

**TRUST BANK LIMITED**

**AUDITOR'S REPORT  
AND AUDITED FINANCIAL STATEMENTS  
AS AT AND  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**AUDITORS**

**M. J. ABEDIN & CO.  
CHARTERED ACCOUNTANTS  
NATIONAL PLAZA (3RD FLOOR)  
109, BIR UTTAM C.R. DATTA ROAD  
DHAKA-1205**

**Independent Auditor's Report  
 To the Shareholders of Trust Bank Limited  
 Report on the Audit of the Consolidated and Separate Financial Statements**

**Opinion**

We have audited the consolidated financial statements of Trust Bank Limited and its subsidiaries (the "Group") as well as the separate financial statements of Trust Bank Limited (the "Bank"), which comprise the consolidated and separate balance sheets as at 31 December 2021 and the consolidated and separate profit and loss accounts, consolidated and separate cash flow statements and consolidated and separate statements of changes in equity 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 financial position of the Group and the separate financial position of the Bank as at 31 December 2021, and of its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note 2.1.

**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)* and the guidelines issued by Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank, and we have fulfilled our other ethical responsibilities in accordance with 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 of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Risk	Our response to the risk
<b>1. Measurement of provision for loans and advances</b>	
The process of estimating provision for loans and advances associated with credit risk is judgmental and complex. While estimating such provisions certain judgmental factors need to be considered including:	We tested the design and operating effectiveness of key controls focusing on the following: <ul style="list-style-type: none"> <li>• Credit monitoring and provisioning process;</li> </ul>

<ul style="list-style-type: none"> <li>• Future business performance of the borrower;</li> <li>• Key assumptions relating to further business performance of the borrower;</li> <li>• Market value of the collateral;</li> <li>• Ability to repossess collateral; and</li> <li>• Recovery rates.</li> </ul> <p>Furthermore, these provisions are processed manually using the voluminous data extracted from the IT system of the Bank and following the instructions of Bangladesh Bank (the central bank of Bangladesh) issued time to time.</p> <p>Due to high level of judgment involved and using some manual process in estimating the provision for loans and advances, we considered this to be a key audit matter.</p> <p>At year end the Group and the Bank reported total gross loans and advances of BDT 259,166 million (2020: BDT 223,231 million) and BDT 257,295 million (2020: BDT 221,064 million) respectively and provision for loans and advances of BDT 13,084 million (2020: BDT 11,614 million) and BDT 12,616 million (2020: BDT 11,469 million) respectively.</p> <p>See note no 2.1, 2.17.3, 7(a) and 12.1 to the financial statements</p>	<ul style="list-style-type: none"> <li>• Identification of loss events, including early warning and default warning indicators; and</li> <li>• Review of quarterly Classification of Loans (CL)</li> </ul> <p>Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following:</p> <ul style="list-style-type: none"> <li>• Reviewed the adequacy of the companies general and specific provisions;</li> <li>• Assessed the methodologies on which the provision amounts based, recalculated the provisions and tested the completeness and accuracy of the underlying information; and</li> <li>• Finally, assessed the appropriateness of disclosures against relevant accounting standards and Bangladesh Bank guidelines.</li> </ul>
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<b>2. Recognition of interest income from loans and advances</b>	
<p>Recognition of interest income has significant and wide influence on financial statements.</p> <p>Recognition and measurement of interest income has involvement of complex IT environment.</p> <p>We identify recognition of interest income from loans and advances as a key audit matter because this is one of the key performance indicators of the Bank and therefore there is an inherent risk of fraud and error in recognition of interest by management to meet specific targets or expectations.</p> <p>See note no 2.1 and 19 to the financial statements</p>	<p>We tested the design and operating effectiveness of key controls over recognition and measurement of interest on loans and advances.</p> <p>We performed test of operating effectiveness on automated control in place to measure and recognize interest income.</p> <p>We have also performed substantive procedure to check whether interest income is recognized completely and accurately.</p> <p>We assessed the appropriateness and presentation of disclosure against relevant accounting standards and Bangladesh Bank guidelines.</p>

<b>3. Loans and advances</b>	
<p>Loans and advances are the main element of financial statements of the Bank. Income of the Bank is mainly dependent on the portfolio of loans and advances. Management performance is highly dependent on the target achievement of loans and advances. Loan disbursement requires</p>	<p>We tested the design and operating effectiveness of key controls focusing on credit appraisal, loan disbursement procedures and monitoring process of loans and advances.</p> <p>We have performed procedure to check whether the Bank has ensured appropriate documentation</p>

<p>robust documentation followed by approval from appropriate level of authority.</p> <p>We have identified loans and advances as key audit matter because there is an inherent risk of fraud in disbursement of loans and advances by management to meet specific targets or expectations.</p> <p>See note no 2.1 and 7 to the financial statements</p>	<p>as per Bangladesh Bank regulations and the Bank's policy before disbursement of loans and advances. In addition, we have performed procedure to check whether the loans and advances is recorded completely and accurately and that are existed at the reporting date.</p> <p>Furthermore, we have assessed the appropriateness of disclosure against Bangladesh Bank guidelines.</p>
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<p><b>4. IT systems and controls</b></p>	
<p>Our audit procedures have a focus on IT systems and controls due to the business environment and changes to the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls.</p> <p>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.</p> <p>See Note No. 2.33.6 to the financial statements</p>	<p>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. We inspected requests of changes to systems for appropriate approval and authorization. We considered the control environment relating to various interfaces, configuration and other application layer controls identified as key to our audit. Where deficiencies were identified, we tested compensating controls or performed alternate procedures.</p> <p>In addition, we understood where relevant, changes were made to the IT landscape during the audit period and tested those changes that had a significant impact on financial reporting.</p>

<p><b>5. Implementation of IFRS 16 Leases</b></p>	
<p>IFRS 16 became effective for annual reporting beginning on or after 01 January 2019.</p> <p>IFRS 16 modifies the accounting treatment of operating leases at inception, with the recognition of a Right of Use (ROU) on the leased asset and of a liability for the lease payments over the lease contract term. With respect to operating leases of premises used by the Bank, at inception of the lease, the lessor receives a right of using the premises, in exchange of a lease debt, using an implicit discount rate.</p> <p>Our key audit matter was focused on all leasing arrangements within the scope of IFRS 16 are identified and appropriately included in the calculation of the transitional impact and specific</p>	<p>In responding to the identified key audit matter, we completed the following audit procedures:</p> <ul style="list-style-type: none"> <li>Assessed the design and implementation of key controls pertaining to the determination of the IFRS 16 Leases impact on the financial statements of the Bank;</li> <li>Assessed the appropriateness of the discount rates applied in determining lease liabilities;</li> <li>Verified the accuracy of the underlying lease data by agreeing to original contract and checked the accuracy of the IFRS 16 calculations through recalculation of the expected IFRS 16 adjustment; and</li> </ul>

assumptions applied to determine the discount rates for lease are inappropriate.	Assessed whether the disclosures within the financial statements are appropriate in light of the requirements of IFRS.  For identifying the individual lease contract as 'low value item' the Bank has applied a threshold of Tk. 20 million for each lease and also considered the probability of exercising non-renewal option of those lease contract.
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### Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report but does not include 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 consolidated and separate financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on such work we perform, we conclude that there is a material misstatement of this other information, we are required to communicate the matter to those charged with governance.

### 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 the separate financial statements of the Bank in accordance with IFRSs as explained in note 2.1, 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 Group and 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 and the Bank 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 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 internal controls of the Group.
- 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 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 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 Bank 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.
- 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 consolidated and separate financial statements of the current year 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**

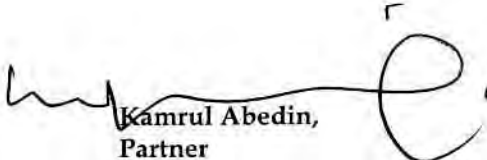
In accordance with the Companies Act, 1994, the Securities and Exchange Rules 2020, the Bank Company Act, 1991 and the rules and regulations issued by Bangladesh Bank, we also report that:

- i) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- ii) to the extent noted during the course of our audit work performed on the basis stated under the Auditor's Responsibility section in forming the above opinion on the consolidated financial statements of the Group and the separate financial statements of the Bank and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the financial statements and Internal Control:
  - a) internal audit, internal control and risk management arrangements of the Group as disclosed in the financial statements appeared to be materially adequate;
  - b) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Group and its related entities (other than matters disclosed in these financial statements)
- iii) financial statements for the year ended 31 December 2021 of the three subsidiaries namely Trust Axiata Digital Limited, Trust Bank Investment Limited and Trust Bank Securities Limited have been audited by Rahman Rahman Huq, Chartered Accountants, Syful Shamsul Alam & Co., Chartered Accountants and M.I Chowdhury & Co., Chartered Accountants respectively and have been properly reflected in the consolidated financial statements;
- iv) in our opinion, proper books of account as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books;
- v) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- vi) the consolidated balance sheet and consolidated profit and loss account together with the annexed notes dealt with by the report are in agreement with the books of accounts and returns;
- vii) the expenditures incurred were for the purpose of the Bank's business for the year;
- viii) the consolidated financial statements of the Group and the separate financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as with related guidance issued by Bangladesh Bank;

- ix) adequate provisions have been made for advance and other assets which are, in our opinion, doubtful of recovery;
- x) the information and explanation required by us have been received and found satisfactory;
- xi) we have reviewed over 80% of the risk weighted assets of the bank and spent over 4795 person hours; and
- xii) Capital to Risk-Weighted Asset Ratio (CRAR) has been maintained adequately during the year ended 31 December 2021.

The engagement partner on the audit resulting in this independent auditor's report is **Kamrul Abedin**.

Dated, Dhaka  
April 25, 2022



**Kamrul Abedin,**  
**Partner**  
Enrolment no: 527  
M. J. Abedin & Co.  
Chartered Accountants  
Firm Registration no:  
N/A  
DVC204280527 AS 195412



**TRUST BANK LIMITED**  
**and its subsidiaries**  
**Consolidated Balance Sheet**  
**As at 31 December 2021**

	Notes	31.12.2021 Taka	31.12.2020 Taka
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>			
	3		
Cash in hand (including foreign currencies)		4,415,814,527	4,540,041,205
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		14,024,163,864	12,975,762,494
		18,439,978,391	17,515,803,699
<b>Balance with other banks and financial institutions</b>			
	4 (a)		
In Bangladesh		14,502,292,219	12,104,549,531
Outside Bangladesh		996,848,312	1,475,665,928
		15,499,140,531	13,580,215,459
<b>Money at call and short notice</b>			
	5	-	680,000,000
<b>Investments</b>			
	6 (a)		
Government		49,426,138,022	85,435,338,971
Others		18,167,087,049	8,011,931,462
		67,593,225,071	93,447,270,433
<b>Loans and Advances/Islami Banking Investments</b>			
	7 (a)		
Loans, Cash Credit, Overdrafts etc./ Investment		237,681,539,292	215,751,134,732
Bills purchased and discounted		21,484,131,838	7,479,769,141
		259,165,671,130	223,230,903,873
<b>Fixed assets including premises, furniture and fixtures</b>			
	8 (a)	2,372,291,418	2,023,594,611
<b>Other assets</b>			
	9 (a)	6,423,549,297	5,979,982,881
<b>Non-banking assets</b>			
		-	-
<b>Total Assets</b>		<b>369,493,855,838</b>	<b>356,457,770,956</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
Borrowings from other banks, financial institutions and agents	10 (a)	37,704,763,903	26,444,601,370
<b>Deposits and other accounts</b>			
	11 (a)		
Current / Al-wadeeah Current Accounts and other Accounts		33,942,373,174	30,412,623,029
Bills Payable		5,035,263,847	5,756,649,635
Savings Bank / Mudaraba Savings Deposits		53,111,470,086	48,906,165,234
Fixed Deposits / Mudaraba Term Deposits		192,617,905,118	201,859,240,178
Bearer Certificates of Deposit		-	-
Other Deposits		-	-
		284,707,012,225	286,934,678,076
<b>Other liabilities</b>			
	12 (a)	28,321,909,930	25,469,434,378
<b>Total Liabilities</b>		<b>350,733,686,058</b>	<b>338,848,713,824</b>
<b>Capital/Shareholders' Equity</b>			
Paid up Capital	13.2	7,076,255,750	6,432,959,780
Share Premium Account		-	-
Foreign Currency Translation Reserve		2,774,882	2,198,346
Statutory Reserve	14	7,829,751,092	6,979,751,092
Other Reserve	15	31,866,084	657,678,748
Retained Earnings	16 (a)	3,667,427,926	3,319,387,820
<b>Trust Bank Shareholders' Equity</b>		<b>18,608,075,734</b>	<b>17,391,975,786</b>
Non-Controlling Interest	13 (a)	152,094,046	217,081,346
<b>Total Shareholders' Equity</b>		<b>18,760,169,780</b>	<b>17,609,057,132</b>
<b>Total Liabilities and Shareholders' Equity</b>		<b>369,493,855,838</b>	<b>356,457,770,956</b>

Notes	31.12.2021 (Unaudited) Taka	31.12.2020 (Audited) Taka
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**OFF-BALANCE SHEET ITEMS**

**Contingent Liabilities**

17 (a)

Acceptances and endorsements	43,727,307,019	21,015,859,746
Letter of Guarantees	34,183,407,594	28,605,863,973
Irrevocable Letter of Credits	50,012,640,106	33,158,638,906
Bills for collection	5,310,162,153	4,683,845,177
	<b>133,233,516,872</b>	<b>87,464,207,802</b>

**Other Contingent Liabilities**

Value of travelers' cheques in hand	-	-
<b>Total:</b>	<b>133,233,516,872</b>	<b>87,464,207,802</b>

**Other commitments**

Documentary Credit and short term trade -related transactions	-	-
Forward assets purchased and forward deposits placed	6,233,833,162	4,626,951,550
Undrawn note issuance and revolving facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
	<b>6,233,833,162</b>	<b>4,626,951,550</b>
<b>Total Off-Balance Sheet items including contingent liabilities</b>	<b>139,467,350,034</b>	<b>92,091,159,352</b>

The annexed notes 1-51 from an integral part of the Financial Statements.

 Vice Chairman  
 Director  
 Director  
 Managing Director

Signed as per annexed report of same date

Dated: Dhaka  
April 25, 2022

  
 Kamrul Abedin, Partner  
 Enrolment Number:527  
 M. J. ABEDIN & CO.  
 Chartered Accountants  
 Firm Registration Number: N/A  
 DVC:  
**2204280527AS195412**

**TRUST BANK LIMITED**  
and its subsidiaries  
**Consolidated Profit and Loss Account**  
For the year ended 31 December 2021

	Notes	31.12.2021 Taka	31.12.2020 Taka
Interest income / Profit on Investment	19 (a)	17,727,106,899	17,859,103,589
Interest / Profit paid on deposits and borrowings etc.	20 (a)	11,341,370,200	13,678,470,839
<b>Net interest income</b>		<b>6,385,736,699</b>	<b>4,180,632,750</b>
Income from investments	21(a)	8,048,694,889	5,865,427,033
Commission, exchange and brokerage	22 (a)	1,797,494,221	1,342,901,816
Other operating income	23 (a)	591,781,929	500,801,763
		<b>10,437,971,039</b>	<b>7,709,130,612</b>
<b>Total operating income</b>		<b>16,823,707,738</b>	<b>11,889,763,362</b>
Salaries and allowances	24 (a)	2,637,847,110	2,342,744,874
Rent, taxes, insurance, electricity, etc.	25 (a)	584,121,896	418,227,243
Legal expenses		14,387,131	1,852,884
Postage, stamps, telecommunications, etc.	26 (a)	94,258,164	88,735,840
Stationery, printing, advertisement etc.	27 (a)	55,992,074	44,269,141
Managing Director's salary and benefits		11,587,556	12,747,189
Directors' fees	28 (a)	2,807,088	3,297,190
Auditors' fee	29 (a)	1,121,250	1,358,750
Charges on loan losses		-	-
Depreciation and repair of bank's assets	30 (a)	570,797,965	570,139,659
Other expenses	31 (a)	2,456,438,582	1,030,342,304
<b>Total operating expenses</b>		<b>6,429,358,816</b>	<b>4,513,714,874</b>
<b>Profit before provision</b>		<b>10,394,348,922</b>	<b>7,376,048,488</b>
Provision for loans & advances / Investments	32 (a)	4,704,845,140	2,933,301,059
Provision for Diminution in value of Investment	33 (a)	161,982,593	600,364
Other provision	34 (a)	450,629,975	61,571,000
		<b>5,317,457,708</b>	<b>2,995,472,423</b>
<b>Total Profit before Taxes</b>		<b>5,076,891,214</b>	<b>4,380,576,065</b>
Provision for Taxation			
Current tax	12.8 (a)	2,495,960,205	2,588,477,202
Deferred tax		(94,508,632)	(6,571,000)
		<b>2,401,451,573</b>	<b>2,581,906,202</b>
<b>Net Profit after Taxation</b>		<b>2,675,439,641</b>	<b>1,798,669,863</b>
<b>Net Profit after Taxation attributable to:</b>			
Equity Holders of the Bank		2,740,426,941	1,802,089,306
Non-controlling Interest		(64,987,300)	(3,419,443)
		<b>2,675,439,641</b>	<b>1,798,669,863</b>
<b>Appropriations</b>			
Statutory Reserve	14.1	850,000,000	400,000,000
Start up Fund		27,441,201	17,881,973
Coupon Interest on TBL Perpetual Bond		228,353,886	-
		<b>1,105,794,887</b>	<b>417,881,973</b>
<b>Retained surplus</b>		<b>1,569,644,754</b>	<b>1,380,787,890</b>
Consolidated Earning per share (EPS)	37 (a)	3.78	2.54

The annexed notes 1-51 from an integral part of the Financial Statements.

Vice Chairman

Director

Director

Managing Director

Signed as per annexed report of same date

Dated: Dhaka  
April 25, 2022

Kamrul Abedin, Partner  
Enrolment Number: 527  
M. J. ABEDIN & CO.  
Chartered Accountants

Firm Registration Number: N/A

DVC 2204280527AS 195412

**TRUST BANK LIMITED**  
and its subsidiaries  
**Consolidated Cash Flow Statement**  
For the year ended 31 December 2021

	Notes	31.12.2021 Taka	31.12.2020 Taka
<b>A. Cash flow from operating activities</b>			
Interest received in cash		19,297,303,325	15,946,863,767
Interest payments		(12,225,704,213)	(14,162,908,579)
Dividend receipts		70,346,645	42,642,427
Fees and commission receipts in cash		1,699,795,285	1,118,126,759
Recoveries of loans previously written off		87,740,194	81,197,247
Cash paid to employees		(2,380,409,592)	(2,234,653,899)
Cash paid to suppliers		(158,730,269)	(42,650,540)
Income Taxes paid		(2,761,833,251)	(2,617,895,304)
Received from other operating activities (item-wise)	40 (a)	8,251,104,767	5,252,757,106
Payments for other operating activities (item-wise)	41 (a)	(2,265,746,554)	(1,731,311,585)
<b>Operating profit before changes in operating Assets and Liabilities</b>		<b>9,613,866,337</b>	<b>1,652,167,399</b>
<b>Increase/(Decrease) in operating assets &amp; liabilities</b>			
Statutory Deposits		-	-
Net Investment in trading securities		(10,155,155,587)	(1,110,499,463)
Loan & advance to other banks		-	-
Loan & advance to customers		(39,068,445,567)	(8,637,172,909)
Other assets (item-wise)	42 (a)	(1,866,507,058)	840,805,972
Deposits from other banks		(2,760,424,912)	3,262,027,176
Deposits from customers		1,264,898,155	42,351,890,792
Other liabilities account of customers		-	-
Trading liabilities		-	-
Other liabilities (item-wise)	43 (a)	(304,615,475)	1,014,938,421
<b>Net cash from operating activities (A)</b>		<b>(43,276,384,107)</b>	<b>39,374,157,388</b>
<b>B. Cash flow from investing activities</b>			
Proceeds from sale of securities		35,106,356,299	(48,239,729,125)
Purchase of property, plant & equipment		(300,606,966)	(403,288,379)
Purchase of intangible assets		(6,494,667)	(8,311,142)
Sale of property, plant & equipment		31,576,553	1,732,131
<b>Net cash from investing activities (B)</b>		<b>34,830,831,219</b>	<b>(48,649,596,515)</b>
<b>C. Cash flow from financing activities</b>			
Increase/(Decrease) in Borrowing:			
Call loan		-	-
Other borrowings		11,246,692,614	6,898,358,691
Dividend paid in cash		(643,295,978)	(306,331,419)
<b>Net cash from financing activities (C)</b>		<b>10,603,396,636</b>	<b>6,592,027,272</b>
<b>D. Net increase in Cash and Cash Equivalent (A+B+C)</b>		<b>2,157,843,748</b>	<b>(2,683,411,855)</b>
<b>E. Effects of exchange rate changes on cash and cash equivalents</b>		<b>4,974,616</b>	<b>156,711,482</b>
<b>F. Opening Cash and Cash Equivalent</b>		<b>31,781,801,958</b>	<b>34,308,502,331</b>
<b>G. Cash and cash equivalents at end of year (D+E+F)</b>	44 (a)	<b>33,944,620,322</b>	<b>31,781,801,958</b>
<b>Consolidated Cash and Cash Equivalents at the end of the year</b>			
Cash in hand (including foreign currencies)	3.1	4,415,814,527	4,540,041,205
Balance with Bangladesh Bank & Sonali Bank (Incl. FCs)	3.2	14,024,163,864	12,975,762,494
Balance with Other Bank and Financial Institutions	4(a)	15,499,140,531	13,580,215,459
Money at call and short notice	5	-	680,000,000
Prize Bond	6	5,501,400	5,782,800
<b>Total</b>		<b>33,944,620,322</b>	<b>31,781,801,958</b>



**TRUST BANK LIMITED**  
and its subsidiaries  
**Consolidated Statement of Changes in Equity**  
For the period from January to December 2021

Particulars	Paid up Capital	Share Premium Account	Foreign Currency Translation Reserve	Statutory Reserve	Other Reserve	Retained Earnings	Trust Bank Shareholders' Equity	Non-Controlling Interest	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance as at 01 January 2021	6,432,959,780	-	2,198,346	6,979,751,092	657,678,748	3,319,387,820	17,391,975,786	217,081,346	17,609,057,132
Changes in accounting policy	-	-	-	-	-	-	-	-	-
Restated Balance	6,432,959,780	-	2,198,346	6,979,751,092	657,678,748	3,319,387,820	17,391,975,786	217,081,346	17,609,057,132
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of investment	-	-	-	-	(625,812,664)	-	(625,812,664)	-	(625,812,664)
Currency translation difference	-	-	576,536	-	-	-	576,536	-	576,536
Net gain and losses not recognized in the income statement	6,432,959,780	-	2,774,882	6,979,751,092	31,866,084	3,319,387,820	16,766,739,658	217,081,346	16,983,821,004
Net profit/(loss) for the year after tax	-	-	-	-	-	2,740,426,941	2,740,426,941	(84,987,300)	2,655,439,641
Statutory reserve	-	-	-	850,000,000	-	(850,000,000)	-	-	-
Transfer to Start up Fund	-	-	-	-	-	(27,441,201)	(27,441,201)	-	(27,441,201)
Coupon interest on TBL Perpetual Bond	-	-	-	-	-	(228,353,686)	(228,353,686)	-	(228,353,686)
Dividends (Bonus Share)	643,295,970	-	-	-	-	(643,295,970)	-	-	-
Dividends (Cash)	-	-	-	-	-	(643,295,978)	(643,295,978)	-	(643,295,978)
Issue of Share Capital	-	-	-	-	-	-	-	-	-
Balance as at 31 December 2021	7,076,265,750	-	2,774,882	7,829,751,092	31,866,084	3,667,427,926	18,608,076,734	152,094,046	18,760,169,780

**TRUST BANK LIMITED**  
and its subsidiaries  
**Consolidated Statement of changes in Equity**  
For the period from January to December 31, 2020

Particulars	Paid up Capital	Share Premium Account	Foreign Currency Translation Reserve	Statutory Reserve	Other Reserve	Retained Earnings	Trust Bank Shareholders' Equity	Non-Controlling Interest	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance as at 01 January 2020	6,126,628,370	-	2,232,421	6,579,751,092	22,299,687	2,547,843,316	15,278,754,886	789	16,278,755,675
Changes in accounting policy	-	-	-	-	-	-	-	-	-
Restated Balance	6,126,628,370	-	2,232,421	6,579,751,092	22,299,687	2,547,843,316	15,278,754,886	789	16,278,755,675
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of investment	-	-	-	-	635,379,061	-	635,379,061	-	635,379,061
Currency translation difference	-	-	(34,075)	-	-	-	(34,075)	-	(34,075)
Net gain and losses not recognized in the income statement	6,126,628,370	-	2,198,346	6,579,751,092	687,678,748	2,547,843,316	15,914,099,872	789	16,914,100,661
Net profit/(loss) for the year after tax	-	-	-	-	-	1,802,089,306	1,802,089,306	(3,419,443)	1,798,669,863
Statutory reserve	-	-	-	400,000,000	-	(400,000,000)	-	-	-
Transfer to Start up Fund	-	-	-	-	-	(17,881,973)	(17,881,973)	-	(17,881,973)
Coupon interest on TBL Perpetual Bond	-	-	-	-	-	-	-	-	-
Dividends (Bonus Share)	306,331,410	-	-	-	-	(306,331,410)	-	-	-
Dividends (Cash)	-	-	-	-	-	(306,331,419)	(306,331,419)	-	(306,331,419)
Issue of Share Capital	-	-	-	-	-	-	-	220,500,000	220,500,000
Balance as at 31 December 2020	6,432,959,780	-	2,198,346	6,979,751,092	657,678,748	3,319,387,820	17,391,975,786	217,081,346	17,609,057,132



TRUST BANK LIMITED

Balance Sheet  
As at 31 December 2021

	Notes	31.12.2021 Taka	31.12.2020 Taka
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>	3		
Cash in hand (including foreign currencies)		4,415,814,527	4,540,041,205
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		14,024,163,864	12,975,762,494
		18,439,978,391	17,515,803,699
<b>Balance with other banks and financial institutions</b>	4		
In Bangladesh		13,428,836,754	11,993,048,958
Outside Bangladesh		996,848,312	1,475,665,928
		14,425,685,066	13,468,714,886
<b>Money at call and short notice</b>	5	-	680,000,000
<b>Investments</b>	6		
Government		49,426,138,022	85,435,338,971
Others		14,467,579,745	5,509,507,242
		63,893,717,767	90,944,846,213
<b>Loans and Advances/islami Banking Investments</b>	7		
Loans, Cash Credit, Overdrafts etc./ Investment		235,811,252,517	213,583,917,040
Bills purchased and discounted		21,484,131,838	7,479,769,141
		257,295,384,355	221,063,686,181
<b>Fixed assets including premises, furniture and fixtures</b>	8	2,190,440,571	1,936,600,776
<b>Other assets</b>	9	9,262,331,978	9,168,676,752
<b>Non-banking assets</b>		-	-
<b>Total Assets</b>		<b>365,507,538,128</b>	<b>354,778,328,507</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
Borrowings from other banks, financial institutions and agents	10	37,668,041,778	26,430,737,112
<b>Deposits and other accounts</b>	11		
Current / Al-wadeeah Current Accounts and other Accounts		34,116,068,136	31,881,848,838
Bills Payable		5,035,263,847	5,756,649,635
Savings Bank / Mudaraba Savings Deposits		53,111,470,086	48,906,165,234
Fixed Deposits / Mudaraba Term Deposits		192,617,905,118	201,859,240,178
Bearer Certificates of Deposit		-	-
Other Deposits		-	-
		284,880,707,187	288,403,903,885
<b>Other liabilities</b>	12	24,699,967,998	22,904,659,492
<b>Total Liabilities</b>		<b>347,248,716,963</b>	<b>337,739,300,489</b>
<b>Capital/Shareholders' Equity</b>			
Paid up Capital	13.2	7,076,255,750	6,432,959,780
Share Premium Account		-	-
Foreign Currency Translation Reserve		2,774,882	2,198,346
Statutory Reserve	14	7,829,751,092	6,979,751,092
Other Reserve	15	31,866,084	657,678,748
Retained Earnings	16	3,318,173,357	2,966,440,052
<b>Total Shareholders' Equity</b>		<b>18,258,821,165</b>	<b>17,039,028,018</b>
<b>Total Liabilities and Shareholders' Equity</b>		<b>365,507,538,128</b>	<b>354,778,328,507</b>



Notes	31.12.2021 Taka	31.12.2020 Taka
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**OFF-BALANCE SHEET ITEMS**

**Contingent Liabilities**

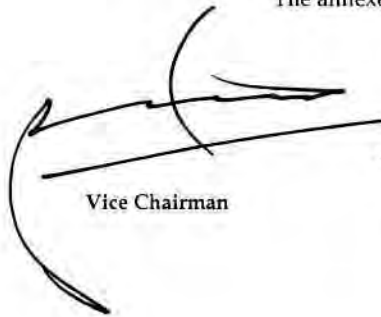
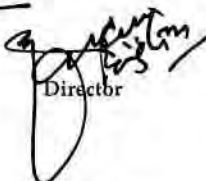


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Acceptances and Endorsements	43,727,307,019	21,015,859,746
Letter of Guarantees	34,160,282,594	28,545,333,973
Irrevocable Letter of Credits	50,012,640,106	33,158,638,906
Bills for collection	5,310,162,153	4,683,845,177
	<b>133,210,391,872</b>	<b>87,403,677,802</b>
<b>Other Contingent Liabilities</b>		
Value of travelers' cheques in hand	-	-
<b>Total:</b>	<b>133,210,391,872</b>	<b>87,403,677,802</b>

**Other commitments**

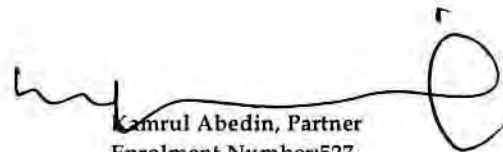
Documentary Credit and short term trade -related transactions	-	-
Forward assets purchased and forward deposits placed	6,233,833,162	4,626,951,550
Undrawn note issuance and revolving facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
	<b>6,233,833,162</b>	<b>4,626,951,550</b>
<b>Total Off-Balance Sheet items including contingent liabilities</b>	<b>139,444,225,034</b>	<b>92,030,629,352</b>

The annexed notes 1-51 from an integral part of the Financial Statements.

