



Independent Auditor's Report to the Shareholders of Bank Asia PLC.

Report on the Audit of the Consolidated and Separate Financial Statements

Opinion
We have audited the consolidated financial statements of Bank Asia PLC. and its subsidiaries (the "Group") as well as the separate financial statements of Bank Asia PLC. (the "Bank"), which comprise the consolidated and separate Balance Sheets as at 31 December 2023, and consolidated and separate Profit and Loss Accounts, consolidated and separate statement of Changes in Equity and consolidated and separate Cash Flow Statements for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the Bank give a true and fair view of the consolidated Balance Sheet of the Group and the separate Balance Sheet of the Bank as at 31 December 2023, and of its consolidated and separate Profit and Loss Accounts and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note # 2 and comply with the Banking Companies Act, 1991 (as amended up to date), the Companies Act, 1994, the rules and regulations issued by the Bangladesh Bank, the rules and regulations issued by the Bangladesh Securities & Exchange Commission (BSEC) and other applicable laws and regulations.

Basis for Opinion
We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the Consolidated and Separate Financial Statements section of our report. We are independent of the Group and the Bank in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), Bangladesh Securities and Exchange Commission (BSEC), and Bangladesh Bank, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye-Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters
Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and separate financial statements for the financial year 2023. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and informing our opinion thereon, and we do not provide a separate opinion on these matters. For each matter described below our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the auditor's responsibilities for the audit of the financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatements of the financial statements. These results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

Description of key audit matters	Our response to key audit matters
Measurement of provision for loans and advances	
With reference to Note 13.1.1 to the financial statements, the process for calculating the provision for loans and advances/investments portfolio associated with credit risk is significant and complex. The Bank calculates provision for loans and advances/investments by considering various factors such as rate of provision, loan category, expiry date, outstanding balance, interest suspense amount, value of eligible collateral as per BRPD circular no. 14 dated 23 September 2012 and its subsequent amendments.	We tested the design and operating effectiveness of key controls focusing on the following: <ul style="list-style-type: none"> Credit appraisal, loan disbursement procedures, monitoring and provisioning process; Identification of loss events, including early warning and default warning indicators; Review of quarterly Classification of Loans (CL). Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following: <ul style="list-style-type: none"> For confirming the classification of rescheduled lease, loans and advances, we performed the following procedures: <ul style="list-style-type: none"> We checked the no. of instalments outstanding and compliance with BRPD Circular No. 16 dated 18 July 2022; Reviewed the appropriateness of the approvals for the transfer of interests to the Income account in accordance with the Bangladesh Bank's guidelines; Reviewed the adequacy of the general and specific provisions in line with related Bangladesh Bank guidelines. Reviewed the grounds for recommendations for approvals in cases of transfer of interests to Income account; Tested the inputs in computation of provision in terms of testing the accuracy of underlying information; Assessed the methodologies on which the provision amounts are based, recalculated the provisions and tested the completeness and accuracy of the underlying information; Checked the adequacy of the Bank's general and specific provisions; Evaluated the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.
To minimize COVID 19 impact, Bangladesh Bank issued BRPD Circular Letter No. 56 dated 10 December 2020 related to BRPD Circular No. 17 dated 28 September 2020; BRPD circular No. 52 dated 29 December 2021 related to BRPD Circular No. 19 dated 26 August 2021 and BRPD Circular No. 53 dated 22 December 2022 related to BRPD Circular No. 14 dated 22 June 2022 for "Special General Provision-COVID-19".	
According to the circular, commercial banks must keep an extra provision for those borrowers who have availed of payment by deferral (PBD) facilities. The calculation of the new provisioning rule will have to be implemented based on the outstanding loans (deferred payment) as of 31 December 2020, 31 December 2021 and 31 December 2022.	
As per BRPD Circular No. 53 dated 22 December 2022, bank may transfer special general provision to income for fully recovered loans and specific provision for non-performing loans. The Bank has kept this "Special General Provision-COVID-19" as of 31 December 2023 BDT 616 million as per the circular.	
In Bangladesh, non-performing loans have been increasing day by day. Banks need to maintain provisions for additional non-performing loans in line with the central bank's guidelines.	
Bank Asia's approach to provisioning for its loans and advances is commendable, demonstrating prudence and foresight. Moreover, the bank's willingness to provide distressed loans with time extensions through amicable settlements reflects a proactive strategy aimed at maximizing recoveries. While some of these extensions resulted in repayments, others are still in progress, indicative of the bank's ongoing efforts to resolve outstanding issues. However, this practice of amicable settlements must be revised due to the fact that most of the concerning loans were extended near the end of 2023, raising concerns about potential misuse of this mechanism. Despite this, the measurement of provisions for loans and advances/investments is considered as low risk, reflecting positively on the bank's asset quality management practices.	
At the year end of 2023 the Group reported total gross loans and advances of BDT 294.07 billion (2022: BDT 280.59 billion) and in 2023 the Bank reported total gross loans and advances of BDT 291.33 billion (2022: BDT 277.87 billion) whereas at the year end of 2023 the Group reported total provision for loans and advances of BDT 24.72 billion (2022: BDT 21.66 billion) and the Bank reported total provision for loans and advances of BDT 23.81 billion (2022: BDT 20.80 billion).	
See note nos. 8(a) and 13.01 to the financial statements	
Recognition of interest income on loans and advances	
Recognition of interest income has significant and wide influence on financial statements. Recognition and measurement of interest income has involvement of complex IT environments. We highlight the recognition of interest income from loans, advances, and leases as a key audit focus, given its significance as a performance indicator. However, we found the recognition of interest income on loans and advances/investments to be satisfactory.	We tested the design and operating e-effectiveness of key controls over recognition and measurement of interest on loans, advances and leases. We performed test of operating effectiveness on automated control in place to measure and recognise interest income. We have also performed substantive procedures to check whether interest income is recognised completely and accurately. We assessed the appropriateness and presentation of disclosure against relevant accounting standards and Bangladesh Bank guidelines.
See note no. 20 and 20.01 to the financial statements	

Consolidated Balance Sheet as at 31 December 2023

	Notes	31 Dec 2023	31 Dec 2022
PROPERTY AND ASSETS			
Cash		21,776,999,205	25,797,237,229
In hand (including foreign currencies)	4.1(a)	3,768,537,636	4,087,822,688
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	4.2(a)	18,008,461,569	21,709,414,541
Balance with other banks and financial institutions	5(a)	24,131,298,642	39,983,468,523
In Bangladesh		20,332,861,708	37,345,770,086
Outside Bangladesh		3,798,436,934	2,637,698,437
Money at call and on short notice	6(a)	300,000,000	3,750,000,000
Investments	7(a)	115,801,404,654	103,838,255,588
Government		106,782,762,756	94,746,403,719
Others		9,018,641,898	9,091,851,869
Loans and advances/investments	8(a)	294,072,425,920	280,591,467,444
Loans, cash credits, overdrafts, etc./investments		278,592,725,335	257,223,892,759
Bills purchased and discounted		15,479,700,585	23,367,574,685
Fixed assets including premises, furniture and fixtures	9(a)	5,957,156,399	5,704,012,877
Other assets	10(a)	14,594,095,342	11,057,689,200
Non - banking assets		-	-
Total assets		476,633,380,162	470,722,130,861
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11(a)	27,071,897,305	51,024,080,743
Subordinated non-convertible and perpetual bonds	11(aa)	7,680,250,000	9,340,000,000
Deposits and other accounts	12(a)	361,800,728,744	337,853,124,886
Current/AI-wadeeah current accounts and other accounts		73,657,844,411	68,534,148,051
Bills payable		3,958,476,129	4,167,914,951
Savings bank/Mudaraba savings bank deposits		83,493,765,110	78,812,880,761
Fixed deposits/Mudaraba fixed deposits		200,690,643,094	186,338,181,123
Bearer certificates of deposit		-	-
Other deposits		-	-
Other liabilities	13(a)	50,677,766,435	44,041,087,583
Total liabilities		447,230,642,484	442,258,293,212
Capital/shareholders' equity			
Total shareholders' equity		29,402,737,678	28,463,837,649
Paid-up capital	14.2	11,659,068,600	11,659,068,600
Statutory reserve	15	11,750,000,000	11,750,000,000
General and other reserve	15.1(a)	10,257,013	9,266,531
Revaluation reserve	16(a)	2,685,555,009	2,117,047,124
Retained earnings	17(a)	3,350,452,926	2,957,002,831
Foreign currency translation reserve		(52,606,167)	(29,217,222)
Non-controlling interest	17(b)	10,297	10,285
Total liabilities and shareholders' equity		476,633,380,162	470,722,130,861

	Notes	31 Dec 2023	31 Dec 2022
OFF-BALANCE SHEET ITEMS			
Contingent liabilities	18	147,312,053,915	151,805,089,469
Acceptances and endorsements		57,164,035,754	57,460,996,543
Letters of guarantee		31,450,162,015	38,212,129,085
Irrevocable letters of credit		37,281,132,915	28,775,250,089
Bills for collection		21,416,723,231	27,356,713,752
Other contingent liabilities		-	-
Other commitments		4,812,658,170	1,758,182,995
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed		4,812,658,170	1,758,182,995
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total off-balance sheet items including contingent liabilities		152,124,712,085	153,563,272,464

These Financial Statements should be read in conjunction with the annexed notes

Description of key audit matters	Our response to key audit matters
Valuation of treasury bill and treasury bond	
The process of classifying and measuring T-Bills and T-Bonds involves making informed judgments and estimations. In case of Bank Asia, the presence of quoted prices in active markets were found, hence determining their fair value becomes straightforward.	We assessed the processes and controls put in place by the Bank to identify and confirm the existence of treasury bills and bonds. We obtained an understanding, evaluated the design and tested the operating effectiveness of the key controls over the treasury bills and bonds valuation processes, including controls over market data inputs into valuation models, model governance and valuation adjustments. We tested a sample of the valuation models and the inputs used in those models, using a variety of techniques, including comparing inputs to available market data. Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.
See note nos. 7 and 7.1.1 to the financial statements	
Measurement of Deferred Tax	
In 2023, the bank's financial performance or taxable income remained consistent, there was no need to adjust the provision. Hence, the bank did not set aside any provision for deferred tax, maintaining the same provision level as the previous year.	Our procedures in relation to management's assessment about the measurement of deferred tax assets/liabilities included: <ul style="list-style-type: none"> Evaluating management's assessment on the sufficiency of future taxable profits in support of the recognition of deferred tax by comparing management's forecasts of future profits to historical results and evaluating the assumptions used in those forecasts; Obtaining the communications between the Bank and taxation authorities regarding tax positions; and Assessed the appropriateness and presentation of disclosures against IAS 12 Income Tax.
See note no. 13.1.5 and 13.1.5(c) to the financial statements	
IT systems and controls	
Our audit procedures have a focus on IT systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls. Our areas of audit focus included user access management, developer access to the production environment and changes to the IT environment. These are key to ensuring IT dependent and application-based controls are operating effectively.	We tested the design and operating effectiveness of the Bank's IT access controls over the information systems that are critical to financial reporting. We tested IT general controls (logical access, changes management and aspects of IT operational controls). This included testing that requests for access to systems were appropriately reviewed and authorized. We tested the Bank's periodic review of access rights and reviewed requests of changes to systems for appropriate approval and authorization. We considered the control environment relating to various interfaces, configurations and other application layer controls identified as key to our audit. We performed the Tests of IT General Controls to evaluate the Application Development and Database, Hosting Platforms and segregation of incompatible duties relevant to application and database change management.

Other information
Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the consolidated and separate financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements and Internal Controls
Management is responsible for the preparation and fair presentation of the consolidated financial statements of the Group and also separate financial statements of the Bank in accordance with IFRSs as explained in note 2 and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error. The Bank Company Act, 1991 and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Bank. The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or the Bank or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Bank's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements
Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the

Balance Sheet as at 31 December 2023

	Notes	31 Dec 2023	31 Dec 2022
PROPERTY AND ASSETS			
Cash		21,776,877,853	25,797,153,695
In hand (including foreign currencies)	4.1	3,768,416,284	4,087,739,154
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	4.2	18,008,461,569	21,709,414,541
Balance with other banks and financial institutions		23,676,754,230	39,580,907,052
In Bangladesh	5.1	20,111,916,423	37,117,023,982
Outside Bangladesh	5.2	3,564,837,807	2,463,883,070
Money at call and on short notice	6	300,000,000	3,750,000,000
Investments	7	114,760,152,372	102,849,109,337
Government		106,782,762,756	94,746,403,719
Others		7,977,389,616	8,102,706,218
Loans and advances/investments	8	291,325,043,145	277,870,358,403
Loans, cash credits, overdrafts, etc./investments		275,845,342,560	254,502,783,718
Bills purchased and discounted		15,479,700,585	23,367,574,685
Fixed assets including premises, furniture and fixtures	9	5,878,418,753	5,615,910,981
Other assets	10	16,511,366,071	12,937,503,504
Non - banking assets		-	-
Total assets		474,228,612,424	468,400,943,572
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11	27,071,897,305	51,024,080,743
Subordinated non-convertible and perpetual bonds	11(aa)	7,680,250,000	9,340,000,000
Deposits and other accounts	12	361,617,147,912	337,695,417,437
Current/AI-wadeeah current accounts and other accounts		73,474,263,579	68,376,440,602
Bills payable		3,958,476,129	4,167,914,951
Savings bank/Mudaraba savings bank deposits		83,493,765,110	78,812,880,761
Fixed deposits/Mudaraba fixed deposits		200,690,643,094	186,338,181,123
Bearer certificates of deposit		-	-
Other deposits		-	-
Other liabilities	13	48,339,788,323	41,701,194,297
Total liabilities		444,709,083,540	439,760,692,477
Capital/shareholders' equity			
Total shareholders' equity		29,519,528,884	28,640,251,095
Paid-up capital	14.2	11,659,068,600	11,659,068,600
Statutory reserve	15	11,750,000,000	11,750,000,000
General and other reserve	15.1	8,166,144	8,166,144
Revaluation reserve	16	2,685,555,009	2,117,047,124
Retained earnings	17	3,416,739,131	3,105,969,227
Total liabilities and shareholders' equity		474,228,612,424	468,400,943,572

	Notes	31 Dec 2023	31 Dec 2022
OFF-BALANCE SHEET ITEMS			
Contingent liabilities	18	147,312,053,915	151,805,089,469
Acceptances and endorsements		57,164,035,754	57,460,996,543
Letters of guarantee		31,450,162,015	38,212,129,085
Irrevocable letters of credit		37,281,132,915	28,775,250,089
Bills for collection		21,416,723,231	27,356,713,752
Other contingent liabilities		-	-
Other commitments		4,812,658,170	1,758,182,995
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed		4,812,658,170	1,758,182,995
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total off-balance sheet items including contingent liabilities		152,124,712,085	153,563,272,464

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Group's and the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and the Bank to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements
In accordance with the Companies Act 1994, the Securities and Exchange Rules 2020, the Bank Company Act 1991 (as amended up to date), the Financial Reporting Act 2015, and the rules and regulations issued by Bangladesh Bank, we also report that:

- We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- to the extent noted during the



Consolidated Cash Flow Statement for the year ended 31 December 2023

Notes	Amount in Taka	
	31 Dec 2023	31 Dec 2022
Cash flows from operating activities (A)		
Interest receipts	29,935,924,383	27,031,367,925
Interest payments	(17,680,090,550)	(15,663,894,987)
Dividends receipts	527,036,928	88,244,680
Fees and commission receipts	5,343,541,964	7,655,343,919
Recoveries on loans previously written off	326,055,141	347,148,119
Cash payment to employees	(5,307,088,663)	(5,135,929,070)
Cash payment to suppliers	(271,882,653)	(294,891,193)
Income tax paid	(2,860,185,854)	(2,569,789,573)
Receipts from other operating activities	2,076,404,624	1,271,679,392
Payments for other operating activities	(3,139,575,360)	(3,484,383,132)
Operating profit before changes in operating assets & liabilities	8,950,049,960	9,244,896,080
Increase/(decrease) in operating assets and liabilities		
Loans and advances to customers and banks	(13,480,958,476)	(15,591,983,473)
Other assets	(538,335,941)	411,064,662
Deposits from customers and banks	23,947,603,858	19,428,195,021
Trading liabilities	(23,952,183,438)	3,187,929,375
Other liabilities	(1,563,578,265)	(565,596,792)
Net increase/(decrease) in operating assets and liabilities	(15,587,452,262)	6,869,608,793
Net cash flows from operating activities	(6,637,402,302)	16,114,504,873
Cash flows from investing activities (B)		
Investments in treasury bills, bonds and others	(12,036,359,037)	(24,056,115,796)
Sale/(Purchase) of trading securities	73,209,971	(1,830,705,838)
(Purchase)/disposal of fixed assets	(435,024,064)	(306,931,836)
Net cash flows from/(used in) investing activities	(12,398,173,130)	(26,193,753,470)
Cash flows from financing activities (C)		
Issuance of perpetual bond	340,250,000	3,340,000,000
Coupon/dividend paid on perpetual bond	(389,926,028)	(25,016,438)
Adjustment of subordinated non-convertible bond	(2,000,000,000)	(2,600,000,000)
Payments for lease liability	(487,848,255)	(410,573,674)
Dividend paid (cash dividend)	(1,748,860,290)	(1,748,860,290)
Net cash flows from/(used in) financing activities	(4,286,384,573)	(1,444,450,402)
Net increase/(decrease) in cash and cash equivalents (A+B-C)	(23,321,960,005)	(11,523,698,999)
Effects of exchange rate changes on cash and cash equivalents		
Cash and cash equivalents at the beginning of the year	69,533,210,852	81,056,909,851
Cash and cash equivalents at the end of the year	46,211,250,847	69,533,210,852

These Financial Statements should be read in conjunction with the annexed notes

Cash Flow Statement for the year ended 31 December 2023

Notes	Amount in Taka	
	31 Dec 2023	31 Dec 2022
Cash flows from operating activities (A)		
Interest receipts	29,726,397,678	26,871,086,472
Interest payments	(17,550,748,656)	(15,543,994,302)
Dividends receipts	527,036,928	88,244,680
Fees and commission receipts	4,977,401,004	7,316,183,898
Recoveries on loans previously written off	326,055,141	347,148,119
Cash payment to employees	(5,142,531,005)	(5,001,178,311)
Cash payment to suppliers	(265,780,936)	(291,509,279)
Income tax paid	(2,809,151,843)	(2,498,150,041)
Receipts from other operating activities	2,028,293,888	1,192,431,104
Payments for other operating activities	(3,032,226,015)	(3,362,149,357)
Operating profit before changes in operating assets & liabilities	8,784,746,184	9,118,112,983
Increase/(decrease) in operating assets and liabilities		
Loans and advances to customers and banks	(13,454,684,742)	(15,603,656,638)
Other assets	(400,309,832)	348,218,683
Deposits from customers and banks	23,921,730,475	19,912,982,535
Trading liabilities	(23,952,183,438)	3,187,929,375
Other liabilities	(1,658,375,958)	(386,603,576)
Net increase/(decrease) in operating assets and liabilities	(15,543,823,495)	7,458,870,379
Net cash flows from operating activities	(6,759,077,311)	16,576,983,362
Cash flows from investing activities (B)		
Investments in treasury bills, bonds and others	(12,036,359,037)	(24,056,115,796)
Sale/(Purchase) of trading securities	125,316,602	(1,771,803,620)
(Purchase)/disposal of fixed assets including right-of-use assets	(417,476,445)	(303,616,279)
Net cash flows from/(used in) investing activities	(12,328,518,880)	(26,131,535,695)
Cash flows from financing activities (C)		
Issuance of perpetual bond	340,250,000	3,340,000,000
Coupon/dividend paid on perpetual bond	(389,926,028)	(25,016,438)
Adjustment of subordinated non-convertible bond	(2,000,000,000)	(2,600,000,000)
Payments for lease liability	(487,848,255)	(410,573,674)
Dividend paid (cash dividend)	(1,748,860,290)	(1,748,860,290)
Net cash flows from/(used in) financing activities	(4,286,384,573)	(1,444,450,402)
Net increase/(decrease) in cash and cash equivalents (A+B-C)	(23,373,980,764)	(10,999,002,735)
Effects of exchange rate changes on cash and cash equivalents		
Cash and cash equivalents at the beginning of the year	69,130,565,847	80,129,568,582
Cash and cash equivalents at the end of the year	45,756,585,083	69,130,565,847

These Financial Statements should be read in conjunction with the annexed notes

Notes to the financial statements

as at and for the year ended 31 December 2023

1. THE BANK AND ITS ACTIVITIES

1.1 Bank Asia PLC.

Bank Asia PLC, ("the Bank") is one of the third generation private commercial banks (PCBs) incorporated in Bangladesh on 29 September 1999 as a public limited company under the Companies Act 1994 (amended up to 2023), governed by the Bank Company Act 1991 (amended up to 2023). The Bank went for public issue of its shares on 23 September 2003 and its shares are listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited. At present the Bank has 135 branches including 4 SME/Agri Branches and 4 SME service centres, 5 Islamic Windows, 15 Sub branches, 10 collection booths and 217 own ATM booths. The Bank has three subsidiary companies namely, Bank Asia Securities Limited incorporated in Bangladesh, BA Exchange Company (UK) Limited incorporated in United Kingdom and BA Express USA Inc. incorporated in United States of America (USA). The Bank has also an Offshore Banking Unit (OBU) at Chittagong Export Processing Zone, Chittagong.

