**6,664,344,948**	**344,794,975**	**167,232,710**	**6,841,907,212**	**6,551,821,772**
Intangible assets:									
With definite useful lives:									
IT Software	2,322,117,221	22,836,010	-	2,344,953,230	1,364,876,497	75,880,453	-	1,440,756,949	904,196,281
Sub-total	**2,322,117,221**	**22,836,010**	**-**	**2,344,953,230**	**1,364,876,497**	**75,880,453**	**-**	**1,440,756,949**	**904,196,281**
As at 31 March 2022	**15,484,088,843**	**422,110,380**	**167,517,009**	**15,738,682,214**	**8,029,221,444**	**420,675,427**	**167,232,710**	**8,282,664,161**	**7,456,018,053**
As at 31 December 2021	**14,060,298,644**	**3,216,112,491**	**1,792,322,291**	**15,484,088,844**	**7,231,723,960**	**1,732,111,456**	**934,613,971**	**8,029,221,445**	**7,454,867,399**

Annexure-C

Details of transactions with related parties
For the 1st quarter ended 31 March 2022

Related Party is a party related to an entity if:

(i) Directly or indirectly through one or more intermediaries, the party controls, is controlled by, or is under control with, the company; has an interest in the company, that gives it significant influence over the company; or has join control over the company;
(ii) The party is an associate (as defined in IAS 28 Investment in Associates);
(iii) The party is a joint venture in which the entity is a venture (as per IAS 31 Interests in Joint Ventures);
(iv) The party is member of the key management of personal of the entity or its parent;
(v) The party is a close member of the family of any individual referred to in (i) or (iv);
(vi) The party is an entity that is controlled, jointly controlled or significantly influenced by or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to in (iv) or (v); or
(vii) The party is post-employment benefit plan for the benefit of employees of the entity. or of any entity that is related party of the entity.

SL No.	Name of the related parties (Companies)	Relationship with BBL	Balance type	Balance as on 01 Jan 2022	Balance as on 31 March 2022
1	BRAC and Its associated organization	Parent Company	Deposits	14,622,760,969	11,971,708,062
2	bKash Limited	Subsidiary	Deposits	10,835,334,898	9,335,515,198
3	BRAC EPL Investments Limited	Subsidiary	Deposits	15,685,315	53,728,186
4	BRAC EPL Stock Brokerage Limited	Subsidiary	Deposits	242,464,433	241,884,254
5	BRAC IT Services Limited (biTS)	Associates	Deposits	111,170,288	67,132,898
6	BRAC SAAJAN Exchange Limited	Subsidiary	Deposits	60,647,285	72,040,218
7	Association of Bankers, Bangladesh	Common Board member	Deposits	-	29,300,000
8	Edotco Bangladesh Co. Limited	Common Board member	Deposits	120,116,043	87,103,874
9	Policy Research Institute of Bangladesh (PRI)	Common Board member	Deposits	849,010	441,915
10	RSA Advisory Ltd.	Common Board member	Deposits	15,515	228,982
11	RSA Solution Limited	Common Board member	Deposits	-	2,713
12	Walton Hi-Tech Industries Limited	Common Board member	Deposits	55,108,388	108,793,695
13	Water Garden Resort and Spa	Common Board member	Deposits	343,359	1,884,645
14	BRAC Net Limited	Common Board member	Deposits	-	21,102,729
15	Affordable Health Care	Common Board member	Deposits	71,814,240	73,895
16	BRAC EPL Investments Limited	Subsidiary	Continuous loan	590,713,888	798,135,928
17	BRAC Saajan Exchange Limited	Subsidiary	Continuous loan	266,256,133	254,132,873
18	IPDC Finance Limited	Common Board member	Term placement	3,000,000,000	2,800,000,000
19	Delta Brac Housing Finance Corporation Limited	Common Board member	Term placement	3,000,000,000	3,000,000,000
20	BRAC IT Services Limited (biTS)	Associates	Receivables	187,859,621	187,859,621

SL No.	Name of the related parties (Directors)	Relationship with BBL	Balance type	Balance as on 01 Jan 2022	Balance as on 31 March 2022
1	Asif Saleh	Director	Credit card	106,081	132,137
2	Selim Reza Farhad Hussain	Director	Credit card	64,568	2,696
3	Fahima Choudhury	Director	Credit card	15,176	15,924
4	Shameran Bahar Abed	Director	Credit card	1,340	4,558

Note: In addition, BRAC Bank has credit exposure on NGOs where its Directors are involved in the capacity of executive committee members. As on 31 March 2022, the Bank has credit exposures amounting BDT 426,1470,863. However, as per Bangladesh Bank letter ref: BRPD (R-2)651/9(25)ka/2016-6852; such exposure shall not come under the purview of related party exposures as given to non-profit organisations.