 Vice Chairman  
 Director  
 Director  
 Managing Director

Signed as per annexed report of same date

Dated: Dhaka  
April 25, 2022



Kamrul Abedin, Partner  
 Enrolment Number:527  
 M. J. ABEDIN & CO.  
 Chartered Accountants  
 Firm Registration Number: N/A  
 DVC:

2204280527AS195412

TRUST BANK LIMITED

Profit and Loss Account  
For the year ended 31 December 2021

	Notes	31.12.2021 Taka	31.12.2020 Taka
Interest income / Profit on Investment	19	17,693,207,635	17,822,168,516
Interest / Profit paid on deposits and borrowings etc.	20	11,341,359,153	13,678,470,839
<b>Net interest income</b>		<b>6,351,848,482</b>	<b>4,143,697,677</b>
Income from investments	21	7,482,811,439	5,787,419,424
Commission, exchange and brokerage	22	1,717,106,375	1,324,176,433
Other operating income	23	501,406,624	473,468,166
		9,701,324,438	7,585,064,023
<b>Total operating income</b>		<b>16,053,172,920</b>	<b>11,728,761,700</b>
Salaries and allowances	24	2,494,159,140	2,313,991,473
Rent, taxes, insurance, electricity, etc.	25	574,611,665	414,920,514
Legal expenses		2,643,567	1,737,394
Postage, stamps, telecommunications, etc.	26	93,876,825	88,060,311
Stationery, printing, advertisement etc.	27	55,414,882	43,994,786
Managing Director's salary and benefits		9,751,591	11,381,139
Directors' fees	28	2,288,000	3,011,000
Auditors' fee	29	575,000	920,000
Charges on loan losses		-	-
Depreciation and repair of bank's assets	30	542,210,664	558,344,781
Other expenses	31	2,320,368,031	1,007,226,177
<b>Total operating expenses</b>		<b>6,095,899,365</b>	<b>4,443,587,575</b>
<b>Profit before provision</b>		<b>9,957,273,555</b>	<b>7,285,174,125</b>
Provision for loans & advances / Investments	32	4,381,596,230	2,871,266,999
Provision for Diminution in value of Investment	33	(17,155,465)	318,937
Other provision	34	450,629,975	61,571,000
		4,815,070,740	2,933,156,936
<b>Total Profit before Taxes</b>		<b>5,142,202,815</b>	<b>4,352,017,189</b>
Provision for Taxation			
Current tax	12.1	2,400,000,000	2,568,180,000
Deferred tax		(1,917,325)	(4,360,150)
		2,398,082,675	2,563,819,850
<b>Net Profit after Taxation</b>		<b>2,744,120,140</b>	<b>1,788,197,339</b>
<b>Appropriations</b>			
Statutory Reserve	14.1	850,000,000	400,000,000
Start up Fund		27,441,201	17,881,973
Coupon Interest on TBL Perpetual Bond		228,353,686	-
		1,105,794,887	417,881,973
<b>Retained surplus</b>		<b>1,638,325,253</b>	<b>1,370,315,366</b>
Earning per share (EPS)	37	3.88	2.53

The annexed notes 1-51 from an integral part of the Financial Statements.

Vice Chairman

Director

Director

Managing Director

Signed as per annexed report on even date

Dated: Dhaka  
April 25, 2022

Kamrul Abedin, Partner  
Enrolment Number: 527  
M. J. ABEDIN & CO.  
Chartered Accountants  
Firm Registration Number: N/A  
DVC:

2204280527AS195412



TRUST BANK LIMITED

Cash Flow Statement  
For the year ended 31 December 2021

	Notes	31.12.2021 Taka	31.12.2020 Taka
<b>A. Cash flow from operating activities</b>			
Interest received in cash		19,260,577,865	15,909,928,694
Interest payments		(12,225,693,166)	(14,162,908,579)
Dividend receipts		67,394,771	39,511,347
Fees and commission receipts in cash		1,699,795,285	1,118,126,092
Recoveries of loans previously written off		87,740,194	81,197,247
Cash paid to employees		(2,356,728,667)	(2,210,750,912)
Cash paid to suppliers		(31,508,500)	(42,510,818)
Income Taxes paid		(2,686,162,183)	(2,594,455,049)
Received from other operating activities (item-wise)	40	7,178,107,136	5,131,645,545
Payments for other operating activities (item-wise)	41	(2,225,087,118)	(1,703,060,911)
<b>Operating profit before changes in operating Assets and Liabilities</b>		<b>8,768,435,617</b>	<b>1,566,722,656</b>
<b>Increase/(Decrease) in operating assets &amp; liabilities</b>			
Statutory Deposits		-	-
Net Investment in trading securities		(8,958,072,503)	(1,028,285,050)
Loan & advance to other banks		-	-
Loan & advance to customers		(39,292,558,713)	(8,528,103,837)
Other assets (item-wise)	42	(1,774,379,679)	850,835,000
Deposits from other banks		(2,760,424,912)	3,262,027,176
Deposits from customers		(11,966,869)	43,618,383,268
Other liabilities account of customers		-	-
Trading liabilities		-	-
Other liabilities (item-wise)	43	(349,424,885)	53,320,356
<b>Net cash from operating activities (A)</b>		<b>(44,378,391,944)</b>	<b>39,794,899,569</b>
<b>B. Cash flow from investing activities</b>			
Proceeds from sale of securities		35,083,856,299	(48,239,729,125)
Payments for purchase of government securities		-	-
Purchase of property, plant & equipment		(128,650,356)	(387,050,556)
Purchase of intangible assets		(6,494,667)	(8,311,142)
Sale of property, plant & equipment		31,560,836	1,602,307
Purchase/ Sale of Subsidiary		-	(229,500,000)
<b>Net cash from investing activities (B)</b>		<b>34,980,272,112</b>	<b>(48,862,988,516)</b>
<b>C. Cash flow from financing activities</b>			
<b>Increase/(Decrease) in Borrowing:</b>			
Call loan		-	-
Other borrowings		11,237,304,666	6,656,028,945
Dividend paid in cash		(643,295,978)	(306,331,419)
<b>Net cash from financing activities (C)</b>		<b>10,594,008,688</b>	<b>6,349,697,526</b>
<b>D. Net increase in Cash and Cash Equivalent (A+B+C)</b>		<b>1,195,888,856</b>	<b>(2,718,391,421)</b>
<b>E. Effects of exchange rate changes on cash and cash equivalents</b>			
		4,974,616	156,711,482
<b>F. Opening Cash and Cash Equivalent</b>		<b>31,670,301,385</b>	<b>34,231,981,324</b>
<b>G. Cash and cash equivalents at end of year (D+E+F)</b>	44	<b>32,871,164,857</b>	<b>31,670,301,385</b>
<b>Cash and Cash Equivalents at the end of the year</b>			
Cash in hand (including foreign currencies)	3.1	4,415,814,527	4,540,041,205
Balance with Bangladesh Bank & Sonali Bank (Incl. FCs)	3.2	14,024,163,864	12,975,762,494
Balance with Other Bank and Financial Institutions	4	14,425,685,066	13,468,714,886
Money at call and short notice	5	-	680,000,000
Prize Bond	6	5,501,400	5,782,800
<b>Total</b>		<b>32,871,164,857</b>	<b>31,670,301,385</b>



## TRUST BANK LIMITED

### Statement of Changes in Equity For the period from January to December 2021

Particulars	Paid up Capital	Share Premium Account	Foreign Currency Translation Reserve	Statutory Reserve	Other Reserve	Retained Earnings	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance as at 01 January 2021	6,432,959,780	-	2,198,346	6,979,751,092	657,678,748	2,966,440,052	17,039,028,018
Changes in accounting policy	-	-	-	-	-	-	-
<b>Restated Balance</b>	<b>6,432,959,780</b>	<b>-</b>	<b>2,198,346</b>	<b>6,979,751,092</b>	<b>657,678,748</b>	<b>2,966,440,052</b>	<b>17,039,028,018</b>
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of investment	-	-	-	-	(625,812,664)	-	(625,812,664)
Currency translation difference	-	-	576,536	-	-	-	576,536
<b>Net gain and losses not recognized in the income statement</b>	<b>6,432,959,780</b>	<b>-</b>	<b>2,774,882</b>	<b>6,979,751,092</b>	<b>31,866,084</b>	<b>2,966,440,052</b>	<b>16,413,791,890</b>
Net profit/(loss) for the year after tax	-	-	-	-	-	2,744,120,140	2,744,120,140
Statutory reserve	-	-	-	850,000,000	-	(850,000,000)	-
Transfer to Start up Fund	-	-	-	-	-	(27,441,201)	(27,441,201)
Coupon Interest on TBL Perpetual Bond	-	-	-	-	-	(228,353,686)	(228,353,686)
Dividends (Bonus Share)	643,295,970	-	-	-	-	(643,295,970)	-
Dividends (Cash)	-	-	-	-	-	(643,295,978)	(643,295,978)
Issue of Share Capital (Rights Share)	-	-	-	-	-	-	-
<b>Balance as at 31 December 2021</b>	<b>7,076,255,750</b>	<b>-</b>	<b>2,774,882</b>	<b>7,829,751,092</b>	<b>31,866,084</b>	<b>3,318,173,357</b>	<b>18,258,821,165</b>

## TRUST BANK LIMITED

### Statement of Changes in Equity For the period from January to December 31, 2020

Particulars	Paid up Capital	Share Premium Account	Foreign Currency Translation Reserve	Statutory Reserve	Other Reserve	Retained Earnings	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance as at 01 January 2020	6,126,628,370	-	2,232,421	6,579,751,092	22,299,687	2,208,787,515	14,939,699,085
Changes in accounting policy	-	-	-	-	-	-	-
<b>Restated Balance</b>	<b>6,126,628,370</b>	<b>-</b>	<b>2,232,421</b>	<b>6,579,751,092</b>	<b>22,299,687</b>	<b>2,208,787,515</b>	<b>14,939,699,085</b>
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of investment	-	-	-	-	635,379,061	-	635,379,061
Currency translation difference	-	-	(34,075)	-	-	-	(34,075)
<b>Net gain and losses not recognized in the income statement</b>	<b>6,126,628,370</b>	<b>-</b>	<b>2,198,346</b>	<b>6,579,751,092</b>	<b>657,678,748</b>	<b>2,208,787,515</b>	<b>15,576,044,071</b>
Net profit/(loss) for the year after tax	-	-	-	-	-	1,788,197,339	1,788,197,339
Statutory reserve	-	-	-	400,000,000	-	(400,000,000)	-
Transfer to Start up Fund	-	-	-	-	-	(17,881,973)	(17,881,973)
Coupon Interest on TBL Perpetual Bond	-	-	-	-	-	(1,699,795,285)	(1,699,795,285)
Dividends (Bonus Share)	306,331,410	-	-	-	-	(306,331,410)	-
Dividends (Cash)	-	-	-	-	-	(306,331,419)	(306,331,419)
Issue of Share Capital (Rights Share)	-	-	-	-	-	-	-
<b>Balance as at 31 December 2020</b>	<b>6,432,959,780</b>	<b>-</b>	<b>2,198,346</b>	<b>6,979,751,092</b>	<b>657,678,748</b>	<b>1,266,644,767</b>	<b>15,339,232,733</b>



## TRUST BANK LIMITED

### Liquidity Statement (Asset and Liability Maturity Analysis) As at 31 December 2021

Amount in Taka

Particulars	Up to 01 Month	1- 3 Months	3-12 Months	1- 5 Years	More than 5 Years	Total
<b>Assets:</b>						
Cash in Hand	4,415,814,527	-	-	-	-	4,415,814,527
Balance with Bangladesh Bank and Sonali Bank	14,024,163,864	-	-	-	-	14,024,163,864
Balance with other banks and financial institutions	10,095,685,066	1,630,000,000	2,700,000,000	-	-	14,425,685,066
Money at call and short notice	-	-	-	-	-	-
Investments	2,371,436,053	1,427,676,433	15,857,808,201	25,485,627,091	18,751,169,989	63,893,717,767
Loans and Advances	36,981,197,097	26,269,467,542	51,620,410,826	67,419,161,159	75,005,147,731	257,295,384,355
Fixed Assets including premises, furniture and fixtures	-	-	-	-	2,190,440,571	2,190,440,571
Other assets	2,431,590,630	1,061,091,610	1,128,393,096	658,200,992	3,983,055,650	9,262,331,978
Non-banking assets	-	-	-	-	-	-
<b>Total Assets</b>	<b>70,319,887,237</b>	<b>30,388,235,585</b>	<b>71,306,612,123</b>	<b>93,562,989,242</b>	<b>99,929,813,941</b>	<b>365,507,538,128</b>
<b>Liabilities:</b>						
Borrowing from Bangladesh Bank, other banks, financial institutions and agents	5,760,570,703	3,415,628,742	11,197,462,797	9,294,379,536	8,000,000,000	37,668,041,778
Deposits	61,222,743,988	58,808,885,567	108,603,785,875	31,821,770,106	14,304,920,766	274,762,106,302
Other accounts	10,118,600,885	-	-	-	-	10,118,600,885
Provision and other liabilities	3,333,005,181	2,585,331,969	7,011,248,444	5,741,942,138	6,028,440,266	24,699,967,998
<b>Total Liabilities</b>	<b>80,434,920,757</b>	<b>64,809,846,278</b>	<b>126,812,497,116</b>	<b>46,858,091,780</b>	<b>28,333,361,032</b>	<b>347,248,716,963</b>
<b>Net Liquidity Gap</b>	<b>(10,115,033,520)</b>	<b>(34,421,610,693)</b>	<b>(55,505,884,993)</b>	<b>46,704,897,462</b>	<b>71,596,452,909</b>	<b>18,258,821,165</b>

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



**TRUST BANK LIMITED**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

**1 THE BANK & ITS ACTIVITIES**

Trust Bank Limited (the Bank) is a scheduled commercial bank established under the Banking Companies Act, 1991 and incorporated as a Public Limited Company under the Companies Act, 1994 in Bangladesh on 17 June 1999 with the primary objective to carry on all kinds of banking business in and outside Bangladesh. The Bank has One Hundred Seven (107) branches, Four (04) Sub-Branches and Six (06) SME Service Centers/Krishi Branches which are operating in Bangladesh as at 31 December 2021. The Bank has no overseas branches as at 31 December 2021. The Bank is listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited as a publicly traded company for its general class of shares.

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

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

**Principal Activities of the Bank**

The Principal activities of the Bank are to provide full range of banking services that include deposit banking, loans & advances, export-import financing and national & international remittance facilities, issuing debit and credit cards, SMS banking, internet banking, call center, dealing in government securities etc. The Bank offers commercial banking, consumer banking, trade services, cash management, treasury, SME, retail, custodial and clearing services to its customers. Trust Money is a convenient way to access account, transfer funds, pay bills and more such exciting features on the go. The Bank also provides off-shore banking services through its Off-Shore Banking Units (OBU) and islami banking services through its Islamic Banking Windows.

**1.1 Off-shore Banking Unit (OBU)**

The Bank obtained Off-shore Banking Unit permission vide letter no. BRPB(P-3)744(116)/2010-2462 dated 02 June 2010. The Bank commenced its Off-shore banking operations from 24 October 2013 through its Dilkusha Corporate Branch, Gulshan Corporate Branch & CDA Avenue Branch. The Off-shore Banking Units are governed under the rules and guidelines of Bangladesh Bank.

**1.2 Subsidiaries of the Bank**

The Bank has 03 (Three) Subsidiaries details of which are given below:

**1.2.1 Trust Bank Investment Limited**

Trust Bank Investment Limited, a fully owned subsidiary of Trust Bank Limited, was incorporated on 09 September 2010 with an initial paid up capital of Taka 3,000 million upon receiving consent from SEC on 25 October 2010 having registered office located at 36 Dilkusha Commercial Area, Dhaka - 1000.

Trust Bank Investment Limited offers full range of merchant banking services that include Issue Management, Underwriting, Portfolio Management etc.

**1.2.2 Trust Bank Securities Limited**

Trust Bank Securities Limited, a fully owned subsidiary of Trust Bank Limited, was incorporated on 07 February 2013 with an initial paid up capital of Taka 350 million having registered office located at Shadhinata Tower (Level-1), Bir Srestha Shaheed Jahangir Gate, Dhaka Cantonment, Dhaka-1206.

Trust Bank Securities Limited offers full range of business of brokers or dealers in stocks that includes buying and selling of Shares & Securities, Commercial Papers, Bonds, Debentures, Debenture Stocks etc.



### 1.2.3 Trust Axiata Digital Limited

Trust Axiata Digital Limited, a partially owned subsidiary of Trust Bank Limited, was incorporated on 04 October 2020 with an initial paid up capital of Taka 450 million having its registered office located at Shadhinata Tower (Level-11), Bir Srestha Shaheed Jahangir Gate, Dhaka Cantonment, Dhaka-1206.

Trust Axiata Digital Limited offers full range of Mobile Financial Services (MFS) and Payment Service Provider (PSP) that include Money Remittance, Payment System, Settlement System, Payment Service, Point of Sale Transfer, Online Recharge, Online Payment, Payment Gateway etc.

### 1.2.4 Accounting Policies of Subsidiaries

The Financial Statements of three subsidiaries have been prepared and all assets, liabilities, income and expenses are measured and regularised under Group accounting policies as Parent Company follows.

### 1.3 Islamic Banking activities

Islam is not only confined with Ibadah but it has complete guidance for human life. It tells us how to manage all activities of life in a sound and ethical way. Its completeness describe in Quranic verse: "This day I have perfected your religion for you, completed my blessing on you and approved Islam as the way of life for you" (Al-Maidah: 3).

It has guided the human being how to deal in financial transactions known as Mu'amalah. This Mu'amalah component defines the conduct of economic activities within the Islamic economic system and lays down the rules for business, commercial, financial, and banking systems.

Islam demands all economic activities including banking should run in accordance with the Islamic Shariah i.e. prohibition of interest from all transactions and dealing in businesses that are allowed (halal) in Shariah. Islamic Banking has potential for earthly returns (earning profit) as well as reward in the Divine world (benefit in hereafter) by abiding the instructions of the Almighty Allah.

To ensure compliance of Shariah guidelines, Islamic Banking practices a strong documentary record keeping system eliminating all vagueness regarding business & responsibilities of the parties involved.

#### Trust Islamic Banking

Trust Bank is presently carrying out its Islamic banking operations through 15 (fifteen) Islamic banking windows with the Brand name Trust Islamic Banking (TIB). Besides the 15 (fifteen) windows, all TBL branches can provide both Islamic Banking deposit and investment services through on-line banking system.

#### Shariah Compliance

To oversee the Shariah compliance of Islamic Banking operation of Trust Bank, TIB has an Internal Shariah Audit/Review team (Muraqib). Muraqib (Shariah Auditor) of Trust Bank (Islamic Banking) conducts Shariah audit/inspection throughout the year to its Islamic Banking Windows as per Shariah Audit Plan (Calendar) approved by the Shariah Supervisory Committee.

In addition to the Shariah guidelines, Trust Islamic Banking (TIB) strictly comply the Bangladesh Bank instructions regarding Islamic Banking operations and adheres to the followings:

- Completely Separate Fund management–no mixing of fund with the conventional banking deposits of the Bank. Investments are made from the Islamic Banking deposits only.
- Separate book-keeping, Profit & Loss Account by Islamic Banking module of Bank's CBS.
- Profit sharing ratio (Depositor: Bank) is 65:35 for the year 2021.
- Profit distributions are executed as per approved weightage table.

#### Deposit & Investment

Despite Covid-19 pandemic, the overall business activities of TIB has seen a very positive growth. Both Deposit and Investment of TIB has increased significantly in the year 2021.



Trust Islamic Banking Operations is closely monitored and supervised by a knowledgeable & committed team in Islamic Banking and finance to ensure compliance, development and growth of TIB business. TIB offers the full range deposit & investment products & services for corporate, retail & SME sectors.

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

#### 1.4 **Retail Banking Division:**

Retail Banking sector is one of the main sources for generating flow of funds from disposable income held in the hands of the mass. Retail Banking has grown to its capacity and potential in terms of technology, human resources, product quality and business process. Considering its scope of growth and continuous success in tapping into new market segments TBL Retail Banking segment offers comprehensive and diverse range of retail products across deposits, loans, payments and is committed to provide enhanced and everlasting customer relationship. In this connection, Retail Banking has been successful in deposit acquisition that helped the bank to meet regulatory requirements keeping sufficient fund for investment.

#### 1.5 **SME and Green Banking Activities**

##### **SME Financing:**

Cottage, Micro, Small and Medium Enterprises (CMSMEs) play a crucial role for economic development of any country. The contribution of SMEs is indispensable particularly for the developing countries like Bangladesh. SMEs help increasing national income, creating rapid employment thereby contributing towards eradication of extreme poverty and hunger, gender equality and women empowerment. Recognizing the fact, SMEs are termed as engine of economic growth.

In pursuance of Central Bank's policy initiatives, TBL formulated its SME banking policies in 2009 targeting the 'missing middle' (CMSMEs) with a view to bringing them into the formal financial folder through its 113 branch networks including 07 SME/Krishi Branch/Service Centers located in different parts of the country. TBL is now among the forefront SME favored bank list. Trust Bank is reaching the SME customer segments through its tailored products to meet their credit demand. The Bank's SME exposure is well diversified covering the sectors like Power-loom, Handloom, Light Engineering, Handicrafts, Nakshi Kantha, Garments Accessories, Bio-Gas, Bio-Fertilizer, Irrigation, Fisheries, Poultry and other agri-business.

Trust Bank has introduced as many as 13 different SME products in commensurate with BB Policy Guidelines with special emphasis on cluster/area approach. 'Trust Akota' is a product designed to target the people involved in handloom sector located in Enayetpur, Sirajgonj, while 'Trust Bunoon' is instrumental in financing on Spinning and handloom sector at Narsingdi, Sirajgonj and Naryangonj. 'Trust-Nondini' is a specialized product for women entrepreneurs and 'Trust Sukanya' is a product designed to facilitate the most backward and marginalized women based in three hill districts and the people involved with Nakshi Kantha works in Jessore. TBL being a SME favored Bank has equally increased its focus on the farmers, small, and marginalized people by designing a special product named 'Trust-Prantik'. TBL provided special loan facility for BDT.1724.80 million to CMSME sector affected by Novel Corona Virus (COVID-19) pandemic.

These expansionary SME financing initiatives of TBL has increasingly been contributing to employment creation directly or indirectly in the country. Trust Bank, SME Division is relentlessly working towards taking the SME portfolio up to 25% of Banks total loans and advances within next four years.

##### **Green Financing**

Green finance is one of the main stream of Sustainable development or Sustainable Finance. The key green energy projects/green finance in Bangladesh include the Solar Home System (SHS), solar mini grids, solar irrigation pumping systems and biogas plants etc. Trust Bank has started contributing in the renewable energy sector through financing on Bio gas plants and Solar-home system. We are said to be the pioneer in the financing of Biogas plants among the Banking financial institutions.



**Financed under the 55 refinance schemes/initiatives of BB as up to 31 December 2021:**

Green Projects / Products	Number of Project	Disbursed Amount
LEED Certified Green Projects (Industry & building)	2	13,743.30
Ensuring Work Environment and Security of Workers Factories	3	25.69
PET Bottle Recycling plant	1	1,084.81
Effluent Treatment Plant (ETP)	1	3.50
Renewable Energy (Biogas plant)	2934	641.26
Renewable Energy (Solar Energy)	4197	110.26
Improved Brick Kiln	26	375.97
Energy Efficiency Project	2	277.15
Vermicompost	20	0.20
<b>Total</b>		<b>16,262.14</b>

**2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES****2.1 Statement of Compliance**

The Financial Reporting Act 2015 (FRA) was enacted in 2015. Under the FRA, the Financial Reporting Council (FRC) was formed in 2017 and has since then adopted International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as the applicable Financial Reporting Standards for public interest entities such as banks with effect from 02 November 2020.

Accordingly, the consolidated and separate financial statements of the Group and the Bank, respectively, have been prepared in accordance with IFRSs (including IASs). In addition to this, the Bank also complied with the requirements of the following laws and regulations from various Government bodies:

- i) The Banking Companies Act, 1991, and amendment thereon;
- ii) The Companies Act, 1994;
- iii) Circulars, Rules and Regulations issued by Bangladesh Bank (BB) from time to time;
- iv) Bangladesh Securities and Exchange Rules, 1987; Bangladesh Securities and Exchange Ordinance, 1969; Bangladesh Securities and Exchange Act, 1993 and Bangladesh Securities and Exchange Commission (Public Issue) Rules 2015 and amendments thereon;
- v) The Income Tax Ordinance, 1984, and amendments thereon;
- vi) The Value Added Tax Act, 2012, The Value Added Tax Rules, 2016 and amendments thereon;
- vii) Dhaka Stock Exchange Limited (DSE), Chittagong Stock Exchange Limited (CSE) and Central Depository Bangladesh Limited (CDBL) rules and regulations; and
- viii) Financial Reporting Act, 2015.

In case of any requirement of the Banking Companies Act, 1991 and provisions and circulars issued by Bangladesh Bank (BB) differ with those of IFRSs, the requirements of the Banking Companies Act, 1991, and provisions and circulars issued by BB shall prevail. Material departures from the requirements of IFRSs are as follows:

**i) Presentation of financial statements**

**IFRS:** As per IAS 1: Presentation of financial statements, financial statements shall comprise a statement of financial position as at the end of the period, a statement of profit or loss and other comprehensive income for the period, a statement of changes in equity for the period, a statement of cash flows for the period, notes - comprising significant accounting policies and other explanatory information. As per IAS 1, the entity shall also present current and non-current assets and liabilities as separate classifications in its statement of financial position.

**Bangladesh Bank:** The presentation of the financial statements in prescribed format (i.e. balance sheet, profit and loss account, cash flow statement, statement of changes in equity, liquidity statement) and certain disclosures therein are guided by the First Schedule (section 38) of the Banking Companies Act 1991 (as amendment up to date) and BRPD circular no. 14 dated 25 June 2003 and subsequent guidelines of Bangladesh Bank. In the prescribed format there is no option to present assets and liabilities under current and non-current classifications.



ii) **Investment in shares and securities**

**IFRS:** As per requirements of IFRS 9: Financial instruments, financial assets generally falls under at amortized cost, or fair value through profit and loss account or fair value through other comprehensive income, where any change in the fair value at the year-end is taken to profit or loss account or other comprehensive income/revaluation reserve respectively.

**Bangladesh Bank:** As per Banking Regulation & Policy Department (BRPD) circular no. 14 dated 25 June 2003, investments in quoted shares and unquoted shares are revalued at the year end at market price and Net Assets Value (NAV) of last audited balance sheet, respectively. In addition to that Department of Off-site Supervision (DOS) of Bangladesh Bank vide its circular letter no. 03 dated 12 March 2015 directed that investment in mutual fund (closed end) will be revalued at lower of cost and (higher of marker value and 85% of NAV). Provision should be made for any loss arising from diminution in value of investment; otherwise investments are recognized at cost.

iii) **Revaluation gains/losses on government securities**

**IFRS:** As per requirement of IFRS 9: Financial instruments, an entity shall classify financial assets as subsequently measured at amortized cost, fair value through other comprehensive income or fair value through profit or loss on the basis of both:

- a) the entity's business model for managing the financial assets; and
- b) the contractual cash flow characteristics of the financial asset.

**Bangladesh Bank:** According to DOS Circular 05 dated 26 May 2008 and subsequently clarification in DOS Circular 05 dated 28 January 2009, HFT securities are revalued on the basis of mark to market and at the year end any gains on revaluation of securities which have not matured as at the balance sheet date are recognized in other reserves as a part of equity and any losses on revaluation of securities which have not matured as at the balance sheet date are charged in the profit and loss account. Interest on HFT securities including amortization of discount are recognized in the profit and loss account. HTM securities which have not matured as at the balance sheet date are amortized at the year end and gains or losses on amortization are recognized in other reserves as a part of equity.

iv) **Provision on loans and advances/investments**

**IFRS:** As per IFRS 9, an entity shall recognize a loss allowance for expected credit losses on a financial asset through amortized cost or fair value through other comprehensive income to which impairment requirements apply.

**Bangladesh Bank:** As per BRPD Circular 14 dated 23 September 2012, BRPD Circular no. 19 dated 27 December 2012, BRPD Circular no. 05 dated 29 May 2013, BRPD circular no. 16 dated 18 November 2014, BRPD Circular no. 16 dated 21 July 2020 and BRPD Circular no. 52 dated 20 October 2020, a general provision at 0.25% to 5% under different categories of unclassified loans (good/standard loans) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard loans, doubtful loans and bad & losses loans has to be provided at 20%, 50% and 100% respectively for loans and advances depending on the duration of overdue. Again as per BRPD circular No. 10 dated 18 September 2007 and BRPD circular no. 14 dated 23 September 2012, a general provision at 1% is required to be provided for all off-balance sheet exposures. Such provision policies are not specifically in line with those prescribed by IFRS 9.

v) **Recognition of interest in suspense**

**IFRS:** Loans and advances to customers are generally classified as non-derivative financial assets measured at amortised cost as per IFRS 9 and interest income is recognised through effective interest rate method over the term of the loan. Once a loan is impaired, interest income is to be recognised in profit and loss account on the same basis on revised carrying amount.

