

BRAC Bank Limited

Condensed Interim Financial Report
as at and for the half year ended 30 June 2017

BRAC BANK LIMITED
Condensed Consolidated Balance Sheet (Unaudited)
As at 30 June 2017

Particulars	30 June 2017 Taka	31 December 2016 Taka
PROPERTY AND ASSETS		
Cash	16,445,537,377	15,827,759,714
Cash in hand (Including foreign currency)	5,765,796,829	5,411,271,407
Balance with Bangladesh Bank and its agent Bank(s) (Including foreign currency)	10,679,740,548	10,416,488,307
Balance with other Banks and Financial Institutions	39,137,773,670	31,148,142,995
Inside Bangladesh	37,575,336,998	29,024,134,806
Outside Bangladesh	1,562,436,672	2,124,008,189
Money at call and short notice	-	-
Investments	24,190,466,803	22,937,709,817
Government	16,994,323,784	17,045,441,443
Others	7,196,143,019	5,892,268,374
Loans and advances	181,315,422,768	175,841,420,944
Loans, Cash Credit, Overdrafts etc.	110,482,046,265	112,728,439,450
Small and Medium Enterprises	68,687,612,650	61,185,461,566
Bills purchased & discounted	2,145,763,853	1,927,519,928
Fixed assets including premises, furniture and fixtures	4,682,771,471	4,233,151,608
Other assets	18,183,024,108	16,891,450,983
Non-banking assets	63,430,075	62,230,075
Goodwill	1,382,151,929	1,382,151,929
Total Property and Assets	285,400,578,201	268,324,018,065
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	17,926,535,244	19,131,258,722
Borrowings from Central Bank	6,634,325,884	6,752,978,397
Convertible Subordinate Bonds	2,850,148,000	2,951,079,000
Money at Call and Short notice	6,088,850,000	1,303,750,000
Deposits and other accounts	191,161,603,716	181,478,777,560
Current Accounts and other Accounts	79,776,389,087	66,657,447,378
Bills Payable	2,221,317,714	1,309,401,487
Savings Bank Deposits	32,569,875,405	31,368,696,186
Fixed Deposits	75,218,116,084	80,737,078,388
Other Deposits	1,375,905,426	1,406,154,121
Other liabilities	35,283,169,275	32,966,273,573
Total Liabilities	259,944,632,119	244,584,117,252
Capital and Shareholders' Equity		
Paid up share capital	8,552,096,940	7,104,369,100
Share Premium	5,260,323,007	5,181,774,966
Statutory Reserve	3,470,350,332	3,470,350,332
Dividend Equalization Fund	355,218,455	355,218,455
Revaluation Reserve on Government securities	11,306,073	111,643,709
Revaluation Reserve on Assets	516,373,535	516,373,535
Translation reserve	(19,275,633)	(26,148,190)
Surplus in profit and loss account/Retained earnings	5,676,864,075	5,543,987,484
Total shareholders' equity	23,823,256,784	22,257,569,391
Non Controlling interest	1,632,689,298	1,482,331,422
Total equity	25,455,946,082	23,739,900,813
Total Liabilities and Shareholders' Equity	285,400,578,201	268,324,018,065

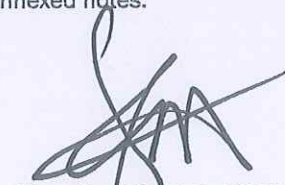
BRAC BANK LIMITED
Condensed Consolidated Balance Sheet (Unaudited)
As at 30 June 2017


Particulars	30 June 2017 Taka	31 December 2016 Taka
OFF BALANCE SHEET ITEMS		
Contingent Liabilities		
Acceptances and endorsements	15,474,914,149	20,015,403,528
Irrevocable letter of credits	26,229,286,814	20,609,044,537
Letter of guarantees	6,546,881,586	6,357,188,894
Bills for collection	2,015,084,439	1,815,432,730
Tax liability	43,700,000	43,700,000
Other contingent liabilities	22,985,014,169	8,369,848,874
Total Contingent Liabilities	73,294,881,157	57,210,618,563
Other Commitments		
Documentary credits and short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Total Other Commitments	-	-
Total Off-Balance Sheet items including contingent liabilities	73,294,881,157	57,210,618,563