Annexure-D

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

Particulars	Jan to Mar 2022 Taka	Jan to Mar 2021 Taka
Profit before tax as per profit and loss account	**2,058,116,887**	**1,943,531,210**
Adjustment for non-cash items:		
Provision for Loans and advances	718,191,512	988,221,670
Provision for Diminution in value of investments	(1,000,000)	(1,000,000)
Provision for Off balance sheet items	96,000,000	90,000,000
Provision for other assets	-	1,822,665
Depreciation of Property plant and equipment	420,675,428	431,385,111
Foreign exchange gain/(loss)	121,717,948	(25,915,380)
Profit on sale of fixed assets	(8,312,231)	(1,302,870)
Increase/decrease in operating assets & liabilities:		
Loans and advances to customers	(17,253,114,845)	(1,047,808,489)
Other operating assets	(622,892,567)	695,211,378
Deposits from other banks/borrowings	10,920,623,920	6,682,518,580
Deposits from customers	10,672,338,167	(18,182,502,721)
Other operating liabilities	1,151,638,559	(391,543,732)
Income tax paid	(1,079,196,386)	(791,518,302)
Cash flows from operating activities as per cash flow statement	**7,194,786,392**	**(9,608,900,880)**

Annexure-E

BRAC Bank Limited
Statement of Segment Reporting

As per IFRS 8 "Operating Segments", an operating segment is a component of an entity:
(i) That engages in business activities from which it may earn revenues and incur expenses (include revenues and expenses relating to transactions with other components of the same entity);
(ii) Whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performances, and
(iii) For which discrete financial information is available.

The Bank identifies segment based on its business segment as well as its subsidiaries. Business segment comprises SME, Retail, Corporate and Treasury under Conventional banking. The Bank reviews the segments at the end of each reporting period to identify which of its segments are reportable and disclose the related information for those reportable segments accordingly.

A: Segmental operating profit and loss

There are 4 (four) operating segments (SME, Retail, Corporate, and Treasury) on standalone basis as on 31 March 2022. Each operating segment is reportable as per latest evaluation in accordance with IFRS 8: *Operating segments*.

In consolidated basis, each of subsidiary can be considered as operating segment in additon to segments on standalone basis. However, no segment reporting has been made for subsidiaries as their un-audited financial statements for Q1 2022 have been separately disclosed in Bank's website.

For the 1st quarter ended 31 March 2022

(In Taka)

Particulars	SME	Retail	Corporate	Treasury	Total
Total external revenue	3,425,576,084	412,930,000	713,151,975	1,633,780,287	**6,185,438,345**
Inter segment revenue /(expenses)	(1,411,074,455)	1,281,670,980	258,390,544	(128,987,069)	-
Total segment revenue	**2,014,501,629**	**1,694,600,980**	**971,542,519**	**1,504,793,218**	**6,185,438,345**
Total segment operating expenses	1,532,456,608	1,490,645,560	397,059,909	95,415,953	3,515,578,030
Segment operating profit/(loss)	**482,045,021**	**203,955,420**	**574,482,610**	**1,409,377,264**	**2,669,860,315**

For the 1st quarter ended 31 March 2021

(In Taka)

Particulars	SME	Retail	Corporate	Treasury	Total
Total external revenue	2,950,190,275	301,856,203	667,386,852	2,172,904,487	6,092,337,817
Inter segment income /(expenses)	(1,377,601,838)	1,251,166,210	(92,472,952)	218,908,580	-
Total segment revenue	**1,572,588,437**	**1,553,022,413**	**574,913,900**	**2,391,813,067**	**6,092,337,817**
Total segment operating expenses	1,326,304,605	1,314,428,651	352,429,404	76,599,613	3,069,762,273
Segment operating profit/(loss)	**246,283,832**	**238,593,762**	**222,484,496**	**2,315,213,454**	**3,022,575,544**

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.

Annexure-F

Disclosure on credit rating information

In compliance with Bangladesh Bank's BRPD circular No. 06, dated July 05, 2006, and with a view to assure investors and other stakeholders of the sustainable operating positions of the bank, while also safeguarding stakeholder interests, BRAC Bank is subject to ratings assessment by reputed credit rating agencies.

Rating agency	Long-term rating	Short-term rating	Outlook	Valid up to
CRAB	AA1	ST-1	Stable	30 June 2022
CRISL	AA+	ST-1	Stable	27 June 2022
ECRL	AA+	ST-1	Stable	30 June 2022
S&P	B+	B	Stable	November, 2022
Moody's	Ba3	NP	Stable	September, 2022