**Bangladesh Bank:** As per BRPD circular no. 14 dated 23 September 2012 and BRPD Circular no. 03 dated 21 April 2019, once a loan is classified, interest on such loans are not allowed to be recognized as income, rather the corresponding amount needs to be credited to an interest in suspense account, which is presented as liability in the balance sheet.





vi) **Other comprehensive income**

**IFRS:** As per IAS 1: Presentation of financial statements, Other Comprehensive Income (OCI) is a component of financial statements or the elements of OCI are to be included in a single Other Comprehensive Income statement.

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

vii) **REPO and Reverse REPO Transaction**

**IFRS:** As per IFRS 9, when an entity sells a financial asset and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (REPO or stock lending), the arrangement is treated as a loan and the underlying asset continues to be recognized in the entity's financial statements. The difference between selling price and repurchase price will be treated as interest expense. Same rule applies to the opposite side of the transaction (Reverse REPO).

**Bangladesh Bank:** As per DOS Circular Letter no, 06 dated 15 July 2010 and subsequent clarification in DOS Circular No. 02 dated 23 January 2013, when a Bank sells a financial asset and simultaneously enters into an agreement to repurchase the asset (or a similar asset) at a fixed price on a future date (REPO or stock lending), the arrangement is accounted for as a normal sale transaction and the financial asset should be derecognized in the seller's book and recognized in the buyer's book.

viii) **Financial instruments – Presentation and disclosure**

In several cases Bangladesh Bank guidelines categorise, recognize, measure and present financial instruments differently from those prescribed in IFRS 7: Financial instruments - disclosure and IFRS 9 Financial instruments. As such full disclosure and presentation requirements of IFRS 7 cannot be made in the financial statements.

ix) **Financial guarantees**

**IFRS:** As per IFRS 9: Financial instruments, financial guarantees are contracts that require an entity to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the terms of a debt instrument. Financial guarantee liabilities are recognized initially at their fair value minus the cost that are directly attributable to issue of the financial guarantee. After initial recognition, an issuer of such a guarantee shall subsequently measure it at higher of:

- i. the amount of the loss allowance and
- ii. the amount initially recognized less, when appropriate, the cumulative amount of the income recognized.

**Bangladesh Bank:** As per BRPD 14 dated 25 June 2003, financial guarantees such as letter of credit, letter of guarantee will be treated as off-balance sheet items. No liability is recognized for the guarantee except the cash margin. 1% provision is maintained on such off-balance sheet items as per guidelines of Bangladesh Bank.

x) **Cash and cash equivalents**

**IFRS:** Cash and cash equivalent items should be reported as cash item as per IAS 7: Statements of cash flows.

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



**xi) Non-banking assets**

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

**Bangladesh Bank:** As per Banking Regulation and Policy Department (BRPD) of Bangladesh Bank circular no. 14 dated 25 June 2003, there must exist a face item named Non-banking assets.

**xii) Cash Flow Statement**

**IFRS:** As per IAS 7, the cash flow statement can be prepared using either the direct method or the indirect method. The presentation is selected to present these cash flows in a manner that is most appropriate for the business or industry. The method selected is applied consistently.

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

**xiii) Balance with Bangladesh Bank (Cash Reserve Requirement)**

**IFRS:** Balance with Bangladesh Bank should be treated as other assets as it is not available for use in day to day operations as per IAS 7.

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

**xiv) Presentation of intangible asset**

**IFRS:** An intangible asset must be identified and recognized, and the disclosure must be given as per IAS 38.

**Bangladesh Bank:** There is no regulation for intangible assets in BRPD 14 dated 25 June 2003.

**xv) Off-balance sheet items**

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

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

**xvi) Loans and advances/Investments net of provision**

**IFRS:** As per IFRS 9, Loans and advances/Investments should be presented net of provision.

**Bangladesh Bank:** As per BRPD 14 dated 25 June 2003, provision on loans and advances/investments are presented separately as liability and can not be netted off against loans and advances.

**2.2 Basis of Consolidation**

The consolidated financial statements include the financial statements of Trust Bank Limited and its subsidiary Trust Bank Investment Limited made up to the end of the financial year. The consolidated financial statements have been prepared in accordance with IFRS 10.

**2.3 Subsidiary**

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

**2.4 Use of estimates and judgments**

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



**2.5 Significant accounting policies**

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

**2.6 Transactions eliminated on consolidation**

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

**2.7 Foreign currency transaction**

**a) Foreign currency**

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

**b) Foreign currencies translation**

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

Assets and liabilities & income and expenses of Off-shore Banking Units have been converted into BDT currency @ US\$1 = Taka 85.80 (closing rate as at 31 December 2021) and Tk. 85.30 (average rate as at 31 December 2021).

**c) Commitments**

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

**d) Translation gains and losses**

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

**e) Foreign operations**

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

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

**f) Consolidation of Financial Statements of foreign operations**

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



## 2.8 Reporting Period

These financial statements of the Bank and its subsidiaries cover the financial year from 01 January to 31 December 2021.

## 2.9 Events after the reporting period

While the overall effect of COVID 19 global pandemic on Bank's business in the past years is still evolving at this point, there has been limited impact assessed on the business since the outbreak. The board and management are regularly monitoring the potential impact of the pandemic on the Bank as the situation continues to deteriorate but are assured that any foreseeable adverse impact can be reasonably managed.

All material events after the reporting period have been considered and appropriate adjustments/disclosures have been made in the financial statements as per IAS 10 Events after the reporting period. Board's recommendation for dividend distribution is a common item.

## 2.10 Cash Flow Statement

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

## 2.11 Statement of Changes in equity

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

## 2.12 Statement of Liquidity

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

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

## 2.13 Taxation

The expense comprises current and deferred tax. Current tax and deferred tax is recognized in profit or loss except to the extent that it relates to a business combination or items recognized directly in equity.

### 2.13.1 Current Tax

In compliance with IAS-12 " Income Taxes", provision for current income tax has been made @ 37.50% on business income,@ 20% on dividend income and @ 10% on capital gain on sale of shares, after considering some of the add backs to income and disallowances of expenditure as per Income Tax Ordinance 1984 and time to time amendment to issue different S.R.O and circular issued by the NBR.

### 2.13.2 Deferred taxation

Deferred tax liabilities are the amount of income taxes payable in future periods in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future periods in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and

expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted at the balance sheet date. The impact on the account of changes in the deferred tax assets and liabilities has also been recognized in the profit and loss account as per IAS-12 "Income Taxes".

**2.14 Provision and accrued expenses**

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

**2.15 Provision for off-balance sheet exposures**

As per BRPD circular no. 14 dated 23 September 2012 and BRPD circular no. 07, dated 21 June 2018, a general provision at 1% is required to be provided for all off-balance exposures except on 'bills for collection' and 'guarantees' where the counter guarantees have been issued by multilateral development bank (MDB)/ international bank having BB rating grade '1' equivalent outlined in the Guidelines on Risk Based Capital Adequacy (Revised Capital Framework for banks, in line with Basel-III).

**2.16 Provision for Nostro accounts**

The Bank is not required to maintain provision for Nostro accounts for the year 2021 in accordance with the guideline of Foreign Exchange Policy Department of Bangladesh Bank, FEPC Circular no. FEPC (FEMO) / 01/2005-677 dated 13 September 2005.

**2.17 Assets and Basis of their valuation**

**2.17.1 Cash and cash equivalents**

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

**2.17.2 Loans and advances / Investments**

Trust Bank limited has been maintaining a strong credit growth record in the banking sector in Bangladesh since the inception. As a leading private commercial bank it has always been maximizing the wealth of our stakeholders and adding value to the society through financial inclusion from many years. As a third generation bank, it has touched almost all of the sectors of our economy which plays a vital role for the overall development of the country. The Bank is not only working with the developed sectors but also it is creating opportunities for the vulnerable sectors by providing fund. Moreover, the bank has been able to retain its assets quality and prove its growth during the COVID-19 pandemic when the rivalry is trying to survive.

As a result, as on 31.12.2021, total loans and advances stands at BDT 257,295.38 million as against BDT 221,063.69 million was recorded on 31.12.2020 representing growth of 16.39 percent from the last year. It is pertinent to mention here that the Bank has participated to all the stimulus packages and facilities approved by the Govt. through Bangladesh Bank from the very beginning of COVID-19 outbreak.

A bank of principle Trust Bank Limited always follows the Bangladesh Bank rules and regulations regarding loans and advances while providing any types of facility to the client. Also others regulations and necessary due diligence has been firmly followed. The Bank has always maintained its risk assessment and taken appropriate measurement to mitigate such risk so that it can keep continuing its positive growth.

**2.17.2.1 Initiatives against Recovery of Classified Loans**

Recovery from NPL and Written-Off (WO) loans was one of the most challenging tasks in 2021. Despite of such pandemic state, TBL has been justifiably successful in recovering a credible cash amount of BDT 715.63 million from NPL and BDT 89.21 million from WO accounts. Besides, BDT 651.03 million also regularized through rescheduling. TBL could tighten the NPL quite effectively that brought down the classified loans from 4.51% of last year to 3.65% in 2021. TBL will continue to engage effusively to expedite the recovery process. Strong supervision, follow-up and monitoring the classified and WO accounts will be



ensured through pointed approach, extensive visits/meetings with the borrowers for amicable settlement. Defined strategies including diverse alternative strategies would be applied against the capricious and whimsical defaulters and absconders alongside the legal measures.

### 2.17.3 Loan Classification and Provisioning

In case of loan Classification and provisioning Trust Bank Limited always follows the BRPD loan classification & provisioning circulars given by Bangladesh Bank. To maintain proper classification record and provisioning Credit Administration Division (CAD) of the bank keeps closure eyes on latest loan classification circular and take it into the notice of all Branches through circulation so that all the credit facilities have been treated accordingly. There are a series of circulars have been issued regarding loan classification and provisioning from the very bottom of the COVID-19 outbreak. Also the number of circulars have been issued in order to keep the loan unclassified by giving a significant percentage of due installments/amount within a stipulated time frame during the year. As a posh & compliant bank Trust Bank Ltd. has been able to classify loans and advances and kept adequate provisions against such loans and advances with general and specific provision. As a result, as of 31st December, 2021 classified loans of the Bank stands at BDT 9,381.99 million and total provision against classified, unclassified loans, off-Balance Sheet and Off-Shore Banking business was maintained at BDT 11,886.66 million and also BDT 7,496.79 million has been kept as specific provision as per requirement of Bangladesh Bank.

General provision on	Provision Rate
a. Consumer Financing (House Financing)	1%
b. Consumer Financing (Loans to Professional)	2%
c. Consumer Financing ( Other than a & b)	2%
d. Cottage, Micro & Small Credit & Medium Enterprise Financing	0.25%
e. Short Term Agriculture & Micro Credit	1%
f. Loans to BHs/ MBs/ SDs against Shares etc.	2%
g. All other Credit	1%
h. Special Mention Account	1%
<b>Specific provision on</b>	
a. Substandard Loans and Advances	
i. Short Term Agri Credit & Micro Credit	5%
ii. Cottage, Micro & Small Credit	5%
iii. All Other Credit	20%
b. Doubtful Loans and Advances	
i. Short Term Agri Credit & Micro Credit	5%
ii. Cottage, Micro & Small Credit	20%
iii. All Other Credit	50%
c. Bad/Loss Loans and Advances	100%

### 2.17.4 Provision for off balance sheet exposures

General provision for off balance sheet exposures has been made @ 1% on period end balance of Total off balance sheet exposures as per BRPD circular No. 8 and 10 dated 07 August 2007 and BRPD circular No. 14 dated 23 September 2012 respectively and revised BRPD circular No. 13 dated 18 October 2018 on Bank Guarantee and BRPD circular No. 07 dated 21 June 2018 on Bills for collection.

### 2.18 Investments

Bank shall decide the category of the investment at the time of acquisition of Govt. Securities. Head of Treasury will take the decision of categorizing the securities under HTM & HFT portfolio. And investment committee will determine the securities to be held under other investment portfolio. The decision of categorizing the Govt. securities under HTM & HFT portfolio is mainly derived by DOS Circulars 01 & 05 dated January 19, 2014 & May 26, 2008.

The valuation methods of investment used are:



**2.18.1 Held to Maturity (HTM):**

- a. The SLR securities (securities eligible for maintaining Statutory Liquidity Reserve) acquired by the banks with the intention to hold them up to maturity will be classified under 'Held to Maturity (HTM)'.
- b. Generally, government Treasury Bonds and non-marketable securities but eligible for SLR will be placed into HTM category.
- c. Decision regarding acquisition of HTM securities will be taken by Head of Treasury.
- d. Investment in HTM securities shall not exceed 110% of SLR requirement of the bank, since the Bank is a non PD Bank.
- e. 15% of HTM securities may be reclassified into HFT only once in a calendar year with approval of the management.
- f. HTM securities are usually not saleable. However, 15% of HTM securities may be sold outright only within first two months of a calendar year with prior approval of the Board of Directors.
- g. Gain or loss resulting from sale or reclassification of HTM will be transferred to profit and loss account.
- h. HTM securities will be amortized once at the end of year and resulting amortized gain will be transferred to change in equity. But the amortized loss will be booked in profit and loss account.

**2.18.2 Held for Trading (HFT):**

- a. The Govt. securities acquired by the banks with the intention to trade by taking advantage of the short-term price/interest rate movements will be classified under 'Held for Trading (HFT)'.
- b. Generally, Bangladesh Bank Bills, Treasury Bills and Treasury Bonds having maturity less than one year are acquired for HFT portfolio.
- c. HFT securities may be reclassified into HTM category provided that they remain unsold for two years from date of acquisition.
- d. HFT securities will be marked to market on weekly basis and resulting gain will be transferred to revaluation reserve account. But the revaluation loss (if any) will be booked in profit and loss account.

As on December 31, 2021 the amount of investment in Govt. Treasury Bonds under HTM category was BDT 41,242.13 million and under HFT Category was BDT 4,297.32 million. Whereas, as on December 31, 2021 amount of investment in Govt. Treasury Bill under HTM category was Zero and under HFT Category was BDT 1,666.34 million.

**Investment in listed securities**

These securities are bought and held primarily for the purpose of selling them in future, or held for dividend income. These are reported at cost. Unrealized gains are not recognized in the profit and loss account. But provision for diminution in value of investment is provided in the financial statements where market price is below the cost price of investments as per Bangladesh Bank guideline. (note-6.4.1).

**Investment in unquoted securities**

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

**Investments in subsidiary**

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

**2.19 Fixed assets and depreciation**

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

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



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

Depreciation at the applicable rates is charged proportionately on additions made during the year from the date of their use and in case of sale up to the earlier of the date that asset is classified as held for sale in accordance with IFRS 5 and the date that the asset is derecognized.

Repairs and maintenance costs of fixed assets are charged to profit & loss account, when incurred.

#### 2.20 Intangible assets

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

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

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

#### 2.21 Impairment of Assets:

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

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

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

#### 2.22 Other assets

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

#### 2.23 Non-Banking Assets

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

#### 2.24 Offsetting

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





**2.25 Receivables**

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

**2.26 Inventories**

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

**2.27 Leases**

IFRS 16 Leases, defines a lease as "A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration." In order to assess whether a contract conveys the right to control the use of an identified asset, an entity shall assess whether, throughout the period of use, the customer has both of the following:

- (a) the right to obtain substantially all of the economic benefits from use of the identified asset; and
- (b) the right to direct the use of the identified asset.

To apply the definition of a lease, the Bank assesses whether the contract meets two key evaluations:

- the contract contains an identified asset, which is either explicitly identified in the contract or implicitly specified by being identified at the time the asset is made available to the Bank
- the Bank has the right to obtain substantially all of the economic benefits from use of the asset

throughout the period of use. The Bank can obtain economic benefits from use of an asset directly or indirectly in many ways, such as by using, holding or sub-leasing the asset. The Bank also considers whether it has the right to direct 'how and for what purpose' the asset is used throughout the period of use.

**Measurement and recognition of leases as a lessee**

**Recognition:**

At the commencement date, the Bank recognizes a right-of-use (ROU) asset and a lease liability.

**Measurement:**

Initially, the right-of-use asset is measured at cost, which is comprised of the following:

- (a) the amount of the initial measurement of the lease liability;
- (b) any lease payments made at or before the commencement date, less any lease incentives received;
- (c) any initial direct costs incurred by the Bank; and
- (d) an estimate of costs to be incurred by the Bank in dismantling and removing the underlying asset, restoring the site on which it is located.

After the commencement date, the Bank measures the right-of-use asset applying a cost model, unless other models are appropriate. To apply a cost model, the Bank measures the right-of-use asset at cost:

- (a) less any accumulated depreciation and any accumulated impairment losses; and
- (b) adjusted for any remeasurement of the lease liability.

At the commencement date, the Bank measures the lease liability at the present value of the lease payments that are not paid at that date. The lease payments is discounted using the interest rate implicit in the lease, if that rate can be readily determined or the Bank's incremental borrowing rate.

At the commencement date, the lease payments included in the measurement of the lease liability comprises the following payments for the right to use the underlying asset during the lease term that are not paid at the commencement date:

- (a) fixed payments less any lease incentives receivable;
- (b) variable lease payments;
- (c) amounts expected to be payable by the Bank under residual value guarantees;
- (d) the exercise price of a purchase option if the lessee is reasonably certain to exercise that option; and
- (e) payments of penalties for terminating the lease.

After the commencement date, the Bank measures the lease liability by:

- (a) increasing the carrying amount to reflect interest on the lease liability;
- (b) reducing the carrying amount to reflect the lease payments made; and
- (c) remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments



The Bank has elected to account for short-term leases and leases of low-value assets using the practical expedients. Instead of recognizing a right-of-use asset and lease liability, the payments in relation to these are recognized as rent expense in profit or loss.

**Presentation:**

- On the Balance Sheet, right-of-use assets have been included in property, plant and equipment and lease liabilities have been included other liabilities.
- On the Profit and Loss Account, Interest expense on lease liability is included with Interest paid on borrowings and depreciation on right of use assets is included with 'depreciation and repair of bank's assets.

**2.28 Share Capital**

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

**2.28.1 Authorized Capital**

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

**2.28.2 Paid up Capital**

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

**2.29 Statutory reserve**

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

**2.30 Liabilities and Provisions**

**2.30.1 Retirement benefits to the employees**

**i) Provident fund**

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

**ii) Gratuity fund**

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

**iii) Superannuation fund**

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



### 2.30.2 Non-controlling interest in subsidiaries

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

### 2.31 Revenue recognition

#### i) Interest income/Profit on TTB Investment

In terms of the provisions of the IFRS-15 "Revenue from Contracts with Customers", the interest income is recognized on accrual basis. Interest on loans and advances ceases to be taken into income when such advances are classified. It is then kept in interest suspense in a memorandum account. Interest on classified advances is accounted for on a cash receipt basis.

#### ii) Investment income/TTB Investment Income

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

#### iii) Fees and commission income

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

#### iv) Dividend income

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

#### v) Interest paid on borrowings and deposits

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

#### vi) Dividend payments

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

The proposed dividend for the year 2021 has not been recognized as a liability in the balance sheet in accordance with the IAS-10: Events After the Reporting Period.

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

#### vii) Management and other expenses

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

### 2.32 Reconciliation of inter-bank and inter-branch account

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

### 2.33 Risk Management

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



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

### 2.33.1 Credit Risk Management

Credit risk arises mainly from lending, trade finance, and leasing and treasury businesses. This can be described as potential loss arising from the failure of a counter party to perform as per contractual agreement with the Bank. The failure may result from unwillingness of the counter party or decline in his/ her financial condition.

Credit Risk Management of the Bank is embedded in such a manner that all the material risks are recognized and measured to exercise appropriate control mechanism. It is essential to perform consistently and sustainably for the sake of our stakeholders and therefore Trust Bank considers credit risk management as a core job beside its core business. CRM Division is delegated with the duties of maintaining quality asset, assessing risk in lending to a particular customer, sanctioning credit, formulating policy and guideline for lending operation.

Considering the adverse economic condition in 2021 due to COVID-19, we focus to consolidate our existing credit portfolio by maintaining regular customer visit, monitoring of the improvement plans, close monitoring of the repayment performances considering different risk indicators, timely review of the facilities, oversight on the improvement areas, Periodical Stock verification and insurance coverage before approving or renewing any credit proposals.

Trust Bank has been consistently maintaining its loan portfolio over the last five years in terms of business volume and profitability. At the end of 2020 total Loans & advances of the Bank was BDT 221,064 million whereas at the end of 2021 it stood at BDT 257,295 million registering a growth of more than 16.39 percent.

### 2.33.2 Asset liability risk management

Asset Liability Management (ALM) is an integral part of Bank Management. The responsibility of Asset Liability Management primarily lies with the Treasury Division (Treasury Front Office) of the bank who co-ordinates balance sheet (asset liability) risk management. However, Bank must have a committee comprising of the senior management of the Bank to make important decisions related to the Balance sheet of the Bank. This team of senior management is typically called the Asset Liability Management Committee (ALCO). ALCO should meet at least once every month to analyze, review and formulate strategy to manage the Balance Sheet. Head of Treasury is the member secretary of ALCO. Through ALM our Bank mainly aims to achieve the following objectives:

- Managing the Balance Sheet
- Growth in assets & liabilities
- Containment of risk in a coherent manner
- Stability and consistency in earnings and
- Profitability

ALCO holds the most important responsibility of a bank as it runs the risks for not only the bank, but also the thousands of depositors who put money into it. Specifically, the Asset Liability Management (ALM) desk under Treasury Division will manage the balance sheet. The results of balance sheet analysis along with recommendations will be placed in each ALCO meeting by the Treasurer (Head of Treasury) where important decisions will be made to minimize risk and maximize returns. ALM desk, through its own market research and market intelligence presented the market outlook throughout the year, that gives an explicit idea about the market liquidity for availing market opportunities for loans and advances, investments as well as for fund deployment in alternative forms. The desk helps in pricing the products of both assets and liabilities to gain the competitive advantage from the market movement. It also presented the bank's overall financial position in front of the ALCO members to formulate an effective investment and fund management strategy for the bank.



### 2.33.3 Foreign exchange risk management

Foreign exchange (FX) risk management is an integral part in every bank's decisions about foreign currency exposure. The issue of exchange risk management is usually dealt by Treasury Division of the Bank. Moreover, Risk Management Committee also oversees the Treasury's strategy in managing the exchange rate risk. This shows the importance that bank puts on FX risk management issues and techniques.

FX risk is the exposure of a bank to the potential impact of movements in foreign exchange rates. In particular, it is defined as the possible direct loss (as a result of an un-hedged exposure) or indirect loss in the bank's cash flows, assets and liabilities, net profit and, in turn, from an adverse exchange rate movement. This risk occurs as a result of trading in foreign currencies, making foreign currency loans, buying or issuing foreign-issued securities as source/utilization of fund.

Foreign exchange risk arises from two factors: currency mismatches in a bank's assets and liabilities (both on- and off-balance sheet) that are not subject to a fixed exchange rate, and currency cash flow mismatches. Such risk continues until the foreign exchange position is covered. This risk may arise from a variety of sources such as foreign currency retail accounts and retail cash transactions and services, foreign exchange trading, investments denominated in foreign currencies and investments in foreign companies.

#### Types of Exchange Rate Risk:

##### Transaction risk:

This is basically cash flow risk and deals with the effect of exchange rate moves on transactional account exposure related to receivables (export contracts), payables (import contracts) or repatriation of dividends. An exchange rate change in the currency of denomination of any such contract will result in a direct transaction exchange rate risk to the Bank.

##### Translation risk:

This is basically balance sheet exchange rate risk and relates exchange rate moves to the valuation of a foreign subsidiary and, in turn, to the consolidation of a foreign subsidiary to the parent company's balance sheet. Translation risk for a foreign subsidiary is usually measured by the exposure of net assets (assets less liabilities) to potential exchange rate movements. In consolidating financial statements, the translation could be done either at the end-of-the-period exchange rate or at the average exchange rate of the period, depending on the accounting regulations affecting the parent company. Thus, while income statements are usually translated at the average exchange rate over the period, balance sheet exposures of foreign subsidiaries are often translated at the prevailing current exchange rate at the time of consolidation.

##### Economic risk:

It reflects basically the risk to the bank's present value of future operating cash flows from exchange rate movements. In essence, economic risk concerns the effect of exchange rate changes on revenues (domestic sales and exports) and operating expenses (cost of domestic inputs and imports). Economic risk is usually applied to the present value of future cash flow operations of a bank and its foreign subsidiaries.

#### Sources of foreign exchange risk:

Foreign exchange risk for a bank can arise from a number of sources, including:

- a. Business related to import payment or export encashment
- b. Foreign currency denominated capital expenditure
- c. Remittance received in foreign currency
- d. Revenue received in foreign currency
- e. Other income, such as royalties, interest, dividends etc, is received in foreign currency
- f. Bank's deposits or loans denominated in foreign currency
- g. Bank having offshore assets, operations or subsidiaries that are valued in a foreign currency, or foreign currency deposits.

Foreign exchange risk should be managed where fluctuations in exchange rates impact on the bank's profitability. To manage the exchange rate risk inherent in its operations, a bank needs to determine the specific type of current risk exposure, the hedging strategy and the available instruments to deal with these currency risks.



#### 2.33.4 Internal control and compliance risk management

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

The bank has set up Internal Control & Compliance (IC&C) Division at Head Office to ensure that the Internal Control processes are in place. As per instruction of Bangladesh Bank the Audit Committee of the Board has been constituted to assist the Board in fulfilling its oversight responsibilities including implementation of the objectives, strategies and overall business plans set by the Board for effective functioning of the bank. The committee reviews the financial reporting process, the system of internal control & management of financial risks, the audit process, health report of the bank and the bank's process for monitoring compliance with laws and regulations and its own code of business conduct. In the year 2021, 05 meetings of the Audit Committee were held. The bank has introduced 'Risk Based Internal Audit (RBIA)' to assess the business risk as well as control risk associated with the branches and determines how much follow up, monitoring & periodicity of internal audit would be required to bring a particular branch back to normalcy. If it is found that the performance of the branch is not satisfactory it is presumed that the branch has some weakness which may pose a potential threat for the bank.

IC&C Division set out audit plan for the year 2021 which was approved by the Audit Committee of the Board (ACB) of the Bank. In 2021, IC&C Division conducted Comprehensive Audit in 86 branches & 31 divisions/departments at Head Office. In the same year, IC&C Division carried out 25 Spot Inspections and 30 IT audits in different branches. In addition, audit was also conducted in 05 TBIL branches & TBIL Head Office.

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

#### 2.33.5 Money Laundering & Terrorist Financing Risk Management

Money laundering is a criminal offence, justified by the fact that whoever launders money is pursuing a way to legitimize their ill-gotten gains which is accumulated via illegal activities. By looking at the modus operandi of money laundering, banking institutions are primarily the first-level contact points by money launderer due to several factors including multiple services provided by banking institutions such as deposits, loans, investments and foreign exchange. Money laundering is one of the immense risks in the banking institutions.

Money Laundering and Terrorist Financing risk is one of the core risks of banking sector. It's a big challenge for a bank to protect the institution from the launderers. Moreover, launderers are evolving new gate way for laundering their ill gotten money, which is very difficult to identify.

For effective control of Money Laundering and Terrorist Financing risk and meticulous compliance of regulator TBL sets standards program related to Money Laundering and Terrorist Financing risk. Management has given utmost priority to combat Money Laundering and Terrorist Financing. For establishing an effective AML & CFT program, TBL ensured the participation of senior management for combating Money Laundering & Terrorist Financing. Central Compliance Committee (CCC) comprising the heads of different departments of Head Office, headed by Chief Anti Money Laundering Compliance Officer (CAMLCO) oversee the overall activities.

A dedicated division "Anti-Money Laundering Division (AMLDD)", headed by Deputy CAMLCO, acts as executive arm of Central Compliance Committee (CCC). The responsibilities of AMLDD are defining and developing AML/CFT compliance programs, policies and strategies aligned with national and international standards and matching with instructions of regulator,



To mitigate Money Laundering (ML) and Terrorist Financing (TF) risk, Trust Bank has Anti-Money Laundering (AML) and Combating Financing of Terrorism (CFT) policy which is followed by all the branches and related division/department in business approach and practices. In addition, Central Compliance Committee of TBL conduct meeting quarterly to fix different issue to mitigate Money Laundering and Terrorist Financing risk.

TBL has introduced Board approved "Prevention of Trade Based Money Laundering Guideline" to bring the trade transactions under greater scrutiny. Specialized training has been arranged for all as adopting AML/CFT measures.

**To control and mitigate ML & TF risk and fraud, TBL has been set up the following approaches:**

1. Effective management of Customer Due Diligence (CDD), Know Your Customer (KYC) and Enhanced Due Diligence (EDD).
2. On boarding Sanction Screening for all types of customers.
3. Transaction Monitoring for escalation of Suspicious Transaction/Activity Report (STR/SAR) and report it to BFIU.
4. Submission of Cash Transaction Report (CTR) to Bangladesh Financial Intelligence Unit (BFIU).
5. Adequate training are providing to the officials of TBL on AML & CFT.
6. Customers' Risk Categorization.
7. Following Customer Acceptance Policy.
8. Prevention of Trade Based Money Laundering.

Beside these, TBL has been maintaining a membership of International Money Laundering Bureau (IMB) for prevention of Trade Based Money Laundering. Through the IMB, TBL is verifying the shipping documents in case of foreign trade.

#### 2.33.6 IT risk management

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

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

Compliance definitions

**a) Data Protection**

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

**b) Data Retention**

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

**c) Strategic Governance Risk**

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



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

**e) Civil & Criminal legal Framework**

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

**f) Regulatory Compliance** - Protecting citizens and from terrorism or national disaster

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

**2.33.7 Liquidity risk management**

Liquidity means the ability to sell an asset at or near its value. It is a measure of the ability and ease with which assets can be converted to cash. Assets that can be easily bought or sold, are known as liquid assets. Examples of liquid assets generally include cash, central bank reserves, and government debt. A bank is considered to be liquid if it has ready access to immediately spendable funds at reasonable cost.