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



Chief Financial Officer


Company Secretary


Managing Director & CEO


Director


Director


Chairman



BRAC BANK LIMITED
Condensed Balance Sheet (Unaudited)
As at 30 June 2017

Particulars	30 June 2017 Taka	31 December 2016 Taka
PROPERTY AND ASSETS		
Cash	16,424,617,504	15,820,785,235
Cash in hand	5,744,876,956	5,404,296,928
(Including foreign currency)		
Balance with Bangladesh Bank and its agent Bank(s)	10,679,740,548	10,416,488,307
(Including foreign currency)		
Balance with other Banks and Financial Institutions	18,664,030,583	15,366,993,079
Inside Bangladesh	17,204,869,693	13,337,028,475
Outside Bangladesh	1,459,160,890	2,029,964,604
Money at call and short notice	-	-
Investments	22,693,542,002	22,487,996,910
Government	16,994,323,784	17,045,441,443
Others	5,699,218,218	5,442,555,467
Loans and advances	179,525,498,248	173,612,041,512
Loans, Cash Credit, Overdrafts etc.	108,692,121,745	110,499,060,018
Small and Medium Enterprises	68,687,612,650	61,185,461,566
Bills purchased & discounted	2,145,763,853	1,927,519,928
Fixed assets including premises, furniture and fixtures	3,242,327,126	2,885,811,676
Other assets	19,456,214,960	18,369,599,010
Non-banking assets	63,430,075	62,230,075
Total Property and Assets	<u>260,069,660,498</u>	<u>248,605,457,497</u>
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	17,817,829,872	18,838,239,195
Borrowings from Central Bank	6,634,325,884	6,752,978,397
Convertible Subordinate Bonds	2,850,148,000	2,951,079,000
Money at Call and Short notice	6,088,850,000	1,303,750,000
Deposits and other accounts	174,065,095,629	168,859,571,738
Current Accounts and other Accounts	58,518,467,222	50,271,016,607
Bills Payable	2,221,317,714	1,309,401,487
Savings Bank Deposits	32,569,875,405	31,368,696,186
Fixed Deposits	79,379,529,862	84,504,303,337
Other Deposits	1,375,905,426	1,406,154,121
Other liabilities	29,561,339,800	28,459,067,732
Total Liabilities	<u>237,017,589,185</u>	<u>227,164,686,062</u>
Capital and Shareholders' Equity		
Paid up share capital	8,552,096,940	7,104,369,100
Share Premium	3,738,490,072	3,659,942,031
Statutory Reserve	3,470,350,332	3,470,350,332
Dividend Equalization Fund	355,218,455	355,218,455
Revaluation Reserve on Government securities	11,306,073	111,643,709
Revaluation Reserve on Assets	516,373,535	516,373,535
Surplus in profit and loss account/Retained earnings	6,408,235,906	6,222,874,273
Total shareholders' equity	<u>23,052,071,313</u>	<u>21,440,771,435</u>
Total Liabilities and Shareholders' Equity	<u>260,069,660,498</u>	<u>248,605,457,497</u>