Bank Asia PLC. acquired the business of Bank of Nova Scotia, Dhaka (incorporated in Canada) in the year 2001. At the beginning of the year 2002, the Bank also acquired the Bangladesh operations of Muslim Commercial Bank Limited (MCBL), a bank incorporated in Pakistan, having two branches at Dhaka and Chittagong. In taking over Bangladesh operations, all assets and certain specific liabilities of MCBL were taken over by Bank Asia PLC. at their book values.

The name of Bank Asia Limited has been changed to Bank Asia PLC. with effect from April 16, 2024 as per approval of Bangladesh Bank.

The registered office of the Bank is situated at Bank Asia Tower, 32-34, Kazi Nazrul Islam Avenue, Karwan Bazar, Dhaka

1.2 Principal activities

The principal activities of the Bank are to provide all kinds of conventional and Islamic commercial banking services to its customers through its branches, Islamic windows, SME centres, and vibrant alternative delivery channels (ATM booths, Mobile banking, internet banking) in Bangladesh.

1.3 Islamic banking unit

The Bank obtained permission from Bangladesh Bank (country's central bank) to operate Islamic Banking Unit vide Bangladesh Bank's letter no. BRPD/P-3/745(53)/2008-4804 dated 17 December 2008. The Bank commenced operation of this Unit from 24 December 2008. The Islamic Banking Unit is governed under the rules and regulations of Bangladesh Bank.

1.4 Off-shore banking unit

The Bank obtained off-shore banking unit permission from Bangladesh Bank vide its letter no. BRPD (P-3/744(94)/2007-1853 dated 21 June 2007. Operation of this unit commenced from 28 January 2008 and its office is located at Zone Service Complex, Chittagong Export Processing Zone, Chittagong. Off-shore banking unit is governed under the rules and regulations of Bangladesh Bank.

1.5 Bank Asia Securities Limited

Bank Asia Securities Limited, a majority owned (99.99%) subsidiary company of Bank Asia PLC. was incorporated as a private limited company in Bangladesh on 04 August 2010 bearing certificate of incorporation no. C-86230/10 dated 04 August 2010 under the Companies Act 1994 having its registered office at Hadi Mansion (2nd Floor), 2 Dikusha Commercial Area, Dhaka 1000 which commenced its business on the 17 April 2011. The main objective of this company is to act as a full fledged stock broker and stock dealer to execute buy and sell order and to maintain own portfolio as well as customers' portfolio under the discretion of customers. It also performs the other activities relating to capital market as and when regulators permit.

1.6 BA Exchange Company (UK) Limited

BA Exchange Company (UK) Limited was incorporated as a private limited company under United Kingdom Companies Act and registered with Companies House of England and Wales vide registration no. 07314397 as a fully owned subsidiary company of Bank Asia PLC., BA Exchange Company (UK) Limited launched its operation in London on 16 May 2011. BA Exchange Company (UK) Limited attaches a high fresh width to the Bank's remittance operation and expands its global presence for remittance services. Bank Asia stretched its business in United Kingdom through its fully owned (100%) subsidiary to facilitate speedy and dependable medium for remitting the hard-earned money of expatriates to home.

1.7 BA Express USA Inc

BA Express USA Inc. is fully owned subsidiary company of Bank Asia PLC. incorporated in New York State Department of Financial Services (NYSDFS) in USA. The company obtained license to receive money for transmission within USA and abroad and to transmit same, pursuant to the provision of Article 13-B of the USA Banking Law, subject to all rules and regulations made by the Superintendent of Financial Services of New York relating to such business, effective November 22, 2013. The company has started its commercial operation from June 01, 2014.

2. BASIS OF PREPARATION

2.1 Statement of compliance

The financial statements of the Bank have been prepared in accordance with the "First Schedule (Section 38) of the Bank Company Act 1991 (amended up to 2023), BRPD circular no. 14 dated 25 June 2003, other Bangladesh Bank Circulars, International Financial Reporting Standards (IFRSs), International Accounting Standards (IAS), and the standards set by the FRA (the Financial Reporting Council (FRC) as per the Financial Reporting Act 2015 (FRA) enacted in 2015. Section 38 of the Bank Company Act 1991 has been replaced through BRPD circular no. 10 dated October 04, 2015. The Bank complied with the requirement of the following regulatory and legal authorities:

- Bank Company Act 1991 (amended up to 2023)
- Companies Act 1994 (amended up to 2020)
- Rules, regulations and circulars issued by the Bangladesh Bank from time to time
- The Securities and Exchange Ordinance 1969
- The Securities and Exchange Rules 1987
- Bangladesh Securities and Exchange Commission Act 1993
- Bangladesh Securities and Exchange Commission (Public Issues) Rules 2015
- The Income Tax Act 2023
- Value Added Tax Act 2012
- Dhaka Stock Exchange (DSE), Chittagong Stock Exchange (CSE) and Central Depository Bangladesh (CDBL) rules and regulations.

Consolidated Statement of Changes in Equity for the year ended 31 December 2023

Particulars	Amount in Taka						
	Paid-up Capital	Statutory Reserve	Revaluation Reserve	General and other Reserve	Foreign currency translation Reserve	Retained Earnings	Total
Balance as at 01 January 2022	11,659,068,600	10,725,443,940	2,159,144,877	8,317,091	761,241	2,650,999,337	27,203,735,085
Transferred during the year	-	1,024,556,060	-	-	-	(1,024,556,060)	-
Adjustment on revaluation of fixed assets and other investment	-	-	11,617,499	-	-	-	11,617,499
Transferred to retained earnings	-	-	(53,715,252)	-	-	53,715,252	-
Foreign currency translation for the year	-	-	-	-	(29,978,963)	-	(29,978,963)
Transferred to General and other reserve	-	-	-	1,609,440	-	(1,609,440)	-
Cash dividend paid	-	-	-	-	-	(1,748,860,290)	(1,748,860,290)
Coupon/dividend on perpetual bond	-	-	-	-	-	(25,016,438)	(25,016,438)
Net profit for the year	-	-	2,117,047,124	9,926,531	(29,217,722)	2,957,002,831	28,463,827,363
Balance as at 31 December 2022	11,659,068,600	11,750,000,000	2,117,047,124	9,926,531	(29,217,722)	3,052,330,470	28,463,827,363
Adjustment on revaluation of fixed assets and other investment	-	-	622,223,137	-	-	-	622,223,137
Transferred to retained earnings	-	-	(53,715,252)	-	-	53,715,252	-
Foreign currency translation for the year	-	-	-	-	(23,388,445)	-	(23,388,445)
Transferred to General and other reserve	-	-	-	330,482	-	(330,482)	-
Cash dividend paid	-	-	-	-	-	(1,748,860,290)	(1,748,860,290)
Coupon/dividend on perpetual bond	-	-	-	-	-	(389,926,028)	(389,926,028)
Net profit for the year	-	-	2,685,555,009	10,257,013	(52,606,167)	3,350,452,926	29,402,727,380
Balance as at 31 December 2023	11,659,068,600	11,750,000,000	2,685,555,009	10,257,013	(52,606,167)	3,350,452,926	29,402,727,380

These Financial Statements should be read in conjunction with the annexed notes

Statement of Changes in Equity for the year ended 31 December 2023

Particulars	Amount in Taka						
	Paid-up Capital	Statutory Reserve	Revaluation Reserve	General and other reserve	Retained earnings	Total	
Balance as at 01 January 2022	11,659,068,600	10,725,443,940	2,159,144,877	8,166,144	2,804,815,058	27,356,638,619	
Transferred during the year	-	1,024,556,060	-	-	(1,024,556,060)	-	
Adjustment on revaluation of fixed assets and other investment	-	-	11,617,499	-	-	11,617,499	
Transferred to retained earnings	-	-	(53,715,252)	-	53,715,252	-	
Cash dividend paid	-	-	-	-	(1,748,860,290)	(1,748,860,290)	
Coupon/dividend on perpetual bond	-	-	-	-	(25,016,438)	(25,016,438)	
Net profit for the year	-	-	2,117,047,124	8,166,144	3,045,871,705	3,045,871,705	
Balance as at 31 December 2022	11,659,068,600	11,750,000,000	2,117,047,124	8,166,144	3,105,969,227	28,640,251,095	
Adjustment on revaluation of fixed assets and other investment	-	-	622,223,137	-	-	622,223,137	
Transferred to retained earnings	-	-	(53,715,252)	-	53,715,252	-	
Cash dividend paid	-	-	-	-	(1,748,860,290)	(1,748,860,290)	
Coupon/dividend on perpetual bond	-	-	-	-	(389,926,028)	(389,926,028)	
Net profit for the year	-	-	2,685,555,009	8,166,144	3,416,739,131	29,519,528,884	
Balance as at 31 December 2023	11,659,068,600	11,750,000,000	2,685,555,009	8,166,144	3,416,739,131	29,519,528,884	

These Financial Statements should be read in conjunction with the annexed notes

Liquidity Statement (Analysis of Maturity of Assets and Liabilities) as at 31 December 2023

Particulars	Maturity					Total
	Up to 1 month	1-3 months	3-12 months	1-5 years	Above 5 years	
Assets						
Cash in hand and with banks	7,270,896,761	-	-	-	14,505,981,092	21,776,877,853
Balance with other banks and financial institutions	9,288,216,726	14,388,537,504	-	-	-	23,676,754,230
Money at call and on short notice	300,000,000	-	-	-	-	300,000,000
Investments	1,448,970,774	5,536,017,906	18,043,899,793	56,911,492,983	32,819,770,916	114,760,152,372
Loans and advances	47,694,320,200	46,477,970,044	89,804,700,396	88,026,715,188	19,321,337,318	291,325,043,145
Fixed assets including premises, furniture and fixtures	-	-	-	-	5,878,418,753	5,878,418,753
Other assets	1,880,704,090	1,326,668,290	4,401,173,379	6,765,655,312	2,137,165,000	16,511,366,071
Non-banking assets	-	-	-	-	-	-
Total Assets (A)	67,883,108,551	67,279,193,744	112,249,773,568	151,703,863,482	74,662,673,079	474,228,612,424



Consolidated financial statements and separate financial statements of the Bank comprise of Balance Sheet, Profit and Loss Statement, Cash Flow Statement, Statement of Changes in Equity, Liquidity Statement and relevant notes and disclosures.

2.5.1 Subsidiaries of the Bank

A subsidiary company is one in which the parent company, Bank Asia PLC, owns majority of its shares. As an owner of the subsidiary, the Bank controls the activities of the subsidiary. Bank Asia PLC has three subsidiary companies as detailed below:

Name of Subsidiary	Ownership	Date of Commercial Operation	Country of Operation	Status	Regulator	Year Closing
Bank Asia Securities Limited	99.99%	17.04.2011	Bangladesh	Majority Owned	BSEC, Bangladesh	31 December
BA Exchange Company (UK) Limited	100%	16.05.2011	United Kingdom	Fully Owned	FSA, UK	31 December
BA Express USA inc	100%	01.06.2014	United States of America	Fully Owned	NYSDFS, New York	31 December

2.6 Cash flow statement

Cash Flow Statement is prepared principally in accordance with IAS 7 "Statement of Cash Flows" under the guidelines of BRPD circular no.14 dated 25 June 2003. The Cash Flow Statement shows the structure of and changes in cash and cash equivalents during the year. It Cash Flows during the period have been classified as operating activities, investing activities and financing activities.

2.7 Statement of changes in equity

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

3 SIGNIFICANT ACCOUNTING POLICIES

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

3.1 Assets and basis of their valuation

3.1.1 Cash and cash equivalents

Cash and cash equivalents include cash in hand and balances with Bangladesh Bank and its agent bank, balances with other banks and financial institutions, money at call and on short notice and prize bonds.

3.1.2 Investments

Investment in securities

All investments in securities (bills and bonds) are initially recognized at purchase price excluding commission and accrued coupon interest. Investments are segregated in two broad categories. These are held to maturity (HTM) and held for trading (HFT).

Held to maturity

Debt securities that a firm has intention to hold until maturity. These are reported at amortized cost therefore, they are not affected by swings in the financial markets.

Held for trading

Held for trading securities are those which are held with intention of selling in order to generate profits. Held for trading securities are revalued at market price.

Revaluation

As per Bangladesh Bank DOS circular letter no. 5 dated 28 January 2009, HFT securities are revalued each week using Market to Market concept and HTM securities are amortized once a year according to Bangladesh Bank guidelines. The HTM securities are also revalued if these are reclassified to HFT category with the Board approval. Value of investment has been shown as under:

Government treasury bills and bonds (HFT)	At present value (using marked to market concept)
Government treasury bills and bonds (HTM)	At present value (using amortisation concept)
Zero coupon bonds	At present value (using amortisation concept)
Prize bonds and other bonds	At cost
Debentures	At cost
Unquoted shares (ordinary)	At cost (as per BRPD circular 14 dated June 25, 2003)
Quoted shares (ordinary)	At cost (provision made for any shortfall arising due to reduce market price from cost price)

3.1.3 Investment in listed securities

These securities are bought and held primarily for the purpose of selling them in future or held for dividend income which are reported at cost. Unrealised gains are not recognised in the profit and loss statement. But provision was made for diminution in value of investment.

3.1.4 Investment in unquoted securities

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

As per Bangladesh Bank DOS Circular # 04 dated 24 November 2011, provision for diminution in value of investment was made by netting off unrealised gain/loss of shares from market price/book value less cost price.

Besides, bank complied with Bangladesh Bank BRPD Circular 14 dated June 25, 2003 as follows: "All investments in shares and securities (both dealing and investment) should be revalued at the year-end. The quoted shares should be valued as per market price in the stock exchange(s) and unquoted shares as per book value of last audited balance sheet. Provision should be made for any loss arising from diminution in value of investments."

3.1.5 Investment in subsidiary

Investment in subsidiary is accounted for under the cost method of accounting in the Bank's financial statements in accordance with the IAS 27 "Separate Financial Statements", IFRS 3 "Business Combination", IFRS 36 "Impairment of Assets" and IFRS 10 "Consolidated Financial Statements".

3.1.6 Loans and advances/investments

- Loans and advances/investments are stated in the balance sheet on gross basis.
- Interest/profit is calculated on daily product basis, but charged and accounted for quarterly on accrual basis. Interest/profit on classified loans and advances/investments is kept in interest suspense account as per BRPD circular no. 14 dated September 23, 2012 on Master Circular Loan Classification and Provisioning. Interest/profit is not charged on bad and loss loans and advances/investments as per guidelines of Bangladesh Bank. Records of such interest amounts are kept in separate memorandum accounts.
- Commission and discounts on bills purchased and discounted are recognised at the time of realisation.
- Provision for loans and advances/investments is made based on the arrears in equivalent month and reviewed by the management following instructions contained in Bangladesh Bank BRPD circular no. 14 dated 23 September 2012, Bangladesh Bank BRPD circular no. 19 dated 27 December 2012, Bangladesh Bank BRPD circular no. 05 dated 29 May 2013, Bangladesh Bank BRPD circular no. 16 dated 18 November 2014, Bangladesh Bank BRPD circular no. 12 dated 20 August 2017, Bangladesh Bank BRPD circular no. 15 dated 27 September 2017, Bangladesh Bank BRPD circular no. 07 dated 21 June 2018, Bangladesh Bank BRPD circular no. 13 dated 18 October 2018, Bangladesh Bank BRPD circular no. 16 dated 21 July 2020, Bangladesh Bank BRPD circular no.52 dated 20 October 2020, Bangladesh Bank BRPD circular no. 56 dated 10 December 2020, BRPD 3 dated 31 January 2021, BRPD 4 and 5 dated 24 March 2021, BRPD 13 dated 27 June 2021, BRPD 19 dated 26 August 2021 and BRPD 53 dated 30 December 2021, Bangladesh Bank BRPD circular no. 14 dated 22 June 2022, BRPD circular no. 51 dated 18 December 2022 and BRPD circular no. 53 dated 22 December 2022, BRPD circular letter no. 03 dated 02 February 2023, BRPD circular no. 06 dated 25 April 2023.

Types of loans and advances	Provision				
	STD	SMA	SS	DF	BL
House finance	1%	1%	20%	50%	100%
Consumer Loans for professionals	2%	2%	20%	50%	100%
Other than housing finance & professionals to setup business	2%	2%	20%	50%	100%
Provision for loan to broker house, merchant banks, stock dealers, etc	1%	1%	20%	50%	100%
Short-term agri-credit and micro credit	1%	--	5%	5%	100%
Small and medium enterprise finance	0.25%	0.25%	20%	50%	100%
Others	1%	1%	20%	50%	100%

In line with Bangladesh Bank BRPD Circular no. 04 dated January 29, 2015, all restructured loans treated as Special Mention Account (SMA) for the purpose of classification. Provision was made at existing applicable rate of SMA with additional 1%.

- Loans and advances/investments are written off as per guidelines of Bangladesh Bank. These write off 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.
- The Bank has restructured (Large loan restructure) certain loan facilities of M/s. Samannaz Super Oil Limited, S. A. Oil Refinery Limited under BRPD Circular No. 04 dated 29 January 2015. As of December 31, 2023 total outstanding amount was Tk. 2,673.87 million as per the terms and conditions of the said circular. These facilities are now under Sotemana (Compromise Agreement submitted before the Court) and reported as unclassified. An amount of Tk. 2,291.24 million has been kept Provision against the mentioned restructured loan facilities.
- In stay order cases the unclassified loans and advances include certain customer accounts with an aggregate outstanding amount of Tk. 2,199.54 million which have not been reported under classification as at 31 December 2023 on the basis of stay order from the Honorable High Court Division of the Supreme Court of Bangladesh. An aggregate amount of Tk. 1,775.19 million has been kept as provision.
- As per Bangladesh Bank letter reference no DBI-3/120/2023-508 dated March 16, 2023 provision against loan under stay order and solatama for Tk.892.09 min and Tk.3,272.73 min respectively will have to transfer from General provision to specific provision in 3 years equally.

3.1.7 Impairment of financial assets

An asset is impaired when its carrying value exceeds its recoverable amount as per IAS 36 "Impairment of Assets". At each balance sheet date, Bank Asia PLC assesses whether there is objective evidence that a financial asset or a group of financial assets i.e. loans and advances, off balance sheet items and investments is impaired. A financial asset or group of financial assets is impaired and impairment losses are incurred if -

there is objective evidence of impairment as a result of a loss event that occurred after the initial recognition of the asset up to the balance sheet date;

the loss event had an impact on the estimated future cash flows of the financial asset 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.

3.1.8 Property, plant and equipment

Recognition and measurement

All fixed assets are stated at cost less accumulated depreciation as per IAS 16 "Property, Plant and Equipment". Land is measured at cost.

The cost is the amount of cash or cash equivalents paid or the fair value of the other consideration given to acquire an asset at the time of its acquisition or construction or, where applicable, the amount attributed to that asset when initially recognised in accordance with the specific requirements of the IFRS.

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 an item of property, plant and equipment comprises:

- its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates
- any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management
- the initial estimate of the costs 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 a consequence of having used the item during a particular period for purpose other than to produce inventories during that period.

Subsequent costs

The cost of replacing part of an item of fixed assets is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of fixed assets are recognised in profit or loss as incurred.

Depreciation

No depreciation is charged on land. Depreciation is charged on straight-line method. Charging depreciation against fixed assets commences from the month of acquisition (for full month) and ceases at the month when the assets are disposed. Asset category-wise depreciation rates are as follows:

Category of assets	Rate of depreciation
Building	5.00%
Furniture and fixtures	20.00%

Equipment	20.00%
Computers and accessories	20.00%
Motor vehicles	16.67%

Gain or loss on sale of fixed assets is recognised in profit and loss statement as per provision of IAS 16 "Property, Plant and Equipment".

Construction work in progress/Building under Construction

Building under construction is recognized and reported under Fixed Assets as per IAS 16 "Property, Plant and Equipment" as Construction work in progress until the construction work is completed and the assets is ready for intended use. This asset is stated at cost and depreciation of the asset will be charged from the date of its intended use.

Intangible Asset

a. Goodwill: Goodwill that arises upon the acquisition of subsidiaries is included in intangible assets. Acquisitions of Minority interest (non-controlling interest) are accounted as transactions with equity holders in their capacity as equity holders and therefore no goodwill is recognised as a result of such transactions. Subsequently goodwill is measured at cost less accumulated Impairment Losses.

b. Software: Software acquired by the Bank is stated at cost less accumulated amortisation and accumulated impairment losses.

c. License: Value of license is recognised at cost and since it has an indefinite useful life it is not amortized. The value of the license is not measured at fair value.

3.1.9 Leased assets

The Bank has applied "IFRS 16: Lease" using the modified retrospective approach and therefore the comparative information has not been restated and continues to be reported under IAS 17 and IFRIC 4.

3.1.10 Impairment of fixed assets

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

3.1.11 Investment properties

a) Investment property is held to earn rentals or for capital appreciation or both and the future economic benefits that are associated with the investment property but not held for sale in the ordinary course of business.

b) Investment property is accounted for under cost model in the financial statements. Accordingly, after recognition as an asset, the property is carried at its cost, less accumulated depreciation and accumulated impairment loss.

3.1.12 Other assets

Other assets include all other financial assets and include fees and other unrealised income receivable, advance for operating and capital expenditure and stocks of stationary and stamps.

3.1.13 Inventories

Inventories are measured at the lower of cost and net realisable value.

3.2 Liabilities and provisions

3.2.1 Borrowings from other banks, financial institutions and agents

Borrowings from other banks, financial institutions and agents include interest-bearing borrowings redeemable at call and Bangladesh Bank refinance. These items are brought to financial statements at the gross value of the outstanding balance.