Liquidity risk is the risk that arises from Banks inability to meet its financial obligations as they fall due. This usually occurs from the lack of marketability of an investment that cannot be bought or sold quickly enough to prevent or minimize a loss. Broadly it indicates bank's inability to make repayments, withdrawals and other commitments in time and inability to explore investment opportunities. Due to liquidity risk, Banks traditionally use their highly liquid stocks in securities and cash and their borrowing capacity in the volatile interbank money market as the source of liquidity. But a conscious approach to measure and monitor the liquidity is somewhat lacking in our market. We can learn and draw immense benefit by sharing the best practices, tools and techniques of liquidity management.

Liquidity risks can be classified into four categories;

- a) Term liquidity risk (due to discrepancies between maturities);
- b) Withdrawal/call risk (mass disinvestment before maturity);
- c) Structural liquidity risk (when the necessary funding transactions cannot be carried out or only on less favorable terms), and
- d) Market liquidity risk.

Liquidity risk management is of paramount importance because a liquidity shortfall at a single institution can have system-wide repercussions. A bank should establish a robust liquidity risk management framework that ensures it maintains sufficient liquidity, including a cushion of unencumbered, high quality liquid assets, to withstand a range of stress events, including those involving the loss or impairment of both unsecured and secured funding sources. ALCO should assess the adequacy of both the bank's liquidity risk management framework and its liquidity position and should take prompt action if the bank is deficient in either area in order to protect depositors and to limit potential losses.

To have an effective liquidity risk management few ratios are particularly important. On that light, central Bank has issued separate Guidance note on LCR and NSFR under Basel III. These ratios represent the way forward in ALM through liquidity measurement and management. These ratios along with the liquidity gap should be central to liquidity measurement and management.

**2.34 Interest rate risk management**

Interest Rate Risk is the exposure of a bank's financial condition to adverse movement in interest rates. Accepting this risk is a normal part of banking and can be an important source of profitability and shareholders' value. However, excessive Interest Rate Risk can pose a significant threat to bank's earnings and capital base. Changes in interest rate affect a bank's earnings by changing its Net Interest Income (NII) and the level of other interest-sensitive income and operating expenses.





Changes in interest rate also affect the underlying value of the Bank's assets, liabilities and off-balance sheet instrument because the present value of future cash flows and in some cases, the cash flows themselves change when interest rate change. Accordingly, an effective risk management process that maintains Interest Rate Risk within prudent levels is essential for the safety and soundness of the bank.

An effective and comprehensive procedures and information systems to manage and control interest rate risk in accordance with the interest rate risk policies needs to be on place. These procedures are designed in accordance with the size and complexity of the bank's interest rate risk-taking activities.

Managing interest rate risk requires a clear understanding of the amount at risk and the impact of changes in interest rates on this risk position. To make these determinations, sufficient information must be readily available to permit appropriate action to be taken within acceptable, often very short, time periods. Ideally, bank's interest rate risk measurement system would take into account the specific characteristics of each individual interest sensitive position, and would capture in detail the full range of potential movements in interest rates.

Re-pricing schedules and simulation approaches are the commonly used interest rate risk measurement techniques. Bank should use a combination of these techniques in managing its interest rate risk exposure. Each technique provides a different perspective on interest rate risk, has distinct strengths and weaknesses, and is more effective when used in combination with another.

### 2.35 **Operation risk management**

Operational Risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the Bank's involvement with financial instruments, including processes, personnel, technology and infrastructure and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards of corporate behavior.

Operational Risk Management is a continuous process that includes risk assessment, risk decision making, and implementation of risk controls, which results in acceptance, mitigation, or avoidance of risk. The Bank's operational risk management focuses on proactive measures in order to ensure business continuity as well as the accuracy of information used internally and reported externally, competent and well-informed staff and its adherence to established rules and procedures as well as on security arrangements to protect the physical and ICT infrastructure of the Bank.

### 2.36 **Basel-III Activities**

"Basel III: A global regulatory framework for more resilient banks and banking systems" was introduced in Bangladesh in 2015 to improve the banking sector's ability to absorb shocks arising from financial and economic stress. As such, Bangladesh Bank issued 'Guidelines on Risk Based Capital Adequacy (RBCA) for banks with effect from January, 2015. The Basel-III rules on capital consist of measures on improving the quality, consistency and transparency of capital, enhancing risk coverage, introducing a supplementary leverage ratio and promoting counter-cyclical buffers and addressing systemic risk and interconnectedness.

In 2021, the Bank is required to maintain minimum Common Equity Tier-1 (CET-1) capital ratio of 4.50%, capital conservation buffer 2.50%, minimum CET-1 plus conservation buffer of 7.00%, minimum Tier-1 capital ratio of 6.00%, minimum total capital ratio 10.00% and minimum total capital plus capital conservation buffer 12.50%.

#### **Pillar-I: Minimum Capital Requirement**

In order to calculate Minimum Capital Requirement and Capital to Risk-weighted Asset Ratio (CRAR), bank is required to calculate its Risk Weighted Assets (RWA) on the basis of credit, market, and operational risks of bank. Trust Bank Ltd. has adopted the following measurement approaches for computing its Minimum Capital Requirement:

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



#### **Pillar-II: Supervisory Review Process (SRP)**

The Supervisory Review Process (the Second Pillar of Basel-III) is intended to ensure that banks have adequate capital to support all the risks in the business and, concurrently, to encourage banks to develop and utilize superior risk management techniques in monitoring and managing risks. In compliance with the Pillar-II guidelines of the Bangladesh Bank under Basel-III framework, Trust Bank Ltd. has formulated its own Internal Capital Adequacy Assessment Process (ICAAP) Policy to assess various risks that it is exposed to. The assessment of adequate capital would be the outcome of the dialogue to be held between the SRP team of Bank and SREP team of Bangladesh Bank.

Following risks are assessed for Adequate Capital Requirement under Pillar II as per ICAAP Policy of the Bank:

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

#### **Pillar-III: Market Discipline**

The purpose of market discipline is to establish transparency and discipline in the financial markets so that stakeholders can assess the position of a bank with respect to the assets held by it as well as to identify the risks relating to these assets and the capital adequacy to meet probable losses. For this purpose, banks have to develop a set of disclosures containing information on the assets, risk exposures, risk assessment processes and the capital adequacy to meet the risks. The Pillar- III Disclosures are published on a yearly basis which is available in the official website and Annual Report of the bank.

#### **2.37 Impact of COVID-19**

It is visible that many of the financial and non-financial organizations have closed down their operation from different part of the world. But in our country Government has taken some effective initiatives immediately like declaration different stimulus packages for different sectors. Hence, our overall economy has stood in a steady position. Moreover, the Management of the Bank has cautiously formulated business strategies in consideration with COVID-19 induced challenges and implemented the same for building the Bank more resilient. Therefore, any material uncertainty has not been posed due to the impacts of the COVID-19 that may cast significant doubt on Bank's ability to continue as a going concern.

#### **2.38 Going concern**

As discussed in note 2.37, the COVID-19 pandemic has not significantly impacted the Bank's income. The Bank has adequate resources to continue in operation and to meet financial commitments as they fall due for the foreseeable future. For this reason, the management continues to adopt going concern basis in preparing the financial statements.

#### **2.39 Earning per share (EPS)**

##### **Basic earnings per share**

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

##### **Diluted earnings per share**

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

**2.40 Non controlling interest**

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

**2.41 Compliance of International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS)**

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

Name of IAS	IAS No.	Status
Presentation of Financial Statements	1	*Applied
Inventories	2	N/A
Cash Flow Statement	7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	8	Applied
Events after the Reporting Period	10	Applied
Construction Contracts	11	N/A
Income Taxes	12	Applied
Property, Plant and Equipment	16	Applied
Employee Benefits	19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
The effects of Changes in Foreign Exchange Rate	21	Applied
Borrowing Cost	23	Applied
Related Party Disclosures	24	Applied
Accounting and Reporting by Retirement Benefit Plans	26	N/A
Separate Financial Statements	27	Applied
Investment in Associates	28	Applied
Interest in Joint Ventures	31	N/A
Financial Instruments: Presentation	32	*Applied
Earnings per Share	33	Applied
Interim Financial Reporting	34	Applied
Impairment of Assets	36	Applied
Provisions, Contingent Liabilities and Contingent Assets	37	*Applied
Intangible Assets	38	Applied
Investment Property	40	Applied
Agriculture	41	N/A

Name of IFRS	IFRS No.	Status
First-time Adoption of Bangladesh Financial Reporting Standards	1	N/A
Share-Based Payment	2	N/A
Business Combinations	3	Applied
Insurance Contracts	4	N/A
Non-current assets Held for Sale and Discontinued Operations	5	N/A
Exploration for and Evaluation of Mineral Resources	6	N/A
Financial Instruments: Disclosures	7	*Applied
Operating Segments	8	Applied
Financial Instruments: Recognition and Measurement	9	Applied
Consolidated Financial Statements	10	Applied
Joint Arrangements	11	N/A
Disclosure of Interest in Other Entities	12	N/A
Fair Value Measurement	13	*Applied
Revenue from contracts with customers	15	Applied
Leases	16	Applied



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

2.42 The financial statements for the year ended 31 December 2021 were approved by the board of Directors on 25 April 2022.

2.43 **Auditors' work-hour**

The external auditors, M/s M. J. Abedin & Co., Chartered Accountants, in associated with Moore Global Network Limited, one of the leading accounting conglomerates of the World, of the Bank worked about in excess 4,795 work-hours at the Bank's Head Office and different branches. During their audit, they audited above 80% of the Bank's risk weighted assets as of the reporting date.

2.44 **General**

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



			31.12.2021 Taka	31.12.2020 Taka
<b>3</b>	<b>CASH</b>			
<b>3.1</b>	<b>Cash in hand</b>			
	In local currency		4,314,252,478	4,401,364,832
	In foreign currencies	Note-3.1.1	101,562,049	138,676,373
			<b>4,415,814,527</b>	<b>4,540,041,205</b>
<b>3.1.1</b>	<b>In Foreign Currency</b>			
	<b>Foreign Currency</b>	<b>Amount in FC</b>	<b>Exchange Rate</b>	
	US Dollar	920,405.00	85.8000	78,970,749
	Great Britain Pound	117,446.00	115.7185	13,590,675
	EURO	92,384.50	97.2371	8,983,201
	Singapore Dollar	204.00	63.4756	12,949
	Japanese Yen	6,000.00	0.7458	4,475
				<b>101,562,049</b>
				<b>138,676,373</b>
<b>3.2</b>	<b>Balance with Bangladesh Bank and its agent bank(s)</b>			
	<b>Balance with Bangladesh Bank</b>			
	In local currency		13,550,242,896	12,052,985,642
	In foreign currencies		383,341,965	654,822,301
			<b>13,933,584,861</b>	<b>12,707,807,943</b>
	Balance with Sonali Bank in local currency (as agent of Bangladesh Bank)		90,579,003	267,954,551
			<b>14,024,163,864</b>	<b>12,975,762,494</b>

### 3.3 Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR)

Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the Section 33 of the Banking Companies Act 1991 (as amended up to 2018), DOS circular nos. 01 dated 19 January 2014, DOS Circular Letter No. 26 dated August 19, 2019 and MPD circular no. 03 dated 09 April 2020.

All scheduled banks in Bangladesh (including Shariah based banks) are required to maintain 4.00 (four) percent CRR with Bangladesh Bank on bi-weekly average basis with a provision of minimum 3.50 (three and a half) percent on daily basis of their average total demand and time liabilities (ATDTL) of the month earlier of the previous month and Statutory Liquidity Ratio (SLR) required to be maintained by the conventional banks on daily basis shall not be less than 13.00 (thirteen) percent including the excess amount of Cash Reserve Requirement (CRR) of their average total time and demand liabilities in Bangladesh, and for Shariah-based Islamic Banks this amount shall not be less than 5.50 (five and a half) percent. Both reserves maintained during the year by the Bank are in excess of the statutory requirements.

The position of CRR and SLR as on 31 December 2021 is shown below:

#### 3.3.1 Cash Reserve Ratio (CRR)

##### 3.3.1.1 Conventional (Including Offshore) 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% of fortnightly cumulative average basis and minimum @ 3.5% of 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 (ATDTL) of Off Shore Banking Operation.

#### Daily Cash Reserve Ratio

Required reserve

Domestic Banking Operation (3.5 % of Demand and Time Liabilities)

Offshore Banking Operation (1.5 % of Demand and Time Liabilities)

Actual Reserve held

Surplus

9,390,916,000	8,607,359,000
76,471,000	8,697,000
9,467,387,000	8,616,056,000
11,610,186,619	10,753,133,798
<b>2,142,799,619</b>	<b>2,137,077,798</b>

	31.12.2021 Taka	31.12.2020 Taka
<b>Bi-weekly Cash Reserve Ratio</b>		
Required reserve		
Domestic Banking Operation (4 % of Demand and Time Liabilities)	10,732,476,000	9,836,982,000
Offshore Banking Operation (2 % of Demand and Time Liabilities)	101,961,000	11,596,000
	10,834,437,000	9,848,578,000
Actual Reserve held	11,095,147,750	10,085,424,670
<b>Surplus</b>	<b>260,710,750</b>	<b>236,846,670</b>
<b>3.3.1.2 Islamic Banking</b>		
<b>Daily Cash Reserve Ratio</b>		
Required reserve (3.5 % of Demand and Time Liabilities)	1,426,461,000	1,285,647,000
Actual reserve held	2,121,646,430	1,498,284,360
<b>Surplus</b>	<b>695,185,430</b>	<b>212,637,360</b>
<b>Bi-weekly Cash Reserve Ratio</b>		
Required reserve (4% of Demand and Time Liabilities)	1,630,241,000	1,469,311,000
Actual reserve held (average)	1,780,538,150	1,642,544,120
<b>Surplus</b>	<b>150,297,150</b>	<b>173,233,120</b>
<b>3.3.2 Statutory Liquidity Ratio (SLR)</b>		
<b>3.3.2.1 Conventional Banking</b>		
Required reserve (13% of Average Demand and Time Liabilities)	35,543,294,000	32,045,565,000
Actual reserve held	52,459,842,452	88,323,372,845
<b>Surplus</b>	<b>16,916,548,452</b>	<b>56,277,807,845</b>
<b>3.3.2.2 Islamic Banking</b>		
Required reserve (5.5 % of Average Demand and Time Liabilities)	2,241,582,000	2,020,303,000
Actual reserve held	2,738,327,880	2,852,553,050
<b>Surplus</b>	<b>496,745,880</b>	<b>832,250,050</b>
<b>3.3.3 Held for Statutory Liquidity Ratio (SLR)</b>		
<b>3.3.3.1 Conventional Banking</b>		
Cash in Hand	4,383,764,304	4,502,401,515
Balance with Agent Bank(s)	90,617,600	268,031,491
Excess Reserve	775,749,620	904,555,800
Government Bills	1,666,338,000	22,523,683,024
Government Bonds	45,539,458,622	60,119,933,147
Other Approved Securities (Prize Bond)	5,501,400	5,782,800
	<b>52,461,429,546</b>	<b>88,324,387,777</b>
<b>3.3.3.2 Islamic Banking</b>		
Cash in Hand	32,082,450	37,639,690
Excess Reserve	491,405,430	28,973,360
Government Islamic Investment Bonds	2,214,840,000	2,785,940,000
	<b>2,738,327,880</b>	<b>2,852,553,050</b>
<b>4 BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS</b>		
In Bangladesh	13,428,836,754	11,993,048,958
Outside Bangladesh	996,848,312	1,475,665,928
	<b>14,425,685,066</b>	<b>13,468,714,886</b>
<b>4.1 Balance with other banks and financial institutions (In Bangladesh)</b>		
<b>Current Deposits</b>		
Sonali Bank Limited	54,192,377	28,121,944
Agrani Bank Limited	36,957	43,035
Mutual Trust Bank Limited	3,841,246	580,357
Commercial Bank of Ceylon (CBCL) PLC	2,026,917,633	-
	<b>2,084,988,213</b>	<b>28,745,336</b>

	31.12.2021 Taka	31.12.2020 Taka
<b>Short Term Deposits</b>		
Sonali Bank Limited	62,767,442	148,840,579
AB Bank Limited	4,402,486	4,121,543
Rupali Bank Limited	494,990	1,391,805
Janata Bank Limited	291,100	24,613
Prime Bank Limited	4,137,943	1,545,838
Standard Chartered Bank	3,257,420	23,230,804
Bank Asia Limited	398,243	397,162
Standard Bank Limited	3,308,523	3,240,091
Al Arafah Islami Bank Limited	3,972	12,417
NCC Bank Limited	48,457	48,856
Offshore Banking Unit - USD	44,427	-
	<b>79,155,003</b>	<b>182,853,708</b>
<b>Mudaraba Short Notice Deposit</b>		
AB Bank Limited	-	3,641,906
The City Bank Limited	7,139,285	7,059,920
EXIM Bank Limited	1,221,489,077	30,687,775
Bank Asia Limited	596,988	589,101
Union Bank Limited	6,120,552	5,912,977
Bank Al-Falah Limited	542,308,279	-
Social Islami Bank Limited	3,439,357	733,158,235
	<b>1,781,093,538</b>	<b>781,049,914</b>
<b>Fixed Deposits in local Currency</b>		
<b>Fixed Deposits with Bank</b>		
Dhaka Bank Limited	2,250,000,000	-
One Bank Limited	-	2,000,000,000
Modhumoti Bank Limited	580,000,000	100,000,000
Standard Bank Limited	-	1,500,000,000
	<b>2,830,000,000</b>	<b>3,600,000,000</b>
<b>Fixed Deposits with NBF1</b>		
Uttara Finance Limited	-	200,000,000
IPDC Finance Limited	350,000,000	-
Lanka Bangla Finance Limited	500,000,000	250,000,000
	<b>850,000,000</b>	<b>450,000,000</b>
<b>Mudaraba Term Deposits</b>		
Social Islami Bank Limited	-	1,550,000,000
Islamic Finance & Investment Limited	100,000,000	100,000,000
Hajj Finance Co. Limited	100,000,000	200,000,000
EXIM Bank Limited	2,000,000,000	3,150,000,000
	<b>2,200,000,000</b>	<b>5,000,000,000</b>
<b>Fixed Deposits in local Currency</b>	<b>5,880,000,000</b>	<b>9,050,000,000</b>
<b>Fixed Deposits in Foreign Currency</b>		
Modhumoti Bank Limited	1,287,000,000	-
Midland Bank Limited	557,700,000	-
Dhaka Bank Limited	986,700,000	-
Pubali Bank Limited	429,000,000	-
Bank Al-Falah	343,200,000	-
The City Bank Limited	-	1,950,400,000
	<b>3,603,600,000</b>	<b>1,950,400,000</b>
	<b>13,428,836,754</b>	<b>11,993,048,958</b>



	31.12.2021 Taka	31.12.2020 Taka
<b>4.2 Balance with other banks and financial institutions (Outside Bangladesh)</b>		
<b>On-Shore Balance</b>		
<b>Current Account</b>		
<b>Dollar Account</b>		
Standard Chartered Bank, USA	241,851,142	672,130,179
Mashreqbank psc, USA	109,120,760	259,815,695
ICICI Bank Ltd., Hongkong	37,087,080	49,458,901
Commerz Bank, AG Germany	8,450,465	20,968,993
Habib American Bank, NY	107,590,609	-
<b>EURO Account</b>		
Standard Chartered Bank, UK	27,343,857	3,652,638
Commerz Bank, AG Germany	31,011,736	13,142,064
ICICI Bank Ltd., Mumbai, India	1,697,389	1,817,938
<b>GBP Account</b>		
Standard Chartered Bank, UK	51,489,828	42,838,331
<b>Japanese Yen Account</b>		
Standard Chartered Bank, Japan	10,689,760	809,268
Commerzbank Ag, Frankfurt, Germany	4,341,000	5,075,246
<b>ACU Dollar Account</b>		
Standard Chartered Bank, Mumbai, India	52,014,752	34,625,049
Mashreqbank, Mumbai, India	32,642,791	41,263,153
ICICI Bank Ltd., Mumbai, India	61,450,930	55,245,580
AB Bank, Mumbai, India	79,523,020	26,393,249
United Bank of India	10,361,895	12,456,268
Axis Bank, India	93,651,903	-
<b>CHF Account</b>		
Habib Bank, Zurich, Switzerland	6,146,573	1,855,011
<b>AUD Account</b>		
Commerzbank Ag, Frankfurt, Germany	3,312,971	1,790,518
<b>SAR Accounts</b>		
Bank Aljazira - SAR	-	2,990,373
Bank Al Bilad - SAR	2,833,121	-
<b>CAD Accounts</b>		
Commerz Bank AG; Germany-CAD	5,826,280	7,632,569
	<b>978,437,862</b>	<b>1,253,961,023</b>
<b>Balance with Offshore Banking Unit (OBU)</b>		
Mashreqbank psc, USA	13,057,413	149,064,701
Standard Chartered Bank, New York	33,068	-
United Bank of India	3,680,707	72,640,204
AXIS Bank of India, Kolkata, India	1,639,262	-
	<b>18,410,450</b>	<b>221,704,905</b>
	<b>996,848,312</b>	<b>1,475,665,928</b>
<i>For details please refer to Annexure - A</i>		
<b>4.3 Remaining maturity grouping of balance with other banks and financial institutions</b>		
On demand	3,081,836,525	1,504,411,264
Up to 1 month	7,013,848,541	3,814,303,622
Over 1 month but not more than 3 months	1,630,000,000	6,650,000,000
Over 3 months but not more than 1 Year	2,700,000,000	1,500,000,000
Over 1 Year but not more than 5 Years	-	-
Over 5 Years	-	-
	<b>14,425,685,066</b>	<b>13,468,714,886</b>



		31.12.2021 Taka	31.12.2020 Taka		
4 (a)	<b>CONSOLIDATED BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS</b>				
	<b>In Bangladesh</b>				
	Trust Bank Limited	Note - 4.1	13,428,836,754	11,993,048,958	
	Trust Bank Securities Limited		981,570,541	923,116,682	
	Trust Bank Investment Limited		10,425,946	293,489,255	
	Trust Axiata Digital Limited		471,714,911	450,964,395	
			14,892,548,152	13,660,619,290	
	Less : Inter Company Transaction		390,255,933	1,556,069,759	
			<b>14,502,292,219</b>	<b>12,104,549,531</b>	
	<b>Outside Bangladesh</b>	Note - 4.2	996,848,312	1,475,665,928	
			<b>15,499,140,531</b>	<b>13,580,215,459</b>	
5	<b>MONEY AT CALL AND SHORT NOTICE</b>				
	<b>In Local Currency</b>				
	<b>With Banking companies</b>		-		
	<b>With Non-Banking Financial Institutions</b>				
	IDLC Finance Limited		-	200,000,000	
	IPDC Finance Limited		-	90,000,000	
	Delta Brac Housing Limited		-	290,000,000	
	Lanka Bangla Finance Limited		-	100,000,000	
			-	<b>680,000,000</b>	
			-	<b>680,000,000</b>	
	<b>In Foreign Currency</b>		-	-	
			-	<b>680,000,000</b>	
6	<b>INVESTMENTS</b>				
	<b>Government Securities</b>				
	<b>Treasury Bills</b>	Note - 6.1			
	Treasury Bills -HTM		-	-	
	Treasury Bills-HFT		1,666,338,000	22,523,683,024	
			<b>1,666,338,000</b>	<b>22,523,683,024</b>	
	<b>Treasury Bonds</b>	Note - 6.2			
	Treasury Bond - HFT		4,297,328,419	25,001,329,026	
	Treasury Bond - HTM		41,242,130,203	35,118,604,121	
			<b>45,539,458,622</b>	<b>60,119,933,147</b>	
	<b>Govt. Islamic Investment Bond</b>				
	Govt. Islamic Investment Bond - HFT		750,000,000	2,258,000,000	
	Bangladesh Government Investment Sukuk (BGIS)		1,464,840,000	527,940,000	
			<b>2,214,840,000</b>	<b>2,785,940,000</b>	
	<b>Prize Bond</b>		5,501,400	5,782,800	
			<b>5,501,400</b>	<b>5,782,800</b>	
			<b>49,426,138,022</b>	<b>85,435,338,971</b>	
	<b>Other Investment</b>				
	<b>Preference Share</b>	No. of Share	Face Value		
	Summit Barisal Power Ltd.	6,800,000	10	68,000,000	88,000,000
	Summit Narayangonj Power Ltd.	3,600,000	10	36,000,000	48,000,000
	Zodiac Power Chittagong Ltd.	16,000,000	10	-	160,000,000
	H. Ali Akber & Co. Ltd.	25,000,000	10	250,000,000	-
	City Sugar Industries Ltd.	25,000,000	10	250,000,000	-
	Epyllion Style Ltd.	50,000,000	10	500,000,000	-
	Impress Newtex Composite Textiles Ltd.	30,000,000	10	300,000,000	-
				<b>1,404,000,000</b>	<b>296,000,000</b>
	<b>Ordinary Shares</b>				
	Quoted	Note - 6.4.1	215,517,088	215,444,585	
	Unquoted	Note - 6.4.2	18,062,657	18,062,657	
			<b>233,579,745</b>	<b>233,507,242</b>	
	<b>Investment in Corporate Bonds</b>	Note - 6.4.3	12,830,000,000	4,980,000,000	
			<b>14,467,579,745</b>	<b>5,509,507,242</b>	
			<b>63,893,717,767</b>	<b>90,944,846,213</b>	

**6.1 Treasury Bills-at Present Value**

14 days Treasury Bills  
28 days Treasury Bills  
91 days Treasury Bills  
182 days Treasury Bills  
364 days Treasury Bills

	31.12.2021 Taka	31.12.2020 Taka
	-	-
	-	-
	-	-
	-	14,541,026,024
	1,666,338,000	7,982,657,000
	<b>1,666,338,000</b>	<b>22,523,683,024</b>

**6.2 Treasury Bonds-at Present Value**

02 years Treasury Bonds  
05 years Treasury Bonds  
10 years Treasury Bonds  
15 years Treasury Bonds  
20 years Treasury Bonds

	5,007,211,789	25,423,253,849
	5,306,913,144	5,508,539,033
	22,301,927,634	18,098,750,151
	8,094,731,529	6,092,950,863
	4,828,674,526	4,996,439,251
	<b>45,539,458,622</b>	<b>60,119,933,147</b>

**6.3 Repo & Reverse Repo Transactions during the period ended on 31 December 2021**

Disclosure required as per Bangladesh Bank DOS Circular No.-06 Dated: 15 July 2010 regarding of Repo and Reverse Repo during the year ended on 31 December 2021.

**a. (i) Disclosure Regarding Outstanding Repo as on 31 December 2021:**

S1 No.	Counter Party	Agreement Date	Reversal Date	Amount (1st Leg Cash Consideration)
1	The Premier Bank Limited	28/12/2021	03/01/2022	1,950,397,064
2	Janata Bank Limited	28/12/2021	04/01/2022	989,296,000
3	One Bank Limited	28/12/2021	02/01/2022	81,602,763
4	One Bank Limited	28/12/2021	02/01/2022	979,625,000
5	Janata Bank Limited	29/12/2021	02/01/2022	505,920,000
6	Janata Bank Limited	29/12/2021	02/01/2022	460,597,992
7	Prime Bank Limited	29/12/2021	03/01/2022	1,978,680,000
8	Prime Bank Limited	29/12/2021	03/01/2022	1,582,944,000
9	The City Bank Limited	29/12/2021	02/01/2022	1,011,353,000
10	The City Bank Limited	29/12/2021	02/01/2022	1,011,353,000
11	AB Bank Limited	29/12/2021	02/01/2022	245,748,250
12	AB Bank Limited	29/12/2021	02/01/2022	491,496,500
13	Standard Chartered Bank	29/12/2021	02/01/2022	982,993,000
14	Sonali Bank Limited	30/12/2021	03/01/2022	1,032,239,250
15	Sonali Bank Limited	30/12/2021	03/01/2022	983,085,000
16	Sonali Bank Limited	30/12/2021	03/01/2022	491,542,500
17	Standard Chartered Bank	30/12/2021	02/01/2022	491,542,500
18	Janata Bank Limited	30/12/2021	04/01/2022	979,814,000

**(ii) Disclosure Regarding Outstanding Reverse Repo as on 31 December 2021:**

S1 No.	Counter Party	Agreement Date	Reversal Date	Amount (1st Leg Cash Consideration)
NIL				



31.12.2021  
Taka

31.12.2020  
Taka

**b. Disclosure Regarding Overall Transaction of Repo and Reverse Repo as on 31 December 2021:**

	Minimum Outstanding during the year (ALS)	Maximum Outstanding during the year (ALS)	Daily Average Outstanding during the year
<b>Securities sold under repo:</b>			
(i) With Bangladesh Bank	-	-	-
(ii) With other banks & FIs	71,712,797	21,476,759,836	2,097,804,811
<b>Securities purchased under reverse repo:</b>			
(i) from Bangladesh Bank	-	-	-
(ii) from other banks & FIs	791,387,800	1,509,613,900	13,887,460

**6.4 Other Investment**

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

Particulars	31.12.2021			31.12.2020		
	No. of Securities	At Cost	Market Value	No. of Securities	At Cost	Market Value
Listed Securities	12	215,517,088	187,811,073	12	215,444,585	185,235,679
Unlisted Securities	3	18,062,657	18,062,657	3	18,062,657	18,062,657
Preference Share	7	1,404,000,000	1,404,000,000	3	296,000,000	296,000,000
Corporate Bond	17	12,830,000,000	12,830,000,000	8	4,980,000,000	4,980,000,000
<b>TOTAL</b>	<b>39</b>	<b>14,467,579,745</b>	<b>14,439,873,730</b>	<b>26</b>	<b>5,509,507,242</b>	<b>5,479,298,336</b>

**6.4.1 Investment in Ordinary Shares - Quoted**

Investment has been recorded at cost and adequate provision for probable future losses as per Bangladesh Bank guideline has been made. Market value of securities has been determined on the basis of the value of securities at the last trading date of the year (Last trading date for the period was 30 December 2021).