BRAC BANK LIMITED
Condensed Balance Sheet (Unaudited)
As at 30 June 2017

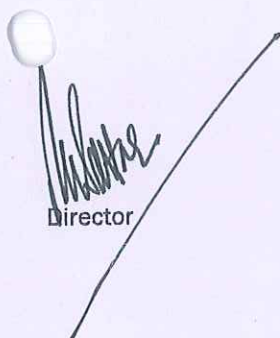
Particulars	30 June 2017 Taka	31 December 2016 Taka
OFF BALANCE SHEET ITEMS		
Contingent Liabilities		
Acceptances and endorsements	15,474,914,149	20,015,403,528
Irrevocable letter of credits	26,229,286,814	20,609,044,537
Letter of guarantees	6,546,881,586	6,357,188,894
Bills for collection	2,015,084,439	1,815,432,730
Tax liability	43,700,000	43,700,000
Other contingent liabilities	22,985,014,169	8,369,848,874
Total Contingent Liabilities	73,294,881,157	57,210,618,563
Other Commitments		
Documentary credits and short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Total Other Commitments	-	-
Total Off-Balance Sheet items including contingent liabilities	73,294,881,157	57,210,618,563


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

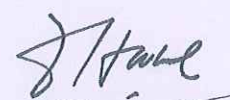

Chief Financial Officer


Company Secretary


Managing Director & CEO


Director

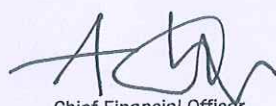

Director



Chairman

BRAC BANK LIMITED
Condensed Consolidated Profit and Loss Account (Unaudited)
For the half year ended 30 June 2017

Particulars	Quarter ended April to June 2017 Taka	Quarter ended April to June 2016 Taka	Cumulative Jan to June 2017 Taka	Cumulative Jan to June 2016 Taka
Interest income	5,202,765,957	4,652,508,318	10,241,845,760	9,041,946,662
Interest paid on deposits and borrowing etc.	1,861,996,553	1,703,853,237	3,883,242,955	3,286,032,472
Net interest income	3,340,769,404	2,948,655,081	6,358,602,805	5,755,914,190
Investment income	594,093,404	479,029,763	1,307,415,569	1,129,733,745
Commission, exchange and brokerage	1,687,271,416	1,431,749,075	3,397,217,750	2,704,999,344
Other operating income	111,493,245	85,764,666	222,064,681	165,314,305
Total operating income	5,733,627,469	4,945,198,585	11,285,300,805	9,755,961,584
Salaries and allowances	1,477,343,188	1,052,054,245	2,829,762,479	2,258,797,091
Rent, taxes, insurance, electricity etc.	355,510,209	296,676,923	688,130,400	610,922,409
Legal expenses	10,304,191	17,793,280	23,777,221	42,018,723
Postage, stamps, telecommunication etc.	73,529,949	71,573,544	148,727,831	147,096,728
Stationery, printing, advertisement etc.	434,011,698	334,697,883	727,639,384	634,967,052
Chief Executive's salary & fees	4,174,000	4,372,500	6,574,000	6,922,500
Directors' fees & expenses	763,275	819,168	1,516,325	1,624,055
Auditors' fee	3,624,836	1,160,675	4,908,479	2,181,310
Depreciation and repairs on bank's assets	283,643,817	369,637,583	690,975,175	717,270,356
Other expenses	985,452,089	687,943,974	1,733,216,868	1,143,256,691
Total operating expenses	3,628,357,252	2,836,729,775	6,855,228,162	5,565,056,916
Profit/(loss) before provisions	2,105,270,217	2,108,468,810	4,430,072,643	4,190,904,668
Provision for:				
Loans and advances	450,331,391	535,063,154	946,258,580	1,498,143,726
Less: Recovery of written off bad debts	(262,839,161)	(297,818,313)	(489,599,974)	(570,835,204)
Diminution in value of investments	-	-	-	-
Off balance sheet items	12,814,500	-	12,814,500	-
Others	-	-	-	-
Total provision	200,306,730	237,244,841	469,473,106	927,308,522
Profit/(loss) before taxes	1,904,963,487	1,871,223,969	3,960,599,537	3,263,596,146
Provision for Tax:				
Current tax expense	922,699,534	766,363,306	1,725,478,779	1,543,044,211
Deferred tax expense/ (income)	(171,520,577)	(19,207,360)	(186,137,944)	(25,830,795)
Total provision for Tax	751,178,957	747,155,946	1,539,340,835	1,517,213,416
Total profit/(loss) after taxes	1,153,784,530	1,124,068,022	2,421,258,702	1,746,382,730
Attributable to:				
Equity holders of BRAC Bank Ltd.	1,113,315,600	1,094,738,369	2,270,900,826	1,787,589,019
Non Controlling interest	40,468,929	29,329,653	150,357,876	(41,206,289)
	1,153,784,529	1,124,068,022	2,421,258,702	1,746,382,730
Retained earnings brought forward from previous period/year	6,701,572,709	4,781,575,073	5,543,987,484	4,088,724,422
Profit available for appropriation	7,855,357,239	5,905,643,095	7,965,246,186	5,835,107,153
Appropriations:				
Statutory reserve	-	-	-	-
General reserve	-	-	-	-
Non Controlling interest	40,468,929	29,329,653	150,357,876	(41,206,290)
Dividend	2,138,024,235	1,776,092,275	2,138,024,235	2,131,310,730
Dividend equalization fund	-	355,218,455	-	-
	2,178,493,164	2,160,640,383	2,288,382,111	2,090,104,440
Retained Surplus	5,676,864,075	3,745,002,712	5,676,864,075	3,745,002,713
Earning Per Share (EPS) [Previous year'/period's figure restated]	1.25	1.25	2.66	2.10