3.2.2 Deposits and other accounts

Deposits and other accounts include non interest-bearing current deposit redeemable at call, bills payable, interest bearing on demand and special notice deposits, savings deposit, fixed deposit and scheme deposit. These items are brought to financial statements at the gross value of the outstanding balance.

As per IAS 37 "Provisions, Contingent Liabilities and Contingent Assets" the Bank recognizes 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.

3.2.3 Other liabilities

Other liabilities comprise items such as provision for loans and advances/investments, provision for taxes, interest payable, interest suspense, accrued expenses, obligation under finance lease etc. Other liabilities are recognised in the balance sheet according to the guidelines of Bangladesh Bank, income tax laws and internal policy of the Bank.

3.3 Capital/shareholders' equity

Authorised capital

Authorised capital is the maximum amount of share capital that the Bank is authorised by its Memorandum and Articles of Association.

Paid-up capital

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

Statutory reserve

As per section 24 of the Bank Company Act 1991 (amended upto 2023) Statutory reserve has to be maintained @ 20% of profit before tax equal to its paid-up capital together with the share premium. Bank has maintained adequate reserve in this regard.

Revaluation reserve

Revaluation reserve arises from the revaluation of Treasury bills and bonds (HFT and HTM) in accordance with the Bangladesh Bank DOS circular no. 5 dated 26 May 2008. The tax effects on revaluation gain are measured and recognised in the financial statements as per IAS 12 "Income Taxes".

When an fixed asset's carrying amount is increased as a result of revaluation, the increased amount has been credited directly to equity under the head of revaluation reserve as per IAS 16 "Property, Plant and Equipment". The revaluation surplus included in equity transferred directly to retained earnings with the amount of the surplus from the difference between depreciation based on the revalued carrying amount of the asset and depreciation based on the asset's original cost as per the para 41 of IAS 16.

Non-controlling (minority) interest

Minority interest (non-controlling interest) in business is an accounting concept that refers to the portion of a subsidiary company's stock that is not owned by the parent company. The magnitude of the minority interest in Bank Asia Securities Limited, a majority owned subsidiary (99.99%) of Bank Asia PLC, is very insignificant. Minority interest belongs to a sponsor Director of the Bank and is reported on the consolidated balance sheet to reflect the claim on assets belonging to the non-controlling shareholder. Also, minority interest is reported on the consolidated income statement as a share of profit belonging to the minority shareholder.

3.4 Contingent liabilities

Any possible obligation that arises from past events and 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; or any present obligation that arises from past events but is not recognised because:

- it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
- the amount of the obligation cannot be measured with sufficient reliability.

Contingent liabilities are not recognised but disclosed in the financial statements unless the possibility of an outflow of resources embodying economic benefits is reliably estimated.

Contingent assets are not recognised in the financial statements as this may result in the recognition of income which may never be realised.

3.5 Memorandum items

Memorandum items are maintained for those items for which the Bank has only a business responsibility and no legal commitment.

3.6 Revenue recognition

In line with IFRS 15 revenue and disclosure in the financial statements the income of the bank has been recognized as follows

Interest income

Interest on loans and advances is calculated on daily product basis, but charged and accounted for on quarterly basis. Interest on loans and advances ceases to be taken into income when such advances fall under classification. It is then kept in interest suspense account. Interest on classified loans and advances is accounted for on a cash receipt basis.

Profit on investment (Islamic Banking)

Mark-up on investment is taken into income account proportionately from Unearned Income account. Income/composition on classified investments is transferred to profit/rent/compensation/suspense account instead of income account.

Investment income

Income on investments is recognised on accrual basis. Investment income includes discount on treasury bills and zero coupon bonds, interest on treasury bonds, debentures and fixed deposits with other banks. Capital gain on investments in shares and dividend on investment in shares are also included in investment income.

Interest and fees receivable on credit cards

Interest and fees receivable on credit cards are recognised on accrual basis. Interest and fees ceases to be taken into income when the recovery of interest and fees is in arrears for over three months. Thereafter, interest and fees are accounted for on cash basis.

Fees and commission income

The Bank earns fees and commissions from diverse range of services provided to its customers. This includes fees and commission income arising on financial and other services provided by the Bank including trade finance, credit cards, debit cards, passport endorsement, loan processing, loan syndication and locker facilities, etc. Fees and commission income is recognised on the basis of realisation.

Dividend income on shares

Dividend income from investment in shares is recognised when the Bank's right to receive dividend is established. It recognised when:

- it is probable that the economic benefits associated with the transaction will flow to the entity; and
- the amount of the revenue can be measured reliably.

Interest paid on borrowing and other deposits (conventional banking)

Interest paid and other expenses are recognised on accrual basis.

Profit paid on deposits (Islamic Banking)

Profit paid to mudaraba deposits is recognised on accrual basis according to Income Sharing Ratio (ISR).

Other operating expenses

All other operating expenses are provided for in the books of the account on accrual basis according to the IAS 1 "Presentation of Financial Statements".

3.7 Employee benefits

3.7.1 Provident Fund

Provident fund benefits are given to the staff of the Bank in accordance with the approved provident fund rules. The fund is operated by a Board of Trustees. All confirmed employees of the Bank are contributing 10% of their basic salary as subscription of the fund. The Bank also contributes equal amount of the employees' contribution to the fund.

3.7.2 Gratuity Fund

Gratuity fund benefits are given to the eligible staff of the Bank in accordance with the approved gratuity fund rules. Gratuity payable is determined on the basis of existing rules and regulations of the Bank and actuarial valuation.

3.7.3 Superannuation Fund

The Bank operates a superannuation fund for which provision is made annually as per actuarial valuation. The fund is operated by a separate Board of Trustees.

3.7.4 Hospitalisation insurance

The Bank operates a health insurance scheme to its confirmed employees and their respective spouses and children at rates provided in health insurance coverage policy.

3.7.5 Worker's Profit Participation Fund

Consistent with the industry practice and in accordance with the Banking Companies Act, 1991, no provision has been made for WPPF

3.8 Provision for off-balance sheet exposures

In compliance with Bangladesh Bank guidelines off-balance sheet items have been disclosed under contingent liabilities. As per BRPD circular no. 10 dated 18 September 2007, the Bank has maintain provision @ 1% against off-balance sheet exposures complying BRPD Circular No. 07, dated 21 June 2018 and BRPD circular letter no. 01 dated 03 Jan 2018.

3.9 Provision for nostro accounts

According to guidelines of Foreign Exchange Policy Department of Bangladesh Bank, circular no. FEOD (FEMO)/01/2005-677 dated 13 September 2005, Bank is required to make provision regarding the un-reconciled debit balance as at balance sheet date.

3.10 Taxation

Income tax expense comprises current and deferred tax. Current tax and deferred tax are recognised in profit or loss except to the extent that it relates to items recognised directly in equity.

Current tax

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

Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for the temporary differences relating to the initial recognition of goodwill, the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss, and differences relating to investments in subsidiaries to the extent that it is probable that they will not reverse in the foreseeable future. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities against current tax assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

(v) the party is a close member of the family of any individual referred to in (i) or (iv);

(vi) the party is an entity that is controlled, jointly controlled or significantly influenced by or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to in (iv) or (v); or
(vii) the party is a post-employment benefit plan for the benefit of employees of the company, or of any entity that is a related party of the company.

3.16 Directors' responsibilities on statement

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

3.17 Segment Reporting

As per IFRS 8 "Operating Segments", is a component of an equity: (a) that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity) 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 performance; and (b) for which discrete financial information is available.

Bank reported its segments in respect of business segment and geographical segment. Business segments are comprised of Conventional Banking, Islamic Banking, Off-shore Banking, Bank Asia Securities Limited, BA Exchange Company (UK) Limited and BA Express USA Inc. Geographical segments report consist of location wise performance of above segments.

3.18 Changes in Accounting Policies

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

3.19 IFRS 15 - Revenue from Contract with Customers

IFRS 15 "Revenue from Contracts with Customers" replaces IAS 18 Revenue and IAS 11 Construction Contracts. IFRS 15 establishes a more systematic approach for revenue measurement and recognition by introducing a five-step model governing revenue recognition. The five-step model includes: 1) identifying the contract with the customer, 2) identifying each of the performance obligations included in the contract, 3) determining the amount of consideration in the contract, 4) allocating the consideration to each of the identified performance obligations and 5) recognising revenue as each performance obligation is satisfied. The Bank has consistently applied the accounting policies as set out in Note 3 to all periods presented in these financial statements.

3.20 Compliance checklist of International Accounting Standards (IASs)/International Financial Reporting Standards (IFRSs)

Name of the standards	Ref.	Status
First-time Adoption of International Financial Reporting Standards	IFRS - 1	N/A
Share Based Payment	IFRS - 2	N/A
Business Combinations	IFRS - 3	Complied
Insurance Contracts	IFRS - 4	N/A
Non-current Assets Held for Sale and Discontinued Operations	IFRS - 5	Complied
Exploration for and Evaluation of Mineral Resources	IFRS - 6	N/A
Financial Instruments: Disclosures	IFRS - 7	Complied
Operating Segments	IFRS - 8	Complied
Financial Instruments: Recognition and Measurement	IFRS - 9	Complied
Consolidated Financial Statements	IFRS-10	Complied
Joint Arrangements	IFRS-11	N/A
Disclosure of Interests in other entities	IFRS-12	N/A
Fair Value Measurement	IFRS-13	Complied
Revenue from Contract with Customers	IFRS-15	Complied
Leases	IFRS-16	Complied
Presentation of Financial Statements	IAS - 1	Complied
Inventories	IAS - 2	Complied
Statement of Cash Flows	IAS - 7	Complied
Accounting Policies, Changes in Accounting Estimates and Errors	IAS - 8	Complied
Events after the Reporting Period	IAS - 10	Complied
Income Taxes	IAS-12	Complied
Property, Plant and Equipment	IAS-16	Complied
Employee Benefits	IAS-19	Complied
Accounting for Government Grants and Disclosure of Government Assistance	IAS-20	Complied
The Effects of Changes in Foreign Exchange Rates	IAS-21	Complied
Borrowing Costs	IAS-23	Complied
Related Party Disclosures	IAS-24	Complied
Accounting and Reporting by Retirement Benefit Plans	IAS-26	Complied
Separate Financial Statements	IAS-27	Complied
Investments in Associates and Joint Ventures	IAS-28	Complied
Financial Instruments: Presentation	IAS-32	Complied
Earnings Per Share	IAS-33	Complied
Interim Financial Reporting	IAS-34	Complied
Impairment of Assets	IAS-36	Complied
Provisions, Contingent Liabilities and Contingent Assets	IAS-37	Complied
Intangible Assets	IAS-38	Complied
Investment property	IAS-40	Complied
Agriculture	IAS-41	N/A

3.21 New and amended standards and interpretations: IFRS 16 Leases

Bank Asia recognises the right of use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right of use asset is depreciated using the straight line methods from the commencement date to the earlier of the end of the useful life of the right of use asset or the end of the lease term. The right of use asset is reduced by impairment losses as per IAS 36, and adjusted for certain measurements of the lease liability if any.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date and discounted using the incremental borrowing rate.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is change in estimate of the amount expected to be payable under a residual value guarantee, or if changes its assessment of whether it will exercise purchase, extension or termination option.

When the lease liability is measured in this way, a corresponding adjustment is made to the carrying amount of the right of use asset, or is recorded in profit or loss if the carrying amount of the right of use asset has been reduced to zero.

The Bank may elect not to apply the IFRS 16 for short-term leases; and leases for which the underlying asset is of low value.

3.22 Operating Environment

The Bank's operating environment during the year ended 2022 were impacted by a number of major global events such as continuation of COVID 19 related disruptions, start of Russia-Ukraine conflict, increase in fuel and commodity prices, strengthening of US Dollars, etc. Most of these events also had significant impact on the local economic environment affecting the Bank's operations. From time to time, the Government of Bangladesh and the local Central Bank (Bangladesh Bank) has issued various directives to manage impacts from these events which the Bank has followed. Management on regular basis review and monitor the global and country specific macro-economic situation and factor these issues into the decision making process.

3.23 Approval of financial statements

The financial statements were approved by the Board of Directors on April 28, 2024.

3.24 General

(i) Figures relating to the previous year included in this report have been rearranged, wherever considered necessary, to make them comparable with those of the current year without, however, creating any impact on the operating result and value of assets and liabilities as reported in the financial statements for the current year.
(ii) Figures in these notes and in the annexed financial statements have been rounded off to the nearest Taka.
(iii) These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.
(iv) These financial statements cover one calendar year from 01 January 2023 to 31 December 2023.

4 Cash
4.1 In hand (including foreign currencies)

	31 Dec 2023	31 Dec 2022
Conventional and Islamic banking		
Local currency	3,725,394,357	4,041,388,667
Foreign currencies	43,021,927	46,350,487
	3,768,416,284	4,087,739,154
Off-shore banking unit	-	-
	3,768,416,284	4,087,739,154

4.1(a) Consolidated Cash in hand

Bank Asia PLC.	3,768,416,284	4,087,739,154
Bank Asia Securities Limited	8,699	107
BA Exchange Company (UK) Limited	59,402	56,806
BA Express USA, Inc	53,251	26,621
	3,768,537,636	4,087,822,688

4.2 Balance with Bangladesh Bank and its agent bank (including foreign currencies)

Conventional and Islamic banking		
Balance with Bangladesh Bank		
Local currency (statutory deposit)	15,969,385,110	19,189,473,087
Foreign currencies	1,334,869,918	1,273,154,979
	17,304,255,028	20,462,628,066

Balance with agent bank (Sonali Bank Limited)		
Local currency	704,206,541	1,246,786,475
Foreign currencies	-	-
	704,206,541	1,246,786,475
Off-shore banking unit	18,008,461,569	21,709,414,541
	18,008,461,569	21,709,414,541

4.2(a) Consolidated Balance with Bangladesh Bank and its agent bank (including foreign currencies)

Bank Asia PLC.	18,008,461,569	21,709,414,541
Bank Asia Securities Limited	-	-
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	18,008,461,569	21,709,414,541

4.3 Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR)

Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with Section 33 of Bank Company Act 1991 (amended upto 2018), DOS circular nos. 01 dated 19 January 2014, MPD circular no. 01, MPD circular no. 116/2018-592 dated 03 April 2016, DOS Circular Letter No. 26 dated August 19, 2019, BRPD Circular No. 31 dated June 19, 2020 and MPD Circular No. 03 dated April 09, 2020. The statutory Cash Reserve Ratio on the Bank's time and demand liabilities at the rate 4.0% (conventional and Islamic) and offshore banking 2% has been calculated and maintained with Bangladesh Bank in local currency and 13% (5.5% for Islamic Banking) Statutory Liquidity Ratio for conventional and offshore banking, on average demand and time liabilities in the form of cash in hand, balance with Bangladesh Bank and its agent bank, treasury bills, bonds and debentures. CRR and SLR maintained by the Bank are shown below:

4.3.1 Cash Reserve Ratio (CRR)		
Conventional and Islamic Banking		
As per Bangladesh Bank DOS Circular No. 01 dated January 19, 2014, DOS Circular Letter No. 26 dated August 19, 2019 and MPD Circular No. 03 dated April 09, 2020 Bank has to maintain CRR @ 4.0% on fortnightly cumulative average basis and minimum @ 3.5% on daily basis for its Conventional banking. For off shore banking operation as per Bangladesh Bank BRPD Circular 31 dated June 18, 2020 Bank has to maintain minimum 2.0 (two) percent Cash Reserve Ratio (CRR) with Bangladesh Bank on bi-weekly average basis with a provision of minimum 1.5 (one and half) percent on daily basis of the average total demand and time liabilities (ADTL) of Off Shore Banking Operation		
i. Daily Bank's CRR maintenance:		
Required reserve	11,787,616,000	11,423,012,000
Domestic Banking Operation (3.5 % on Demand and Time Liabilities)	11,640,955,000	10,950,140,000
Offshore Banking Operation (1.5 % on Demand and Time Liabilities)	146,661,000	472,872,000
Actual reserve maintained	14,185,927,160	17,628,354,570
Surplus	2,398,311,160	6,205,342,570
ii. Fortnightly Bank's CRR maintenance:		
Required reserve	13,499,497,000	13,144,940,000
Domestic Banking Operation (4 % on Demand and Time Liabilities)	13,303,949,000	12,514,445,000
Offshore Banking Operation (2 % on Demand and Time Liabilities)	195,548,000	630,495,000
Actual reserve maintained (average)	14,149,189,697	14,133,731,537
Surplus	649,692,697	988,791,537
Islamic Banking		
i. Daily Bank's CRR maintenance:		
Required reserve (3.5% Demand and Time Liabilities)	1,170,821,000	1,033,956,000
Actual reserve maintained	1,552,406,000	1,354,725,000
Surplus	381,585,000	320,769,000
ii. Fortnightly Bank's CRR maintenance:		
Required reserve (4% of Demand and Time Liabilities)	1,338,081,000	1,181,664,000
Actual reserve maintained (Average)	1,552,406,000	1,276,616,200
Surplus	214,325,000	94,952,200

4.3.2 Statutory Liquidity Ratio (SLR)		
Conventional Banking		
13% of Average Demand and Time Liabilities		
Required reserve	44,508,894,000	44,770,167,000
Domestic Banking Operation	43,237,835,000	40,671,947,000
Offshore Banking Operation	1,271,059,000	4,098,220,000
Actual reserve maintained	107,073,152,834	99,411,433,685
Surplus	62,564,258,834	54,641,266,685

4.3.3 Held for Statutory Liquidity Ratio		
Conventional Banking		
Cash in hand	3,719,925,558	4,031,316,800
Excess of CRR - Balance with Bangladesh Bank	686,430,160	4,483,414,567
Balance with agent bank (Sonali Bank Limited)	201,784,360	468,048,600
Government securities	102,462,059,756	90,426,148,618
Other securities	2,953,000	2,505,100
	107,073,152,834	99,411,433,685
Islamic Banking		
5.5% of Average Demand and Time Liabilities		
Required reserve	1,839,861,000	1,624,788,000
Actual reserve maintained	4,580,565,726	4,547,233,354
Surplus	2,740,704,726	2,922,445,354
	65,304,963,560	57,563,712,039

5. Balance with other banks and financial institutions

In Bangladesh		
Conventional and Islamic banking (Note 5.1)	20,111,916,423	36,107,023,982
Off-shore banking unit	-	1,010,000,000
	20,111,916,423	37,117,023,982
Outside Bangladesh		
Conventional and Islamic banking (Note 5.2)	3,480,782,567	1,847,330,212
Off-shore banking unit	84,055,240	616,552,858
	3,564,837,807	2,463,883,070
	23,676,754,230	39,580,907,052

5.1 Conventional and Islamic banking-In Bangladesh

Current accounts		
Agrani Bank PLC	213,484,228	561,613,076
Eastern Bank PLC	115,907,891	115,291,860
Janata Bank PLC	191,593,885	101,497,290
Pupali Bank PLC	207,391,045	325,865,606
Pubali Bank PLC	286,313,241	323,414,066
Standard Chartered Bank	21,928,410	47,832,108
Sonali Bank PLC	366,900,851	270,498,621
Trust Bank Limited	(84,129,517)	(49,858,209)
	1,319,390,034	1,696,154,418
Short-notice deposit accounts		
AB Bank PLC	610,049	602,564
Bank Alfalah Limited	1,720,331	1,719,995
Islamic Bank Bangladesh PLC	196,009	192,805
	2,526,389	2,515,364
Placements		
With Banking companies (5.1.1)	17,070,000,000	33,188,354,200
With Non-banking financial institutions (5.1.2)	1,720,000,000	1,220,000,000
	18,790,000,000	34,408,354,200
	20,111,916,423	36,107,023,982

5.1.1 Details of Placement with Banking companies(Local Currency)		
EXIM Bank PLC	5,000,000,000	5,000,000,000
AI Arafah Islamic Bank PLC	4,000,000,000	-
FCI Bank PLC	-	2,500,000,000
NRB Bank Limited	-	250,000,000
United Commercial Bank PLC	3,500,000,000	3,500,000,000
One Bank PLC	-	2,000,000,000
Social Islamic Bank PLC	500,000,000	2,200,000,000
Mercantile Bank PLC	1,000,000,000	3,000,000,000
Global Islamic Bank PLC	-	500,000,000
Standard Bank PLC	1,000,000,000	2,750,000,000
	15,000,000,000	21,700,000,000

Details of Placement - with Banking companies (Foreign Currencies)

Islamic Bank Bangladesh PLC	2,070,000,000	5,174,934,324
Mudhomi Bank PLC	-	413,994,746
Premier Bank PLC	-	1,034,986,865
Mashreq Bank PLC	-	1,034,986,865
Marcantile Bank PLC	-	517,493,432
Pubali Bank PLC	-	1,655,978,985
Southeast Bank PLC	-	517,493,432
City Bank PLC	-	1,138,485,551
	2,070,000,000	11,488,354,200
	17,070,000,000	33,188,354,200

5.1.2 Details of Placement with Non-banking financial institutions

Investment Corporation of Bangladesh	1,570,000,000	1,070,000,000
Union Capital Limited	150,000,000	150,000,000
	1,720,000,000	1,220,000,000