**6.4.1.1 Sector wise investment in listed securities at cost**

Banking Companies	3,010,593	3,010,593
Manufacturing Companies and others	41,922,590	41,922,591
Power Sector	15,427,276	15,426,736
IBBL Bond	54,408,254	54,336,290
Mutual Fund	100,748,375	100,748,375
	<b>215,517,088</b>	<b>215,444,585</b>

**6.4.1.2 Investment in Ordinary Share - Quoted**

Conventional Banking	149,835,565	149,835,565
Islamic Banking	65,681,523	65,609,020
	<b>215,517,088</b>	<b>215,444,585</b>

**Security wise Investment in Quoted Shares is given below:**

SL	Name of Security	Nos of Share			Average cost rate	31-Dec-21	31-Dec-20
		Conventional	Islamic	Total			
1	IBBL Mudaraba Perpetual Bond	-	56,280	56,280	966.74	54,408,254	54,336,290
2	Popular Life First Mutual Fund	1,089,298	-	1,089,298	6.69	7,284,124	7,284,124
3	Olympic Industries Ltd.	100,000	35,000	135,000	288.57	38,957,269	38,957,270
4	Prime Bank Ltd.	67,760	-	67,760	29.71	2,012,905	2,012,905
5	Pubali Bank Ltd.	27,593	-	27,593	36.16	997,688	997,688
6	Summit Power Ltd.	314,637	-	314,637	45.69	14,375,320	14,375,320
7	Padma Oil Co. Ltd.	-	3000	3,000	350.65	1,051,956	1,051,416



				31.12.2021	31.12.2020		
				Taka	Taka		
8	IT Consultants Ltd. (ITCL)	288,000	-	288,000	7.60	2,189,115	2,189,115
9	LR Global Bangladesh Mutual Fund 1	6,554,016	-	6,554,016	9.64	63,205,696	63,205,696
10	Trust Bank 1st Mutual Fund	4,593,045	-	4,593,045	6.59	30,258,555	30,258,555
11	Golden Harvest Agro Industries Ltd.	-	4215	4,215	42.42	178,800	178,800
12	The ACME Laboratories Ltd.	5,000	-	5,000	119.48	597,406	597,406
						215,517,088	215,444,585

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

#### 6.4.2 Unlisted Securities

##### Ordinary Share

	No. of Share		
CAPM Unit Fund	100,000	10,000,000	10,000,000
Central Depository Bangladesh Limited (CDBL)	1,731,541	4,708,330	4,708,330
SWIFT Group	11	3,354,327	3,354,327
		<b>18,062,657</b>	<b>18,062,657</b>

#### 6.4.3 Investment in Corporate Bonds

##### Conventional Banking

Rate of Interest

##### Subordinated Bond

Al-Arafah Islamic Bank Ltd. Subordinated Bond	10.50%	80,000,000	160,000,000
One Bank Limited Subordinate Bond	7.00%	160,000,000	240,000,000
SIBL Non-Convertible Zero Coupon Bond	7.00%	200,000,000	300,000,000
Exim Bank Ltd. Subordinated Bond	7.75%	300,000,000	400,000,000
UCBL 3rd Subordinated Bond	7.50%	300,000,000	400,000,000
UCBL 4th Subordinated Bond	7.00%	1,000,000,000	1,000,000,000
Bank Asia Ltd. Non-Convertible Subordinated Bond	7.98%	500,000,000	500,000,000
North-West Power Generation Company Ltd. Non-Convertible Bond	9.00%	1,000,000,000	-
Best Holdings Ltd. Subordinated Bond	10.00%	1,000,000,000	1,000,000,000
		<b>4,540,000,000</b>	<b>4,000,000,000</b>

##### Perpetual Bond

Mutual Trust Bank Ltd. Perpetual Bond	9.99%	650,000,000	650,000,000
Pubali Bank Ltd. Perpetual Bond *	9.99%	2,350,000,000	-
NCC Bank Ltd. Perpetual Bond	8.50%	500,000,000	-
One Bank Ltd. Perpetual Bond	8.50%	500,000,000	-
		<b>4,000,000,000</b>	<b>650,000,000</b>
		<b>8,540,000,000</b>	<b>4,650,000,000</b>

\* Investment in Perpetual Bond issued by Pubali Bank Ltd. have been reduced worth Tk. 1,000,000,000 and Tk 350,000,000 as on 10 March 2022 and 21 March 2022 respectively and further invested in Perpetual Bond issued by AB Bank Ltd. and One Bank Ltd. worth Tk. 890,000,000 and Tk. 350,000,000 respectively. Subsequent Trust Bank's investment in the Perpetual Bond issued by Pubali Bank Ltd. stood at Tk. 1,000,000,000 only.

##### Islamic Banking

##### Mudaraba Subordinated Bond

Provisional  
Rate of Profit

Al-Arafah Islami Bank Ltd.	10.50%	40,000,000	80,000,000
Al-Arafah Islami Bank Ltd.	Note - 6.4.3.1	250,000,000	250,000,000
		<b>290,000,000</b>	<b>330,000,000</b>

##### Mudaraba Perpetual Bond

Shahjalal Islami Bank Ltd.	7.88%	1,000,000,000	-
EXIM Bank Ltd.	7.88%	1,000,000,000	-
Al-Arafah Islami Bank Ltd.	7.88%	1,000,000,000	-
Islami Bank Bangladesh Ltd.	7.88%	1,000,000,000	-
		<b>4,000,000,000</b>	<b>-</b>
		<b>4,290,000,000</b>	<b>330,000,000</b>
		<b>12,830,000,000</b>	<b>4,980,000,000</b>

	31.12.2021 Taka	31.12.2020 Taka
6.4.3.1	Profit rate would be determined considering the average rates of 6 months Mudaraba Term Deposit Rates of Full-fledged Shariah based banks collected from latest available in "Announced Profit Rate Chart of those Banks (Deposit Rate)" published by Bangladesh Bank in its website at the beginning of any Profit Payment Period with an additional profit rate of 2.00% per annum.	
6.5	<b>Remaining maturity grouping of Investments</b>	
	5,501,400	5,782,800
	2,365,934,653	3,367,692,724
	1,427,676,433	2,032,167,512
	15,857,808,201	22,572,147,222
	25,485,627,091	36,276,471,467
	18,751,169,989	26,690,584,488
	<b>63,893,717,767</b>	<b>90,944,846,213</b>
6 (a)	<b>Consolidated Investments</b>	
	<b>Government Securities</b>	
	49,426,138,022	85,435,338,971
	-	-
	-	-
	-	-
	<b>49,426,138,022</b>	<b>85,435,338,971</b>
	<b>Other Investment</b>	
	14,467,579,745	5,509,507,242
	-	-
	3,699,507,304	2,502,424,220
	-	-
	<b>18,167,087,049</b>	<b>8,011,931,462</b>
	-	-
	<b>67,593,225,071</b>	<b>93,447,270,433</b>
7	<b>LOANS AND ADVANCES/ISLAMI BANKING INVESTMENTS</b>	
	235,811,252,517	213,583,917,040
	21,484,131,838	7,479,769,141
	<b>257,295,384,355</b>	<b>221,063,686,181</b>
7.1	<b>Loans, cash credit, overdrafts etc./investments</b>	
	<b>In Bangladesh</b>	
	<b>Conventional Banking</b>	
	432,343,030	723,822,353
	32,587	32,587
	155,343,278	169,258,848
	60,404,855	65,257,800
	6,868,312,598	6,975,996,107
	79,755,254,839	75,564,799,931
	2,978,105,921	2,634,840,311
	46,589,076,674	36,792,366,341
	1,240,894,426	1,310,890,465
	2,525,540,420	2,282,288,532
	19,747,980,297	17,079,828,134
	1,449,102,235	1,405,400,562
	35,584,134,271	35,913,222,728
	1,250,348,899	1,164,080,610
	620,345,760	497,068,922
	6,565,431,955	4,835,440,906
	5,078,236,420	2,542,719,056
	79,932,711	34,500,629
	<b>210,980,821,176</b>	<b>189,991,814,822</b>

	31.12.2021 Taka	31.12.2020 Taka
<b>Islamic Banking</b>		
Bai-Muajjal	12,793,106,871	12,267,849,221
Hire Purchase under Shirkatul Melk	2,907,987,837	2,025,280,305
IHSAN Apartment Purchase Scheme	231,708,865	190,862,325
BARAKAT Home Construction Scheme	169,346,206	176,802,179
BARAKAT Car Scheme	6,134,888	7,374,212
HPSM-Real Estate	1,577,085,261	1,516,108,918
Murabaha TR	817,953,526	2,311,380,185
Bai-Salam	-	6,725,753
Household Durable & others scheme	1,255,613	1,535,930
TIB House Building Scheme-HBL (RM)	8,590,101	9,010,101
TIB Household Durable Scheme( Household Durable)	-	258,731
Staff Loans	68,348,605	-
Defence Personnel Special Investment (other than Off) [DPSI]	855,685	-
HPSM General	3,506,162,229	3,601,432,785
HPSM under Stimulus Package (RMG)	22,543,436	32,287,329
Barkat Doctors Scheme	875,420	1,234,065
Murabaha (RM)	54,076,600	-
MIB- EDF - TIB	2,284,209,465	478,650,256
Trust Nibash	3,259,002	4,393,924
Trust Power	20,368,791	20,548,609
Bai Muajjal under Stimulus Package	300,850,686	546,589,325
Bai-Muajjal under Stimulus Package (SME)	39,070,499	342,459,065
Baim WES/Doc Bills	16,641,755	51,319,000
	<b>24,830,431,341</b>	<b>23,592,102,218</b>
	<b>235,811,252,517</b>	<b>213,583,917,040</b>
<b>Outside Bangladesh</b>	-	-
	<b>235,811,252,517</b>	<b>213,583,917,040</b>
<b>7.2 Residual maturity grouping of Loans and Advances including Bills Purchased and Discounted</b>		
Repayable on demand	36,981,197,097	34,960,429,144
Up to 1 month	-	-
Not more than 3 months	26,269,467,542	24,256,219,751
More than 3 months but not more than 1 Year	51,620,410,826	42,084,237,621
More than 1 Year but not more than 5 Years	67,419,161,159	58,842,839,997
More than 5 Years	75,005,147,731	60,919,959,668
	<b>257,295,384,355</b>	<b>221,063,686,181</b>
<b>7.3 Loans and Advances including Bills Purchased and Discounted</b>		
<b>Inside Bangladesh</b>		
Loans	210,847,735,139	180,288,163,945
Cash Credit	3,766,434,846	1,310,890,465
Overdraft	21,197,082,532	31,984,862,630
Bills purchased and discounted	21,484,131,838	7,479,769,141
	<b>257,295,384,355</b>	<b>221,063,686,181</b>
<b>Outside Bangladesh</b>	-	-
	<b>257,295,384,355</b>	<b>221,063,686,181</b>
<b>7.4 Loans and Advances on the basis of significant concentration</b>		
<b>7.4.1 Advances to Directors and Others</b>		
Advance to Directors and their allied concerns	37,435,308	27,422,398
Advances to CEO and Senior Executives	153,827,886	188,703,664
Advances to Customers (Group wise)	72,767,497,921	89,691,242,273
Industrial Advances (Project finance)	36,110,257,166	30,029,113,516
Other Staff Loan	1,164,869,618	975,376,946
Other Customers	147,061,496,456	100,151,827,384
	<b>257,295,384,355</b>	<b>221,063,686,181</b>

31.12.2021  
Taka

31.12.2020  
Taka

#### 7.4.2 Disclosure of Large Loan

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

Total Capital [Note-13.3.1 (H)]	32,900,634,893	26,891,082,734
Total Loans and Advances	103,820,777,986	68,972,968,575
No. of Customers	21	16
Classified amount thereon	Nil	Nil

Single Borrower Exposure Limit has been calculated on the basis of total eligible capital as on 31 December 2020 according to BRPD Circular 02, dated 16 January 2014.

#### Details of Large Loans

SL.#	Name of the Client	CL Status	Outstanding Loan		Total 31.12.2021	Total 31.12.2020
			Funded	Non-Funded		
1	Bangladesh Machine Tools Factory Limited (BMTF)	UC	3,085,141,877	1,018,495,441	4,103,637,318	8,242,029,375
2	Anwar Ispat Ltd., Anwar Cement Ltd., A One Polymer Ltd., Anwar Cement Sheet, A One Trading Co.	UC	2,159,031,271	1,561,822,616	3,720,853,887	-
3	Biswas Trading & Construction, Biswas Builders Limited and JV	UC	3,181,067,396	1,537,243,576	4,718,310,973	4,181,866,201
4	Sera Hotel Development Ltd., SPKS, Trust Transport Services	UC	-	-	-	2,980,592,931
5	Sera Kalyan Sangstha & allied Concern	UC	1,700,198,819	4,051,884,890	5,752,083,710	5,361,872,381
6	Zaber & Zubair Fabrics Ltd + Talha Spinning Mills Ltd + Yasmin Spinning Mills Ltd + Nice Denim Ltd + Zarba Textile Mills Limited	UC	-	-	-	4,693,475,232
7	Salek Textile Ltd., Malek Spinning Mills Ltd	UC	2,965,656,003	624,093,609	3,589,749,613	-
8	Durable Plastic Ltd., Habigonj Agro Ltd., Mymensingh Agro Ltd., Sun Basic Chemicals Ltd., Property Development Ltd	UC	1,114,705,588	3,700,064,941	4,814,770,529	3,365,006,850
9	Dhaka Northern Power Generations Ltd., Eastern Cement Industries Ltd., Doreen Power House & Technologies Ltd	UC	2,256,588,755	2,666,955,435	4,923,544,191	3,778,375,632
10	Saad Textile Ltd., Yasmin Spinning Mills Ltd., Nice Denim Ltd	UC	3,332,919,175	4,595,662,484	7,928,581,659	-
11	Walton Hi-Tech Industries Ltd, Walton Micro-Tech Corporation, Dream Park International, Walton Digi-Tech Industries Ltd	UC	13,134,578	5,982,438,613	5,995,573,191	-
12	Western Engineering (Pvt.) Ltd	UC	4,360,565,932	307,587,096	4,668,153,028	5,194,325,267
13	Bangladesh Steel Re-rolling Mills Ltd., BSRM Steels Ltd., BISCO, BSRM Wires Ltd	UC	543,888,318	3,216,009,610	3,759,897,928	3,016,154,796
14	GPH Ispat Ltd	UC	1,060,655,154	3,614,129,103	4,674,784,257	4,354,156,272
15	Pretty Sweater Ltd., Kuliarchar Fashions Ltd, S. Suh Industrial Park Ltd	UC	3,821,835,729	1,664,053,350	5,485,889,079	5,113,980,257
16	Abdul Monem Ltd	UC	-	-	-	3,320,053,056
17	Desh Cambridge Kumargaon Power Company Ltd., Jadoo Media Limited, Desh Energy Chandpur Power Company Ltd	UC	4,454,734,164	2,520,597,170	6,975,331,334	4,150,380,565
18	Shah Cement Industries Limited, Abul Khair Strip Processing Ltd., Abul Khair Steel Melting Ltd., Abul Khair Ltd	UC	-	-	-	3,454,857,212
19	Nasir Glass Industries Ltd, Nasir Float Glass Industries Ltd, Nasir Quality Glass Industries Ltd, Nasir Glass Wear & Tube Industries Limited, Nasir Leaf Tobacco Industries Ltd	UC	541,881,089	4,170,987,984	4,712,869,074	-
20	KSRM Billet Ind. Ltd, KSRM Steel Plant Ltd., KSRM Power Plant Ltd., Maa Shipping Pvt. Ltd., Kabir Steel Ltd	UC	2,421,632,880	4,887,957,362	7,309,590,242	4,645,603,742
21	Nitol Motors Limited	UC	-	-	-	3,120,238,805
22	Partex Petro Ltd. & Partex Beverage Limited	UC	4,474,686,053	27,823,918	4,502,509,971	-
23	Shrabab Fabrics Ltd	UC	3,226,109,280	450,290,173	3,676,399,453	-
24	Premier Cement Mills Ltd.	UC	1,785,581,500	1,939,065,494	3,724,646,994	-
25	Baraka Power Limited, Baraka Patenga Power Ltd [BPPL], Baraka Shikabaha Power Limited, Karnaphuli Power Limited, Royal Homes Ltd	UC	2,645,917,301	2,034,647,338	4,680,564,639	-
26	Virgo Tobacco Limited, Virgo Fashion Limited, Virgo M H Limited, Virgo Cases Limited	UC	3,771,326,918	331,710,000	4,103,036,918	-
	<b>Total</b>		<b>52,917,257,782</b>	<b>50,903,520,203</b>	<b>103,820,777,986</b>	<b>68,972,968,575</b>

<b>31.12.2021</b>	<b>31.12.2020</b>
<b>Taka</b>	<b>Taka</b>

#### 7.4.3 Restructured Loans & Advances

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

Name of the Client	Nature of Loan	Restructure Date	Expiry Date	Limit	Outstanding	Status of Loan
Rising Steel Limited	Term Loan	27-Dec-15	27-Dec-21	95,544,112	103,083,202	BLW
	Term Loan	27-Dec-15	27-Dec-21	1,237,212,826	1,331,668,231	BLW
Modern Steel Mills Limited	Term Loan	3-Sep-15	3-Mar-28	836,688,762	1,351,282,402	SMA
	Term Loan	3-Sep-15	3-Mar-22	221,695,247	348,499,534	SMA
<b>Total</b>				<b>2,391,140,947</b>	<b>3,134,533,369</b>	

#### 7.4.4 Geographical location-wise concentration of Loans and Advances

##### Inside Bangladesh

Dhaka Division

Chittagong Division

Khulna Division

Sylhet Division

Rangpur Division

Barisal Division

Rajshahi Division

Mymensingh Division

170,469,870,624	142,563,016,572
48,436,578,730	45,463,777,485
9,290,185,881	10,924,674,658
4,811,496,404	4,024,358,851
6,018,859,522	4,901,723,318
1,094,790,872	541,319,244
6,761,992,318	4,394,669,707
10,411,610,004	8,250,146,346
<b>257,295,384,355</b>	<b>221,063,686,181</b>

##### Outside Bangladesh

-	-
<b>257,295,384,355</b>	<b>221,063,686,181</b>

#### 7.4.5 Industry-wise concentration of Loans and Advances

Agro & Fisheries

RMG

Textile

Food and allied industries (Edible Oil included)

Pharmaceutical industries

Chemical, fertilizer, etc.

Cement and ceramic industries

Ship building industries

Ship breaking industries

Power and gas

Other manufacturing or extractive industries (Rubber & Plastic, Paper, Steel Engineering & Metal Products included)

Service Industries (Telecom & ICT, Medical Service included)

Other Industry

Trade & Commerce

Residential Real Estate

Commercial Real Estate

Infrastructure Development

Construction & Housing

Transport

Consumer Financing (Personal Services)

Loans to Financial Institution (NBFI & NGO included)

Miscellaneous (Others)

6,170,234,944	3,810,252,852
26,796,646,389	26,412,133,373
16,934,027,611	8,428,761,984
17,645,090,278	15,097,584,749
2,767,979,853	2,944,069,105
5,577,971,862	3,660,757,709
8,892,094,293	4,717,331,025
1,160,962,025	1,198,212,293
-	3,005,928,836
14,043,743,164	11,388,738,745
33,934,521,226	29,369,399,581
18,770,651,631	16,121,251,464
332,219,985	466,089,546
21,241,875,472	18,473,595,232
7,996,018,526	11,691,257,977
13,354,121,560	10,160,746,312
11,044,782,536	11,530,423,487
481,747,886	77,658,430
1,529,614,597	847,313,878
38,841,920,131	35,438,850,758
7,312,679,333	3,862,127,322
2,466,481,053	2,361,201,523
<b>257,295,384,355</b>	<b>221,063,686,181</b>





	31.12.2021 Taka	31.12.2020 Taka
<b>7.4.6 Nature wise Loans and Advances</b>		
Continuous	40,443,402,945	40,035,226,284
Demand Loan	84,772,943,707	56,992,544,300
Term Loans	130,725,177,338	122,848,360,315
Short Term Agri. Credit & Micro Credit	35,162,861	23,474,672
Staff Loan	1,318,697,504	1,164,080,610
	<b>257,295,384,355</b>	<b>221,063,686,181</b>
<b>7.5 Classification of Loans and Advances including Bills Purchased and Discounted</b>		
<b>Unclassified Loans and Advances</b>		
<b>Standard Loans and Advances</b>		
Consumer Financing (House Financing, HF)	5,167,304,147	5,681,957,722
Consumer Financing (Loans for Professional, LP)	1,479,820	4,249,022
Consumer Financing (Other than HF & LP)	4,889,137,685	4,320,574,506
Small & Medium Enterprise Financing (SMEF)	22,934,641,245	20,926,521,172
Loans to BHs/ MBs/ SD's against Shares etc.	2,730,392,830	1,048,392,309
All Other Credit	207,572,207,838	175,333,358,455
Short Term Agri Credit	33,015,683	19,564,543
Staff Loan	1,318,697,504	1,164,080,610
	<b>244,646,876,752</b>	<b>208,498,698,339</b>
<b>Special Mentioned Accounts</b>	<b>3,266,521,691</b>	<b>2,598,841,364</b>
	<b>247,913,398,443</b>	<b>211,097,539,703</b>
<b>Classified Loans and Advances</b>		
Sub-Standard Loans and Advances	916,036,746	568,584,192
Doubtful Loans and Advances	688,960,232	201,488,421
Bad /Loss Loans and Advances	7,776,988,934	9,196,073,865
	<b>9,381,985,912</b>	<b>9,966,146,478</b>
	<b>257,295,384,355</b>	<b>221,063,686,181</b>
<b>7.6 Particulars of Loans and Advances</b>		
(i) Loans considered good in respect of which the bank is fully secured.	188,329,165,724	152,996,344,841
(ii) Loans considered good for which the bank holds no other security than the debtor's personal security.	2,250,751,266	2,189,236,333
(iii) Loans considered good and secured by personal undertaking of one or more parties in addition to the personal guarantee of the debtors.	54,066,959,762	53,313,117,165
(iv) Loans considered doubtful or bad not provided for	-	-
(v) Loans due by directors or officers of the bank or any of them either severally or jointly with any other person.	1,356,132,812	1,191,503,008
(vi) Loans due by companies or firms in which the directors of the bank are interested as directors, partners or managing agents or, in the case of private companies as members.	-	-
(vii) Maximum total amount of advances including temporary advances made at any time during the year to directors or managers or officers of the banking company or any of them either severally or jointly with any other persons.	1,356,132,812	1,191,503,008

	31.12.2021 Taka	31.12.2020 Taka
(viii) Maximum total amount of advances including temporary advances granted during the year to the companies or firms in which the directors of the banking company are interested as directors, partners or managing agents or in the case of private company.	-	-
(ix) Due from Banking Companies.	-	-
(x) Amount of classified loan on which no interest has been charged	7,776,988,934	9,196,073,865
a.i) Increase/(Decrease) in specific provision	659,522,000	3,133,117,500
a.ii) Amount of loan written off during the year	3,322,865,424	335,606,246
a.iii) Amount realized against loan previously written off	87,740,194	81,197,247
b) Provision kept against loans classified as bad debts	9,339,186,500	8,729,361,500
c) Interest credited to interest Suspense Account	2,415,291,403	2,211,123,962
(xi) Cumulative amount of written off loans		
Opening Balance	1,674,750,705	1,420,341,706
Amount written off during the year	3,322,865,424	335,606,246
Amount (recovery) during the year	(87,740,194)	(81,197,247)
	<u>4,909,875,935</u>	<u>1,674,750,705</u>
The amount of written off loans for which law suit has been filed	<u>4,909,875,935</u>	<u>1,674,750,705</u>

**7.7 Bills purchased and discounted  
Conventional Banking**

Payable in Bangladesh	21,010,787,106	6,918,893,853
Payable outside Bangladesh	352,383,147	460,940,509
	<u>21,363,170,253</u>	<u>7,379,834,362</u>

**Islamic Banking**

Payable in Bangladesh	95,349,988	89,018,459
Payable outside Bangladesh	25,611,597	10,916,320
	<u>120,961,585</u>	<u>99,934,779</u>
	<u>21,484,131,838</u>	<u>7,479,769,141</u>

**7.8 Disclosure of Document Verification System (DVS)**

In 2021, Trust Bank Ltd. has complied with the instructions given by Bangladesh Bank vide BRPD Circular Letter No.04 dated 04.01.2021 against loan accounts of all Public Interest Enterprises (PIE).

In compliance of Bangladesh Bank instruction vide BRPD Circular Letter No.35 dated 06.07.2021, Trust Bank Ltd. has already accomplished a Memorandum of Understanding (MOU) with ICAB on 25.01.2022 and taken all necessary steps to ensure full compliance of BB Circular. As a result, under Disclosure of Document Verification System(DVS), Trust Bank Ltd. has nothing to report for the year 2021.

**7.9 Remaining maturity grouping of bills purchased and discounted**

Payable within one month	410,488,715	4,717,153,187
Over one month but less than three months	376,579,544	1,937,286,384
Over three months but less than 01 year	20,697,063,579	825,329,570
More than 01 year	-	-
	<u>21,484,131,838</u>	<u>7,479,769,141</u>

**7.10 Net Loans and Advances**

Gross Loans and Advances		257,295,384,355	221,063,686,181
Less: Interest Suspense	Note-12.7	5,325,717,104	5,063,712,219
Less: Provision for Loans and Advances	Note-12.1	12,615,770,000	11,469,299,000
		<u>239,353,897,251</u>	<u>204,530,674,962</u>



7.11 **Litigation filed by the Bank**

As of the responding date, the Bank filed lawsuit against recovery of its defaulted loans and advances as under:

**Name of the Branch**

	31.12.2021 Taka	31.12.2020 Taka
Principal Branch	37,010,484	34,279,251
Sena Kalyan Bhaban Branch	238,251,064	238,933,955
Bogura Cantonment Branch	12,573,040	12,573,040
Cumilla Cantonment Branch	25,083,891	98,693,117
Chittagong Cantonment Branch	661,418	2,205,568
Rangpur Cantonment Branch	11,044,781	9,502,377
Jessore Cantonment Branch	8,133,837	8,635,613
Mymensingh Cantonment Branch	2,038,239	992,956
Savar Cantt. Branch	2,418,973	2,418,973
Jalalabad Branch	1,415,173	1,415,173
SS Cantt. Branch	229,443	386,065
Khatunganj Branch	266,246,930	266,544,900
Gulshan Corporate Branch	632,993,741	774,966,254
Dilkusha Corporate Branch	1,347,988,540	1,366,500,174
RWGH Branch	3,160,339	25,253,190
KYAMCH Branch	24,090,249	24,229,964
CDA Avenue Branch	4,025,087,265	4,025,087,265
Sylhet Corp. Branch	11,826,144	11,826,144
Millennium Corporate Branch	353,143,963	392,852,956
Uttara Corporate Branch	1,649,204,964	302,908,921
Halishahar Branch	13,480,063	108,669,140
Beani Bazar Branch	40,707,355	51,782,384
Moulvibazar Branch	33,118,052	38,690,562
Goala Bazar Branch	3,187,439	4,987,379
Mirpur Branch	103,392,358	68,497,593
Karwan Bazar Branch	701,123,493	643,170,146
Feni Branch	4,326,371	4,923,104
Joypara Branch	17,263,619	4,561,061
Joydevpur Branch	8,776,982	17,263,619
Narsingdi Branch	177,146,448	163,674,886
Narayanganj Branch	16,493,340	16,677,650
Jubilee Road Branch	189,630,634	188,999,274
Shahjalal Upashohor Branch	3,591,440	4,391,440
Amirabad Lohagara Branch	179,941	700,000
Ashugonj Branch	61,535,235	60,165,368
Khulna Branch	395,255,552	396,171,378
Kafrul Branch	1,379,599	2,448,150
Tongi Branch	10,413,397	31,871,683
Chowmohoni Branch	13,030,764	57,482,144
Bashundhara Branch	-	852,834
Cox's Bazar branch	4,269,778	4,269,778
Cumilla Branch	14,162,592	85,358,808
Rajshahi Branch	18,911,613	18,911,613
Kadamtali Branch	-	912,271
Barisal Branch	4,219,093	5,257,888
Elephant Road Branch	722,885,053	719,671,177
Kishoreganj Branch	6,292,158	6,292,158
Faridpur Branch	2,626,182	2,750,182
Saidpur Branch	32,649,700	-
Mongla Branch	784,620	904,620
Keraniganj Branch	9,700,216	9,828,216
Jahanabad Cantt Branch	1,078,816	1,400,121
Munshiganj Branch	3,651,897	4,255,936



	31.12.2021 Taka	31.12.2020 Taka
Dhamrai Branch	1,542,282	-
BUSM Cantonment Branch	1,896,815	985,953
Mohakhali Branch	75,564,100	70,989,837
Kushtia Branch	1,758,323	1,827,323
Dinajpur Branch	238,906	243,260
Gopalganj Branch	485,943	4,985,943
Titas Branch	2,880,739	2,994,246
Shatibari Branch	3,748,135	5,192,733
Lalmonirhat Branch	40,139,386	41,642,003
Matuail Branch	861,025	861,025
Bagerhat Branch	367,243	-
Kanchpur Branch	3,758,395	3,605,011
Shambuganj Branch	13,516,007	-
Kakrail Branch	543,042	-
Centennial Branch	4,066,477	3,537,102
Chapainawabgonj Branch	3,100,495	-
Taranagar Branch	-	203,301
Companygonj Branch	12,162,985	11,468,788
Daulatpur Branch	1,226,524	830,860
Dholaikhal SME Service Centre	5,583,226	5,342,255
Mirerbazar SME/Krishi Branch	10,458,235	9,991,945
Madhobdi SME Branch	101,436,995	101,370,771
Madina Market Branch	3,716,155	3,716,155
Natore SME/ Krishi Branch	20,308,606	28,553,127
Manikganj SME/Krishi Branch	165,604,112	130,667,571
	<b>11,742,830,427</b>	<b>10,755,007,627</b>

7 (a) **Consolidated Loans and Advances/Islami Banking Investments**

**Loans And Advances**

Trust Bank Limited	235,811,252,517	213,583,917,040
Trust Bank Securities Limited	-	-
Trust Bank Investment Limited	3,091,160,891	2,167,232,695
Trust Axiata Digital Limited	-	-
	<b>238,902,413,408</b>	<b>215,751,149,735</b>
Less : Inter Company Transaction	1,220,874,116	15,003
	<b>237,681,539,292</b>	<b>215,751,134,732</b>

**Bills purchased and discounted**

Trust Bank Limited	21,484,131,838	7,479,769,141
Trust Bank Securities Limited	-	-
Trust Bank Investment Limited	-	-
Trust Axiata Digital Limited	-	-
	21,484,131,838	7,479,769,141
	<b>259,165,671,130</b>	<b>223,230,903,873</b>

8 **FIXED ASSETS INCLUDING PREMISES, FURNITURE AND FIXTURES**

**Cost**

Land	327,276,677	327,276,677
Office Building	29,045,910	12,680,000
Furniture and Fixtures	684,585,090	664,970,810
Office Equipment	1,067,460,101	1,031,755,787
Motor Vehicles	101,417,958	93,881,958
	<b>2,209,785,736</b>	<b>2,130,565,232</b>

Less: Accumulated depreciation

Office Building	3,935,192	3,497,658
Furniture and Fixtures	399,983,095	371,742,191
Office Equipment	931,933,395	891,216,254
Motor Vehicles	88,985,859	84,187,604
	1,424,837,541	1,350,643,707
	<b>784,948,195</b>	<b>779,921,525</b>

**Leased assets-Premises**

Note - 8.1

Right-of-use assets

Less: Accumulated depreciation

31.12.2021 Taka	31.12.2020 Taka
2,480,162,921	1,854,700,034
1,074,670,545	698,020,783
<b>1,405,492,376</b>	<b>1,156,679,251</b>
<b>2,190,440,571</b>	<b>1,936,600,776</b>

For details please refer to Annexure - B

The recognition and measurement policy of fixed assets including Right of use (RoU) assets are described in note 2.19 and note 2.27.