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Chief Financial Officer


Director


Company Secretary


Director

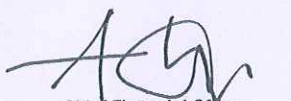
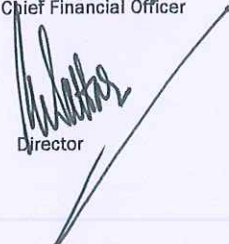

Managing Director & CEO


Chairman

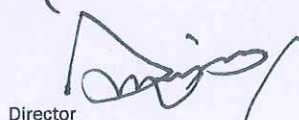
BRAC BANK LIMITED
Condensed Profit and Loss Account (Unaudited)
For the half year ended 30 June 2017

Particulars	Quarter ended April to June 2017 Taka	Quarter ended April to June 2016 Taka	Cumulative Jan to June 2017 Taka	Cumulative Jan to June 2016 Taka
Interest income	4,993,427,934	4,586,701,162	9,805,228,382	8,936,365,049
Interest paid on deposits and borrowing etc.	1,963,249,554	1,826,524,913	4,032,793,206	3,559,725,189
Net interest income	3,030,178,380	2,760,176,249	5,772,435,176	5,376,639,860
Investment income	542,041,593	462,297,786	1,190,594,355	1,115,469,416
Commission, exchange and brokerage	693,357,696	647,077,205	1,408,036,355	1,290,209,646
Other operating income	32,272,698	30,621,481	64,573,579	69,498,499
Total operating income	4,297,850,367	3,900,172,721	8,435,639,465	7,851,817,421
Salaries and allowances	1,079,407,518	737,826,671	2,119,783,705	1,681,306,507
Rent, taxes, insurance, electricity etc.	323,257,730	267,355,400	630,431,513	553,897,144
Legal expenses	9,344,114	16,976,899	22,346,888	40,975,615
Postage, stamps, telecommunication etc.	62,672,205	59,087,098	126,793,953	121,878,711
Stationery, printing, advertisement etc.	80,644,069	80,116,326	162,116,427	158,429,971
Chief Executive's salary & fees	4,174,000	4,372,500	6,574,000	6,922,500
Directors' fees & expenses	220,600	487,600	505,400	662,400
Auditors' fee	367,426	373,625	734,851	612,375
Depreciation and repairs on bank's assets	101,070,172	231,329,587	328,007,604	470,381,625
Other expenses	741,268,805	537,292,299	1,282,496,516	848,957,428
Total operating expenses	2,402,426,639	1,935,218,005	4,679,790,857	3,884,024,276
Profit/(loss) before provision	1,895,423,728	1,964,954,716	3,755,848,608	3,967,793,145
Provision for:				
Loans and advances	273,331,391	535,063,154	592,258,580	1,114,351,094
Less: Recovery of written off bad debts	(262,839,161)	(297,818,313)	(489,599,974)	(570,835,204)
Diminution in value of investments	-	-	-	-
Off balance sheet items	12,814,500	-	12,814,500	-
Others	-	-	-	-
Total provision	23,306,730	237,244,841	115,473,106	543,515,890
Profit/(loss) before taxes	1,872,116,998	1,727,709,875	3,640,375,502	3,424,277,255
Provision for Tax:				
Current tax expense	852,717,718	664,058,060	1,502,804,119	1,370,042,897
Deferred tax expense/ (income)	(185,814,485)	(10,597,393)	(185,814,485)	(10,597,393)
Total provision for Tax	666,903,233	653,460,667	1,316,989,634	1,359,445,504
Total profit/(loss) after taxes	1,205,213,765	1,074,249,208	2,323,385,868	2,064,831,751
Retained earnings brought forward from previous period/year	7,341,046,376	4,884,334,880	6,222,874,273	3,893,752,337
Profit available for appropriation	8,546,260,141	5,958,584,088	8,546,260,141	5,958,584,088
Appropriations:				
Statutory reserve	-	-	-	-
General reserve	-	-	-	-
Dividend	2,138,024,235	1,776,092,275	2,138,024,235	2,131,310,730
Dividend equalization fund	-	355,218,455	-	-
	2,138,024,235	2,131,310,730	2,138,024,235	2,131,310,730
Retained Surplus	6,408,235,906	3,827,273,358	6,408,235,906	3,827,273,358
Earning Per Share (EPS) [Previous year/period's figure restated]	1.41	1.26	2.72	2.42