5.2 Conventional and Islamic banking- Outside Bangladesh

Current accounts		
Interest bearing:		
Citibank NA, New York (USD)	962,427,095	887,996,838
Habib American Bank, New York	1,621,291,197	225,723,382
Mashreqbank PSC, New York (USD)	-	29,782,196
Wells Fargo Bank NA, New York (USD)	45,875,238	-
Zhejiang Chouzhou Commercial Bank (USD)	10,165,019	8,068,565
Zhejiang Chouzhou Commercial Bank (CNY)	18,608,959	22,396,916
	2,658,367,508	1,173,967,897
Non-interest bearing:		
AB Bank Limited, Mumbai	7,018,353	15,420,960
AKTIF Bank, Istanbul -JPY	2,171,712	2,442,647
Al Rajhi Bank K.S.A	14,294,123	56,770,209
Axis Bank Ltd, Mumbai (ACU)	46,734,051	16,979,847
Bank of Sydney	-	5,905,713
Bank Alfalah Limited, Karachi Pak (ACU)	4,945,257	12,874,139
Bhutan National Bank Limited, Thimphu	14,885,003	5,894,157
Citibank N.A., London (GBP)	1,421,985	50,057,073
Citibank N.A., London (EURO)	94,056	-
Commerzbank AG, Frankfurt (EURO)	34,845,968	5,255,696
Commerzbank AG, Frankfurt (USD)	14,652,634	14,444,095
Habib Metropolitan Bank Limited, Karachi	40,630,766	39,743,904
HDFC Bank		

7.4 Maturity-wise grouping

	31 Dec 2023	31 Dec 2022
On demand	1,448,970,774	3,677,343,471
Up to 3 months	5,536,017,906	2,466,456,844
More than 3 months but not more than 1 year	18,043,899,793	26,304,189,275
More than 1 year but not more than 5 years	56,911,492,983	35,206,572,748
More than 5 years	32,819,770,916	35,194,547,599
	<u>114,760,152,372</u>	<u>102,849,109,937</u>

7(a) Consolidated Investments

	31 Dec 2023	31 Dec 2022
Government		
Bank Asia PLC.	106,782,762,756	94,746,403,719
Bank Asia Securities Limited	-	-
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>106,782,762,756</u>	<u>94,746,403,719</u>
Others		
Bank Asia PLC.	7,977,389,616	8,102,706,218
Bank Asia Securities Limited	1,041,252,282	989,145,651
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>9,018,641,898</u>	<u>9,091,851,869</u>
	<u>115,801,404,654</u>	<u>103,839,255,588</u>

8 Loans and advances/investments

	31 Dec 2023	31 Dec 2022
Loans, cash credits, overdrafts, etc/investments (Note 8.1)	275,845,342,560	254,502,783,718
Bills purchased and discounted (Note 8.2)	15,479,700,585	23,367,574,685
	<u>291,325,043,145</u>	<u>277,870,358,403</u>

8.1 Loans, cash credits, overdrafts, etc/investments

Conventional and Islamic banking

Inside Bangladesh

	31 Dec 2023	31 Dec 2022
Agricultural loan	5,523,887,981	4,937,948,904
Cash credit/Bai Murabahah (Muajjal)	7,594,468,147	5,303,713,589
Credit card	4,171,809,762	3,631,193,880
Credit for poverty alleviation scheme-micro credit	8,183,283	8,247,947
Consumer credit scheme	16,278,739,708	15,781,494,644
Demand loan	62,191,705,348	27,234,992,836
Export Development Fund (EDF)	11,277,990,087	21,663,457,255
House building loans	1,037,606,727	1,059,855,713
Loans (General)	22,239,857,876	39,417,520,074
Loan against trust receipts/ Bai Murabahah post import	7,249,653,620	14,331,955,769
Overdrafts/ Quard against scheme	35,210,080,416	32,110,440,520
Packing credit	345,061,384	928,694,041
Payment against documents	30,900,818	128,062,570
Staff loan	1,722,320,328	1,891,324,867
Transport loan	1,585,064,282	1,811,882,853
Term loan- industrial	29,952,112,880	26,527,284,618
Term loan- others	64,573,206,309	48,696,524,190
Loan under Covid-19 stimulus package	1,421,703,304	5,322,077,781
	<u>272,414,352,260</u>	<u>250,786,672,051</u>

Outside Bangladesh

	31 Dec 2023	31 Dec 2022
272,414,352,260	250,786,672,051	
3,430,990,300	3,716,111,667	
<u>275,845,342,560</u>	<u>254,502,783,718</u>	

Off-shore banking unit

	31 Dec 2023	31 Dec 2022
275,845,342,560	254,502,783,718	

8.2 Bills purchased and discounted

	31 Dec 2023	31 Dec 2022
Conventional and Islamic banking	1,477,692,579	1,996,974,277
Off-shore banking unit	14,002,008,006	21,370,600,408
	<u>15,479,700,585</u>	<u>23,367,574,685</u>

8.3 Maturity-wise grouping

	31 Dec 2023	31 Dec 2022
Repayable on demand	47,694,320,200	45,332,866,964
Not more than 3 months	46,477,970,044	42,258,538,345
More than 3 months but not more than 1 year	89,804,700,396	77,497,087,280
More than 1 year but not more than 5 years	88,026,715,188	94,466,027,863
More than 5 years	19,321,337,318	18,315,837,951
	<u>291,325,043,145</u>	<u>277,870,358,403</u>

8.4 Net loans and advances/investments

	31 Dec 2023	31 Dec 2022
Gross loans and advances/investments	291,325,043,145	277,870,358,403
Less: Interest suspense (Note 13.4)	5,103,577,924	4,403,014,529
Provision for loans and advances/investments	20,416,000,000	19,610,000,001
	<u>265,805,465,221</u>	<u>253,857,343,873</u>

8.5 Loans and advances/investments under the following broad categories

	31 Dec 2023	31 Dec 2022
In Bangladesh		
Loans	233,040,793,997	217,088,629,609
Cash credits	7,594,468,147	5,303,713,589
Overdrafts	35,210,080,416	32,110,440,520
Bills purchased and discounted	15,302,113,768	22,868,897,540
	<u>291,147,456,328</u>	<u>277,371,681,258</u>
Outside Bangladesh		
Bills purchased and discounted	177,586,817	498,677,145
	<u>291,325,043,145</u>	<u>277,870,358,403</u>

8.6 Significant concentration wise grouping

	31 Dec 2023	31 Dec 2022
a) Directors	-	-
Chief Executive and other senior executives	169,627,832	186,676,000
i) Managing Director	-	-
ii) Other senior executives	169,627,832	186,676,000
c) Agriculture	8,684,700,000	7,409,100,000
d) Industry	145,599,415,313	138,477,182,403
Food Manufacturing	20,412,400,000	14,167,500,000
Beverage industry	625,900,000	244,600,000
RMG industry	25,663,000,000	33,951,900,000
Textile industry	21,211,000,000	24,298,900,000
Wood cork and allied products	77,100,000	46,600,000
Furniture and Fixture	260,100,000	313,400,000
Paper and paper products	5,235,200,000	5,024,400,000
Leather and leather products	2,510,800,000	3,157,300,000
Rubber products	6,708,000,000	4,577,700,000
Chemical and chemical products	1,645,800,000	916,200,000
Basic metal products	18,626,300,000	11,429,800,000
Electrical machinery and apparatus	3,307,600,000	3,499,300,000
Other manufacturing industries	28,749,215,313	23,045,982,403
Ship building	116,000,000	4,468,700,000
Ship breaking	1,831,300,000	1,435,100,000
Pharmaceutical	8,419,700,000	7,899,800,000
e) Constructions	6,283,200,000	8,404,000,000
f) Power, Gas, Water and Sanitary Services	17,912,100,000	13,914,800,000
g) Transport, Storage and Communication	4,877,200,000	2,532,900,000
h) Trade Services	51,511,600,000	51,879,200,000
i) Housing Services	19,587,000,000	18,448,600,000
j) Banking and Insurance	7,056,600,000	4,857,400,000
k) Professional and Misc. services	29,643,600,000	31,760,500,000
	<u>291,325,043,145</u>	<u>277,870,358,403</u>

8.7 Geographical location-wise grouping

Inside Bangladesh

	31 Dec 2023	31 Dec 2022
Urban		
Dhaka Division	233,632,722,966	212,858,089,190
Chittagong Division	27,313,237,064	27,903,430,779
Khulna Division	4,170,612,774	4,153,972,836
Rajshahi Division	4,585,298,587	4,504,326,275
Barisal Division	1,095,128,725	1,163,874,549
Sylhet Division	2,937,562,766	2,724,367,784
Rangpur Division	2,168,491,483	1,911,947,239
Mymensingh Division	593,671,783	538,365,075
	<u>276,496,786,148</u>	<u>255,758,363,727</u>

Rural

	31 Dec 2023	31 Dec 2022
Dhaka Division	9,203,918,936	16,084,242,760
Chattagram Division	4,014,824,922	4,401,837,380
Khulna Division	265,601,345	219,965,396
Rajshahi Division	1,025,401,799	1,062,638,106
Barisal Division	13,526,854	17,079,600
Sylhet Division	148,066,283	319,901,321
Rangpur Division	134,260,807	-
Mymensingh Division	22,636,051	6,330,113
	<u>14,828,256,997</u>	<u>22,111,994,676</u>

8.8 Loans/investments including bills purchased and discounted

	31 Dec 2023	31 Dec 2022
Collateral of movable/immovable assets	175,779,222,118	152,402,313,263
Local banks and financial institutions' guarantee	3,097,213,629	801,551,421
Foreign banks' guarantee	583,356,582	2,914,913
Export documents	6,814,562,072	12,463,791,786
Cash and quasi cash	8,793,657,513	7,486,439,032
Personal guarantee	70,292,771,886	65,968,492,454
Other securities	25,964,259,345	38,744,855,534
	<u>291,325,043,145</u>	<u>277,870,358,403</u>

8.9 Details of large loans/investments

As at 31 December 2022 there were nine (2021: thirteen) clients with whom amount of outstanding and classified loans and advances exceeded 10% of the total capital of the Bank. Total capital of the Bank was Taka 46,111.11 million as at 31 December 2022 (Taka 41,370.38 million in 2021).

Details are shown in Annex E.

8.10 Particulars of loans and advances/investments

	31 Dec 2023	31 Dec 2022
i) Loans/investments considered good in respect of which the Bank is fully secured	195,068,011,914	173,157,010,415
ii) Loans/investments considered good against which the Bank holds no security other than the debtors' personal guarantee	70,292,771,886	65,968,492,454
iii) Loans/investments considered good secured by the personal undertaking of one or more parties in addition to the personal guarantee of the debtors	25,964,259,345	38,744,855,534
iv) Loans/investments adversely classified; provision not maintained there against	-	-
	<u>291,325,043,145</u>	<u>277,870,358,403</u>
v) Loans/investments due by directors or officers of the Bank or any of them either separately or jointly with any other persons	1,722,320,328	1,891,324,867
vi) Loans/investments due from companies or firms in which the directors or officers of the bank have interest as directors, partners or managing agents or in case of private companies, as members	-	-
vii) Maximum total amount of advances/investments, including temporary advances/investments made at any time during the year to directors or managers or officers of the bank or any of them either separately or jointly with any other person.	1,722,320,328	1,891,324,867
viii) Maximum total amount of advances/investments, including temporary advances/investments granted during the year to the companies or firms in which the directors of the bank are interested as directors, partners or managing agents	-	-
ix) or in the case of private companies, as members	-	-
x) Due from banking companies	15,479,700,585	23,367,574,685
xi) Amount of classified loans/investments on which interest has not been charged mentioned as follows:	-	-

	31 Dec 2023	31 Dec 2022
a) Increase/(Decrease) of provision (specific)	5,102,536,999	3,227,463,001
Amount of loan written off	4,779,597,107	1,148,594,130
Amount realised against the loans previously written off	326,056,141	347,148,119
b) Provision kept against loans/investments classified as bad debts	15,620,000,000	10,517,463,001
c) Interest credited to interest suspense account	5,198,880,298	4,403,014,529
xi) Cumulative amount of written off loans/investments		
Balance as at 1 January	15,838,570,135	15,037,124,124
Loans written off during the year	4,779,597,107	1,148,594,130
Recovery against written off loans during the year	(326,056,141)	(347,148,119)
The amount of written off loans/investments for which law suit has been filed	<u>20,292,112,011</u>	<u>15,838,570,135</u>

8.11 Grouping as per classification rules

	31 Dec 2023	31 Dec 2022
Unclassified:		
Standard including staff loan	263,010,762,702	258,545,019,989
Special mentioned account	8,803,920,738	5,805,552,187
	<u>271,814,683,440</u>	<u>264,350,572,176</u>
Classified:		
Sub-standard	1,781,013,286	775,378,765
Doubtful	1,052,244,745	252,963,345
Bad/loss	16,677,101,674	12,491,444,117
	<u>19,510,359,705</u>	<u>15,519,786,227</u>
	<u>291,325,043,145</u>	<u>277,870,358,403</u>

8.12 Particulars of required provision for loans and advances/investments

Status	Outstanding at 31 Dec 2023	Base for provision	Required provision	
			%	Amount
Unclassified - general provision				
Other than - SME financing, House building loan and loan for professional, loan to Brokerage House (BH), consumer finance, staff loan and SMA)	190,303,165,546	189,799,241,608	1% to 5%	7,656,936,195
Small and medium enterprise financing	31,708,219,323	31,708,219,323	0.25%	79,270,548
House building loan and loan for professional	14,430,571,391	14,430,571,391	1.00%	144,305,714
House building loan and loan for professional to BH	1,848,561,277	1,848,561,277	2.00%	36,971,226
Consumer finance	5,833,668,038	5,833,668,038	2.00%	116,673,361
Special general provision	-	-	-	617,058,240
COVID-19 (Note 13.2.1)	-	-	-	-
Staff loan	1,705,528,529	-	0%	-
				<u>8,651,215,284</u>
Special mentioned account	8,741,394,096	8,397,042,158	0.25% to 2%	2,422,322,922
Off-shore unit				
Unclassified loans (general)	17			

	31 Dec 2023	31 Dec 2022
11(aa) Consolidated Borrowings from other banks, financial institutions and agents		
Bank Asia PLC.	27,071,897,305	51,024,080,743
Bank Asia Securities Limited	1,805,556,804	1,256,565,786
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	28,877,454,109	52,280,646,529
Less: Inter-company transactions	1,805,556,804	1,256,565,786
	27,071,897,305	51,024,080,743

	31 Dec 2023	31 Dec 2022
11(a) Subordinated non-convertible and perpetual bonds		
Subordinated Non-Convertible bond (Note 11(a).1)	4,000,000,000	6,000,000,000
Perpetual bond (Note 11(a).2)	3,680,250,000	3,340,000,000
	7,680,250,000	9,340,000,000

	31 Dec 2023	31 Dec 2022
11(aa).1 Subordinated Non-Convertible Bonds		
Subordinated Non-Convertible floating rate bond - 2		
Agrani Bank PLC	50,000,000	100,000,000
Dhaka Bank PLC	150,000,000	300,000,000
Jansilla Bank PLC	50,000,000	100,000,000
National Life Insurance Co.	100,000,000	200,000,000
Pubali Bank PLC	200,000,000	400,000,000
Sabnico	30,000,000	60,000,000
Sadharan Bima Corporation	20,000,000	40,000,000
Sonali Bank PLC	200,000,000	400,000,000
Southeast Bank PLC	100,000,000	200,000,000
Uttara Bank PLC	100,000,000	200,000,000
	1,000,000,000	2,000,000,000

	31 Dec 2023	31 Dec 2022
Subordinated Non-Convertible floating rate bond - 3		
Agrani Bank PLC	1,500,000,000	2,000,000,000
Eastern Bank PLC	600,000,000	800,000,000
Trust Bank Limited	300,000,000	400,000,000
Dutch-Bangla Bank PLC	300,000,000	400,000,000
Pubali Bank PLC	300,000,000	400,000,000
	3,000,000,000	4,000,000,000
	4,000,000,000	6,000,000,000

	31 Dec 2023	31 Dec 2022
11(aa).2 Perpetual bond		
Institutional subscriber:		
NCC Bank PLC	1,300,000,000	1,300,000,000
Trust Bank Limited	110,000,000	110,000,000
Jamuna Bank PLC	730,000,000	730,000,000
Southeast Bank PLC	500,000,000	500,000,000
NRB Bank Limited	200,000,000	200,000,000
	2,840,000,000	2,840,000,000
Individual subscriber	500,000,000	500,000,000
Public Offer	340,250,000	-
	3,680,250,000	3,340,000,000

	31 Dec 2023	31 Dec 2022
11.3 Maturity-wise grouping (Note 11 and Note 11 a)		
Payable on demand	4,512,500,000	8,898,500,000
Up to 1 month	-	-
More than 1 month but within 3 months	9,060,000,000	17,119,500,000
More than 3 months but within 1 year	10,292,750,000	19,885,382,546
More than 1 year but within 5 years	2,304,812,477	9,375,311,234
More than 5 years	8,582,084,828	5,085,386,963
	34,752,147,305	60,364,080,743

11.4 Disclosure regarding REPO
Disclosure regarding REPO transactions of the bank are given as per Bangladesh Bank, DOS Circular No. 6 dated July 15, 2010

Sl. #	Counter party name	Agreement date	Reversal Date	Amount (Taka)
1	Bangladesh Bank	28-Dec-23	2-Jan-24	4,619,755,000
2	Bangladesh Bank	28-Dec-23	2-Jan-24	4,037,275,200
3	Bangladesh Bank	27-Dec-23	3-Jan-24	5,928,252,000
4	Bangladesh Bank	27-Dec-23	3-Jan-24	1,959,570,000
Total				16,544,852,200

Sl. #	Counter party name	Agreement date	Reversal Date	Amount (Taka)
Total				Nil

Particulars	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year
Securities sold under repo:			
... i) with Bangladesh Bank	-	-	-
... ii) with other banks & FIs	-	-	-
Securities purchased under reverse repo:			
... i) with Bangladesh Bank	-	-	-
... ii) with other banks & FIs	-	-	-

	31 Dec 2023	31 Dec 2022
12 Deposits and other accounts		
Conventional and Islamic banking (Note 12.1)	359,975,076,402	336,694,572,297
Off-shore banking unit	1,642,071,510	1,000,845,140
	361,617,147,912	337,695,417,437

	31 Dec 2023	31 Dec 2022
Deposits and other accounts		
Current/Al-wadeeah current accounts and other accounts		
Deposits from banks	-	-
Deposits from customers	72,399,767,950	67,482,882,465
Off-shore banking unit	1,074,495,629	893,558,137
	73,474,263,579	68,376,440,602

	31 Dec 2023	31 Dec 2022
Bills payable		
Deposits from banks	-	-
Deposits from customers	3,958,476,129	4,167,914,951
	3,958,476,129	4,167,914,951

	31 Dec 2023	31 Dec 2022
Savings bank/Mudaraba savings bank deposits		
Deposits from banks	-	-
Deposits from customers	83,493,765,110	78,812,880,761
	83,493,765,110	78,812,880,761

	31 Dec 2023	31 Dec 2022
Fixed deposits/Mudaraba fixed deposits		
Deposits from banks	9,144,150	16,635,021
Deposits from customers	200,113,923,063	186,214,259,099
Off-shore banking unit	567,575,881	107,287,003
	200,690,643,094	186,338,181,123
	361,617,147,912	337,695,417,437

	31 Dec 2023	31 Dec 2022
12.1 Conventional and Islamic banking		
Deposits from banks (Note 12.1.1)	9,144,150	16,635,021
Deposits from customers (Note 12.1.2)	359,965,932,252	336,677,937,276
	359,975,076,402	336,694,572,297

	31 Dec 2023	31 Dec 2022
12.1.1 Deposits from bank		
Fixed deposit/SND: Islamic banking		
AB Bank PLC	38,846	39,176
EXIM Bank PLC	2,402,497	11,352,076
Social Bank PLC	609,280	601,789
Trust Bank Limited	611,612	604,092
	3,662,235	12,597,265

	31 Dec 2023	31 Dec 2022
Fixed deposit/SND: Conventional banking		
Mudhumoti Bank PLC	5,075,801	3,625,690
Trust Bank Limited	406,114	412,066
	5,481,915	4,037,756
	9,144,150	16,635,021

	31 Dec 2023	31 Dec 2022
12.1.2 Deposits from customers		
Current/Al-wadeeah current accounts and other accounts (Note 12.1.2a)	72,399,767,950	67,482,882,465
Bills payable (Note 12.1.2b)	3,958,476,129	4,167,914,951
Savings bank/Mudaraba savings deposits	83,493,765,110	78,812,880,761
Fixed deposits/Mudaraba fixed deposits (Note 12.1.2c)	200,113,923,063	186,214,259,099
	359,965,932,252	336,677,937,276

	31 Dec 2023	31 Dec 2022
12.1.2a Current/Al-wadeeah current accounts and other accounts		
Current/Al-wadeeah current accounts	25,529,345,048	24,733,889,452
Other demand deposit - Local currency	31,867,254,841	27,135,833,840
Other demand deposit - Foreign currencies	11,768,127,029	11,915,052,012
Foreign currency deposits	3,187,701,131	3,665,056,408
Unclaimed cash dividend	47,339,901	33,050,753
Export retention quota	-	-
	72,399,767,950	67,482,882,465

	31 Dec 2023	31 Dec 2022
12.1.2b Bills payable		
Bills payable - local currency	3,919,763,278	4,124,475,067
Bills payable - foreign currencies	38,712,851	43,439,884
Demand draft	-	-
	3,958,476,129	4,167,914,951