**8.1****Right-of-use assets:**

The Bank has leased assets mainly for Head Office/Branch Office Buildings. With the exception of short-term leases and leases of low-value underlying assets, each lease is reflected on the balance sheet as a right-of-use asset and a lease liability. The Bank classifies its right-of-use assets in a consistent manner to its property, plant and equipment.

**8 (a)****Consolidated Fixed assets including premises, furniture and fixtures**

Trust Bank Limited

Note - 8

Trust Bank Securities Limited

Trust Bank Investment Limited

Trust Axiata Digital Limited

2,190,440,571	1,936,600,776
1,111,900	1,227,221
9,897,779	9,553,893
170,841,168	76,212,721
<b>2,372,291,418</b>	<b>2,023,594,611</b>

**9****OTHER ASSETS**

i) Investment in shares of Subsidiary Companies

In Bangladesh

Note - 9.1

Outside Bangladesh

ii) Stationery, stamps, printing materials in stock etc.;

iii) Advance Rent and Advertisement

iv) Interest/Profit accrued on investment but not collected, commission and brokerage receivable on shares and debentures and other income receivable;

Note - 9.2

v) Security Deposits

vi) Preliminary, formation and organization expenses, renovation/development expenses and prepaid expenses;

Note - 9.3

vii) Branch Adjusting Accounts (net)

Note - 9.4

viii) Suspense Account

ix) Silver

x) Others

Note - 9.5

3,579,499,290	3,579,499,290
-	-
27,710,129	39,161,886
47,512,732	52,587,462
1,637,204,821	3,500,910,785
8,303,013	7,803,013
176,378,174	160,912,701
1,786,858	-
185,640,007	109,248,490
-	-
3,598,296,954	1,718,553,125
<b>9,262,331,978</b>	<b>9,168,676,752</b>

**9.1****Investment in shares of Subsidiary Companies in Bangladesh**

Trust Bank Investment Limited

Trust Bank Securities Limited

Trust Axiata Digital Limited

2,999,999,300	2,999,999,300
349,999,990	349,999,990
229,500,000	229,500,000
<b>3,579,499,290</b>	<b>3,579,499,290</b>

**9.2****Interest/Profit accrued on investment but not collected, commission and brokerage receivable on shares and debentures and other income receivable;**

Interest accrued on investments and deposits

Note-9.2.1

Interest accrued on Loans &amp; advances

Note-9.2.2

Commission Receivable on SP, WEDB &amp; Mobile Banking Activities

1,469,818,786	1,611,852,177
55,702,614	1,790,288,197
111,683,421	98,770,411
<b>1,637,204,821</b>	<b>3,500,910,785</b>



	31.12.2021 Taka	31.12.2020 Taka
<b>9.2.1 Interest accrued on investments and deposits</b>		
Interest accrued on Government Treasury Bond	933,625,958	1,308,719,960
Dividend Receivable from Non-Listed Companies	26,556,017	2,570,312
Dividend Receivable from Listed Companies	865,484	1,315,854
Income Receivable on Corporate Bonds	348,155,099	230,373,810
Income Receivable from Sale of Shares	541,155	-
Interest/Profit accrued on Other Banks & FIs - FDR/MTDR Note - 9.2.1.1	40,474,561	66,161,920
Interest Receivable on FDR with other Banks- USD	12,676,351	126,606
Income Receivable on Money At Call & Short Notice	-	39,653
Income Receivable on Investment in Perpetual Bond	37,039,631	-
Income Receivable on Investment in Mudaraba Perpetual Bond	41,450,959	-
Income Receivable on Bangladesh Government Investment Sukuk (BGIS)	-	203,510
Profit Receivable on BGIIB	24,649,988	-
Interest Receivable on Swap/ Forward Deal	3,783,583	2,340,552
	<b>1,469,818,786</b>	<b>1,611,852,177</b>
		-
<b>9.2.1.1 Interest/Profit accrued on Fixed Deposits/MTDR</b>		
Interest accrued on Fixed Deposits	16,810,177	21,867,399
Profit accrued on MTDR	23,664,384	44,294,521
	<b>40,474,561</b>	<b>66,161,920</b>
<b>9.2.2 Interest accrued on Loans &amp; advances</b>		
Interest / Profit receivable from Borrowers for COVID-19 and Interest / Profit receivable from Bangladesh Bank for COVID-19 as subsidy to the Borrowers are included with the interest accrued on loans and advances according to BRPD Circular # 11 dated 03 May 2020, BRPD Circular # 12 dated 10 June 2020 and BRPD Circular Letter # 23 dated 04 May 2020.		
<b>9.3 Preliminary, formation and organization expenses, renovation/ development expenses and prepaid expenses;</b>		
Office Renovation	86,164,333	75,162,200
Prepaid Expenses	90,213,841	85,750,501
	<b>176,378,174</b>	<b>160,912,701</b>
<b>9.4 Branch Adjusting Accounts</b>		

This represents outstanding inter-branch and head office transactions (net) which are originated but not responded by the counter transaction at the balance sheet date. The unresponded entries of 31 December 2021 are given below:

Periods of Reconciliation	Number of responded entries (Debit)	Amount of responded entries (Taka)	Number of responded entries (Credit)	Amount of responded entries (Taka)	Balance
<b>In Bangladesh</b>					
Less than 03 months	2	2,102,110	9	315,252	1,786,858
03 months to less than 06 months					
06 months to less than 09 months					
09 months to less than 12 months					
12 months and more					
<b>Total</b>	<b>2</b>	<b>2,102,110</b>	<b>9</b>	<b>315,252</b>	<b>1,786,858</b>
<b>Outside Bangladesh</b>					
Less than 03 months					
03 months to less than 06 months					
06 months to less than 09 months					
09 months to less than 12 months					
12 months and more					
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Grand-Total</b>	<b>2</b>	<b>2,102,110</b>	<b>9</b>	<b>315,252</b>	<b>1,786,858</b>

		31.12.2021 Taka	31.12.2020 Taka
<b>9.5</b>	<b>Others</b>		
	Deferred Tax Asset	178,360,999	176,443,674
	Intangible Assets	7,206,482	5,359,500
	Encashment of Sanchaya patra awaiting reimbursement-Principal	1,214,938,237	477,127,957
	Encashment of Sanchaya patra awaiting reimbursement-Interest	212,760,310	111,219,573
	Encashment of WEDB awaiting reimbursement-Principal	247,816,250	18,250,300
	Encashment of WEDB awaiting reimbursement-Interest	468,884,642	48,845,636
	US\$ Premium Bond - Principal	47,533,200	-
	US\$ Premium Bond - Interest	2,270,259	957,030
	US\$ Investment Bond - Principal	106,134,600	-
	US\$ Investment Bond - Interest	22,572,371	3,436,732
	Advance against Capital Expenditure	30,620,800	18,332,360
	Advance for Investment in Capital Market	800,000,000	800,000,000
	Clearing Adjustment	24,392,857	17,729,008
	Receivable from Exchange House	17,977,414	4,502,906
	Receivable on Death Risk Benefit-WEDB	30,240	-
	Bangladesh Bank Subsidy Receivables Account	216,576,361	36,310,347
	Credit Card Adjustment - Debit	221,932	38,102
		<b>3,598,296,954</b>	<b>1,718,553,125</b>

<b>9.5.1</b>	<b>Deferred Tax Asset</b>	Note - 9.5.1.1		
	Balance as on 1 January		176,443,674	172,083,524
	Addition during the year		1,917,325	4,360,150
	Closing Balance		<b>178,360,999</b>	<b>176,443,674</b>

9.5.1.1 As per BRPD Circular # 11 Dated: 12 December 2011, the accounting for Deferred Tax policies are as follows:

Particulars	Book Value	Tax Base	(Deductible)/Taxable Temporary Differences	Deferred Tax (Assets)/Liability
Fixed Assets	784,948,195	1,200,976,599	(416,028,404)	(156,010,651)
Right-of-Use Assets	1,220,075,397	1,279,676,325	(59,600,928)	(22,350,348)
	<b>2,005,023,592</b>	<b>2,480,652,924</b>	<b>(475,629,332)</b>	<b>(178,360,999)</b>

9.5.1.2 Position of Deferred Tax as at 31 December 2021

Deferred Tax Asset	176,443,674	172,083,524
Deferred Tax Liability	-	-
<b>Net Deferred Tax Assets</b>	<b>176,443,674</b>	<b>172,083,524</b>
Increase of deferred Tax Assets recognized in to the P&L Account	1,917,325	4,360,150
Decreased of deferred Tax Liability recognized in to the P&L Account	-	-
<b>Total Deferred tax Income recognized into P&amp;L Account during the period</b>	<b>178,360,999</b>	<b>176,443,674</b>

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

9.5.1.3 To maintain the deferred tax Asset of Tk.178,360,999 as on 31 December 2021, a deferred tax Income of Tk.1,917,325 has been made for the period ended 31 December 2021 as per IAS-12 - Income Taxes.

9.5.1 (a) Consolidated Deferred Tax Asset

Trust Bank Limited	Note-9.5.1	178,360,999	176,443,674
Trust Bank Securities Limited		113,986	100,027
Trust Bank Investment Limited		1,739,749	1,606,899
Trust Axiata Digital Limited		94,759,771	2,315,273
		<b>274,974,505</b>	<b>180,465,873</b>



	31.12.2021 Taka	31.12.2020 Taka
<b>9.6 Break-up of Other Assets</b>		
Income generating other assets	3,579,499,290	3,579,499,290
Non income generating other assets	5,682,832,688	5,589,177,462
	<b>9,262,331,978</b>	<b>9,168,676,752</b>

9.7 Provision for other asset has been made as per BRPD Circular No. 14 dated 25 June 2001 issued by Bangladesh Bank and shown in Note-12.3 under Other Liabilities.

9.8 Suspense account includes Tk. 1,504,851.00 as receivable from Trust Axiata Digital Limited for the year ended 31 December 2021.

<b>9 (a) Consolidated other assets</b>				
Trust Bank Limited	Note - 9	9,262,331,978	9,168,676,752	
Trust Bank Securities Limited		415,174,161	305,392,605	
Trust Bank Investment Limited		146,095,831	53,830,980	
Trust Axiata Digital Limited		180,951,468	34,620,018	
		10,004,553,438	9,562,520,355	
Less: Investment in Subsidiaries Company		3,579,499,290	3,579,499,290	
		<b>6,425,054,148</b>	<b>5,983,021,065</b>	
Less: Inter company Transaction		1,504,851	3,038,184	
		<b>6,423,549,297</b>	<b>5,979,982,881</b>	

## 10 BORROWINGS FROM OTHER BANKS, FINANCIAL INSTITUTIONS AND AGENTS

### In Bangladesh

#### REPO

-	-
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#### Call Borrowings

Call Loan from Banks

-	-
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Short Notice Borrowings

-	-
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#### Other Borrowings

Borrowing from Bangladesh Bank - EDF

5,676,659,945	2,913,029,126
---------------	---------------

Bangladesh Bank Refinance

453,829,925	652,078,884
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Bangladesh Bank SME - Refinance

765,535,553	520,867,733
-------------	-------------

Bangladesh Bank Green-Refinance

225,000	925,000
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Bangladesh Bank Refinance - WC (30,000 Cr)

417,397,582	2,551,524,034
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Borrowing from Bangladesh Bank - IPFF (BDT)

2,366,589,434	1,727,659,482
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Borrowing from Bangladesh Bank - IPFF (USD)

3,915,600,825	4,455,587,994
---------------	---------------

Borrowing from Bangladesh Bank - LTFF (USD)

262,472,251	343,054,983
-------------	-------------

Borrowing from Offshore Unit

111,888,905	147,647,513
-------------	-------------

**13,970,199,420**

**13,312,374,749**

#### Borrowed by Offshore Banking Unit

Midland Bank Limited

129,499,013	-
-------------	---

Bank Asia Limited

260,313,625	-
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Modhumoti Bank Limited

1,206,983,993	-
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Bank Al Falah Limited

558,015,196	-
-------------	---

Pubali Bank Limited

85,865,542	-
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Dhaka Bank Limited

3,139,346,388	-
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**5,380,023,757**

**-**

### Issuance of Bonds

#### Subordinated Bonds

Note - 10.1

Interest Rate

Trust Bank Limited Sub-ordinated Bond II

12.50%

-	400,000,000
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Trust Bank Limited Subordinated Bond III

8.24%

1,600,000,000	2,400,000,000
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Trust Bank Limited Subordinated Bond IV

7.19%

4,000,000,000	5,000,000,000
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Trust Bank Limited Subordinated Bond V

7.78%

4,000,000,000	4,000,000,000
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**9,600,000,000**

**11,800,000,000**





			<b>31.12.2021</b>	<b>31.12.2020</b>
			<b>Taka</b>	<b>Taka</b>
<b>Perpetual Bonds</b>	Note - 10.2			
Trust Bank Limited Perpetual Bond		9.06%	4,000,000,000	650,000,000
			<b>13,600,000,000</b>	<b>12,450,000,000</b>
			<b>32,950,223,177</b>	<b>25,762,374,749</b>
<b>Outside Bangladesh</b>				
<b>Borrowed by Offshore Banking Unit</b>				
Mashreq Bank PSC			455,337,603	-
Standard Chartered Bank			2,273,634,997	-
The National Bank Of RAS Al-Khaimah			1,125,412,860	424,922,064
Habib Bank Limited UAE			863,433,141	243,440,299
			<b>4,717,818,601</b>	<b>668,362,363</b>
			<b>37,668,041,778</b>	<b>26,430,737,112</b>

10.1 As per Bangladesh Bank letter ref # BRPD (BIC)661/14B(P)/2011-264 dated: May 31, 2011 & Guidelines on Risk Based Capital Adequacy ( December 2010){ Annex A}: Unsecured Subordinated Non-Convertible Bonds are shown as long term borrowings. Trust Bank Limited has issued the subordinated bonds for five times out of which Bond - I and II have already been adjusted. The features of other bonds are stated below:

**10.1.1 Trust Bank Limited Subordinated Bond III**

Trust Bank Limited issued an Unsecured Subordinated Non-Convertible Bond of Taka 4,000,000,000 for a term of Seven (7) years to strengthen the capital base of the Bank. The Bond was issued on October 2016 on the consent of BSEC vide Letter Ref# BSEC/CI/DS-44/2016/343 dated 16 June 2016 and Bangladesh Bank permission Letter Ref# BRPD (BFIC)661/14B(P)2016-5594 dated 18 August 2016. The Bond was issued at floating rate of interest. 60% repayment of the Bond has already been made on 24 October 2019 & 25 October 2020, 26 October 2021 @ 20% to the respective Bond holders. The details of the Bond as on 31 December 2021 are as follows:

Sonali Bank Limited	240,000,000	360,000,000
Rupali Bank Limited	360,000,000	540,000,000
Janata Bank Limited	200,000,000	300,000,000
South East Bank Limited	200,000,000	300,000,000
Pubali Bank Limited	400,000,000	600,000,000
Uttara Bank Limited	120,000,000	180,000,000
Mercantile Bank Limited	40,000,000	60,000,000
Mutual Trust Bank Limited	40,000,000	60,000,000
	<b>1,600,000,000</b>	<b>2,400,000,000</b>

**10.1.2 Trust Bank Limited Subordinated Bond IV**

Trust Bank Limited issued an Unsecured Subordinated Non-Convertible Bond of Taka 5,000,000,000 for a term of Seven (7) years to strengthen the capital base of the Bank. The Bond was issued on December 2018 on the consent of BSEC vide Letter Ref# BSEC/CI/DS-111/2014/694 dated 11 October 2018 and Bangladesh Bank permission Letter Ref# BRPD (BFIC)661/14B(P)2018-8228 dated 28 October 2018. The Bond was issued at floating rate of interest. 20% repayment of the Bond has already been made on 15 December 2021 @ 20% to the respective Bond holders. The details of the Bond as on 31 December 2021 are as follows:

Janata Bank Limited	1,200,000,000	1,500,000,000
Sonali Bank Limited	200,000,000	250,000,000
Agrani Bank Limited	1,600,000,000	2,000,000,000
Rupali Bank Limited	600,000,000	750,000,000
Dhaka Bank Limited	400,000,000	500,000,000
	<b>4,000,000,000</b>	<b>5,000,000,000</b>

**10.1.3 Trust Bank Limited Subordinated Bond V**

Trust Bank Limited issued an Unsecured Subordinated Non-Convertible Bond of Taka 4,000,000,000 for a term of Seven (7) years to strengthen the capital base of the Bank. The Bond was issued on December 2020 on the consent of BSEC vide Letter Ref#BSEC/CI/DS-125/2020/297 dated December 23, 2020 and Bangladesh Bank permission Letter Ref# BRPD(BFIS)661/14B(P)2020-10358 dated December 01, 2020. The Bond was issued at floating rate of interest. The repayment of the Bond will start after three years from the date of issue of the Bond. The details of the Bond as on 31 December 2021 are as follows:

	31.12.2021 Taka	31.12.2020 Taka
Agrani Bank Limited	2,000,000,000	2,000,000,000
Eastern Bank Limited	1,000,000,000	1,000,000,000
Pubali Bank Limited	500,000,000	500,000,000
Square Pharmaceuticals Limited	500,000,000	500,000,000
	<b>4,000,000,000</b>	<b>4,000,000,000</b>
<b>10.2 Trust Bank Limited Perpetual Bond</b>		
Trust Bank Limited has been permitted to issue an unsecured, contingent-convertible, floating rate Perpetual Bond of Taka 4,000,000,000 to strengthen the capital base of the Bank on the consent of BSEC/CI/DS-125/2020/290 dated December 09, 2020 and Bangladesh Bank permission letter ref # BRPD(BFIS)661/14B(P)I2020/7904 dated September 24, 2020. The coupon rate of the Bond will be limited to minimum 6.00% and maximum 10.00%. The details of the Bond as on 31 December 2021 are as follows:		
Jamuna Bank Limited	650,000,000	650,000,000
Community Bank Bangladesh Limited	150,000,000	-
Eastern Bank Limited	1,200,000,000	-
Mercantile Bank Limited	400,000,000	-
Dhaka Bank Limited	1,000,000,000	-
Midland Bank Limited	60,000,000	-
IPDC Finance Limited	250,000,000	-
Ms Shahana Hanif	250,000,000	-
President Guard Regiment	40,000,000	-
	<b>4,000,000,000</b>	<b>650,000,000</b>
<b>10.3 Security-wise borrowings</b>		
Secured Borrowings	-	-
Unsecured Borrowings	37,668,041,778	26,430,737,112
	<b>37,668,041,778</b>	<b>26,430,737,112</b>
<b>10.4 Repayment nature wise borrowings</b>		
Repayment on Demand	-	-
Others	37,668,041,778	26,430,737,112
	<b>37,668,041,778</b>	<b>26,430,737,112</b>
<b>10.5 Remaining maturity grouping of Borrowings from other banks, financial institutions and agents</b>		
<b>Payable</b>		
On demand	-	-
Up to 1 month	5,760,570,703	2,371,254,283
Over 1 month but within 3 months	3,415,628,742	3,080,056,396
Over 3 months but within 1 Year	11,197,462,797	8,558,659,208
Over 1 Year but within 5 Years	9,294,379,535	7,770,767,225
Over 5 Years	8,000,000,000	4,650,000,000
	<b>37,668,041,777</b>	<b>26,430,737,112</b>
<b>10 (a) Consolidated borrowings from other Banks, financial institutions and agents</b>		
Trust Bank Limited	37,668,041,778	26,430,737,112
Trust Bank Securities Limited	-	-
Trust Bank Investment Limited	1,257,596,241	13,879,261
Trust Axiata Digital Limited	-	-
	<b>38,925,638,019</b>	<b>26,444,616,373</b>
Less: Inter company transaction	1,220,874,116	15,003
	<b>37,704,763,903</b>	<b>26,444,601,370</b>
<b>11 DEPOSITS AND OTHER ACCOUNTS</b>		
Current/Al-wadeeah Current Accounts and other Accounts	34,116,068,136	31,881,848,838
Bills Payable	5,035,263,847	5,756,649,635
Savings Bank Deposits/Mudaraba Savings Deposits	53,111,470,086	48,906,165,234
Fixed Deposits/Mudaraba Term Deposits	192,617,905,118	201,859,240,178
	<b>284,880,707,187</b>	<b>288,403,903,885</b>

			31.12.2021	31.12.2020
			Taka	Taka
11.1	<b>Remaining maturity grouping of Deposits and other accounts</b>			
	<b>Inside Bangladesh Payable</b>	<b>Banks</b>	<b>Other than Banks</b>	
			<b>31.12.2021</b>	<b>31.12.2020</b>
			<b>Taka</b>	<b>Taka</b>
	Repayable on Demand	194,657,630	38,956,674,353	39,151,331,983
	Repayable within 1 month	306,944,634	42,384,670,520	42,691,615,154
	Over 1 month but within 6 months	-	63,845,472,172	63,845,472,172
	Over 6 months but within 1 Year	-	93,065,597,006	93,065,597,006
	Over 1 Year but within 5 Years	-	31,821,770,106	31,821,770,106
	Over 5 Years	-	14,304,920,766	14,304,920,766
		<b>501,602,264</b>	<b>284,379,104,923</b>	<b>284,880,707,187</b>
	<b>Outside Bangladesh</b>	-	-	-
		<b>501,602,264</b>	<b>284,379,104,923</b>	<b>284,880,707,187</b>
11.2	<b>Current/Al-wadeeah Current Accounts and other Accounts</b>			
	Conventional Banking	Note-11.2.1	32,493,065,231	30,595,717,426
	Islamic Banking	Note-11.2.2	1,623,002,905	1,286,131,412
			<b>34,116,068,136</b>	<b>31,881,848,838</b>
11.2.1	<b>Conventional Banking</b>			
	Current Account		22,348,918,421	20,264,500,251
	Unclaimed Dividend	Note-11.2.3	25,545,925	23,061,222
	Other Accounts	Note-11.2.4	10,118,600,885	10,308,155,953
			<b>32,493,065,231</b>	<b>30,595,717,426</b>
11.2.2	<b>Islamic Banking</b>			
	Al-wadeeah Current Accounts		842,257,296	648,283,187
	Foreign Currency Deposits		27,161,413	40,771,407
	Sundry Deposits		473,169,495	259,779,587
	Profit payable on Deposits		280,414,701	337,297,231
			<b>1,623,002,905</b>	<b>1,286,131,412</b>
11.2.3	<b>Unclaimed Dividend</b>			
	As per Bangladesh Securities and Exchange Commission directive no. BSEC/CMRRCD/2021-386/03 dated 14 January 2021, year wise unclaimed dividend information is given below:			
	2020		3,357,056	-
	2019		1,880,740	2,394,514
	2018		49,012	42,105
	2017		3,380,764	3,459,845
	2016		2,891,348	2,947,377
	2015		2,334,750	2,421,443
	2014		2,876,537	2,966,096
	2013		41,685	41,685
	2012		30,994	30,993
	2011		2,326,140	2,379,570
	2010		2,432,617	2,432,883
	2009		3,033,688	3,034,117
	2007		910,594	910,594
			<b>25,545,925</b>	<b>23,061,222</b>
11.2.4	<b>Other Accounts</b>			
	Foreign Currency Deposits		5,531,110,078	5,562,735,856
	Interest Payable on Deposits		1,374,458,933	2,068,381,320
	Sundry Deposits		3,213,031,874	2,677,038,777
			<b>10,118,600,885</b>	<b>10,308,155,953</b>

		31.12.2021	31.12.2020		
		Taka	Taka		
11.3	<b>Bills Payable</b>				
	<b>Conventional Banking</b>				
	Demand Draft payable	1,223,829	3,724,829		
	Pay Order payable	5,029,466,806	5,750,602,794		
		<b>5,030,690,635</b>	<b>5,754,327,623</b>		
	<b>Islamic Banking</b>				
	Demand Draft payable	-	-		
	Pay Order payable	4,573,212	2,322,012		
		<b>4,573,212</b>	<b>2,322,012</b>		
		<b>5,035,263,847</b>	<b>5,756,649,635</b>		
11.4	<b>Savings Bank Deposits/Mudaraba Savings Deposits</b>				
	Conventional Banking	48,091,820,035	45,002,251,212		
	Islamic Banking	5,019,650,051	3,903,914,022		
		<b>53,111,470,086</b>	<b>48,906,165,234</b>		
11.5	<b>Fixed Deposits/Mudaraba Term Deposits</b>				
11.5.1	<b>Conventional Banking</b>				
	Fixed Deposits	113,431,531,373	128,011,252,908		
	Special Notice Deposits	19,643,095,746	26,623,312,767		
	Scheme Deposits	25,116,395,049	17,640,191,433		
		<b>158,191,022,168</b>	<b>172,274,757,108</b>		
11.5.2	<b>Islamic Banking</b>				
	Mudaraba Term Deposits	28,320,612,808	24,751,574,657		
	Mudaraba Special Notice Deposits	343,145,097	493,229,485		
	Mudaraba Scheme Deposits	5,763,125,045	4,339,678,928		
		<b>34,426,882,950</b>	<b>29,584,483,070</b>		
		<b>192,617,905,118</b>	<b>201,859,240,178</b>		
11.5.3	<b>Fixed Deposits</b>				
	<b>Inside Bangladesh Payable</b>	<b>Banks</b>	<b>Other than Banks</b>	<b>31.12.2021</b>	<b>31.12.2020</b>
				<b>Taka</b>	<b>Taka</b>
	One month	-	311,883,037	311,883,037	283,211,384
	Three months	-	48,464,740,247	48,464,740,247	60,166,433,999
	Six months	-	22,517,086,958	22,517,086,958	26,781,245,835
	One year	-	41,916,982,704	41,916,982,704	40,514,252,395
	Two years	-	12,185,110	12,185,110	20,395,977
	Three years	-	184,668,723	184,668,723	204,605,671
	Four years	-	47,897	47,897	45,337
	Five Years	-	18,127,781	18,127,781	33,681,733
	More than five years	-	5,808,916	5,808,916	7,380,577
		-	<b>113,431,531,373</b>	<b>113,431,531,373</b>	<b>128,011,252,908</b>
11.5.4	<b>Mudaraba Term Deposits</b>				
	<b>Inside Bangladesh Payable</b>	<b>Banks</b>	<b>Other than Banks</b>	<b>31.12.2021</b>	<b>31.12.2020</b>
				<b>Taka</b>	<b>Taka</b>
	One month	-	11,907,259	11,907,259	6,049,153
	Three months	-	15,812,089,815	15,812,089,815	12,113,500,944
	Six months	-	6,270,784,092	6,270,784,092	6,506,494,587
	One year	-	6,213,086,596	6,213,086,596	6,101,891,458
	Two years	-	-	-	-
	Three years	-	12,745,046	12,745,046	23,338,994
	Five Years	-	-	-	299,521
	More than five years	-	-	-	-
		-	<b>28,320,612,808</b>	<b>28,320,612,808</b>	<b>24,751,574,657</b>