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


Chief Financial Officer

Director


Company Secretary


Director


Managing Director & CEO

Chairman

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BRAC BANK LIMITED
Consolidated Statement of Changes in Equity

For the half year ended 30 June 2017

Particulars	Paid up share capital	Share Premium	Statutory Reserve	Dividend Equalization Fund	Revaluation Reserve on Govt. Securities	Assets Revaluation reserve	Translation reserve	Retained Earnings	Non Controlling Interest	Amount in Taka	
										Total	
Balance as at 01 January 2017	7,104,369,100	5,181,774,966	3,470,350,332	355,218,455	111,643,709	516,373,535	(26,148,190)	5,543,987,484	1,482,331,422	23,739,900,813	
Net profit for the year	-	-	-	-	-	-	-	2,270,900,826	150,357,876	2,421,258,702	
Statutory reserve	-	-	-	-	-	-	-	-	-	-	
Dividend Equalization Fund	-	-	-	-	-	-	-	-	-	-	
Dividends for the year 2016	-	-	-	-	-	-	-	-	-	-	
Stock dividend	1,425,349,490	-	-	-	-	-	-	(1,425,349,490)	-	-	
Cash Dividend	-	-	-	-	-	-	-	(712,674,745)	-	(712,674,745)	
Ordinary Share issue against Bond conversion	22,378,350	78,548,041	-	-	-	-	-	-	-	22,378,350	
Share Premium against Bond conversion	-	-	-	-	-	-	-	-	-	78,548,041	
Statutory reserve	-	-	-	-	-	-	-	-	-	-	
Revaluation reserve	-	-	-	-	(100,337,636)	-	-	(60,952,500)	-	(100,337,636)	
Dividend of BRAC EPL Stock Brokerage Ltd.	-	-	-	-	-	-	-	-	-	(60,952,500)	
Reserve for stock dividend from BRAC EPL Stock Brokerage Ltd.	-	-	-	-	-	-	-	60,952,500	-	60,952,500	
Translation reserve	-	-	-	-	-	-	6,872,557	-	-	6,872,557	
Balance as at 30 June 2017	8,552,086,940	5,260,323,007	3,470,350,332	355,218,455	11,306,073	516,373,535	(19,275,633)	5,676,864,075	1,632,689,298	25,455,946,082	
Balance as at 31 December 2016	7,104,369,100	5,181,774,966	3,470,350,332	355,218,455	111,643,709	516,373,535	(26,148,190)	5,543,987,484	1,482,331,422	23,739,900,813	
Balance as at 30 June 2016	7,104,369,100	4,819,090,866	3,470,350,332	355,218,455	288,718,753	516,373,535	-	3,745,002,712	1,256,271,356	21,535,395,109	