	31 Dec 2023	31 Dec 2022
12.1.2c Fixed deposits/Mudaraba fixed deposits		
Fixed deposits/Mudaraba fixed deposits	136,900,954,206	120,572,168,795
Special notice deposit	27,316,021,785	27,292,815,442
Foreign currency deposits (interest bearing)	4,075,123	4,075,058
Deposit under schemes	35,898,353,864	38,349,237,560
	200,113,923,063	186,214,259,099

	31 Dec 2023	31 Dec 2022
12.2 Payable on demand and time deposits		
a) Demand deposits		
Current/Al-wadeeah current accounts and other accounts	26,651,180,578	25,660,498,342
Savings bank/Mudaraba savings deposits	7,514,438,860	7,093,159,268
Foreign currency deposits (non interest bearing)	14,955,828,160	15,580,108,420
Sundry deposits	31,867,254,841	27,135,833,840
Bills payable	3,958,476,129	4,167,914,951
	84,947,178,568	79,637,514,821

	31 Dec 2023	31 Dec 2022
b) Time deposits		
Savings bank/Mudaraba savings deposits	75,979,326,520	71,719,721,493
Fixed deposits/Mudaraba fixed deposits	137,472,192,322	120,692,053,063
Foreign currency deposits (interest bearing)	4,075,123	4,075,058
Special notice deposit	27,316,021,785	27,292,815,442
Deposits under schemes	35,898,353,864	38,349,237,560
	276,669,969,344	258,057,902,616
	361,617,147,912	337,695,417,437

	31 Dec 2023	31 Dec 2022
12.3 Sector-wise break-up of deposits and other accounts		
Government	4,086,636,000	5,410,770,000
Deposit from banks	3,662,235	12,597,265
Other public	2,170,366,000	1,782,720,000
Foreign currencies	16,640,687,644	16,628,468,502
Private	338,715,796,033	313,860,861,670
	361,617,147,912	337,695,417,437

	31 Dec 2023	31 Dec 2022
12.4 Maturity-wise grouping		
12.4.1 Deposits from banks		
Payable on demand	3,662,235	12,597,265
Up to 1 month	-	-
Over 1 month but within 6 months	-	-
Over 6 months but within 1 year	-	-
Over 1 year but within 5 years	-	-
Over 5 years	-	-
	3,662,235	12,597,265

	31 Dec 2023	31 Dec 2022
12.4.2 Customer deposits excluding bills payable		
Payable on demand	3,360,693,703	2,697,408,067
Up to 1 month	50,825,459,774	42,388,296,755
Over 1 month but within 6 months	61,263,048,696	66,919,405,099
Over 6 months but within 1 year	95,996,253,877	72,574,460,352
Over 1 year but within 5 years	109,304,700,000	104,244,552,127
Over 5 years	36,904,853,498	44,690,782,821
	357,655,009,548	333,514,905,221

	31 Dec 2023	31 Dec 2022
12.4.3 Bills payable		
Payable on demand	541,021,888	446,038,758
Up to 1 month	1,134,957,763	1,155,933,510
Over 1 month but within 6 months	2,282,496,478	2,565,942,683
Over 6 months but within 1 year	-	-
Over 1 year but within 5 years	-	-
Over 5 years	-	-
	3,958,476,129	4,167,914,951
	361,617,147,912	337,695,417,437

	31 Dec 2023	31 Dec 2022
12(a) Consolidated Deposits and other accounts		
Current/Al-wadeeah current accounts and other accounts		
Bank Asia PLC.	73,474,263,579	68,376,440,602
Bank Asia Securities Limited	535,465,276	527,347,378
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	74,009,728,855	68,903,787,980
Less: Inter-company transactions	351,884,444	369,639,929
	73,657,844,411	68,534,148,051

	31 Dec 2023	31 Dec 2022
Bills payable		
Bank Asia PLC.	3,958,476,129	4,167,914,951
Bank Asia Securities Limited	-	-
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	3,958,476,129	4,167,914,951

	31 Dec 2023	31 Dec 2022
Savings bank/Mudaraba		

31 Dec 2023 31 Dec 2022

14.3 Initial public offer (IPO)

Out of the total issued, subscribed and fully paid up capital of the Bank 2,000,000 ordinary shares of Taka 100 each amounting to Taka 200,000,000 was raised through public offering of shares in 2003

14.4 Capital to risk-weighted asset

The calculation of CRAR under Basel III has been made as per "Guidelines on Risk Based Capital Adequacy (Revised) Regulatory Capital Framework for banks in line with Basel III" issued by Bangladesh Bank vide its BRPD Circular no. 18 dated December 21, 2014

	In line of Basel III	In line of Basel III
Common Equity Tier -1 capital (Going-Concern Capital)		
Paid up capital	11,659,068,600	11,659,068,600
Statutory reserve (Note 15)	11,750,000,000	11,750,000,000
General reserve	8,166,144	8,166,144
Retained earnings (Note 17)	3,416,739,131	3,105,969,227
	26,833,973,875	26,523,203,971
Less: Regulatory adjustments		
Reciprocal crossholding in the CET - 1 Capital of Banking, Financial and Insurance Entities	41,133,300	39,626,140
Common Equity Tier -1 capital (Going-Concern Capital)	26,792,840,575	26,483,577,831
Additional Tier 1 Capital		
Perpetual bond	3,680,250,000	3,340,000,000
Total Tier-1 Capital	30,473,090,575	29,823,577,831
Tier - 2 Capital (Gone-Concern Capital)		
General provision maintained against unclassified loan/investments	6,796,000,000	9,092,537,000
General provision on off-balance sheet exposure	1,390,000,000	1,195,000,000
Subordinated non-convertible zero coupon bonds (as per Annex 4 of Basel III)	2,000,000,000	6,000,000,000
Total Tier- 2 Capital available	10,186,000,000	16,287,537,000
Maximum Limit of Tier-2 Capital (Considering) para 3.2 (v) including foot note no. 9 of RBCA Guideline)	18,322,950,800	17,752,452,437
Adjustment as per RBCA Guideline	-	-
Total admissible Tier-2 Capital	10,186,000,000	16,287,537,000

A) Total capital	40,659,090,575	46,111,114,831
B) Total risk weighted assets (RWA)	247,185,581,946	260,486,878,311
C) Minimum total capital requirement 10%	24,718,558,195	26,048,687,831
D) Capital surplus (A-C)	15,940,532,380	20,062,427,000
E) Minimum total capital plus capital conservation buffer requirement @ 12.50%	30,898,197,743	32,560,859,789
F) Capital surplus (A-E) with capital conservation buffer	9,760,892,832	13,550,255,042
Capital to risk weighted asset ratio		
Common Equity Tier-1 to RWA (minimum 4.5% under Basel III)	10.84%	10.17%
Tier-1 to RWA (minimum 6% under Basel III)	12.33%	11.45%
Capital to Risk Weighted Assets against minimum requirement 10%	16.45%	17.70%

14.4 (a) Consolidated capital to risk-weighted asset

The calculation of CRAR under Basel III has been made as per "Guidelines on Risk Based Capital Adequacy (Revised) Regulatory Capital Framework for banks in line with Basel III" issued by Bangladesh Bank vide its BRPD Circular no. 18 dated December 21, 2014

	In line of Basel III	In line of Basel III
Common Equity Tier -1 capital (Going-Concern Capital)		
Paid up capital	11,659,068,600	11,659,068,600
Non-controlling (Minority) Interest	10,297	10,285
Statutory reserve (Note 15)	11,750,000,000	11,750,000,000
General reserve	8,166,144	8,166,144
Retained earnings (Note 17)	3,350,452,926	2,957,002,831
	26,767,697,967	26,374,247,860
Less: Regulatory adjustments		
Reciprocal crossholding in the CET - 1 Capital of Banking, Financial and Insurance Entities	41,133,300	39,626,140
Common Equity Tier -1 capital (Going-Concern Capital)	26,726,564,667	26,334,621,720
Perpetual bond	-	-
Additional Tier 1 Capital	3,680,250,000	3,340,000,000
Total Tier-1 Capital	30,406,814,667	29,674,621,720

Tier - 2 Capital (Gone-Concern Capital)

General provision maintained against unclassified loan/investments	6,796,000,000	9,092,537,000
General provision on off-balance sheet exposure	1,390,000,000	1,195,000,000
Subordinated non-convertible zero coupon bonds	2,000,000,000	6,000,000,000
Total Tier- 2 Capital available	10,186,000,000	16,287,537,000
Maximum Limit of Tier-2 Capital (Considering) para 3.2 (v) including foot note no. 9 of RBCA Guideline)	18,222,911,011	17,560,159,598
Adjustment as per RBCA Guideline	-	-
Total admissible Tier-2 Capital	10,186,000,000	16,287,537,000
A) Total capital	40,592,814,667	45,962,158,720
B) Total risk weighted assets (RWA)	249,036,238,180	263,181,642,862
C) Minimum total capital requirement 10%	24,903,623,818	26,318,164,286
D) Capital surplus (A-C)	15,689,190,849	19,643,994,434
E) Minimum total capital plus capital conservation buffer requirement @ 12.50%	31,129,529,773	32,897,705,358
F) Capital surplus (A-E) with capital conservation buffer	9,463,284,894	13,064,453,362
Capital to risk weighted asset ratio		
Common Equity Tier-1 to RWA (minimum 4.5% under Basel III)	10.73%	10.01%
Tier-1 to RWA (minimum 6% under Basel III)	12.21%	11.28%
Capital to Risk Weighted Assets against minimum requirement 10%	16.30%	17.46%

14.5 Percentage of shareholdings at the closing date

Category	At 31 December 2023		At 31 December 2022	
	No. of shares	%	No. of shares	%
Sponsors & Directors	621,477,148	53.30	622,067,148	53.35
General Public	123,148,457	10.56	123,526,402	10.59
Institutions	270,404,806	23.19	304,842,383	26.15
Investment Companies	148,291,676	12.72	111,733,939	9.58
Non-resident Bangladeshi	710,846	0.06	1,310,082	0.11
Foreign Investors	1,873,927	0.16	2,426,906	0.21
	1,165,906,860	100	1,165,906,860	100

14.6 Classification of shareholders by holding

Holding	No. of holders		% of total holding	
	31-Dec-23	31-Dec-22	31-Dec-23	31-Dec-22
Less than 5,000	5,506	5,709	0.50	0.52
5,000 to 50,000	1,282	1,303	1.54	1.57
50,001 to 100,000	93	89	0.58	0.56
100,001 to 200,000	46	49	0.56	0.59
200,001 to 300,000	17	23	0.36	0.50
300,001 to 400,000	17	16	0.51	0.48
400,001 to 500,000	7	7	0.27	0.27
500,001 to 1,000,000	34	35	2.06	2.17
1,000,001 to 10,000,000	75	68	23.41	21.83
Over 10,000,000	28	28	70.21	71.50
	7,105	7,327	100.00	100.00

14.7 Name of the Directors and their shareholdings as at 31 December 2023

Sl	Name of the director	Status	Closing position	Opening position
1	Mr. Romo Rouf Chowdhury	Chairman	23,323,746	23,323,746
2	Mr. Mohd Salikwan Chowdhury (Representing Phulbari Tea Estates Ltd)	Vice Chairman	45,666,246	45,666,246
3	Ms. Zakia Rouf Chowdhury (Representing Amiran Generations Limited)	Vice Chairman	47,558,630	47,558,630
4	Mr. Rumea A Hossain	Director	36,216,554	36,216,554
5	Mrs. Hosneara Sinha	Director	53,184,729	53,184,729
6	Ms. Romana Rouf Chowdhury (Representing MAYA Limited)	Director	41,679,196	41,679,196
7	Ms. Farhana Haq	Director	58,230,519	58,230,519
8	Mr. Enam Chowdhury (Representing Zest Polymers Limited)	Director	25,959,122	25,959,122
9	Mr. Nafees Khundker	Director	24,784,734	24,784,734
10	Mr. Dilwar H Chowdhury (Independent Director)	Director	-	-
11	Mr. Ashrafal Haq Chowdhury (Independent Director)	Director	-	-
12	Mr. Md. Abul Quasem (Independent Director)	Director	-	-
13	Mr. M. A. Baqui Khailly (Independent Director)	Director	-	-
14	Mr. Helal Ahmed Chowdhury (Independent Director)	Director	-	-

15 Statutory reserve

Balance at the beginning of the year	11,750,000,000	10,725,443,940
Add: Addition during the year	-	1,024,556,060
Balance at the end of the year	11,750,000,000	11,750,000,000

15.1 General and other reserve

Bank Asia PLC.	8,166,144	8,166,144
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15.1 (a) Consolidated General and other reserve

Bank Asia PLC.	8,166,144	8,166,144
Bank Asia Securities Limited		
Opening Balance	1,760,387	150,947
Addition during the year	330,482	1,609,440
Adjustment made during the year	-	-
Closing Balance	2,090,869	1,760,387
	10,257,013	9,926,531

16 Revaluation reserve

HTM securities (Note 16.1)	107,009,414	82,779,825
HFT securities (Note 16.2)	755,333,928	157,340,380
Fixed Assets revaluation (Note 16.3)	1,823,211,667	1,876,926,919
	2,685,555,009	2,117,047,124

16.1 Revaluation reserve on HTM securities

Balance at 1 January	82,779,825	61,048,535
Gain from revaluation on investments	25,471,804	25,706,970
Adjustment for sale/maturity of securities	(1,242,215)	(3,975,680)
	107,009,414	82,779,825

16.2 Revaluation reserve on HFT securities

Balance at 1 January	157,340,380	167,454,171
Gain from revaluation on investments	1,352,950,551	449,300,864
Adjustment for sale/maturity of securities	(754,957,003)	(459,474,455)
	755,333,928	157,340,380

16.3 Revaluation reserve on Fixed Assets

Balance at 1 January	1,876,926,919	1,930,642,171
Depreciation charged during the year	(53,715,252)	(53,715,252)
	1,823,211,667	1,876,926,919

16 (a) Consolidated Revaluation reserve

Bank Asia PLC.	2,685,555,009	2,117,047,124
Bank Asia Securities Limited	-	-
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc.	-	-
	2,685,555,009	2,117,047,124

17 Retained earnings

Balance at 1 January	3,105,969,227	2,804,815,058
Add: Post - tax profit for the year	2,395,840,970	3,045,871,705
Revaluation reserve transferred to retained earnings	53,715,252	53,715,252
	5,555,525,449	5,904,402,015
Less: Issue of cash dividend for the year 2021	(1,748,860,290)	(1,748,860,290)
Issue of cash dividend for the year 2022	(1,024,556,060)	(1,024,556,060)
Transfer to statutory reserve	(389,926,028)	(25,016,438)
Coupon/dividend on perpetual bond	(2,138,786,318)	(2,798,432,788)
	3,416,739,131	3,105,969,227

17(a) Consolidated Retained earnings

Balance at 1 January	2,957,002,831	2,650,999,337
Add: Foreign exchange revaluation reserve for opening retained earnings	-	-
Revaluation reserve transferred to retained earnings	53,715,252	53,715,252
Post-tax profit for the year	2,478,851,655	3,052,330,481
Non controlling interest	12	11
	5,489,569,726	5,757,045,059
Less: Issue of cash dividend for the year 2021	(1,748,860,290)	(1,748,860,290)
Issue of cash dividend for the year 2022	(1,024,556,060)	(1,024,556,060)
Transferred to statutory reserve	(389,926,028)	(25,016,438)
Coupon/dividend on perpetual bond	(2,139,116,800)	(2,800,042,228)
Transferred to General and other reserve	(330,482)	(1,609,440)
	3,350,452,926	2,957,002,831

17(b) Non-controlling (Minority) Interest

Bank Asia Securities Limited	10,297	10,285
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc.	-	-
	10,297	10,285

18 Contingent liabilities

Conventional and Islamic banking	152,117,045,333	153,506,750,679
Off-shore banking unit	7,666,752	56,521,785
	152,124,712,085	153,563,272,464

18.1 Acceptances and endorsements

Conventional and Islamic banking	57,164,035,754	57,446,507,689
Off-shore banking unit	-	14,488,854
	57,164,035,754	57,460,996,543

18.2 Letters of guarantee (Note 18.2.1)

Conventional and Islamic banking	31,447,176,388	38,211,461,475
Off-shore banking unit	2,985,627	667,610
	31,450,162,015	38,212,129,085

18.2.1 Letters of guarantee

Letters of guarantee (Local)	21,545,790,114	22,825,157,280
Letters of guarantee (Foreign)	9,904,371,901	15,386,971,805
	31,450,162,015	38,212,129,085

Balance for which the Bank is contingently liable in respect of guarantees issued favouring:

Directors or officers	-	-
Government	19,991,541,105	26,475,797,111
Banks and other financial institutions	1,836,041,269	1,968,793,268
Others	9,622,579,641	9,767,538,706
	31,450,162,015	38,212,129,085

18.3 Irrevocable letters of credit (Note 18.3.1)



	31 Dec 2023	31 Dec 2022
27 Legal expenses		
Conventional and Islamic banking (Note 27.1)	28,538,049	25,338,865
Off-shore banking unit	-	74,963
	<u>28,538,049</u>	<u>25,413,828</u>
27.1 Conventional and Islamic Banking		
Legal expenses	28,538,049	25,338,865
Other professional charges	-	-
	<u>28,538,049</u>	<u>25,338,865</u>
27(a) Consolidated Legal expenses		
Bank Asia PLC.	28,538,049	25,413,828
Bank Asia Securities Ltd	149,685	665,869
BA Exchange Company (UK) Limited	334,965	263,670
BA Express USA, Inc	80,156	-
	<u>29,102,855</u>	<u>26,343,367</u>
28 Postage, stamps, telecommunication etc.		
Conventional and Islamic banking (Note 28.1)	189,517,244	152,491,855
Off-shore banking unit	528,795	620,037
	<u>190,046,039</u>	<u>153,111,892</u>
28.1 Conventional and Islamic banking		
Telephone, courier and postage	108,363,242	92,799,799
Master/VISA card process fee	35,737,937	27,108,934
ATM charge	4,104,013	3,584,107
SWIFT and Reuter charge	37,153,535	24,427,936
Internet	4,158,517	4,571,079
	<u>189,517,244</u>	<u>152,491,855</u>
28(a) Consolidated Postage, stamps, telecommunication etc.		
Bank Asia PLC.	190,046,039	153,111,892
Bank Asia Securities Ltd	2,897,719	2,601,323
BA Exchange Company (UK) Limited	397,563	354,215
BA Express USA, Inc	991,220	1,423,372
	<u>194,332,541</u>	<u>157,490,802</u>
29 Stationery, printing, advertisements etc.		
Conventional and Islamic banking (Note 29.1)	168,127,269	174,196,354
Off-shore banking unit	133,086	93,445
	<u>168,260,355</u>	<u>174,289,799</u>
29.1 Conventional and Islamic banking		
Office and security stationery	69,905,632	68,834,997
Calendar, diary, souvenir, etc	20,000,000	23,348,620
ATM card/Supplies And Stationeries	46,207,614	26,457,880
Books and periodicals	1,563,648	1,991,278
Publicity and advertisement	30,450,375	53,563,579
	<u>168,127,269</u>	<u>174,196,354</u>
29(a) Consolidated Stationery, printing, advertisements etc.		
Bank Asia PLC.	168,260,355	174,289,799
Bank Asia Securities Ltd	919,535	660,159
BA Exchange Company (UK) Limited	2,276,829	1,705,328
BA Express USA, Inc	2,905,353	1,016,427
	<u>174,362,072</u>	<u>177,671,713</u>
30 Managing Director's salary and fees		
Basic salary	7,150,000	9,158,649
House rent allowance	825,000	2,032,708
Entertainment allowances	-	423,135
Incentive bonus	650,000	1,471,100
Festival bonus	1,430,000	2,129,600
Utility allowance and others	1,705,000	1,234,177
House maintenance allowance	1,100,000	657,252
Provident fund	-	779,504
Leave fare assistance	650,000	968,000
	<u>13,510,000</u>	<u>18,854,125</u>
31 Directors' fees		
Directors' fees	3,776,000	3,024,000
31(a) Consolidated Directors' fees		
Bank Asia PLC.	3,776,000	3,024,000
Bank Asia Securities Ltd	544,500	440,000
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>4,320,500</u>	<u>3,464,000</u>
32 Auditors' fees		
Audit fees	1,753,000	955,000
Others	-	-
	<u>1,753,000</u>	<u>955,000</u>
32(a) Consolidated Auditors fees		
Bank Asia PLC.	1,753,000	955,000
Bank Asia Securities Ltd	76,667	76,667
BA Exchange Company (UK) Limited	738,521	673,200
BA Express USA, Inc	1,868,495	1,934,922
	<u>4,436,683</u>	<u>3,639,789</u>
33 Depreciation and repair of Bank's assets		
Conventional and Islamic banking (Note 33.1)	998,875,528	955,531,466
Off-shore banking unit	40,997	28,097
	<u>998,916,525</u>	<u>955,559,563</u>
33.1 Conventional and Islamic banking		
Depreciation		
Owned assets	554,377,105	527,090,901
Leased assets	346,977,842	311,221,085
	<u>901,354,947</u>	<u>838,311,986</u>
Repairs		
Building	15,331,422	12,021,430
Furniture and fixtures	4,028,374	4,474,908
Equipments	21,833,279	20,612,629
	<u>41,193,075</u>	<u>37,108,967</u>
Maintenance	56,327,506	80,110,513
	<u>998,875,528</u>	<u>955,531,466</u>
33(a) Consolidated Depreciation and repairs of Bank's assets		
Bank Asia PLC.	986,874,855	955,559,563
Bank Asia Securities Ltd	24,637,951	21,997,848
BA Exchange Company (UK) Limited	143,309	621,925
BA Express USA, Inc	150,908	1,371,372
	<u>1,011,807,023</u>	<u>979,550,708</u>
34 Other expenses		
Conventional and Islamic banking (Note 34.1)	2,154,628,432	2,563,932,243
Off-shore banking unit	14,072,058	18,605,508
	<u>2,168,700,490</u>	<u>2,582,537,751</u>
34.1 Conventional and Islamic banking		
Car expenses	471,246,976	419,487,683
Contractual service expenses	748,033,000	771,548,450
Computer expenses	215,152,872	197,834,767
Other management and administrative expenses	340,167,313	422,098,729
Entertainment	40,112,289	65,181,056
AGM/EGM expenses	1,477,150	11,730,614
Payment to superannuation fund	38,020,000	15,320,000
Donation and subscription to institutions	275,498,141	627,643,701
Travelling expenses	18,192,015	15,666,461
Training and internship	6,158,517	16,920,782
Directors' travelling expenses	70,533	-
Sharia council fees	500,000	500,000
	<u>2,154,628,490</u>	<u>2,563,932,243</u>
As per Bangladesh Bank letter ref: BRPD(CMS)651/9(24) Kha/2022-12037 dated November 29,2022 Bank has to transfer CSR Fund equivalent to 50% of the income generated from Exchange Gain for the month of May-June 2022 after net of tax.		
34(a) Consolidated other expenses		
Bank Asia PLC.	2,168,700,864	2,582,537,751
Bank Asia Securities Ltd	12,713,700	12,896,931
BA Exchange Company (UK) Limited	6,213,566	4,928,273
BA Express USA, Inc	46,230,620	67,322,015
	<u>2,233,858,750</u>	<u>2,667,684,970</u>
34(b) Provision for loans and advances/investments and off-balance sheet items		
Conventional and Islamic banking	6,875,935,169	4,193,165,937
Off-shore banking unit	(41,035,306)	(44,232,698)
	<u>6,834,899,863</u>	<u>4,148,933,239</u>