	31.12.2021 Taka	31.12.2020 Taka
<b>11.6 Payable on demand and time deposits</b>		
<b>Demand deposits</b>		
Current/Al-wadeeah Current Accounts and other Accounts	25,344,764,771	23,601,302,798
Savings Bank Deposits/Mudaraba Savings Deposits	4,780,032,308	4,401,554,871
Foreign currency deposits	5,477,769,072	5,447,435,201
Sundry Deposits	3,213,031,874	2,677,038,777
Bills Payable	5,035,263,847	5,756,649,635
	<b>43,850,861,872</b>	<b>41,883,981,282</b>
<b>Time deposits</b>		
Savings Bank Deposits/Mudaraba Savings Deposits	48,331,437,778	44,504,610,363
Fixed Deposits/Mudaraba Term Deposits	141,752,144,181	152,762,827,565
Foreign currency deposits	80,502,419	156,072,062
Special Notice Deposits/Mudaraba Special Notice Deposits	19,986,240,843	27,116,542,252
Scheme Deposits/Mudaraba Scheme Deposits	30,879,520,094	21,979,870,361
	<b>241,029,845,315</b>	<b>246,519,922,603</b>
	<b>284,880,707,187</b>	<b>288,403,903,885</b>
<b>11.7 Geographical location-wise concentration of Deposits &amp; Other Accounts</b>		
<b>Inside Bangladesh</b>		
Dhaka Division	203,621,636,488	207,737,281,516
Chittagong Division	45,079,453,215	45,215,030,820
Khulna Division	9,709,737,100	10,007,956,010
Sylhet Division	9,054,916,650	8,581,426,555
Rangpur Division	4,566,568,316	4,345,401,034
Barisal Division	1,473,202,178	1,476,960,531
Rajshahi Division	9,876,345,431	9,525,691,311
Mymensingh Division	1,498,847,809	1,514,156,108
	<b>284,880,707,187</b>	<b>288,403,903,885</b>
<b>Outside Bangladesh</b>	-	-
	<b>284,880,707,187</b>	<b>288,403,903,885</b>
<b>11.8 Sector-wise Deposits</b>		
Government	40,166,456,947	40,951,683,194
Deposit money banks	501,602,264	627,321,917
Other public	8,563,099,894	9,963,265,019
Private	228,436,402,957	228,852,447,941
Foreign Currency Deposits	5,558,271,491	5,603,507,263
Interest Payable on Deposits	1,654,873,634	2,405,678,551
	<b>284,880,707,187</b>	<b>288,403,903,885</b>
<b>11 (a) CONSOLIDATED DEPOSITS AND OTHER ACCOUNTS</b>		
Current / Al-wadeeah Current Accounts and other Accounts		
Trust Bank Limited	34,116,068,136	31,881,848,838
Trust Bank Securities Limited	-	-
Trust Bank Investment Limited	216,560,971	86,843,950
Trust Axiata Digital Limited	-	-
	<b>34,332,629,107</b>	<b>31,968,692,788</b>
Less : Inter Company Transaction	390,255,933	1,556,069,759
	<b>33,942,373,174</b>	<b>30,412,623,029</b>
Bills Payable	5,035,263,847	5,756,649,635
Savings Bank Deposits/Mudaraba Savings Deposits	53,111,470,086	48,906,165,234
Fixed Deposits/Mudaraba Term Deposits	192,617,905,118	201,859,240,178
	<b>284,707,012,225</b>	<b>286,934,678,076</b>

		31.12.2021	31.12.2020	
		Taka	Taka	
<b>12</b>	<b>OTHER LIABILITIES</b>			
	Provision for Loans & Advances	Note - 12.1	12,615,770,000	11,469,299,000
	General Provision for Off Balance Sheet Exposures	Note - 12.1	1,325,088,500	855,160,000
	Provision for Investment	Note - 12.2	10,453,407	27,608,872
	Provision for other asset	Note - 12.3	150,000,000	169,298,525
	Provision for CSR Fund	Note - 12.4	120,000,000	120,000,000
	Start Up Fund	Note - 12.5	45,323,174	17,881,973
	Rebate of Interest payable to Good Borrowers	Note - 12.6	19,502,477	19,502,477
	Unearned profit on TIB Investment		680,245,524	407,434,274
	Interest Suspense Account	Note - 12.7	5,325,717,104	5,063,712,219
	Provision for Income Tax Less Advance Income Tax	Note - 12.8	1,518,333,266	1,804,495,449
	Interest Payable on Borrowings		92,954,891	66,224,020
	Accrued Expenses		364,082,178	280,708,428
	Audit Fees Payable		575,000	575,000
	Sundry Creditors		1,014,491,144	1,258,130,871
	Compensation Fund Account	Note - 12.8.2	18,843,527	14,834,479
	Imprest Fund for Cash-Incentive		20,884,558	192,234,701
	Lease Liability	Note-12.9	1,307,020,333	1,128,432,226
	Others	Note-12.10	70,682,915	9,126,978
			<b>24,699,967,998</b>	<b>22,904,659,492</b>
<b>12.1</b>	<b>Provision for Loans and Advances/Islami Banking Investments and Off Balance Sheet Exposure</b>			
	<b>Specific Provision</b>			
	Against Classified Loans & Advances	Note-12.1.1	9,550,994,500	8,891,472,500
	<b>General Provision</b>			
	Against Unclassified Loans & Advances	Note-12.1.2	2,270,367,000	1,834,409,000
	Special General Provision for COVID-19	Note-12.1.3	746,100,000	703,116,000
	Against Special Mention Accounts	Note-12.1.4	48,308,500	40,301,500
			<b>3,064,775,500</b>	<b>2,577,826,500</b>
			<b>12,615,770,000</b>	<b>11,469,299,000</b>
	Against Off Balance Sheet Exposures	Note-12.1.5	1,325,088,500	855,160,000
			<b>13,940,858,500</b>	<b>12,324,459,000</b>
<b>12.1.1</b>	<b>Specific Provision for Classified Loans &amp; Advances</b>			
	Provision held on 1 January		8,891,472,500	5,758,355,000
	Fully provided debts written off		(3,322,865,424)	(335,606,246)
	Recoveries from previously written off debts		87,740,194	81,197,247
	Specific provision for the year		3,894,647,230	3,387,526,499
	Recoveries and provisions no longer required		-	-
	Net Charge to the Profit Loss Account		<b>659,522,000</b>	<b>3,133,117,500</b>
	Provision held at end of year		<b>9,550,994,500</b>	<b>8,891,472,500</b>
<b>12.1.2</b>	<b>General Provision for Unclassified Loans &amp; Advances</b>			
	Provision held on 1 January		1,834,409,000	3,024,787,000
	Provisions made during the year		435,958,000	(1,190,378,000)
	Provision held at end of year		<b>2,270,367,000</b>	<b>1,834,409,000</b>
<b>12.1.3</b>	<b>Special General Provision for COVID-19</b>			
	Special General Provision for COVID-19 is maintained as per Bangladesh Bank's BRPD Circular Letter No.-56, dated 10 December 2020 which is shown below.			
	Balance on 1 January		703,116,000	-
	Provisions made during the year		42,984,000	703,116,000
			<b>746,100,000</b>	<b>703,116,000</b>
<b>12.1.4</b>	<b>General Provision for Special Mention Accounts</b>			
	Provision held on 1 January		40,301,500	69,299,000
	Provisions made during the year		8,007,000	(28,997,500)
	Provision held at end of year		<b>48,308,500</b>	<b>40,301,500</b>

	31.12.2021 Taka	31.12.2020 Taka
<b>12.1.5 General Provision for Off Balance Sheet Exposures</b>		
Provision held on 1 January	855,160,000	793,589,000
Provisions made during the year	469,928,500	61,571,000
	<b>1,325,088,500</b>	<b>855,160,000</b>
<b>12.1.6 Required Provision against Loans and Advances</b>		
<b>Required General Provision</b>		
Unclassified Loans & Advances	2,270,367,000	1,834,409,000
Special General Provision for COVID-19	746,100,000	703,116,000
Special Mention Account	48,308,500	40,301,500
Off Balance Sheet Items	1,325,088,500	855,160,000
	<b>4,389,864,000</b>	<b>3,432,986,500</b>
<b>Required Specific Provision</b>		
Sub Standard	61,370,500	55,893,000
Doubtful	150,437,500	106,218,000
Bad	9,339,186,500	8,729,361,500
	<b>9,550,994,500</b>	<b>8,891,472,500</b>
	<b>13,940,858,500</b>	<b>12,324,459,000</b>
<b>12.1 (a) Consolidated General Provision for Loans and Advances</b>		
Trust Bank Limited	4,389,864,000	3,432,986,500
Trust Bank Securities Limited	-	-
Trust Bank Investment Limited	468,258,634	145,009,724
Trust Axiata Digital Limited	-	-
	<b>4,858,122,634</b>	<b>3,577,996,224</b>
<b>12.1.5 (a) Consolidated General Provision for Off Balance Sheet Exposures</b>		
Trust Bank Limited	1,325,088,500	855,160,000
Trust Bank Securities Limited	-	-
Trust Bank Investment Limited	231,250	605,300
Trust Axiata Digital Limited	-	-
	<b>1,325,319,750</b>	<b>855,765,300</b>

**12.2 Provision for Investment**

Cost price of holding of quoted shares and mutual funds (both close end and open end) as on 31 December 2021 is Tk. 159,835,565 whereas the market of these securities is Tk. 128,955,945 showing a loss on fall of market price Tk. 30,879,620.

As per DOS circular letter No.03 issued on 12 March 2015, bank has to keep provision on mutual funds on the basis of

- Cost Price minus Market value or 85% of NAV at Market Price for close end mutual funds and
- Cost Price minus 95% of NAV at Market Price for open end mutual funds

Consequently, the required provision as per DOS circular letter mentioned above is Tk. 7,416,521.

Details workings relating to provision on investment is given below:

SL	Name of the Company	No. of shares	Average cost rate	Total Investment Cost Price	Market Rate as on 31 Dec	NAV at Market Value for MF	85%/95% of NAV/Comp of MF	Applicable Rate for Provision	Market Price	Aggregate Net off (Loss) / Gain	Value of MF / Share for Provision	Required Provision Excess / (Shortage)
1	Popular Life Mutual Fund-I	1,089,298	6.69	7,284,124	5.40	11.36	9.66	9.66	5,882,209	(1,401,915)	10,518,261	-
2	TBL 1st Mutual Fund	4,593,045	6.59	30,258,555	5.70	11.79	10.02	10.02	26,180,357	(4,078,199)	46,029,200	-
3	LRGLOBMF-I	6,554,016	9.64	63,205,696	6.90	11.50	9.78	9.78	45,222,710	(17,982,986)	64,065,506	-
4	CAPM Unit Fund	100,000	100.00	10,000,000	100.00	127.73	121.34	100.00	10,000,000	-	10,000,000	-
<b>Provision Required for Mutual Funds</b>												
5	Prime Bank Ltd	67,760	29.71	2,012,905	21.50				1,456,840	(556,065)	1,456,840	(556,065)
6	Pubali Bank Ltd	27,593	36.16	997,688	26.80				739,492	(258,196)	739,492	(258,196)
7	Summit Power Ltd	314,637	45.69	14,375,320	38.90				12,239,379	(2,135,940)	12,239,379	(2,135,940)
8	Olympic Industries Ltd	100,000	288.57	28,914,757	160.60				16,060,000	(12,854,757)	16,060,000	(12,854,757)
9	IT Consultants Ltd	323,568	7.10	2,189,115	33.20				10,742,458	8,553,343	10,742,458	8,553,343
10	ACMELAB	5,000	119.48	597,406	86.50				432,500	(164,906)	432,500	(164,906)
<b>Provision Required for Shares</b>												
												(7,416,521)
<b>TOTAL</b>				<b>159,835,565</b>					<b>128,955,945</b>	<b>(30,879,620)</b>	<b>172,283,638</b>	<b>(7,416,521)</b>

	31.12.2021 Taka	31.12.2020 Taka
<b>12.2.1 Provision for Diminution in value of Investment</b>		
Balance on 1 January	27,608,872	27,289,935
Provisions made for Investment in Shares during the year	(17,155,465)	318,937
	<b>10,453,407</b>	<b>27,608,872</b>
<b>12.3 Provision for other asset</b>		
Balance on 1 January	169,298,525	169,298,525
Provisions made during the year	(19,298,525)	-
	<b>150,000,000</b>	<b>169,298,525</b>
<b>12.3.1 Provision for other asset</b>		
Provision for Prepaid Legal Expense	32,936,336	56,092,916
Provision for Decoration & Renovation	4,980,800	1,800,000
Provision for Protested Bill	95,906,602	79,406,602
Provision for Suspense Account	16,176,262	31,999,007
	<b>150,000,000</b>	<b>169,298,525</b>
<b>12.4 Provision for Special Reserve Fund</b>		
Special Reserve Fund (SRF) was formed for Corporate Social Responsibility (CSR) activities in the year 2009. CSR activities includes humanitarian belief, disaster management, health care, education, training, green initiatives and environmental degradation. As per Bangladesh Bank SFD Circular no. 03, dated 16 June 2020, at the beginning of the year, the fund has been allocated for education, health care and climate risk @ 30%, 60% & 10% respectively and expensed over the year accordingly.		
<b>12.5 Provision for Start Up Fund</b>		
According to SMESPD Circular no. 04 dated 29 March 2021 as well as SMESPD Circular Letter no. 05 dated 26 April 2021, 1% of Net Profit has been transferred to Start Up Fund Account under Other Liabilities at the time of finalization of Financial Statements for the year ended as on 31 December 2021.		
Balance on 1 January	17,881,973	-
Provisions made during the year	27,441,201	17,881,973
	<b>45,323,174</b>	<b>17,881,973</b>
<b>12.6 Rebate of interest payable to good borrowers</b>		
According to BRPD Circular no. 06 dated 19 March 2015, BRPD Circular no. 16 Dated 30 December 2015 and BRPD Circular Letter no. 03 dated 04 February 2016, the Bank has to keep provision for incentive of Good Borrowers in every year. As Bank's existing provision in this issue is more than requirement, so the Bank has not been accounted for any additional provision for incentive of Good Borrowers during the year 2021.		
<b>12.7 Interest Suspense Account</b>		
Balance on 1 January	5,063,712,219	2,959,262,738
Amount transferred during the year	2,415,291,403	2,211,123,962
Amount recovered during the year	(1,277,719,179)	(81,197,247)
Amount written off / waived during the year	(875,567,339)	(25,477,234)
<b>Balance at the end of the year</b>	<b>5,325,717,104</b>	<b>5,063,712,219</b>
<b>12.8 Provision for Income Tax Less Advance Income Tax</b>		
<b>Provision for Income Tax</b>		
Balance on 1 January	13,677,527,041	11,102,389,605
Provisions made during the year	2,400,000,000	2,568,180,000
Provision for Doubtful Income of Islamic Banking	11,296,229	6,957,436
Settlement for previous year(s)	-	-
	16,088,823,270	13,677,527,041
<b>Less: Advance Income Tax</b>		
Balance on 1 January	11,873,031,592	9,271,619,107
Paid during the year	2,697,458,412	2,601,412,485
Settlement for previous year(s)	-	-
	<b>14,570,490,004</b>	<b>11,873,031,592</b>
<b>Net Closing Balance</b>	<b>1,518,333,266</b>	<b>1,804,495,449</b>



	31.12.2021 Taka	31.12.2020 Taka
12.8.1	Provision for current tax of Tk. 2,400,000,000.00 has been made @ 37.50% on Business Income, @ 20% on Dividend Income as well as @ 10% of Capital gain from sale of Shares made by the Bank during the year after considering some of the add backs to income and disallowances of expenditure as per Income Tax Ordinance and Rules, 1984.	

The Bank has challenged some disputed income tax assessments which are pending at various appeal stages (i.e. Appellate Tribunal, High Court Division). The Bank is confident that once these appeals are finally disposed off, there should not be any additional tax demand against the Bank and hence no further provision is required.

12.8.2 Compensation Fund Account		
Opening Balance	14,834,479	200,774,270
<b>Amount credited during the year</b>		
Compensation Realized during the year	30,123,277	18,553,163
Income Tax Provision @ 37.50%	11,296,229	6,957,436
<b>Amount credited during the year</b>	18,827,048	11,595,727
<b>Total</b>	33,661,527	212,369,997
Amount distributed during the period	14,818,000	197,535,518
<b>Closing Balance</b>	<b>18,843,527</b>	<b>14,834,479</b>

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

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

12.8 (a) Consolidated Current Tax Expenses			
Trust Bank Limited	Note-12.5	2,400,000,000	2,568,180,000
Trust Bank Securities Limited		20,311,963	5,769,946
Trust Bank Investment Limited		75,300,000	14,330,000
Trust Axiata Digital Limited		348,242	197,256
		<b>2,495,960,205</b>	<b>2,588,477,202</b>

12.9 Lease Liability			
Balance as at 1 January		1,128,432,226	1,356,632,580
Add: Addition during the year		502,102,018	76,812,848
Add: Interest charge during the year		68,093,719	61,742,652
Less: Payment made during the year		(391,607,630)	(366,755,854)
Balance as at 31 December		<b>1,307,020,333</b>	<b>1,128,432,226</b>

12.10 Others			
ITCL A/c - Fees payable		4,035,192	8,185,621
Adjusting Account for Automated Challan		240,350	-
Trust Money Fees Received- Credit Card		44,919,359	81,617
TADL Settlement Account		21,204,215	497,857
Miscellaneous		283,799	361,883
		<b>70,682,915</b>	<b>9,126,978</b>

12 (a) Consolidated other liabilities			
Trust Bank Limited	Note-12	24,699,967,998	22,904,659,492
Trust Bank Securities Limited		964,293,391	860,119,945
Trust Bank Investment Limited		2,146,040,242	1,588,917,535
Trust Axiata Digital Limited		513,113,150	118,775,590
		28,323,414,781	25,472,472,562
Less: Inter company transaction		1,504,851	3,038,184
		<b>28,321,909,930</b>	<b>25,469,434,378</b>



	31.12.2021 Taka	31.12.2020 Taka
<b>13 CAPITAL</b>		
<b>13.1 Authorized Capital</b>		
1,000,000,000 Ordinary shares of Tk. 10 each	<u>10,000,000,000</u>	<u>10,000,000,000</u>
<b>13.2 Issued, Subscribed and Paid Up Capital</b>		
116,667,000 Ordinary shares of Tk. 10 each issued for cash	1,166,670,000	1,166,670,000
11,666,700 Ordinary shares of Tk. 10 each issued bonus shares	116,667,000	116,667,000
25,666,740 Ordinary shares of Tk. 10 each issued for right IR:5	256,667,400	256,667,400
30,800,080 Ordinary shares of Tk. 10 each issued bonus shares	308,000,800	308,000,800
36,960,100 Ordinary shares of Tk. 10 each issued bonus shares	369,601,000	369,601,000
44,352,120 Ordinary shares of Tk. 10 each issued bonus shares	443,521,200	443,521,200
26,611,274 Ordinary shares of Tk. 10 each issued bonus shares	266,112,740	266,112,740
53,222,550 Ordinary shares of Tk. 10 each issued for right IR:5	532,225,500	532,225,500
34,594,656 Ordinary shares of Tk. 10 each issued bonus shares	345,946,560	345,946,560
45,664,946 Ordinary shares of Tk. 10 each issued bonus shares	456,649,460	456,649,460
42,620,616 Ordinary shares of Tk. 10 each issued bonus shares	426,206,160	426,206,160
37,506,142 Ordinary shares of Tk. 10 each issued bonus shares	375,061,420	375,061,420
50,633,292 Ordinary shares of Tk. 10 each issued bonus shares	506,332,920	506,332,920
55,696,621 Ordinary shares of Tk. 10 each issued bonus shares	556,966,210	556,966,210
30,633,141 Ordinary shares of Tk. 10 each issued bonus shares	306,331,410	306,331,410
64,329,597 Ordinary shares of Tk. 10 each issued bonus shares	643,295,970	-
	<u>7,076,255,750</u>	<u>6,432,959,780</u>

### 13.3 Capital to Risk-weighted Asset Ratio (CRAR)

In terms of section 13 (2) of the Banking Companies Act, 1991 and Bangladesh Bank BRPD circulars no. 18 dated 21 December 2014 relating to implementation of Basel III in Bangladesh, risk weighted assets (RWA), required capital, available common equity tier 1 capital, additional tier 1 capital and tier 2 capital of the Bank as on 31 December 2021 are shown below:

#### 13.3.1 Capital to Risk-weighted Asset Ratio (CRAR) under SOLO basis

##### A. Total Risk Weighted Assets (RWA)

Credit Risk Weighted Assets	207,776,091,982	169,917,045,406
Market Risk Weighted Assets	3,968,156,685	7,853,410,777
Operational Risk Weighted Assets	21,010,135,055	18,156,620,745
	<u>232,754,383,722</u>	<u>195,927,076,928</u>

##### B. Minimum Capital Requirement (MCR) with Capital Conservation Buffer (12.50% of RWA)

<u>29,094,297,965</u>	<u>24,490,884,616</u>
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##### C. Common Equity Tier 1 (CET1) Capital (Going-concern capital)

Paid up share capital	7,076,255,750	6,432,959,780
Share premium	-	-
Statutory reserve	7,829,751,092	6,979,751,092
Retained earnings	3,318,173,357	2,966,440,052
	<u>18,224,180,199</u>	<u>16,379,150,924</u>

##### Less : Regulatory Adjustments

Deferred tax assets	178,360,999	176,443,674
Intangible assets	7,206,482	5,359,500

##### Common Equity Tier 1 (CET1) Capital

<u>18,038,612,718</u>	<u>16,197,347,750</u>
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##### Required Common Equity Tier 1 (CET1) Capital [7.00% of risk weighted assets]

16,292,806,861	13,714,895,385
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##### D. Excess Common Equity Tier 1 Capital (C - 7% of RWA)

<u>1,745,805,857</u>	<u>2,482,452,365</u>
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	31.12.2021 Taka	31.12.2020 Taka
<b>E. Additional Tier 1 (AT1) Capital</b>		
Non-cumulative Irredeemable Preference Shares	-	-
Trust Bank Limited Perpetual Bond	4,000,000,000	650,000,000
Others (if any item approved by Bangladesh Bank)	-	-
	4,000,000,000	650,000,000
Less : Regulatory Adjustments	-	-
<b>Total Additional Tier 1 (AT1) Capital</b>	<b>4,000,000,000</b>	<b>650,000,000</b>
Maximum Limit of Additional Tier 1 Capital [1.5% of RWA + 33.33% of Excess CET1]	4,073,192,848	3,766,307,527
<b>Total Admissible Additional Tier-1 Capital</b>	<b>4,000,000,000</b>	<b>650,000,000</b>
Excess Amount over Maximum Limit / (Unoccupied Limit) of Tier-1 Capital	(73,192,848)	(3,116,307,527)
<b>F. Total Tier- 1 Capital (C+E)</b>	<b>22,038,612,718</b>	<b>16,847,347,750</b>
<b>G. Tier 2 Capital (Gone-Concern Capital)</b>		
General Provision	4,389,864,000	3,432,986,500
Trust Bank Limited Subordinated Bond	7,800,000,000	9,600,000,000
Revaluation reserves	-	-
	12,189,864,000	13,032,986,500
Less : Regulatory Adjustments		
Revaluation Reserves (according to Phase-in deductions as per Basel III Guideline)	-	-
<b>Total Tier 2 Capital</b>	<b>12,189,864,000</b>	<b>13,032,986,500</b>
Maximum Limit of Tier 2 Capital [4.00% of total RWA plus 88.89% of Excess CET 1]	10,862,022,175	10,043,734,984
<b>Total Admissible Tier-2 Capital</b>	<b>10,862,022,175</b>	<b>10,043,734,984</b>
Excess Amount over Maximum Limit/ (Unoccupied Limit) of Tier-2 Capital	-	-
<b>H. Total Eligible Regulatory Capital (Tier 1 &amp; 2) (F+G)</b>	<b>32,900,634,893</b>	<b>26,891,082,734</b>
<b>Surplus Capital as per Bank weighted Assets (H - B)</b>	<b>3,806,336,928</b>	<b>2,400,198,118</b>
<b>Capital to Risk-weighted Asset Ratio (CRAR) (H/A)*100</b>	<b>14.14%</b>	<b>13.73%</b>
Common Equity Tier 1 to RWA (C/A)*100	7.75%	8.27%
Tier 1 Capital to RWA (F/A)*100	9.47%	8.60%
Tier-2 Capital to RWA (G/A)*100	4.67%	5.13%

13.3 (a) **Capital Adequacy Ratio under Consolidated basis**

<b>A. Total Risk Weighted Assets (RWA)</b>		
Credit Risk Weighted Assets	206,805,741,137	168,906,535,722
Market Risk Weighted Assets	9,773,937,477	11,225,942,342
Operational Risk Weighted Assets	21,758,748,059	18,545,673,263
	<b>238,338,426,673</b>	<b>198,678,151,327</b>
<b>B. Minimum Capital Requirement (MCR) with Capital Conservation Buffer (CCB) [12.50% of risk weighted assets]</b>	<b>29,792,303,334</b>	<b>24,834,768,916</b>
<b>C. Common Equity Tier 1 (CET1) Capital (Going-concern capital)</b>		
Paid up capital	7,076,255,750	6,432,959,780
Non-controlling interest	152,094,046	217,081,346
Share premium	-	-
Statutory reserve	7,829,751,092	6,979,751,092
Retained earnings	3,667,427,926	3,319,387,820
	<b>18,725,528,814</b>	<b>16,949,180,038</b>
Less: Regulatory Adjustments		
Deferred Tax-Assets	274,974,505	180,465,873
Intangible assets	7,206,482	5,359,500
<b>Common Equity Tier 1 (CET1) Capital</b>	<b>18,443,347,827</b>	<b>16,763,354,665</b>
Required Common Equity Tier 1 (CET1) Capital [7.00% of risk weighted assets]	16,683,689,867	13,907,470,593
<b>D. Excess Common Equity Tier 1 Capital (C - 7% of RWA)</b>	<b>1,759,657,960</b>	<b>2,855,884,072</b>



	31.12.2021 Taka	31.12.2020 Taka
<b>E. Additional Tier 1 (AT1) Capital</b>		
Non-cumulative irredeemable preference shares	-	-
Trust Bank Limited Perpetual Bond	4,000,000,000.00	650,000,000.00
Others (if any item approved by Bangladesh Bank)	-	-
	<u>4,000,000,000.00</u>	<u>650,000,000.00</u>
Less : Regulatory Adjustments	-	-
	<u>4,000,000,000.00</u>	<u>650,000,000.00</u>
Maximum Limit of Additional Tier 1 Capital [1.5% of RWA + 33.33% of Excess CET1]	4,161,570,398	3,932,038,431
<b>Total Admissible Additional Tier-1 Capital</b>	<u>4,000,000,000</u>	<u>650,000,000</u>
Excess Amount over Maximum Limit/ (Unoccupied Limit) of Tier-1 Capital	(161,570,398)	(3,282,038,431)
<b>F. Total Tier- 1 Capital (C+E)</b>	<u>22,443,347,827</u>	<u>17,413,354,665</u>
<b>G. Tier 2 Capital (Gone-Concern Capital)</b>		
General Provision	4,389,864,000	3,432,986,500
Trust Bank Limited Subordinated Bond	7,800,000,000	9,600,000,000
Revaluation Reserves	-	-
	<u>12,189,864,000</u>	<u>13,032,986,500</u>
Less : Regulatory Adjustments		
Revaluation Reserves (according to Phase-in deductions as per Basel III Guideline)	-	-
	<u>12,189,864,000</u>	<u>13,032,986,500</u>
Maximum Limit of Tier 2 Capital [4.00% of total RWA plus 88.89% of Excess CET 1]	11,097,697,028	10,485,721,404
<b>Total Admissible Tier-2 Capital</b>	<u>11,097,697,028</u>	<u>10,485,721,404</u>
Excess Amount over Maximum Limit/ (Unoccupied Limit) of Tier-2 Capital	-	-
<b>H. Total Eligible Regulatory Capital (Tier 1 &amp; 2) (F+G)</b>	<u>33,541,044,855</u>	<u>27,899,076,069</u>
<b>Surplus Capital as per Bank Weighted Assets (H-B)</b>	<u>3,748,741,521</u>	<u>3,064,307,153</u>
<b>Capital to Risk-weighted Asset Ratio (CRAR) (H/A)*100</b>	<b>14.07%</b>	<b>14.04%</b>
Common Equity Tier 1 to RWA (C/A)* 100	7.74%	8.44%
Tier I Capital to RWA (F/A)*100	9.42%	8.76%
Tier II Capital to RWA (G/A)*100	4.66%	5.28%
<b>13.4 Leverage Ratio under SOLO basis</b>		
A. Tier-1 Capital - considering all regulatory adjustments	<u>22,038,612,718</u>	<u>16,847,347,750</u>
B. On- Balance Sheet Exposure	357,872,313,067	345,886,856,006
C. Off-Balance Sheet Exposure	78,154,023,595	46,324,650,137
D. Total Deduction from On and Off-Balance Sheet Exposure/ Regulatory adjustments made to Tier 1 capital	221,758,947	181,803,174
<b>E. Total Exposure (B+C-D)</b>	<u>435,804,577,715</u>	<u>392,029,702,969</u>
Leverage Ratio (A/E)*100	<u>5.06%</u>	<u>4.30%</u>
<b>13.4 (a) Leverage Ratio under Consolidated basis</b>		
A. Tier-1 Capital - considering all regulatory adjustments	<u>22,443,347,827</u>	<u>17,413,354,665</u>
B. On- Balance Sheet Exposure	379,751,526,525	347,569,737,652
C. Off-Balance Sheet Exposure	78,177,148,595	46,385,180,137
D. Total Deduction from On and Off-Balance Sheet Exposure/ Regulatory adjustments made to Tier 1 capital	287,962,703	186,230,386
<b>E. Total Exposure (B+C-D)</b>	<u>457,640,712,417</u>	<u>393,768,687,403</u>
Leverage Ratio (A/E)*100	<u>4.90%</u>	<u>4.42%</u>



13.5 Percentage of shareholdings at the closing date

	31.12.2021 Taka		31.12.2020 Taka	
	Amount (in Taka)		Percentage (%)	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
Sponsors	4,245,692,410	3,859,720,380	60.00%	60.00%
Financial Institutions	1,138,266,730	1,050,967,290	16.09%	16.34%
Foreign Investors	11,641,340	37,654,450	0.16%	0.59%
Non-Resident Bangladeshi	7,671,820	10,551,260	0.11%	0.16%
General Public	1,672,983,450	1,474,066,400	23.64%	22.91%
<b>Total</b>	<b>7,076,255,750</b>	<b>6,432,959,780</b>	<b>100.00%</b>	<b>100.00%</b>

13.6 Shareholding Range on the basis of shareholdings as on 31 December 2021

Shareholding Range	No. of Shareholders	Number of Shares	%
1 to 500	4,879	812,143	0.11%
501 to 5,000	5,887	11,807,653	1.67%
5,001 to 10,000	538	3,712,800	0.52%
10,001 to 20,000	272	3,773,389	0.53%
20,001 to 30,000	59	1,451,816	0.21%
30,001 to 40,000	41	1,400,497	0.20%
40,001 to 50,000	17	764,742	0.11%
50,001 to 100,000	41	2,936,408	0.41%
100,001 to 1,000,000	49	14,018,847	1.98%
1,000,001 and More	27	666,947,280	94.25%
<b>Total</b>	<b>11,810</b>	<b>707,625,575</b>	<b>100.00%</b>

13 (a) Non-Controlling Interest

Share Capital

07 nos. shares of Trust Bank Investment Limited @ Tk. 100 each  
01 no Share of Trust Bank Securities Limited @ Tk. 10 each  
22,050,000 nos Shares of Trust Axiata Digital Limited @ Tk. 10 each

700	700
10	10
220,500,000	220,500,000
<b>220,500,710</b>	<b>220,500,710</b>

Undistributed Profit

Cumulative Profit as of 1 January  
Profit for the year

(3,419,364)	79
(64,987,300)	(3,419,443)
(68,406,664)	(3,419,364)
<b>152,094,046</b>	<b>217,081,346</b>

14 STATUTORY RESERVE

Balance on 1 January  
Reserve made during the year  
Closing Balance

6,979,751,092	6,579,751,092
850,000,000	400,000,000
<b>7,829,751,092</b>	<b>6,979,751,092</b>

14.1 As per Section 24(1) of The Banking Companies Act, 1991, every banking company shall create a statutory reserve and if the amount of such fund together with the amount in the share premium account is less than its paid-up capital, it shall transfer at an amount not less than 20% of net profit before taxes to statutory reserve fund. Trust Bank Limited has maintained the required fund for statutory reserve, an amount of BDT 850,000,000 has been transferred to statutory reserve in current year on lump sum basis.