BRAC BANK LIMITED
Statement of Changes in Equity
For the half year ended 30 June 2017

Particulars	Amount in Taka						
	Paid up share capital	Share Premium	Statutory Reserve	Dividend Equalization Fund	Revaluation Reserve on Govt. Securities	Assets Revaluation reserve	Retained Earnings
Balance as at 01 January 2017	7,104,369,100	3,659,942,031	3,470,350,332	355,218,455	111,643,709	516,373,535	6,222,874,273
Net profit for the period	-	-	-	-	-	-	2,323,385,868
Dividend Equalization Fund	-	-	-	-	-	-	-
Dividends for the year 2016:							
Stock dividend	1,425,349,490	-	-	-	-	-	(1,425,349,490)
Cash Dividend	-	-	-	-	-	-	(712,674,745)
Ordinary Share Issue against Bond conversion	22,378,350	-	-	-	-	-	22,378,350
Share Premium against Bond conversion	-	78,548,041	-	-	-	-	78,548,041
Statutory reserve	-	-	-	-	-	-	-
Revaluation reserve	-	-	-	-	(100,337,636)	-	-
Balance as at 31 March 2017	8,552,096,940	3,738,490,072	3,470,350,332	355,218,455	11,306,073	516,373,535	6,408,235,906
Balance as at 31 December 2016	7,104,369,100	3,659,942,031	3,470,350,332	355,218,455	111,643,709	516,373,535	6,222,874,273
Balance as at 30 June 2016	7,104,369,100	3,659,942,031	3,470,350,332	355,218,455	268,718,753	516,373,535	3,827,273,357
							19,202,245,563

BRAC BANK LIMITED
Condensed Consolidated Cash Flow Statement (Unaudited)
For the half year ended 30 June 2017

	30 June 2017 Taka	30 June 2016 Taka
A. Cash flows from operating activities		
Interest receipts	11,570,105,837	9,788,372,048
Interest payment	(3,484,594,207)	(2,278,034,621)
Dividends receipts	42,643,637	49,468,931
Fees & commissions receipts	3,496,490,279	2,359,341,482
Recoveries on loans previously written off	489,599,974	570,835,204
Cash payments to employees	(2,920,411,406)	(2,405,360,232)
Cash payments to suppliers	(1,305,862,705)	(1,918,735,086)
Income tax paid	(1,047,643,565)	(1,218,994,230)
Receipts from other operating activities	254,500,603	231,936,088
Payment for other operating activities	(2,275,635,190)	(1,866,347,995)
Operating Cash flow before changes in operating assets and liabilities (i)	4,819,193,257	3,312,481,589
Increase/decrease in operating assets & liabilities		
Loans and advances	(5,063,949,095)	(3,109,113,219)
Other assets	17,903,749	(2,041,196,738)
Deposits from other banks/borrowings	4,068,444,970	(5,523,241,446)
Deposits from customers	8,857,812,802	18,594,782,053
Other liabilities	(1,198,042,097)	(2,063,001,666)
Cash utilised in operating assets & liabilities (ii)	6,682,170,329	5,858,228,985
Net cash (used)/flows from operating activities (i+ii)	11,501,363,586	9,170,710,574
B. Cash flows from investing activities		
Treasury bills	(4,206,331,585)	-
Bangladesh Bank Bills	-	2,176,290,860
Treasury bonds	4,156,735,808	(424,841,215)
Sale/ (Investment) in shares	(1,029,054,160)	14,799,260
Investment in Bonds	(230,000,000)	20,000,000
Acquisition of fixed assets	(913,798,762)	(480,064,336)
Disposal of Fixed Assets	21,755,303	66,350,894
Net cash used in investing activities	(2,200,693,396)	1,372,535,463
C. Cash flows from financing activities		
Share money deposit	-	2,000,000,000
Dividend paid	(708,163,668)	(1,772,739,775)
Net cash flows from financing activities	(708,163,668)	227,260,225
D. Net increase/decrease in cash (A+B+C)	8,592,506,522	10,770,506,261
Effect of Exchange rate changes on cash and cash equivalent	14,526,016	(2,347,651)
E. Cash and cash equivalents at beginning of year	46,977,708,909	41,019,700,403
Cash and cash equivalents at end of period (D+E)	55,584,741,447	51,787,859,013
Cash and cash equivalents at end of the period:		
Cash in hand (including foreign currency)	5,765,796,829	6,617,445,861
Balance with Bangladesh Bank and its agents bank(s) (including foreign currency)	10,679,740,548	9,529,825,304
Balance with other banks and financial institutions	39,137,773,670	35,639,128,648
Money at call and short notice	-	-
Prize Bond	1,430,400	1,459,200
	55,584,741,447	51,787,859,013