	31 Dec 2023	31 Dec 2022
Provision for diminution in value of investments	195,000,000	(295,000,000)
Other provisions	90,000,000	-
	<u>26,041,590</u>	<u>219,121,481</u>
Provision for start up fund	23,958,410	30,878,519
	<u>6,834,899,863</u>	<u>4,148,933,239</u>
34(c) Consolidated Provision for loans and advances/investments		
Bank Asia PLC.	4,797,015,250	4,148,933,239
Bank Asia Securities Limited:		
Specific Provision	54,752,648	102,666,901
Provision for diminution in value of investments	90,000,000	-
Other provisions	-	-
	<u>144,752,648</u>	<u>102,666,901</u>
BA Exchange Company (UK) Limited	-	-
BA Express USA, Inc	-	-
	<u>4,941,767,898</u>	<u>4,251,600,140</u>
35 Receipts from other operating activities		
Conventional and Islamic banking (Note 35.1)	2,013,413,348	1,181,292,935
Off-shore banking unit	14,880,540	11,138,169
	<u>2,028,293,888</u>	<u>1,192,431,104</u>
35.1 Conventional and Islamic banking		
Locker charge	13,345,790	12,967,350
Service and other charges	738,001,076	553,433,147
Master card fees and charges	440,010,726	359,977,730
Postage/telex/SWIFT/ fax recoveries	119,250,265	123,266,754
Non-operating income	702,805,491	131,647,954
	<u>2,013,413,348</u>	<u>1,181,292,935</u>
35(a) Consolidated Receipts from other operating activities		
Bank Asia PLC.	2,028,293,888	1,192,431,104
Bank Asia Securities Ltd	45,654,677	76,835,465
BA Exchange Company (UK) Limited	1,818,534	2,205,291
BA Express USA, Inc	637,525	207,532
	<u>2,076,404,624</u>	<u>1,271,679,392</u>
Less: inter- companies transactions	-	-
	<u>2,076,404,624</u>	<u>1,271,679,392</u>
36 Payments for other operating activities		
Conventional and Islamic banking (Note 36.1)	3,017,823,504	3,343,257,834
Off-shore banking unit	14,402,511	18,891,523
	<u>3,032,226,015</u>	<u>3,362,149,357</u>
36.1 Conventional and Islamic banking		
Rent, rates and taxes	625,571,610	577,966,746
Legal expenses	28,538,049	25,413,828
Directors' fees	3,776,000	3,024,000
Postage, stamp, telecommunication, etc	190,046,039	153,111,892
Other expenses	2,154,628,806	2,563,932,243
Managing Director's salary	13,510,000	18,854,125
Auditors' fee	1,753,000	955,000
	<u>3,017,823,130</u>	<u>3,343,257,834</u>
36(a) Payments for other operating activities		
Bank Asia PLC.	3,032,226,015	3,362,149,357
Bank Asia Securities Ltd	24,896,703	25,833,416
BA Exchange Company (UK) Limited	13,446,279	9,699,353
BA Express USA, Inc	69,006,363	86,701,006
	<u>3,139,575,360</u>	<u>3,484,383,132</u>
37 Net Assets Value per Share (NAV)		
Total shareholders' equity	29,519,528,884	28,640,251,095
Number of ordinary shares outstanding	1,165,906,860	1,165,906,860
Net Assets Value per Share (NAV)	25.32	24.56
37(a) Consolidated Net Assets Value per Share (NAV)		
Total shareholders' equity	29,402,737,678	28,663,837,649
Number of ordinary shares outstanding	1,165,906,860	1,165,906,860
Net Assets Value per Share (NAV)	25.22	24.41
37(b) Earnings per share (EPS)		
Net profit after tax (Numerator)	2,005,914,942	3,045,871,705
Number of ordinary shares outstanding (Denominator)	1,165,906,860	1,165,906,860
Earnings per share (EPS)	1.72	2.61
37(c) Consolidated Earnings per share (EPS)		
Net profit after tax (Numerator)	2,088,925,627	3,052,330,481
Number of ordinary shares outstanding (Denominator)	1,165,906,860	1,165,906,860
Earnings per share (EPS)	1.79	2.62
37(d) Net Operating Cash Flows per Share (NOCFPS)		
Net cash flows from operating activities	(6,759,077,311)	16,576,983,362
Number of ordinary shares outstanding	1,165,906,860	1,165,906,860
Net Operating Cash Flows per Share (NOCFPS)	(5.80)	14.22
37(e) Consolidated Net Operating Cash Flows per Share (NOCFPS)		
Net cash flows from operating activities	(6,637,402,302)	16,114,504,873
Number of ordinary shares outstanding	1,165,906,860	1,165,906,860
Net Operating Cash Flows per Share (NOCFPS)	(5.69)	13.82
38 Reconciliation of net profit with cash flows from operating activities (Solo basis)		
Profit before tax as per profit and loss account	4,695,840,970	6,545,871,705
Adjustment for non-cash items:		
Provision for Loans and advances	6,499,899,863	4,193,933,239
Provision for Off balance sheet items	195,000,000	(295,000,000)
Provision for Diminution in value of investments	90,000,000	-
Provision for other assets	50,000,000	250,000,000
Depreciation of Property plant and equipment	998,916,525	955,559,563
Foreign exchange gain/(loss)	-	-
Profit on sale of fixed assets	-	-
Increase/decrease in operating assets & liabilities:		
Loans and advances to customers	(13,454,684,742)	(15,603,656,638)
Other operating assets	(400,309,832)	348,218,683
Deposits from customers and banks	23,921,730,475	19,912,982,535
Other operating liabilities	(24,887,942,769)	3,153,827,892
Trading liabilities	(1,658,375,958)	(386,603,576)
Income tax paid	(2,809,151,843)	(2,498,150,041)
	<u>(6,759,077,311)</u>	<u>16,576,983,362</u>
Cash flows from operating activities as per cash flow statement		
38(a) Reconciliation of net profit with cash flows from operating activities (Consolidated basis)		
Profit before tax as per profit and loss account	4,829,960,344	6,620,303,189
Adjustment for non-cash items:		
Provision for Loans and advances	6,554,652,511	4,293,933,239
Provision for Off balance sheet items	195,000,000	(295,000,000)
Provision for Diminution in value of investments	90,000,000	-
Provision for other assets	50,000,000	250,000,000
Depreciation of Property plant and equipment	1,026,382,290	979,550,708
Foreign exchange gain/(loss)	-	-
Profit on sale of fixed assets	-	-
Increase/decrease in operating assets & liabilities:		
Loans and advances to customers	(13,480,958,476)	(15,591,983,473)
Other operating assets	(538,335,941)	411,064,662
Deposits from customers and banks	23,947,603,858	19,428,195,021
Other operating liabilities	(24,887,942,769)	3,153,827,892
Trading liabilities	(1,563,578,265)	(565,596,792)
Income tax paid	(2,860,185,854)	(2,569,789,573)
	<u>(6,637,402,302)</u>	<u>16,114,504,873</u>
Cash flows from operating activities as per cash flow statement		
39 Number of employees		
The number of employees receiving remuneration of Taka 36,000 or above per employee per year were 2,751 (2022: 2,865).		

40 Audit committee

The Audit Committee of the Board of Directors of Bank Asia PLC. was constituted in the 44th meeting of the Board held on January 18, 2003 in compliance with the Bangladesh Bank directives. The Audit Committee was formed with the objectives to establish a platform for a compliant and secured banking structure in the Bank. The present Audit Committee was reconstituted by the Board in the 47th meeting held on 17th August, 2022 consisting of the following members:

Name	Status with the Audit Committee	Educational qualification
Mr. Dilwar H Choudhury	Chairman	BA
Mr. Mohd. Saifan Choudhury	Member	BA (Hon's) MA
Mr. Ashraf Haq Chowdhury	Member	M.Sc.
Mr. M. A. Baqui Khailly	Member	Ph.D.
Mr. Nafees Khundker		

Highlights on the overall activities as at and for the year ended 31 December 2023

Sl no.	Particulars	Amount in Taka		Amount in USD	
		2023	2022	2023	2022
1	Paid-up Capital	11,659,068,600	11,659,068,600	11,659,068,600.00	115,436,323
2	Total Capital	40,659,090,575	46,111,114,831	27,380,895,571.00	456,545,691
3	Capital (deficit)/surplus	15,940,532,380	20,022,427,000	20,062,426,999.90	198,637,891
4	Total Asset	474,228,612,424	468,400,943,572	468,400,943,572.00	4,637,633,105
5	Total Deposit	361,617,147,912	337,695,417,437	337,695,417,437.00	3,343,518,985
6	Total loans and advances / investments	291,325,043,145	277,870,358,403	277,870,358,403.00	2,751,191,667
7	Total contingent liabilities and commitments	152,124,712,085	153,563,272,464	153,563,272,464.00	1,520,428,440
8	Credit deposit ratio	72.48%	68.17%	68.17%	68.17%
9	Percentage of classified loans / investments against total loans and advances / investments	6.70%	4.87%	4.87%	4.87%
10	Profit after tax and provision	2,395,840,970	3,045,871,705	3,045,871,705.00	30,157,146
11	Amount of classified loans/investments during current year	19,510,359,705	13,519,786,227	13,519,786,000.00	133,859,267
12	Provisions kept against classified loans / investments	15,620,000,000	10,517,463,001	10,517,463,001.00	104,133,297
13	Provision surplus (shortfall) against classified loans / investments	42,043,418	222,615,901	222,615,901.00	2,204,118
14	Cost of fund	7.00%	5.96%	5.96%	5.96%
15	Interest earning assets	432,199,114,747	426,187,538,664	426,187,538,664.00	4,219,678,601
16	Non-interest earning assets	42,029,497,677	42,213,404,908	42,213,404,908.00	417,954,504
17	Return on investment (ROI) [PAT/(Shareholders' equity + Borrowing)]	3.73%	3.42%	3.42%	3.42%
18	Return on assets (ROA) [PAT/ Average assets]	0.51%	0.67%	0.67%	0.67%
19	Income from investment	8,376,526,748	6,270,764,596	6,270,764,596.00	62,086,778
20	Capital to Risk Weighted Asset (CRAA)	16.45%	17.70%	17.70%	17.70%
21	Earnings per share	1.72	2.61	2.61	2.61
22	Net income per share	1.72	2.61	2.61	2.61
23	Price earning ratio	11.74	7.85	7.85	7.85

Exchange rate used 1 USD equivalent to BDT 101 to BDT (2021 :84.85)

Balance with other banks-Outside Bangladesh (Nostro Account) as at 31 December 2023

Name of the Bank	Account type	Currency type	2023			2022		
			FC amount	Exchange rate	Equivalent Taka	FC amount	Exchange rate	Equivalent Taka
Conventional and Islamic banking:								
Interest bearing								
Citibank NA, New York	CD	USD	9,298,813	103.50	962,427,095	8,579,625	103.50	887,996,838
Habib American Bank, New York	CD	USD	15,664,649	103.50	1,621,291,197	2,180,937	103.50	225,723,382
Mashreqbank psc, New York	CD	USD	-	-	-	287,724	103.50	29,782,196
Wells Fargo Bank N.A, New York	CD	USD	443,239	103.50	45,875,238	-	-	-
Zhejiang Chouzhou Commercial Bank (USD)	CD	USD	98,213	103.50	10,165,019	77,961	103.49	8,068,565
Zhejiang Chouzhou Commercial Bank (CNY)	CD	CNY	1,257,362	14.80	18,608,959	1,513,305	14.80	22,336,916
					2,658,367,508			1,173,967,897
Non-interest bearing :								
AB Bank Ltd, Mumbai	CD	ACU	67,810	103.50	7,018,353	148,986	103.50	15,420,960
AKTIF Bank, Istanbul -JPY	CD	JPY	2,857,516	0.76	2,171,712	1,898,220	0.76	1,442,647
Al Rajhi Bank, KSA	CD	SAR	519,786	27.50	14,294,123	2,064,371	27.50	56,770,209
AXIS Bank Ltd	CD	ACU	451,537	103.50	46,734,051	164,056	103.50	16,979,847
Bank of Sydney	CD	AUD	-	-	-	85,035	69.45	5,905,713
Bank Alfalah Limited , Karachi PAK (ACU)	CD	ACU	47,780	103.50	4,945,257	124,388	103.50	12,874,139
Bhutan National Bank Ltd, Thimphu	CD	USD	143,816	103.50	14,885,003	56,949	103.50	5,894,157
Citibank N.A., London	CD	GBP	11,281	126.05	1,421,985	397,121	126.05	50,057,073
Citibank N.A., London (EURO)	CD	EURO	857	109.75	94,056	-	-	-
Commerzbank AG, Frankfurt (EURO)	CD	EURO	317,570	109.75	34,845,968	47,888	109.75	5,255,696
Commerzbank AG, Frankfurt (USD)	CD	USD	141,571	103.50	14,652,634	139,554	103.50	14,444,095
Habib Metropolitan Bank Ltd, Karachi	CD	ACU	392,568	103.50	40,630,766	384,005	103.50	39,743,904
HDFC Bank Limited, Mumbai, India	CD	ACU	198,691	103.50	20,564,528	-	-	-
ICICI Bank Ltd, Hongkong	CD	USD	69,220	103.50	7,164,234	91,979	103.50	9,519,691
ICICI Bank Ltd, Mumbai	CD	ACU	580,201	103.50	60,052,537	233,952	103.50	24,214,035
JP Morgan Chase Bank, New York	CD	USD	3,418,516	103.50	353,841,392	-	-	-
Mashreqbank PSC (Dubai AE)	CD	AED	1,046,661	28.20	29,515,831	1,109,946	28.20	31,300,466
Mashreqbank psc, Mumbai (EURO)	CD	EUR	8,104	109.75	899,403	8,104	109.75	899,403
Muslim Commercial Bank Ltd, Colombo	CD	ACU	75,036	103.50	7,766,255	82,479	103.50	8,536,503
Nepal Bangladesh Bank Ltd, Kathmandu	CD	ACU	65,364	103.50	6,765,163	74,914	103.50	7,753,453
Riyad Bank, Riyadh (SAR)	CD	SAR	44,557	27.50	1,225,318	15,470	27.50	425,425
Standard Chartered Bank, Mumbai	CD	ACU	10,034	103.50	1,038,506	1,315,649	103.50	136,168,284
Standard Chartered Bank, New York	CD	USD	151,237	103.50	15,653,079	1,924,556	103.50	19,917,607
Unicredit Bank AG Munich	CD	EUR	-	109.75	-	97,805	109.75	10,734,092
Wells Fargo Bank N.A, London	CD	EUR	1,222,967	109.75	134,220,662	96,788	109.75	10,622,519
Zurcher Kantonal Bank, Switzerland	CD	CHF	18,245	110.95	2,024,243	83,032	110.95	9,212,397
					822,415,059			673,362,315
Off-shore banking unit:								
Commerzbank AG, Frankfurt	CD	EUR	25,801	147.82	3,813,977	7,589	133.04	1,009,613
Habib American Bank, New York	CD	USD	732,792	109.50	80,240,688	6,094,482	101.00	615,542,715
Sonali Bank, London	CD	GBP	3	175.30	575	3	161.59	530
					84,055,240			616,552,858
					3,564,837,807			2,463,883,070

Investment in Shares as at 31 December 2023

Sl. No.	Name of the company	Face value	No. of shares including bonus shares	Cost of holding	Cost of Per Share	Quoted rate per share as at 31 Dec 2023	Total market value as at 31 Dec 2023	Unrealized profit/(loss) as at 31 Dec 2023
Quoted Shares								
1	AB Bank Limited	10	164,373	9,721,019	59.14	9.70	1,594,418	(8,126,601)
2	The ACME Laboratories Limited	10	1,000,000	57,650,000	57.65	85.00	85,000,000	27,350,000
3	Dhaka Bank Limited	10	658,548	15,811,737	24.01	12.50	8,231,850	(7,579,887)
4	Exim Bank Limited	10	1,924,051	38,577,223	20.05	10.40	20,010,130	(18,567,093)
5	Golden Son Limited	10	119,185	8,586,791	72.05	18.20	2,169,167	(6,417,624)
6	Lanka Bangla Finance Limited	10	1,310,017	59,762,976	45.62	26.00	34,060,442	(25,702,534)
7	Mercantile Bank Limited	10	570,314	10,493,778	18.40	13.30	7,585,176	(2,908,602)
8	Phoenix Finance and Investments Limited	10	1,398,248	49,440,057	35.36	16.30	22,791,442	(26,648,615)
9	Prime Finance & Investment Limited	10	72,576	12,001,821	165.37	11.50	834,624	(11,167,197)
10	Prime Insurance Company Limited	10	6,362	574,298	90.27	82.80	526,774	(47,524)
11	Southeast Bank Limited	10	1,503,655	34,749,467	23.11	13.30	19,998,612	(14,750,855)
12	United Commercial Bank Limited	10	3,182,718	63,781,669	20.04	12.40	39,465,703	(24,315,966)
13	Energypac Power Generation Limited	10	1,192,800	49,978,320	41.90	34.50	41,151,600	(8,826,720)
A. Provision requirement for quoted shares				411,129,156			283,419,938	(127,709,218)
Available cash balance				52,920,538				
				464,049,694				
Mutual Fund								
14	1st Janata Bank Mutual Fund	10	7,248,082	50,000,169	6.90	6.10	44,213,300	(5,786,869)
15	MBL 1st Mutual Fund	10	5,000,000	50,000,000	10.00	6.70	33,500,000	(16,500,000)
16	EBL NRB Mutual Fund	10	22,376,041	149,665,000	6.69	6.50	145,444,267	(4,220,733)
17	First Bangladesh Fixed Income Fund	10	38,807,348	250,000,000	6.44	5.10	197,917,475	(52,082,525)
18	EXIM Bank 1st Mutual Fund	10	17,078,783	119,209,905	6.98	5.80	99,056,941	(20,152,964)
B. Provision requirement for Mutual Fund as per BB Circular				90,510,254	618,875,074		520,131,983	(98,743,091)

Sl. No.	Name of the company	Face value	No. of Shares including bonus Share	Cost of holding	Per Unit cost	Unquoted Rate		
						Per share (NAV)	Total book value	Unrealized profit (loss)
Unquoted Shares								
1	Industrial & Infrastructure Development Finance Co. Ltd.	10	13,380,903	59,000,260	4.41	(9.29)	(59,000,260)	(59,000,260)
2	Central Depository Bangladesh Limited	10	1,142,361	3,138,890	2.75	39.31	44,908,487	41,769,597
3	SEML PBSL Fixed Income Fund	10	5,000,000	50,000,000	10.00	10.27	51,350,000	1,350,000
4	Bangladesh Rating Agency Limited	100	32,015	3,201,512	100.00	18.80	601,842	(2,599,670)
5	ERA InfoTech Ltd	100	97,843	191,926	1.96	236.66	23,155,524	22,963,599
6	UFS Bank Asia Unit Fund	10	2,900,000	29,000,000	10.00	12.46	36,134,000	(9,000,000)
C. Unrealized profit of unquoted stocks				22,553,122	144,532,588		97,149,593	(24,516,734)
Provision required for subsidiaries							(179,345,335)	
D. Provision for unquoted stock							(202,862,069)	
E. Total Provision Requirement (A+B+D)							(429,314,370)	
F. Provision maintained							483,383,553	
G. Provision Excess / (Shortfall) for quoted and unquoted share							24,069,175	

Considered quoted and unquoted shares together as part of its investment portfolio for required provision calculation.

Reconciliation between Bangladesh Bank statement and Bank's book as at 31 December 2023

The reconciling items relates to clearing of the following:
a. Bangladesh Bank cheques
b. Foreign currency demand drafts
c. Government bonds, Sanchayapatra, etc

Local currency	As per Bangladesh Bank Statement		As per Bank's General ledger		Reconciling Difference
	BDT	USD	BDT	USD	
	13,850,250,078.82		14,565,198,738.89		(714,948,660.07)
Bangladesh Bank, Dhaka	1,552,406,831.43		1,648,595,507.05		(96,188,675.62)
Bangladesh Bank, Chittagong	189,433,228.89		189,433,228.89		-
Bangladesh Bank, Sylhet	42,097,385.40		55,097,385.40		(13,000,000.00)
Bangladesh Bank, Khulna	26,486,656.95		26,486,656.95		-
Bangladesh Bank, Rajshahi	18,270,246.92		18,270,246.92		-
Bangladesh Bank, Bogra	75,439,994.26		15,434,894.26		60,005,100.00
Bangladesh Bank, Barisal	30,100,145.29		30,097,145.29		3,000.00
Bangladesh Bank, Rangpur	849,424.14		771,306.83		78,117.31
Total	15,785,333,992.10		16,549,385,110.48		(764,051,118.39)
					282.50
			</		

Consolidated Schedule of fixed assets including premises, furniture and fixtures as at 31 December 2022

Annex C-4

Particulars	Cost				Rate of dep. %	Depreciation					Written down value as at 31 Dec 2022	
	Balance as at 01 Jan 2022	Addition during the year	Disposal/adjustment during the year	Balance as at 31 Dec 2022		Balance as at 01 Jan 2022	Charged during the year	Charged from Revaluation reserve during the year	Disposal/adjustment during the year	Balance as at 31 Dec 2022		
Own assets												
Land	2,646,764,306	-	-	2,646,764,306	0	-	-	-	-	-	-	2,646,764,306
Building	3,264,531,173	26,867,474	2,491,870	3,293,896,517	5	1,584,372,511	124,446,237	53,715,264	2,261,513	1,764,795,525	1,529,094,992	
Furniture and fixtures	1,371,912,970	341,346,971	(2,147,140)	1,711,112,801	20	1,196,535,769	115,409,256	-	(1,464,583)	1,310,480,442	400,632,359	
Machinery & Equipments	1,470,402,673	241,239,174	472,671	1,712,114,518	20	1,026,843,865	181,760,307	-	384,078	1,208,988,250	503,126,268	
Computer and accessories	520,045,586	30,139,155	-	550,184,741	20	460,186,801	27,751,366	-	-	487,938,167	62,246,574	
Motor vehicles	279,461,817	10,442,592	(3,319,055)	286,585,354	20	181,588,751	35,900,497	-	(1,714,844)	215,774,404	70,810,950	
Sub-total	9,553,118,525	650,035,366	(2,501,654)	10,200,652,237		4,449,527,697	485,267,663	53,715,264	(533,836)	4,987,976,788	5,212,675,449	
Leased assets												
Furniture and fixtures	167,162,848	-	-	167,162,848	20	167,162,848	-	-	-	167,162,848	-	
Machinery & Equipments	106,201,139	-	-	106,201,139	20	106,201,139	-	-	-	106,201,139	-	
Computer and accessories	72,204,100	-	-	72,204,100	20	72,204,100	-	-	-	72,204,100	-	
Motor vehicles	9,000,000	-	-	9,000,000	20	9,000,000	-	-	-	9,000,000	-	
Sub-total	354,568,087	-	-	354,568,087		354,568,087	-	-	-	354,568,087	-	
Total	9,907,686,612	650,035,366	(2,501,654)	10,555,220,324		4,804,095,784	485,267,663	53,715,264	(533,836)	5,342,544,875	5,212,675,449	
Intangible assets												
Corporate Membership ¹	24,000,000	-	-	24,000,000	-	-	-	-	-	-	-	24,000,000
Work in progress -building												
Kawan bazar building ²	338,910,783	31,386,062	(370,296,845)	-	-	-	-	-	-	-	-	-
Renovation & Decoration	20,834,613	4,685,277	(15,519,890)	10,000,000	-	-	-	-	-	-	-	10,000,000
Total	359,745,396	36,071,339	(385,816,735)	10,000,000		-	-	-	-	-	-	10,000,000
Grand Total	10,291,432,008	686,106,705	(888,318,389)	10,589,220,324		4,804,095,784	485,267,663	53,715,264	(533,836)	5,342,544,875	5,246,675,449	
Right-of-use assets												
Office space ³	1,633,538,025	183,016,663	(151,651,108)	1,664,903,580	-	992,160,961	317,410,299	-	(82,704,212)	1,226,867,048	438,036,532	
ATM	20,874,406	6,641,866	-	27,516,272	-	4,317,222	3,898,154	-	-	8,215,376	19,300,896	
Sub-total	1,654,412,431	189,658,529	(151,651,108)	1,692,419,852		996,478,183	321,308,453	-	(82,704,212)	1,235,082,424	457,337,428	
Grand Total	11,945,844,439	875,765,234	(539,969,497)	12,281,640,176		5,800,573,967	806,576,116	53,715,264	(83,238,048)	6,577,627,299	5,704,012,877	

1. Membership fees to Baridhara Cosmopolitan Club Limited (BCCL)
 2. For Machinery, Furniture and Fixture and Office Renovation
 3. Right-of-use assets arises for implementing of the "IFRS 16: Lease". This amount comprises lease liabilities (ref. Note 13.1.10) and initial payment for executing the contract.

Statement of tax position as at 31 December 2023

Annex D

Accounting year	Assessment year	Status
2000	2001-2002	Assessment Finalized
2001	2002-2003	Assessment Finalized
2002	2003-2004	Assessment Finalized
2003	2004-2005	Assessment Finalized
2004	2005-2006	Assessment Finalized
2005	2006-2007	Assessment Finalized
2006	2007-2008	Assessment Finalized
2007	2008-2009	Assessment Finalized
2008	2009-2010	Assessment Finalized
2009	2010-2011	Assessment Finalized
2010	2011-2012	At Honorable High Court stage
2011	2012-2013	At Honorable High Court stage
2012	2013-2014	Assessment Finalized
2013	2014-2015	Assessment Finalized
2014	2015-2016	Assessment Finalized
2015	2016-2017	Assessment Finalized
2016	2017-2018	Assessment Finalized
2017	2018-2019	Assessment Finalized
2018	2019-2020	Assessment Finalized
2019	2020-2021	Assessment Finalized
2020	2021-2022	Assessment Under Appellate Tribunal Level
2021	2022-2023	Assessment Under DCT Level
2022	2023-2024	Return Submitted

Details of Large Loan as at 31 December 2023

Annex E

	2023	2022
Number of clients	12	9
Amount of outstanding advances (Taka)	85,746	60,136
Amount of classified advances (Taka)	-	-
Measures taken for recovery (Taka)	-	-

Client-wise break up is as follows

Amount in million

Sl. No.	Name of clients	Outstanding (Taka) 2023			Outstanding (Taka) 2022		
		Funded	Non Funded	Total	Funded	Non Funded	Total
1	Akij GROUP	3,199	3,566	6,765	-	-	-
2	X-Index Group	4,806	1,041	5,847	-	-	-
3	Abul Khair	2,207	3,380	5,587	-	-	-
4	Meghna Group	3,438	4,385	7,823	-	-	-
5	ACI Group	4,890	3,623	8,513	4,426	509	4,935
6	Summit Group	5,566	2,779	8,345	4,561	1,275	5,836
7	BSRM	3,863	3,779	7,642	3,418	3,674	7,092
8	Bashundhara Group	7,148	77	7,225	6,793	87	6,880
9	CITY Group	6,040	1,991	8,030	4,424	3,437	7,861
10	Pran Group	4,306	4,553	8,858	4,937	3,541	8,478
11	Echotex Group	1,565	4,424	5,989	1,024	4,579	5,602
12	MAX Group	3,012	2,110	5,122	3,121	3,179	6,300
13	Doreen Power Group	-	-	-	5,267	1,885	7,152
Total		50,040	35,706	85,746	37,972	22,165	60,136

Names of Directors and their interest in different entities as at 31 December 2023

Annex F

Sl. no.	Name	Status with the Bank	Names of firms/companies in which interested as proprietor/director/managing agent/guarantor/employee/partner, etc.
1.	Mr. Romo Rouf Chowdhury	Chairman	Ranks Telecom Limited Softex Communications Limited Ranks ITT Limited Shield Security Services Limited Rangs Properties Limited Rangs Limited Rangs Workshop Limited Rancon Motors Limited Rancon Automobiles Limited Ranks Petroleum Limited Rancon Electronics Limited Rancon Engineering Limited Rancon Holdings Limited Rancon Car Hubs Limited Rancon Infrastructure & Engineering Limited Rancon Electronic Limited Rancon Oceana Limited Rancon Hospitality Limited Rancon Auto Industries Limited Rancon Accessories Limited Rancon Sea Fishing Limited Rancon Trucks & Buses Limited Rancon Motor Bikes Limited Ranks Agro Biotech Limited Metro Foils Limited Agro Food Services Limited Sea Resources Limited Sea Fishers Limited Deep Sea Fishers Limited Sea Resources Agencies Limited Fishers Shipyard Limited Bank Asia PLC. Anandaniketan Ltd. Bank Asia Ltd. FINDB JVS Ltd. M. Ahmed Cold Storage Ltd. M. Ahmed Food & Spices Ltd. M. Ahmed Real Estates Ltd. M. Ahmed Tea & Lands Co. Ltd.
2.	Mr. Mohd. Safwan Chowdhury (Representing Phulbari Tea Estates Ltd.)	Vice Chairman	Bank Asia Ltd. Deep Sea Fishers Limited Fishers Shipyard Limited
3.	Ms. Zakia Rouf Chowdhury (Representing Amiran Generations Limited)	Vice Chairman	Bank Asia Ltd. Deep Sea Fishers Limited Fishers Shipyard Limited

Sl. no.	Name	Status with the Bank	Names of firms/companies in which interested as proprietor/director/managing agent/guarantor/employee/partner, etc.
			Rancon Automobiles Limited Rancon Autos Limited Metro Foils Limited Rancon Motor Bikes Limited Rancon Motors Limited Rangs Industries Ltd. Rangs Limited Rangs Motors Limited Rangs Pharmaceuticals Limited Rangs Properties Limited Rangs Workshop Limited Rancon Engineering Limited Ranks Agro Biotech Limited Ranks Appliance Limited Ranks Commercial Vehicles Limited Ranks Dolonchapa Express Ltd. Rancon Electronic Limited Ranks ITT Limited Ranks Petroleum Limited Ranks Telecom Limited Sea Fishers Limited Sea Resources Cold Storage Limited Sea Resources Limited Shield Security Services Limited Softex Communications Limited Bank Asia Ltd. Rangs Industries Ltd. Rangs Pharmaceuticals Limited Ranks ITT Limited Ranks Petroleum Ltd. Ranks Telecom Limited Romask Limited Bank Asia PLC. Pritha Fashions Ltd. Sinha Auto Spinning Mills Ltd. Agro Food Services Ltd. Amiran Romana Ltd. Anreen Romana Ltd. Bank Asia Ltd. Deep Sea Fishers Limited Fishers Shipyard Limited Mavis Ispat Limited Maya Limited Metro Foils Limited Rancon Automobiles Limited Rancon Autos Limited Rancon Motors Limited Rangs Industries Ltd. Rangs Limited Rangs Motors Limited Rangs Motors Workshop Limited Rangs Pharmaceuticals Limited Rangs Properties Limited Rangs Workshop Limited Ranks Agro Biotech Limited Ranks Interiors Limited Ranks ITT Limited Ranks Real Estate Limited Ranks Telecom Limited Romask Limited Sash Limited Sea Fishers Limited Sea Natural Food Ltd. Sea Natural Ltd. Sea Resources Agencies Limited Sea Resources Limited Shield Security Services Limited SRL Marine Product Ltd. All Estates Limited Bank Asia Ltd. DHS Automobiles Limited DHS Autos Limited DHS Commercial Vehicles Limited DHS Motors Limited DHS Motor Bikes Limited FAR Limited Platform Services Limited Platform Solutions Limited Rancon Home Solutions Limited Agro Food Services Ltd. ASAP Healthy Food Limited Bank Asia Ltd. Deep Sea Fishers Limited Nessbit Technologie Limited Rangs Pharmaceuticals Limited Sea Fishers Limited Sea Resources Agencies Limited Sea Resources Cold Storage Limited Sea Resources Limited SEAMUMS Cold Storage Limited Tiger Digital Ventures Limited
3.	Ms. Zakia Rouf Chowdhury (Representing Amiran Generations Limited)	Vice Chairman	
4.	Mr. Rumees A Hossain	Director	
5.	Ms. Hosneara Sinha	Director	
6.	Ms. Romana Rouf Chowdhury (Representing Maya Limited)	Director	
7.	Ms. Farhana Haq	Director	
8.	Mr. Enam Chowdhury (Representing Zest Polymers Limited)	Director	

Sl. no.	Name	Status with the Bank	Names of firms/companies in which interested as proprietor/director/managing agent/guarantor/employee/partner, etc.
			Bank Asia Ltd. DHS Motors Limited Rangs Motors Workshop Limited Rangs Pharmaceuticals Limited Rangs Construction Ltd. Ranks Interiors Limited Ranks Power Tech Limited Ranks Telecom Limited Sash Limited Bank Asia PLC. DHC-Associates Latif Center Bank Asia PLC. Star Allied Venture Limited Anwar Galvanizing Ltd. Bank Asia Ltd. Baraka Patenga Power Limited Bank Asia PLC. Bank Asia PLC.
9.	Mr. Nafees Khundker	Director	
10.	Mr. Dilwar H Choudhury (Independent Director)	Director	
11.	Mr. Ashrafal Haq Chowdhury (Independent Director)	Director	
12.	Mr. Md. Abul Quasem (Independent Director)	Director	
13.	Mr. M. A. Baqui Khalily (Independent Director)	Director	
14.	Mr. Helal Ahmed Chowdhury (Independent Director)	Director	

Islamic Banking Operations as at and for the year ended 31 December 2023

Annex G

The operation of our Islamic Banking is totally different from the Bank's conventional operation as the former operates their business on the basis of Islamic Shariah. Accounting system is vital for ensuring Shariah compliance in such banking operation. Our Islamic Banking operation is committed to follow the accounting principles that refrain from interest. In a nutshell, we follow under noted principles for accounting under its Islamic Banking umbrella, run through a separate Islamic Banking software namely I-HKMAH.

1. Deposit Collection and income Sharing Ratio (ISR) based Profit Distribution

For procuring funds from depositors, our Islamic Banking follows Al-Wadiah and Mudaraba principles. In case of Al-Wadiah Account, no profit is allowed at present. But for Mudaraba depositors, Bank Asia as the first Bank in Bangladesh, follows Income Sharing technique. It is different from traditional Weightage System so far practiced by almost all Islamic Banking operators in the country.

Income sharing mode of Bank Asia has been appreciated by different quarters/institutions/organizations, particularly by the Central Shariah Board for Islamic Banks of Bangladesh and Islamic Banks Consultative Forum. Our module offers pre-defined Income Sharing Ratio (ISR) for each type of depositor and the Bank. The ISR determines the portion of income for each type of depositor and the Bank. For example, the ISR of 75 : 25 would mean that 75% of distributable income is to be shared by the concerned depositors and the rest 25% to be shared by the Bank. The ISR between each type of Mudaraba depositors and the Bank (Mudaraba) are duly disclosed at the time of Account opening and/or beginning of the concerned period. Profit rate is emerged at actual, as derived from the income fetched from deployment of the concerned fund. As such our rate of profit on deposit under Islamic Banking is nothing but a post facto expression of the respective agreed sharing ratios. Our profit rate is an output based on the Bank's earning on investment.

The ISR declared on Mudaraba deposits for the year 2023

Types of Mudaraba Deposit	Distributable Investment Income Sharing Ratio (ISR) w.e.f. 01.08.2023	
	Client	Bank
Mudaraba Term Deposit Account (MTDA) 1 month tenure	50%	50%
Mudaraba Term Deposit Account (MTDA) 2 month tenure	50%	50%
Mudaraba Term Deposit Account (MTDA) 3 month tenure (Individual)	90%	10%
Mudaraba Term Deposit Account (MTDA) 3 month tenure (Institute) (Below Tk. 1 Crore)	80%	20%
Mudaraba Term Deposit Account (MTDA) 3 month tenure (Institute) (Tk. 1 Crore & below 10 Crore)	86%	14%
Mudaraba Term Deposit Account (MTDA) 3 month tenure (Institute) (Tk. 10 Crore & above)	88%	12%
Mudaraba Term Deposit Account (MTDA) 6 month tenure (Individual)	90%	10%
Mudaraba Term Deposit Account (MTDA) 6 month tenure (Institute)	86%	14%
Mudaraba Term Deposit Account (MTDA) 1 Year tenure (Individual)	90%	10%
Mudaraba Term Deposit Account (MTDA) 1 Year tenure (Institute)	90%	10%
Mudaraba Term Deposit Account (MTDA) 2 Year tenure (Individual)	90%	10%
Mudaraba Term Deposit Account (MTDA) 2 Year tenure (Institute)	90%	10%
Mudaraba Term Deposit Account (MTDA) 3 Year tenure (Individual)	90%	10%
Mudaraba Term Deposit Account (MTDA) 3 Year tenure (Institute)	90%	10%
Mudaraba Term Deposit Account (MTDA) 4 Year tenure (Individual)	90%	10%
Mudaraba Term Deposit Account (MTDA) 4 Year tenure (Institute)	90%	10%
Mudaraba Term Deposit Account (MTDA) 5 Year tenure (Individual)	90%	10%
Mudaraba Term Deposit Account (MTDA) 5 Year tenure (Institute)	90%	10%
Corporate Term Deposit Account (CTDA) 3 month tenure (Tk. 1 Crore and below 10 Crore)	86%	14%
Corporate Term Deposit Account (CTDA) 3 month tenure (Tk. 10 Crore and above)	88%	12%
Corporate Term Deposit Account (CTDA) 6 month tenure (Tk. 1 Crore and below 10 Crore)	88%	12%
Corporate Term Deposit Account (CTDA) 6 month tenure (Tk. 10 Crore and above)	90%	10%
Corporate Term Deposit Account (CTDA) 1 Year tenure (Tk. 1 Crore and below 10 Crore)	90%	10%
Corporate Term Deposit Account (CTDA) 1 Year tenure (Tk. 10 Crore and above)	90%	10%
Mudaraba Monthly Profit Paying Deposit (MMPPD)- 1 - 2 years	85%	15%
Mudaraba Monthly Profit Paying Deposit (MMPPD)- 3 - 5 years	90%	10%
Mudaraba Deposit Pension Scheme (MDPS) 3 - 12 Years	85%	15%
Mudaraba Hajj Savings Scheme (MHSS) 1 Year - 10 Years	90%	10%
Cash Waqf	90%	10%
Mudaraba Savings Account (MSA)	45%	55%
Mudaraba Savings Account-Staff (MSA-Staff)	45%	55%
Mudaraba Savings Account - Smart (MSA - Smart)	45%	55%
Mudaraba Corporate Privilege Savings Account (MCPSA)	45%	55%
Mudaraba Special Notice Deposit Account (MSND)	40%	60%
Smart Junior Saver (School Banking)	50%	50%

2. Investment Operation and Return Thereon

Investments of our Islamic Banking are broadly categorized in the following two types in respect of charging (rate of) return:
 a. Fixed return based investment
 b. Variable return based investment

Fixed return base investment system is applicable for our Bai-Murabaha Muajjal Investment mode. Under this mode, Bank sells the goods to a client at a fixed profit/mark-up on deferred payment including post import basis. Hire Purchase Shirkatul Melk (HPSM) is also a fixed return based investment mode. In this case rate of rent is fixed but amount of rent becomes variable on the basis of diminishing balance method.

Variable return based income is applied for our Musharaka mode of investment. In these cases, only ratio of Income Sharing is stated in the agreement. Bank bags income on the basis of the concerned venture according to the agreed ratio (comparable to our Mudaraba deposit products). Genuine loss, if any, is borne according to capital ratio of the client & the Bank.