BRAC BANK LIMITED
Condensed Cash Flow Statement (Unaudited)
For the half year ended 30 June 2017

	30 June 2017 Taka	30 June 2016 Taka
A. Cash flows from operating activities		
Interest receipts	11,018,273,598	9,909,211,443
Interest payment	(3,686,455,874)	(3,050,412,001)
Dividends receipts	41,778,047	48,567,787
Fees & commissions receipts	1,408,036,355	1,290,209,646
Recoveries on loans previously written off	489,599,974	570,835,204
Cash payments to employees	(2,202,681,418)	(1,810,814,475)
Cash payments to suppliers	(291,357,232)	(296,298,150)
Income tax paid	(964,712,596)	(1,147,778,115)
Receipts from other operating activities	72,416,311	80,700,761
Payment for other operating activities	(2,071,542,475)	(1,731,668,015)
Operating Cash flow before changes in operating assets and liabilities (i)	3,813,354,690	3,862,554,085
Increase/decrease in operating assets & liabilities		
Loans and advances to customers	(5,913,456,736)	(3,199,318,936)
Other assets	(10,816,977)	(1,995,183,201)
Deposits from other banks/borrowings	3,646,038,165	(5,592,166,778)
Deposits from customers	5,205,523,890	12,997,799,179
Other liabilities	(1,178,886,579)	(2,065,197,801)
Cash utilised in operating assets & liabilities (ii)	1,748,401,763	145,932,464
Net cash (used)/flows from operating activities (i+ii)	5,561,756,453	4,008,486,549
B. Cash flows from investing activities		
Treasury bills	(4,206,331,585)	-
Bangladesh Bank Bills	-	2,176,290,860
Treasury bonds	4,156,735,808	(424,841,215)
Encumbured Securities	-	-
Sale/ (Investment) in shares	(26,662,751)	(1,695,613)
Investment in Bonds	(230,000,000)	20,000,000
Acquisition of fixed assets	(667,705,588)	(371,812,297)
Disposal of Fixed Assets	20,865,304	66,185,905
Net cash used in investing activities	(953,098,812)	1,464,127,640
C. Cash flows from financing activities		
Dividend paid	(708,163,668)	(1,772,739,775)
Net cash flows from financing activities	(708,163,668)	(1,772,739,775)
D. Net increase/decrease in cash (A+B+C)	3,900,493,973	3,699,874,414
E. Cash and cash equivalents at beginning of year	31,189,584,514	38,528,058,781
Cash and cash equivalents at end of period (D+E)	35,090,078,487	42,227,933,195
Cash and cash equivalents at end of the period:		
Cash in hand (including foreign currency)	5,744,876,956	6,603,434,351
Balance with Bangladesh Bank and its agents bank(s) (including foreign currency)	10,679,740,548	9,529,825,304
Balance with other banks and financial institutions	18,664,030,583	26,093,214,340
Money at call and short notice	-	-
Prize Bond	1,430,400	1,459,200
	35,090,078,487	42,227,933,195