Islamic Banking Unit Balance Sheet as at 31 December 2023

	Annex G-1 Amount in Taka	
	31 Dec 2023	31 Dec 2022
PROPERTY AND ASSETS		
Cash	1,697,086,233	1,409,700,260
Cash in hand (including foreign currencies)	48,490,726	56,422,354
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	1,648,595,507	1,353,277,906
Balance with other banks and financial institutions	10,502,424,299	8,702,502,662
In Bangladesh	10,502,424,299	8,702,502,662
Outside Bangladesh	-	-
Placement with other banks and financial institutions	-	-
Investments in shares and securities	5,017,750,000	4,817,750,000
Government	4,317,750,000	4,317,750,000
Others	700,000,000	500,000,000
Investments	20,972,415,882	15,827,529,858
General Investment	20,934,478,371	15,738,040,803
Bills purchased and discounted	37,937,511	89,489,055
Fixed assets including premises, furniture and fixtures	3,653,564	3,522,869
Other assets	1,496,885,579	3,183,585,297
Non - banking assets	-	-
Total assets	39,690,215,557	33,944,590,946
LIABILITIES AND CAPITAL		
Liabilities		
Placement from other banks, financial institutions and agents	125,800,677	-
Deposits and Other Accounts		
Al-wadeeah current and other deposits accounts, etc.	1,722,006,211	1,661,221,019
Bills payable	28,163,080	56,160,215
Mudrabah savings deposits	6,132,159,865	5,455,180,165
Mudrabah term deposits	25,889,636,213	23,146,572,918
	33,771,965,369	30,319,134,317
	5,792,449,511	3,625,456,629
Other liabilities	39,690,215,557	33,944,590,946
Total liabilities	39,690,215,557	33,944,590,946
OFF - BALANCE SHEET ITEMS		
Contingent liabilities		
Acceptances and endorsements	20,582,853	-
Letters of guarantee	471,168,289	411,507,356
Irrevocable letters of credit	560,679,905	-
Bills for collection	48,572,315	-
Other contingent liabilities	-	-
	1,101,003,362	411,507,356
Other commitments	-	-
Total Off-Balance Sheet items including contingent liabilities	1,101,003,362	411,507,356

Islamic Banking Unit Profit and Loss Statement for the year ended 31 December 2023

	Annex G-2	
	31 Dec 2023	31 Dec 2022
Operating income	1,722,453,742	1,244,096,784
Investment income	1,806,806,867	1,272,698,114
Profit paid on deposits, borrowings, etc.	(84,353,125)	(28,601,330)
Net investment income	250,674,258	240,603,466
Profit on Investment with bank and financial institutions	75,022,923	94,598,765
Commission, exchange and brokerage	31,424,289	16,976,613
Total operating income	272,768,345	323,577,514
Salaries and allowances	113,703,092	101,783,021
Rent, taxes, insurance, electricity, etc.	17,416,816	13,664,062
Legal expenses	1,168,136	15,000
Postage, stamp, telecommunication, etc.	1,170,040	1,278,160
Stationery, printing, advertisement, etc.	1,895,659	945,359
Depreciation and repair of Bank's assets	2,523,071	2,230,602
Other expenses	35,966,307	34,622,805
Total operating expenses	173,843,121	154,539,009
Profit before provision	98,925,224	169,038,505

Off-shore Banking Unit Balance Sheet as at 31 December 2023

	Notes	Annex H			
		31 Dec 2023		31 Dec 2022	
		USD	Taka	USD	Taka
PROPERTY AND ASSETS					
Cash					
In hand (including foreign currencies)	-	-	-	-	-
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	-	-	-	-	-
Balance with other banks and financial institutions	3	-	-	-	-
In Bangladesh	-	-	10,000,000	1,010,000,000	
Outside Bangladesh	767,628	84,055,240	6,104,484	616,552,858	
	767,628	84,055,240	16,104,484	1,626,552,858	
Investments					
Government	-	-	-	-	
Others	-	-	-	-	
Loans and advances	4				
Loans, cash credits, overdrafts, etc.	31,333,245	3,430,990,300	36,793,185	3,716,111,667	
Bills purchased and discounted	127,872,219	14,002,008,006	211,590,103	21,370,600,408	
	159,205,464	17,432,998,306	248,383,288	25,086,712,075	
Fixed assets including premises, furniture & fixtures					
Other assets	5	169,698	18,581,925	285,115	28,796,606
Non - banking assets	-	-	-	-	
Total assets		160,142,790	17,535,635,471	264,772,887	26,742,061,539
LIABILITIES AND CAPITAL					
Liabilities					
Borrowings from other banks, financial institutions and agents	6	144,984,654	15,875,819,645	254,773,844	25,732,158,197
Deposits and other accounts	7				
Current deposits	9,812,745	1,074,495,629	8,847,110	893,558,137	
Bills payable	-	-	-	-	
Savings bank deposits	-	-	-	-	
Fixed deposits	5,183,341	567,575,881	1,062,248	107,267,003	
Bearer certificate of deposit	14,996,087	1,642,071,510	9,909,358	1,000,845,140	
	162,049	17,744,316	89,685	9,058,202	
Other liabilities	8	160,142,790	17,535,635,471	264,772,887	26,742,061,539
Total liabilities		160,142,790	17,535,635,471	264,772,887	26,742,061,539
OFF - BALANCE SHEET ITEMS					
Contingent liabilities					
Acceptances and endorsements	9	-	-	132,318	14,488,854
Letters of guarantee	27,266	2,985,627	6,610	667,610	
Irrevocable letters of credit	42,750	4,681,125	159,204	16,079,604	
Bills for collection	-	-	230,920	25,285,717	
Other contingent liabilities	-	-	-	-	
	70,016	7,666,752	529,052	56,521,785	
Other commitments	-	-	-	-	
Total Off-Balance Sheet items including contingent liabilities		70,016	7,666,752	529,052	56,521,785

Off-shore Banking Unit Profit and Loss Statement for the year ended 31 December 2023

	Notes	Annex H-1			
		31 Dec 2023		31 Dec 2022	
		USD	Taka	USD	Taka
Operating income					
Interest income	11	19,793,086	2,115,485,037	15,715,629	1,452,752,732
Interest paid on deposits and borrowings, etc.	12	15,283,851	1,633,537,953	10,970,825	1,014,143,099
Net interest/net profit on investments		4,509,235	481,947,084	4,744,803	438,609,633
Investment income		-	-	-	-
Commission, exchange and brokerage	13	57,293	(8,967,753)	64,120	56,981,514
Other operating income	14	139,227	14,880,540	120,491	11,138,169
Total operating income (A)		4,705,755	487,859,871	4,929,414	506,729,316
Salaries and allowances		99,567	10,641,691	100,098	9,253,038
Rent, taxes, insurance, electricity, etc.		3,092	330,453	3,094	286,015
Legal expenses		-	-	811	74,963
Postage, stamp, telecommunication, etc.		4,948	528,795	6,707	620,037
Stationery, printing, advertisement, etc.		1,245	133,086	1,011	93,445
Auditors' fees		-	-	-	-
Depreciation and repair of Bank's assets		384	40,997	304	28,097
Other expenses		131,662	14,072,058	201,271	18,605,508
Total operating expenses (B)		240,897	25,747,080	313,296	28,961,103
Profit before provision (C=A-B)		4,464,858	462,112,791	4,616,118	477,768,213

Off-shore Banking Unit (OBU) Notes to the Financial Statements as at and for the year ended 31 December 2023 Annex H-2

1 Status of the unit
Off-shore banking Unit ("the Unit") is a separate business unit of Bank Asia PLC., governed under the Rules and Guidelines of Bangladesh Bank. The Bank obtained the Off-shore banking unit permission vide letter no.BRPD/P-3/744(94)/2007-1853 dated 21 June 2007 under Bangladesh Bank BCD Circular No. (P) 744(27), dated 17 December, 1985. The Bank commenced the operation of its Off-shore Banking Unit from 28 January 2008 and its office is located at Zone Service Complex, Chittagong Export Processing Zone, Chittagong.

2 Significant accounting policies and basis of preparations
2.1 Basis of preparation
The financial statements are prepared on the basis of a going concern and represent the financial performance and financial position of the Off-shore Banking Unit (OBU). The financial statements of the OBU are prepared in accordance with the Bank Companies Act 1991, in particular, Banking Regulation and Policy Department (BRPD) Circular No. 14 dated 25 June 2003, Bangladesh Bank BRPD Circular No. 02 dated 25 February 2019 & subsequent amendment circulars, other Bangladesh Bank Circulars, Bangladesh Financial Reporting Standards (BFRSs) and other rules and regulations where necessary.

2.2 Foreign currency
Items included in the financial statements of the Unit are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The financial statements of the Unit are presented in US Dollar (USD) and Taka where USD is the functional currency and Taka are the Unit's presentation currency.

2.3 Loans and advances
a) Loans and advances are stated in the balance sheet on gross basis.
b) Interest is calculated on daily product basis, but charged and accounted for quarterly on accrual basis. Interest on classified loans and advances/investments is kept in interest suspense account as per BRPD circulars no. 16 of 1998, 9 of 2001 and 10 of 2005 and recognised as income on realisation. Interest is not charged on bad & loss loans and advances/investments as per guidelines of Bangladesh Bank. Records of such interest amounts are kept in separate memorandum/accounts.

c) As per BRPD circular no. 16 dated 18 November 2014, BRPD Circular 14 dated 23 September 2012, BRPD Circular no. 19 dated 27 December 2012 and BRPD Circular no. 05 dated 29 May 2013, provision for sub-standard loans, doubtful loans and bad loss loans has to be provided at 20%, 50% and 100% respectively for loans and advances depending on the duration of overdue. Provision for unclassified loan was made at the specified rate i.e. 0.25% to 5%

	31 Dec 2023		31 Dec 2022	
	USD	Taka	USD	Taka
2.4 General				
Assets and liabilities have been translated into Taka currency @ USD 1 = BDT 109.50 (2022 : BDT 101.00). Income and expenses are translated at an average rate @ USD 1 = BDT 106.88 (2022 : BDT 92.44). Assets and liabilities and Income and expenses of Conventional Banking have been translated into Taka currency @ USD 1 = BDT 103.50				

	31 Dec 2023		31 Dec 2022	
	USD	Taka	USD	Taka
3 Balance with other banks and financial institutions				
In Bangladesh	-	-	-	-
Placements with Eastern Bank Limited	-	-	10,000,000	1,010,000,000
	-	-	10,000,000	1,010,000,000
Outside Bangladesh				
Commerzbank A.G, Frankfurt	34,831	3,813,977	9,996	1,009,613
Habib American Bank, New York	732,792	80,240,688	6,094,482	615,542,715
Sonali Bank (UK) Limited, London	5	575	5	530
	767,628	84,055,240	6,104,484	616,552,858
	767,628	84,055,240	16,104,484	1,626,552,858

	31 Dec 2023		31 Dec 2022	
	USD	Taka	USD	Taka
4 Loans and advances				
Loans, cash credit, overdrafts etc. (Note 4.1)	31,333,245	3,430,990,300	36,793,185	3,716,111,667
Bills purchased and discounted (Note 4.2)	127,872,219	14,002,008,006	211,590,103	21,370,600,408
	159,205,464	17,432,998,306	248,383,288	25,086,712,075

	31 Dec 2023		31 Dec 2022	
	USD	Taka	USD	Taka
4.1 Loans, cash credit, overdrafts etc.				
Term loan industrial	31,179,764	3,414,184,152	36,377,614	3,674,138,997
Loan against trust receipts	-	-	215,184	21,733,560
Demerit loan	-	-	-	-
Overdraft	153,481	16,806,148	200,387	20,239,110
	31,333,245	3,430,990,300	36,793,185	3,716,111,667

	31 Dec 2023		31 Dec 2022	
	USD	Taka	USD	Taka
4.2 Bills purchased and discounted				
Payable in Bangladesh	127,872,219	14,002,008,006	211,590,103	21,370,600,408
Payable outside Bangladesh	-	-	-	-
	127,872,219	14,002,008,006	211,590,103	21,370,600,408

	31 Dec 2023		31 Dec 2022	
	USD	Taka	USD	Taka
5 Other assets				
Branch adjustment account	169,698	18,581,925	169,698	17,139,488
Prepaid expenses	-	-	100,417	10,142,109
Income receivable	-	-	15,000	1,515,009
Receivable From DBO	-	-	-	-
	169,698	18,581,925	285,115	28,796,606

	31 Dec 2023		31 Dec 2022	
	USD	Taka	USD	Taka
6 Borrowings from other banks, financial institutions and agents				
Borrowing from other banks (Note 6.1)	64,500,000	7,062,750,000	215,190,000	21,734,190,000
Borrowing from Bank Asia Treasury Division	57,000,000	6,241,500,000	270,000	27,270,000
Borrowing - EOA	16,817,984	1,841,569,280	19,313,842	1,950,697,995
Borrowing from IFC	6,666,670	730,000,365	20,000,002	2,020,000,202
	144,984,654	15,875,819,645	254,773,844	25,732,158,197

6.1 Borrowing from other banks
In Bangladesh

Segment Reporting

The Bank reports its operations under the following business segments as per Bangladesh Financial Reporting Standards (BFRS) 8 "Operating segment"

Particulars



Statement of outstanding unreconciled entries (nostro account) as at 31 December 2023

Annex I

Amount in USD

Sl. no.	Period of unreconciliation	As per local book				As per correspondents' book			
		Debit entries		Credit entries		Debit entries		Credit entries	
		No.	Amount	No.	Amount	No.	Amount	No.	Amount
1	Less than 1 month	18	6,972,874	89	5,008,886	222	26,368,461	456	16,983,530
2	More than 1 month but less than 3 months	-	-	3	1,243	-	-	-	-
3	More than 3 months but less than 6 months	-	-	-	-	-	-	-	-
4	More than 6 months but less than 9 months	-	-	-	-	-	-	-	-
5	More than 9 months but less than 12 months	-	-	-	-	-	-	-	-
6	More than 12 months	-	-	-	-	-	-	-	-
	Total	18	6,972,874	92	5,010,129	222	26,368,461	456	16,983,530

Bank Asia Securities Limited

Annex L

Independent Auditor's Report to the Shareholders of Bank Asia Securities Limited

Opinion
We have audited the financial statements of Bank Asia Securities Limited, which comprise the statement of financial position as at 31 December 2023, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at 31 December 2023, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standard Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our ethical responsibilities in accordance with the IESBA code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The financial statements of Bank Asia Securities Limited for the year ended 31 December 2022, were audited by Huda Vasi Chowdhury & Co. Chartered Accountants who expressed an unmodified opinion on those financial statements on 14 March 2023.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management of Bank Asia Securities Limited is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, the Securities and Exchange Rules 2020 and other application laws and regulations and such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, to communicate with them all relationship and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994 and Securities and Exchange Rules 2020, we also report the following:

- we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books;
- the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account; and
- the expenditure was incurred for the purpose of the company's business.

Sign Signed for and on behalf of
MABS & J Partners
Chartered Accountants

Masud Alam Chowdhury ACA
Partner
ICAB Enrollment No: 2088
DVC: 2404252088AS502004

Dhaka, 25 April 2024

Bank Asia Securities Limited Statement of Profit or loss and Other Comprehensive income for the year ended 31 December 2023

	Notes	2023	2022
Brokerage commission	24	142,385,428	195,774,974
Interest income	25	209,526,705	160,281,453
Interest expense	26	(129,341,894)	(119,900,685)
Net interest income		80,184,811	40,380,767
Other operating income/(loss)	27	45,654,677	76,835,465
Total operating income		268,224,916	312,991,207
Operating expenses	28	(159,575,958)	(141,178,759)
Profit before provision		108,648,958	171,812,447
Provision for diminution in value of investments	20	-	-
Provision for client margin loan	21	(54,752,648)	(100,000,000)
Profit/(Loss) before tax		53,896,310	71,812,447
Current tax expense	22	(51,108,689)	(67,972,708)
Deferred tax income/(expense)	23	1,379,600	1,074,520
Income tax expense		(49,729,089)	(66,898,188)
Profit after tax		4,167,221	4,914,259
Other comprehensive income		-	-
Total comprehensive income/(loss)		4,167,221	4,914,259
Appropriation to			
Capital reserve		(330,482)	(1,609,440)
Total Comprehensive income		3,836,739	3,304,820
Earnings per share	29	0.21	0.25

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

Bank Asia Securities Limited

Statement of Cash Flows for the year ended 31 December 2023

		31 Dec 2023	31 Dec 2022
A. Cash flows from operating activities			
Cash received from			
Interest income	209,526,705	160,281,453	
Brokerage commission	142,385,428	195,774,974	
Cash payment for			
Interest expenses	(115,993,010)	(98,878,292)	
Operating expenses	(134,434,635)	(121,712,814)	
Customers' deposits	8,117,898	(194,004,332)	
Margin loan to customers	(555,060,123)	312,177,557	
Other assets	(11,972,861)	22,556,070	
Accounts Payable	3,580,130	(76,679,377)	
Income tax paid	(51,034,011)	(71,639,532)	
Net cash flows from/ (used in) operating activities		(504,884,480)	127,875,705
B. Cash flows from investing activities			
Investment in shares	(62,106,631)	(58,902,218)	
Acquisition of property and equipment	(17,547,619)	(3,315,557)	
Net cash used in investing activities		(69,654,250)	(62,217,775)
C. Cash flows from financing activities			
Loans and borrowings	548,991,018	(255,016,925)	
Net cash from financing activities		548,991,018	(255,016,925)
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)		(25,547,712)	(189,358,994)
E. Opening cash and cash equivalents		598,386,140	787,745,134
F. Closing cash and cash equivalents		572,838,428	598,386,140

These Financial Statements should be read in conjunction with the annexed notes

Bank Asia Securities Limited

Statement of Changes in Equity for the year ended 31 December 2023

Particulars	Share capital	Capital reserve	Retained earnings/(Accumulated Losses)	Total
Period ended 31 Dec 2022				
Opening balance	2,000,000,000	150,947	58,362,315	2,058,513,262
Net profit for the period	-	-	4,914,259	4,914,259
Transfer during the year	-	1,609,440	(1,609,440)	-
Closing balance	2,000,000,000	1,760,387	61,667,135	2,063,427,522
Period ended 31 Dec 2023				
Opening balance	2,000,000,000	1,760,387	61,667,135	2,063,427,522
Net profit for the period	-	-	4,167,221	4,167,221
Transfer during the year	-	330,482	(330,482)	-
Closing balance	2,000,000,000	2,090,869	65,503,874	2,067,594,743

These Financial Statements should be read in conjunction with the annexed notes

Bank Asia Securities Limited

Statement of Financial Position as at 31 December 2023

	Notes	31 Dec 2023	31 Dec 2022
Non-current assets			
Property, plant and equipment	4	74,782,943	85,357,425
Demutualization membership of DSE	5	114,839,239	114,839,239
Total non-current assets		189,622,182	200,196,664
Current Assets			
Advances, deposits and prepayments	6	61,157,340	67,508,148
Investment in shares	7	926,413,043	874,306,412
Margin loans	8	4,552,939,579	3,977,674,827
Accounts receivable	9	30,417,122	12,093,453
Advance income tax	10	331,577,707	372,449,376
Deferred tax assets	23	6,050,614	4,671,014
Cash and cash equivalents	11	572,838,428	598,386,140
Total current assets		6,481,393,833	5,907,089,369
Total assets		6,671,016,015	6,107,286,033
Shareholders' equity and liabilities			
Share capital	12	2,000,000,000	2,000,000,000
Capital reserve	12.1	2,090,869	1,760,387
Retained earnings	13	65,503,874	61,667,135
Shareholders' equity		2,067,594,743	2,063,427,521
Non-current liabilities			
Financial lease obligation	14	31,771,220	47,356,532
Total non-current liabilities		31,771,220	47,356,532
Current Liabilities			
Clients' payable (customer deposits)	15	535,465,276	527,347,378
Loans and borrowings	16	1,805,556,804	1,256,565,786
Accounts payable	17	32,566,056	28,985,927
Other liabilities	18	28,400,491	27,897,120
Interest suspense account	19	890,799,214	890,799,214
Provision for diminution in value of investments	20	84,911,772	84,911,772
Provision for client margin loan	21	909,690,466	854,937,818
Provision for corporate income tax	22	284,259,973	325,056,964
Total current liabilities		4,571,650,502	3,996,501,979
Total liabilities		4,603,421,272	4,043,858,511
Total equity and liabilities		6,671,016,015	6,107,286,033

These Financial Statements should be read in conjunction with the annexed notes

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BA EXCHANGE COMPANY (UK) LIMITED

Opinion

We have audited the financial statements of BA Exchange Company (UK) Limited (the 'company') for the year ended 31 December 2023 which comprise the profit and loss account, the balance sheet and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2023 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The director is responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- The information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- The strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and the director's report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- Adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- The financial statements are not in agreement with the accounting records and returns; or
- Certain disclosures of directors' remuneration specified by law are not made; or
- We have not received all the information and explanations we require for our audit; or
- The directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

We obtained an understanding of the legal and regulatory frameworks that are applicable to the Company and determined that the most significant frameworks which are directly relevant to specific assertions in the financial statements are those that relate to the financial reporting framework, the Companies Act 2006 and the relevant tax compliance regulations.

We considered the provisions of other laws and regulations that do not have a direct effect on the financial statement but compliance with which may be fundamental to the ability of the Company to operate and hence may affect the Company's ability to continue as a going concern. These include compliance with Regulation (EU) 2015/ 847 on information accompanying transfers of funds (the Payments Regulation), Payment Services Regulations 2017, the Money Laundering, Terrorist Financing and Transfer of Funds (Information on the Payer) Regulations 2017 and the Proceeds of Crime Act 2002. In addition there are other laws in relation to Terrorism Finance and Anti Bribery and Corruption which are relevant.

2017, the Money Laundering, Terrorist Financing and Transfer of Funds (Information on the Payer) Regulations 2017 and the Proceeds of Crime Act 2002. In addition there are other laws in relation to Terrorism Finance and Anti Bribery and Corruption which are relevant.

We understood how the Company is complying with those frameworks by making enquiries of management, staff and consultants and those responsible for legal and compliance procedures. We corroborated our enquires through our review of minutes and papers provided by the Company and in during the review of the Company's reporting to the Financial Conduct Authority.

We assessed the susceptibility of the Company's financial statements to material misstatements, including how fraud might occur, by discussing with the local director, where he considered there was a susceptibility to fraud.

Our audit planning identified fraud risks in relation to management override. We considered the processes and controls the Company had established to address risks identified or that otherwise prevent, deter and detect fraud; and how management monitors those processes and controls.

We designed our audit procedures to detect irregularities, including fraud. Our procedures included journal entry testing, with a focus on large or unusual transactions based on our knowledge of the business, together with enquires of the local directors and staff.

Our audit procedures were designed to respond to risks of material misstatements in the financial statements, recogn