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BRAC BANK LIMITED
SELECTIVE NOTES TO THE HALF YEARLY FINANCIAL STATEMENTS

For the half year ended 30 June 2017

1 Accounting Policies:

- 1.1 Accounting policies in the half yearly financial statements are same as that were applied in its last annual financial statements of 31 December 2016. Consolidated financial statements include the position of BRAC Bank Limited and its all subsidiaries (BRAC EPL Investments Limited, BRAC EPL Stock Brokerage Limited, bKash Limited, BRAC SAAJAN Exchange Limited, BRAC IT Services Limited).
- 1.2 Adequate provision has been made against loans and advances, off balance sheet items, investments and other assets as per Bangladesh Bank's circulars in force.
- 1.3 Provision for Income tax has been made on the accounting profit made by the Bank after considering some taxable income add back and disallowances of expenditures in accordance with the provision of Finance Act-2017 and the Income Tax Ordinance 1984.
- 1.4 Business of Off-shore Banking Unit (OBU) have been reported with solo Financial Statements. Comparative information is rearranged wherever necessary to conform with the current year's/period's presentation.
- 1.5 The consolidated financial statements of the Bank are made up to 30 June 2017 and prepared under the historical cost convention and in accordance with the "First Schedule (sec-38)" of the Bank Companies Act 1991 and amendment in 2007, BRPD Circular # 14 dated 25 June, 2003, other Bangladesh Bank Circulars, International Accounting Standards (IAS) and International Financial Reporting Standards adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), Companies Act 1994, the Securities and Exchange Ordinance 1969, the Securities and Exchange Rules 1987, Financial Reporting Act 2012 and other prevailing laws and rules applicable in Bangladesh.
- 1.6 Earning Per Share (EPS) of previous year/period has been restated due to issue of stock dividend in 2017 as per BAS 33. Newly issued share due to conversion of Bond has been considered proportionately from the actual date of their issue at the time of calculation of weighted average number of shares during the year/period.
- 1.7 Recovery from previously written-off loans has been adjusted with provision required against loans and advances from 2017 whereas the same were reported as other operating income in earlier years/periods. The corresponding comparative figure have also been rearranged accordingly. However there is no effect either in EPS or other financial indicators due to such rearrangement.
- 1.8 The financial statements were approved by the board of directors on July 30, 2017.
- 2.0 Performance Highlights of BRAC Bank Limited as of June 30, 2017 are given below :

2.1 Key Financial Indicators (SOLO):

Sl no.	Particulars	June 2017	December 2016
1	Deposits	174,065,095,629	168,859,571,738
2	Loans and advances	179,525,498,248	173,612,041,512
3	Capital Fund:	24,157,406,039	23,095,138,611
4	Core Capital	21,302,117,706	19,706,622,316
5	Supplementary Capital	2,855,288,333	3,388,516,295
6	No. of Branches	186	181
7	No. of Employees	6,668	6,355
8	Statutory Reserve	3,470,350,332	3,470,350,332
9	Shareholders' Equity	23,052,071,313	21,440,771,435

Sl no.	Particulars	June 2017	June 2016
1	Operating Profit	3,755,848,608	3,967,793,145

2.2 Key Financial Ratios (SOLO):

Sl no.	Particulars	June 2017	December 2016
11	AD Ratio	83.70%	83.47%
12	ROI*	9.26%	9.20%
13	ROE*	20.89%	22.16%
14	ROA*	1.83%	1.89%
15	CAR	13.06%	12.26%

* Figures are annualized.