15 OTHER RESERVE

Revaluation Reserve

Balance on 1 January  
Reserve made/(adjusted) during the year  
Closing Balance

657,678,748	22,299,687
(625,812,664)	635,379,061
<b>31,866,084</b>	<b>657,678,748</b>



		31.12.2021 Taka	31.12.2020 Taka
<p>Investments which have 'fixed or determinable payments', and are intended to be 'held to maturity' other than those which are floating and/or free to trade in the market at prevailing prices are classified as held to maturity and must be amortized at the end of the year before maturity. Investments classified in the category of 'Held for Trading' are held indeed selling or purchasing –in short- trading as decided by the management of the bank or treasury. After initial recognition, investments of such categories are measured at their fair value once in a week. The increase in case of amortization of Investment under 'Held to maturity' and any change in the fair value in case of Investment under 'held for Trading' is to be accounted for in the 'Statement of changes in Equity' under the head Other Reserve as Surplus/Deficit on revaluation of investment.</p>			
<b>16</b>	<b>RETAINED EARNINGS</b>		
	Balance on 1 January	2,966,440,052	2,208,787,515
	Issue of Bonus Shares	(643,295,970)	(306,331,410)
	Cash Dividend	(643,295,978)	(306,331,419)
		<u>1,679,848,104</u>	<u>1,596,124,686</u>
	Net Profit for the year transferred from Profit and Loss Account	2,744,120,140	1,788,197,339
	Less: Transferred to Statutory Reserve	850,000,000	400,000,000
	Less: Transferred to Start up Fund	27,441,201	17,881,973
	Less: Coupon Interest on TBL Perpetual Bond	228,353,686	-
		<u>1,638,325,253</u>	<u>1,370,315,366</u>
		<b><u>3,318,173,357</u></b>	<b><u>2,966,440,052</u></b>
<b>16 (a)</b>	<b>Consolidated Retained Earnings</b>		
	Trust Bank Limited	3,318,173,357	2,966,440,052
	Trust Bank Securities Limited	83,563,211	19,616,563
	Trust Bank Investment Limited	336,890,297	336,890,297
	Trust Axiata Digital Limited	(139,605,603)	(6,978,456)
		<u>3,599,021,262</u>	<u>3,315,968,456</u>
	Less: Transfer to non-controlling interest	(68,406,664)	(3,419,364)
	Closing Balance	<b><u>3,667,427,926</u></b>	<b><u>3,319,387,820</u></b>
<b>17</b>	<b>CONTINGENT LIABILITIES</b>		
	Acceptances and endorsements	43,727,307,019	21,015,859,746
	Letters of Guarantee	34,160,282,594	28,545,333,973
	Irrevocable Letter of Credits	50,012,640,106	33,158,638,906
	Bills for Collection	5,310,162,153	4,683,845,177
		<u>133,210,391,872</u>	<u>87,403,677,802</u>
	<b>Other commitments</b>		
	Documentary	-	-
	Forward assets	6,233,833,162	4,626,951,550
	Undrawn note	-	-
	Undrawn formal	-	-
		<u>6,233,833,162</u>	<u>4,626,951,550</u>
		<b><u>139,444,225,034</u></b>	<b><u>92,030,629,352</u></b>
<b>17.1</b>	<b>Acceptances and endorsements</b>		
	Acceptance Bills - Local	2,735,327,182	1,512,620,845
	Acceptance Bills - Foreign	39,819,373,321	18,913,134,942
	Acceptance Liabilities - Back to Back L/C	1,172,606,516	590,103,959
		<u>43,727,307,019</u>	<u>21,015,859,746</u>
<b>17.2</b>	<b>Letters of Guarantee</b>		
	Letters of Guarantee - Local	32,888,233,803	27,293,861,336
	Letters of Guarantee -Foreign	1,272,048,791	1,251,472,637
		<u>34,160,282,594</u>	<u>28,545,333,973</u>
<b>17.2.1</b>	<b>Money for which the bank is contingently liable in respect of guarantees given favoring :</b>		
	Directors or Officers	-	-
	Government	1,396,267,286	714,425,240
	Banks and other financial institutions	1,434,159,893	1,489,696,428
	Others	31,329,855,415	26,341,212,305
		<u>34,160,282,594</u>	<u>28,545,333,973</u>



		31.12.2021 Taka	31.12.2020 Taka
<b>17.2 (a)</b>	<b>Consolidated Letters of Guarantee</b>		
	Trust Bank Limited	34,160,282,594	28,545,333,973
	Trust Bank Securities Limited	-	-
	Trust Bank Investment Limited	23,125,000	60,530,000
	Trust Axiata Digital Limited	-	-
		<b>34,183,407,594</b>	<b>28,605,863,973</b>
<b>17.3</b>	<b>Irrevocable Letter of Credits</b>		
	Letter of Credit - Local	191,442,210	334,946,385
	Letter of Credit - Foreign	20,079,801,139	22,890,623,657
	Letter of Credit - Back to Back L/C	4,465,444,805	2,251,739,212
	Letter of Credit - Usance (Foreign)	21,311,072,536	7,081,623,204
	Letter of Credit - EPZ	1,216,345,262	-
	Letter of Credit - Back to Back (EDF) - Foreign	2,748,534,154	599,706,448
		<b>50,012,640,106</b>	<b>33,158,638,906</b>
<b>17.4</b>	<b>Bills for Collection</b>		
	Outward Bills for Collection	31,443,071	13,328,574
	Local Documentary Bill for Collection	2,944,191,798	1,830,316,863
	Foreign Documentary Bills for Collection	2,334,527,284	2,840,199,740
		<b>5,310,162,153</b>	<b>4,683,845,177</b>
<b>17.5</b>	<b>Other commitments</b>		
	Forward Sale- USD	5,415,550,462	4,626,951,550
	Forward Sale- BDT	526,571,400	-
	Forward Sale- EUR	291,711,300	-
		<b>6,233,833,162</b>	<b>4,626,951,550</b>
<b>17 (a)</b>	<b>Consolidated Contingent Liabilities</b>		
	Trust Bank Limited	139,444,225,034	92,030,629,352
	Trust Bank Securities Limited	-	-
	Trust Bank Investment Limited	23,125,000	60,530,000
	Trust Axiata Digital Limited	-	-
		<b>139,467,350,034</b>	<b>92,091,159,352</b>
<b>18</b>	<b>INCOME STATEMENTS</b>		
	<b>Income:</b>		
	Interest/Profit, discount and similar income	23,743,108,154	23,077,667,126
	Dividend income	90,930,106	42,736,013
	Fees, commission and brokerage	1,717,106,375	1,324,176,433
	Gains less losses arising from dealing in securities	1,341,980,814	489,184,801
	Other operating income	501,406,624	473,468,166
		<b>27,394,532,073</b>	<b>25,407,232,539</b>
	<b>Expenses:</b>		
	Interest / profit paid on deposits, borrowings etc.,	11,341,359,153	13,678,470,839
	Administrative expenses	3,701,268,839	3,336,010,424
	Other operating expenses	2,320,368,031	1,013,030,677
	Depreciation on banking assets	74,262,495	94,546,474
		<b>17,437,258,518</b>	<b>18,122,058,414</b>
	<b>Profit before provision</b>	<b>9,957,273,555</b>	<b>7,285,174,125</b>

	31.12.2021 Taka	31.12.2020 Taka
<b>19 INTEREST INCOME</b>		
<b>19.1 Interest Income under Conventional banking</b>		
<b>Interest from Loans and Advances</b>		
Interest on Repair & Recon. of Dwelling House (RRDH)	35,179,277	59,311,215
Interest on Consumer Durable Scheme	-	12,713
Interest on Marriage Loans	16,986	126,452
Interest on Car Loans	5,564,168	6,400,039
Interest on House Building Loans	551,034,482	586,797,731
Interest on Term Loans	5,666,298,508	5,130,736,340
Interest on Other Loans	5,797,848,586	5,789,884,479
Interest on SME Loan	605,722,259	698,691,075
Interest on PAD - EDF	71,202,273	65,648,700
Interest on Staff Loan	37,347,824	36,698,042
Interest on LTR	451,615,577	428,667,649
Interest on Payment Against Documents (PAD)	6,020,933	5,720,976
Interest on Cash Credit	67,321,312	114,391,870
Interest on Cash Collateral	219,879,640	264,386,395
Interest on Overdraft	1,382,178,169	1,635,108,881
Interest on SOD	105,666,116	105,796,884
Interest on Inland Bills Purchased and Discounted	411,428,194	236,021,440
Interest on Foreign Bills Purchased and Discounted	65,839,302	18,262,448
	<b>15,480,163,606</b>	<b>15,182,663,329</b>
<b>Interest from Banks and Other Financial Institutions</b>		
Interest on FDR Account	187,166,736	379,057,783
Interest on Bangladesh Bank Foreign Currency Accounts	624,967	12,529,667
Interest on SND Account	837,304	1,047,791
Interest Received on Call Lending to Banks- USD	5,615,726	16,620,527
Interest Received on FDR with other Banks- USD	32,160,284	4,661,095
Interest on Short Notice Lending	53,104,167	106,318,473
Interest Received from Other Bank - CD	18,321,965	-
Interest on Call Deposits	7,982,027	29,252,222
	<b>305,813,176</b>	<b>549,487,558</b>
Interest received from Foreign Banks	7,160,357	1,053,087
	<b>15,793,137,139</b>	<b>15,733,203,974</b>
<b>19.2 Profit under Islamic banking</b>		
Profit on Murabaha (RM)	261,612	-
Profit on Bai-Muajjal	945,876,039	987,777,219
Profit on HPSM-Capital Machinery	206,075,522	185,761,262
Profit on IHSAN Apartment Purchase Scheme	17,536,884	19,191,374
Profit on BARAKAT Home Construction Scheme	14,982,893	16,650,428
Profit on BARAKAT Car Scheme	702,865	803,008
Profit on HPSM- Real Estate	98,267,985	102,935,906
Profit on Murabaha TR	80,917,455	167,619,579
Profit on Bai-Salam	262,019	-
Profit on TIB House Building Scheme-HBL (RM)	-	3,514
Profit on Murabaha Import Bills (MIB)	14,341	-
Profit on TIB Household Durable Scheme( Household Durable)	117,518	151,650
Profit on MIB - EDF - TIB	19,265,920	26,163,581
Profit on HPSM General	259,006,236	268,574,018
Profit on Barkat Doctors Scheme	94,551	131,829
Profit on Trust Nibash	323,916	423,477
Profit on Trust Power	51,368	129,448
Profit on FDBP - TIB	6,347	2,449
Profit on Bai Muajjal under Stimulus Package	44,743,130	9,721,169
Profit on Bai-Muajjal under Stimulus Package (SME)	21,735,076	7,677,856
Profit on Baim WES/Doc Bills	210,042	39,211
Profit on HPSM under Stimulus Package (RMG)	1,186,486	605,349
Profit on Musharaka agt. IBP	2,008,443	3,553,954
Profit Suspense - Musharaka IBP USD	1,323,361	3,324,121
	<b>1,714,970,009</b>	<b>1,801,240,402</b>



	31.12.2021 Taka	31.12.2020 Taka
<b>Profit from Banks and Other Financial Institutions</b>		
Profit on Mudaraba Term Deposits	185,100,487	287,724,140
<b>Profit under Islamic banking</b>	<b>1,900,070,496</b>	<b>2,088,964,542</b>
	<b>17,693,207,635</b>	<b>17,822,168,516</b>
Less: Rebate for Good Borrowers	-	-
	<b>17,693,207,635</b>	<b>17,822,168,516</b>

The Bank has transferred interest accrued during the year on "Sub-Standard", "Doubtful" or "Bad/Loss" to Interest Suspense Account instead of Interest Income Account in line with BRPD Circular No. 14 date 23 September 2012. The Bank has also transferred any unrealized accrued interest on rescheduled loans to Interest Suspense Account instead of Interest Income in line with BRPD Circular No. 14 date 23 September 2012.

To comply with the aforementioned circulars, the Bank had transferred a sum of Tk. 2,415,219,403.00 to Interest Suspense Account during the year, resulting in total Interest Suspense of Tk. 5,325,717,104.00 as at 31 December 2021.

19 (a) <b>Consolidated Interest Income/profit on investment</b>			
Trust Bank Limited	Note-19	17,693,207,635	17,822,168,516
Trust Bank Securities Limited		-	-
Trust Bank Investment Limited		57,164,093	36,941,260
Trust Axiata Digital Limited		-	-
		<b>17,750,371,728</b>	<b>17,859,109,776</b>
Less : Inter Company Transaction		23,264,829	6,187
		<b>17,727,106,899</b>	<b>17,859,103,589</b>

## 20 INTEREST PAID ON DEPOSITS AND BORROWINGS

### 20.1 Interest paid on deposits

Interest on Savings Account	987,641,137	879,638,351
Interest on SND Account	265,792,019	307,580,522
Interest on FDR Account	4,799,039,055	7,232,105,637
Interest on Scheme Deposits	2,275,509,346	1,997,905,492
Interest on Foreign Currency Deposit	124,928,905	77,433,284
	<b>8,452,910,462</b>	<b>10,494,663,286</b>

### 20.2 Profit paid on Islamic Banking Deposits

Profit Paid on Mudaraba Savings Account	125,936,060	95,021,694
Profit Paid on Mudaraba SND	7,498,952	8,715,102
Interest Paid on Mudaraba TDR	1,027,961,187	1,570,243,379
Profit Paid on Mudaraba MTDR - 1 Month	153,794	186,299
Profit Paid on TBL Barakat Hajj Deposit Scheme	2,584,720	2,334,168
Profit on Mudaraba Kotipati Scheme (MKS)	23,722,149	19,348,637
Profit on Mudaraba Millionaire Scheme (MMS)	30,658,576	33,054,538
Profit on Mudaraba Money Double Scheme (MMDS)	21,378,658	20,009,608
Profit Paid on DPMSA	645,557	652,909
Profit Paid on TEMSA	2,287,832	1,889,723
Profit Paid on Mudaraba Monthly Savings Scheme	85,988,732	68,722,018
Profit paid on Trust Bank Mudaraba Cash Waqf	50,601	58,664
Profit paid on MMPS	142,570,203	113,991,391
Profit paid on TIB Payroll	713,345	505,511
Profit paid on Provident Fund Account (TIB Payroll)	154,914	77,113
Profit Paid on Trust Mudaapah Deposit Scheme (TMDS)	10,072,084	6,634,229
Profit Paid on Mudaraba Seniors Deposit Account [MSDA]	847,776	99
Profit Paid on MTDR-Seniors	6,534,699	109,602
Profit Paid on MMPS-Seniors	13,825,058	30,631
Profit paid on 10 Taka Farmers-MSA	354	650
Profit Paid on Mudaraba Porua Account	33,385	173
Profit Paid on Mudaraba Junior Savings Scheme (MJSS)	29,993	56
	<b>1,503,648,629</b>	<b>1,941,586,194</b>



		31.12.2021 Taka	31.12.2020 Taka
<b>20.3</b>	<b>Interest paid on borrowings</b>		
<b>20.3.1</b>	<b>Conventional Banking</b>		
	Interest on Call Deposits.	23,871,417	38,980,208
	Interest on Repo	118,391,844	60,490,028
	Interest on Lease Finance	68,093,719	61,742,652
	Interest on Other Borrowings	1,174,443,082	1,068,385,538
		<b>1,384,800,062</b>	<b>1,229,598,426</b>
<b>20.3.2</b>	<b>Islamic Banking</b>		
	Profit paid on Bangladesh Bank Borrowings	-	12,622,933
		<b>11,341,359,153</b>	<b>13,678,470,839</b>
<b>20.3.1.1</b>	<b>Interest on Other Borrowings</b>		
	Interest on Trust Bank Limited Subordinated Bond	856,606,191	845,793,561
	Interest on Bangladesh Bank Refinance	265,511,399	219,622,286
	Interest on Call Loan and Short Notice Borrowings	45,154,676	2,969,691
	Interest Expense on Swap/ Forward Deal	7,170,816	-
		<b>1,174,443,082</b>	<b>1,068,385,538</b>
<b>20 (a)</b>	<b>Consolidated Interest / profit paid on deposits, borrowings etc. on investment</b>		
	Trust Bank Limited	11,341,359,153	13,678,470,839
	Trust Bank Securities Limited	-	-
	Trust Bank Investment Limited	23,275,876	6,187
	Trust Axiata Digital Limited	-	-
		<b>11,364,635,029</b>	<b>13,678,477,026</b>
	Less : Inter Company Transaction	23,264,829	6,187
		<b>11,341,370,200</b>	<b>13,678,470,839</b>
<b>21</b>	<b>INCOME FROM INVESTMENTS</b>		
<b>21.1</b>	<b>Income from Conventional Banking</b>		
	Income from Treasury bills	117,136,237	1,827,918,078
	Income from Treasury bonds	5,237,618,737	2,930,880,237
	Income from Reverse REPO	1,115,648	45,480,757
	Lottery on Prize Bond	10,000	-
	Income from Corporate Bonds	410,369,429	335,840,316
	Dividend Income	90,702,763	42,337,190
	Income on Investment in Commercial Paper	-	32,908,133
	Interest Income on Swap/ Forward Deal	43,280,081	10,522,202
	Gain from sales of shares	471,215	-
	Dividend/Coupon on Investment in Perpetual Bond	70,524,071	-
	Income on Bangladesh Government Investment Sukuk (BGIS)	13,612,356	-
	Capital Gain on Sale of Treasury Bill/Bonds	1,327,897,243	489,184,801
		<b>7,312,737,780</b>	<b>5,715,071,714</b>
<b>21.2</b>	<b>Income from Islamic Banking Investments</b>		
	Profit on Bangladesh Govt. Islamic Investment Bond	63,827,796	52,470,687
	Income from Corporate Bonds	26,556,712	14,002,192
	Dividend Income	227,343	398,823
	Profit on Investment of TIB	4,430,951	5,272,498
	Dividend/Coupon on Investment in Mudaraba Perpetual Bond	41,450,959	-
	Income on Bangladesh Government Investment Sukuk (BGIS)	33,579,898	203,510
		<b>170,073,659</b>	<b>72,347,710</b>
		<b>7,482,811,439</b>	<b>5,787,419,424</b>
<b>21(a)</b>	<b>Consolidated Income from Investment</b>		
	Trust Bank Limited	7,482,811,439	5,787,419,424
	Trust Bank Securities Limited	20,459,923	12,835,997
	Trust Bank Investment Limited	545,423,527	65,171,612
	Trust Axiata Digital Limited	-	-
		<b>8,048,694,889</b>	<b>5,865,427,033</b>

		31.12.2021 Taka	31.12.2020 Taka
<b>22</b>	<b>COMMISSION, EXCHANGE AND BROKERAGE</b>		
	Commission	984,813,924	755,910,379
	Exchange gain	732,292,451	568,266,054
	Brokerage Income	-	-
		<u>1,717,106,375</u>	<u>1,324,176,433</u>
<b>22.1</b>	<b>Commission Income</b>		
	Commission on DD, MT, TT, PO etc.	3,943,751	4,541,039
	Commission on Bills	27,406,070	21,577,166
	Commission on Letter of Guarantee	298,377,087	246,352,433
	Commission on Letter of Credit	324,853,072	264,610,915
	Commission on Foreign Remittances	6,994,481	4,212,808
	Commission on Sale of Government Securities	47,467,735	42,307,467
	Commission on Accepted Bills	252,408,238	155,822,797
	EMI Commission on Credit Card	3,871,830	2,013,634
	Other Commission	19,491,660	14,472,120
		<u>984,813,924</u>	<u>755,910,379</u>
<b>22.2</b>	<b>Exchange Gain</b>		
	Exchange Gain on Foreign Bills Purchased	2,321,970	911,595
	Exchange Gain on Foreign Currencies	729,640,388	566,834,016
	Exchange Gain - Others	330,093	520,443
		<u>732,292,451</u>	<u>568,266,054</u>
<b>22 (a)</b>	<b>Consolidated Commission, exchange and brokerage</b>		
	Trust Bank Limited	1,717,106,375	1,324,176,433
	Trust Bank Securities Limited	80,387,846	18,724,716
	Trust Bank Investment Limited	-	667
	Trust Axiata Digital Limited	-	-
		<u>1,797,494,221</u>	<u>1,342,901,816</u>
<b>23</b>	<b>OTHER OPERATING INCOME</b>		
	Locker Rent	1,702,100	1,754,600
	Swift Charge (Net)	35,341,523	27,692,163
	Postage Charge (Net)	544,984	2,274,477
	Incidental Charges	1,000	-
	Sale Proceeds of Forms	119,009	157,040
	Service Charges	56,357,112	69,582,114
	Service Compensation	287,778	707,202
	Front End Fees	17,718,958	38,964,286
	Notice Pay	2,614,534	1,069,159
	Closing Charge	1,899,617	2,320,404
	Sale Proceeds of Cheque books	5,500	5,500
	Income form Mobile Banking	-	7,283,581
	O/W Cheque Processing Fees	617,664	548,507
	Syndication Fees	7,200,000	6,425,000
	Income through Credit & ATM Card	181,862,386	134,440,618
	Profit on sale of Fixed Assets	-	201,161
	Insurance Premium Income	1,171	4,883
	SMS Notification Fees	46,934,778	43,324,165
	Service Charges on e-GP	842,478	885,827
	Service Charge on Passport	3,500	-
	Miscellaneous Foreign Exchange Income	70,621,280	60,575,544
	Trustee Fees	2,400,000	4,100,000
	RTGS Settlement Charge	4,718,960	2,595,582
	Charges for Footage	20,625	28,950
	Income from SWIFT - Export	85,510	19,153
	Indemnity for Shipping Guarantee Charge - Export	10,150	4,500
	Miscellaneous Earnings	69,496,007	68,503,750
		<u>501,406,624</u>	<u>473,468,166</u>

		31.12.2021	31.12.2020	
		Taka	Taka	
<b>23 (a)</b>	<b>Consolidated other operating income</b>			
	Trust Bank Limited	Note-23	501,406,624	473,468,166
	Trust Bank Securities Limited		9,230,699	8,181,271
	Trust Bank Investment Limited		45,024,156	17,356,489
	Trust Axiata Digital Limited		36,120,450	1,795,837
			<b>591,781,929</b>	<b>500,801,763</b>
<b>24</b>	<b>Salaries and allowances</b>			
	Basic Salary		976,550,972	933,129,082
	House Rent Allowances		487,815,265	466,561,925
	Conveyance Allowances		53,437,504	51,036,207
	Medical Allowances		197,938,082	187,268,834
	Leave Fare Assistances		78,531,153	73,843,847
	Leave Encashment		22,892,324	8,624,187
	Utility Allowances		4,182,230	3,901,826
	Telephone Allowance		404,227	372,577
	Club Membership Allowance		1,350,064	1,393,309
	Contractual Staffs Salary		26,449,497	23,264,185
	Managers' Charge Allowance		3,334,857	3,283,500
	Key Holding Allowance		1,191,795	1,152,000
	Cash Handling Allowances		6,184,232	5,804,500
	Festival Bonus		177,906,740	171,123,320
	Incentive for Covid 19		-	78,735,762
	Incentive Bonus		256,155,750	108,817,200
	Bank's Contribution to Provident Fund		95,740,351	91,163,442
	Bank's Contribution to Superannuation Fund		-	6,677,000
	Bank's Contribution to Employees' Gratuity Fund		101,749,680	94,018,320
	Termination Benefit		-	53,600
	SME DSR Commission		544,417	166,850
	Salary & Allowances to the Advisor of the Bank		1,800,000	3,600,000
			<b>2,494,159,140</b>	<b>2,313,991,473</b>
<b>24 (a)</b>	<b>Consolidated salaries and allowances</b>			
	Trust Bank Limited	Note-24	2,494,159,140	2,313,991,473
	Trust Bank Securities Limited		11,678,726	10,200,183
	Trust Bank Investment Limited		21,844,960	18,553,018
	Trust Axiata Digital Limited		110,164,284	-
			<b>2,637,847,110</b>	<b>2,342,744,674</b>
<b>25</b>	<b>RENT, TAXES, INSURANCE, ELECTRICITY, ETC.</b>			
	Rent	Note-25.1	185,787,085	133,056,810
	Electricity and Lighting		59,758,949	49,220,904
	Insurance		257,337,029	179,487,461
	Rates, Taxes & Excise Duty		32,141,495	19,019,881
	Fees & Renewals		34,953,711	29,925,414
	Generator Fuel		3,036,322	3,041,223
	Gas/Water Bill		1,597,074	1,168,821
			<b>574,611,665</b>	<b>414,920,514</b>
<b>25.1</b>	To implement IFRS 16: leases, the bank recorded interest expense on lease liabilities (note 20) and depreciation on RoU assets (Note 30) instead of charging rental expense of BDT 430,396,024.00 in 2021 against those rental premises that have been treated as leased assets (RoU) and shown in the balance sheet according to IFRS 16.			
<b>25 (a)</b>	<b>Consolidated rent, taxes, insurance, electricity etc.</b>			
	Trust Bank Limited	Note-25	574,611,665	414,920,514
	Trust Bank Securities Limited		1,409,226	1,570,311
	Trust Bank Investment Limited		2,405,869	1,736,418
	Trust Axiata Digital Limited		5,695,136	-
			<b>584,121,896</b>	<b>418,227,243</b>



		31.12.2021 Taka	31.12.2020 Taka
<b>26</b>	<b>POSTAGE, STAMPS, TELECOMMUNICATION, ETC.</b>		
	Stamp	11,395	7,130
	VISA Connectivity Charges	833,300	544,600
	VISA Membership Fees	8,227,000	352,000
	VISA SBRL Commission	2,287,060	502,553
	VISA Authorization Fees	-	2,089,495
	VISA VIROL Fees	543,960	183,616
	Bulk SMS Charge	13,259,603	8,495,000
	USSD Gateway Service Charge	42,000	4,365,000
	Security Compliance Charge	105,600	106,175
	ATM Driving Charge	878,000	864,000
	PCI-DSS, VbV, e-Mail Notification charges	159,600	264,600
	Link (Fibre/Radio) Charge	41,818,338	35,155,708
	ATM Card Expenditure	10,412,500	21,146,142
	Internet Charge	3,003,084	2,281,808
	Reuter Charge	2,905,121	2,908,547
	Telegram, Telex, Telephone, Trunk Call etc. (Net)	9,390,264	8,793,937
		<b>93,876,825</b>	<b>88,060,311</b>
<b>26 (a)</b>	<b>Consolidated postages, stamps, telecommunication, etc.</b>		
	Trust Bank Limited	93,876,825	88,060,311
	Trust Bank Securities Limited	42,399	322,870
	Trust Bank Investment Limited	338,940	352,659
	Trust Axiata Digital Limited	-	-
		<b>94,258,164</b>	<b>88,735,840</b>
<b>27</b>	<b>Stationery, Printing, Advertisement, Etc.</b>		
	Printing and Stationery (Net)	41,011,330	34,399,956
	Publicity and Advertisement	14,403,552	9,594,830
		<b>55,414,882</b>	<b>43,994,786</b>
<b>27 (a)</b>	<b>Consolidated stationery, printing, advertisement, etc. etc.</b>		
	Trust Bank Limited	55,414,882	43,994,786
	Trust Bank Securities Limited	215,926	90,395
	Trust Bank Investment Limited	361,266	183,960
	Trust Axiata Digital Limited	-	-
		<b>55,992,074</b>	<b>44,269,141</b>
<b>28</b>	<b>DIRECTORS' FEES</b>		
	Meeting fees	2,168,000	2,683,000
	Shariah Supervisory Committee's Fees	120,000	328,000
	Other benefits	-	-
		<b>2,288,000</b>	<b>3,011,000</b>
	Meeting fees include fees paid to the Directors for attending the meeting of the Board, Executive Committee and Audit Committee. Each Director was remunerated @ Tk. 8,000 per meeting according to Bangladesh Bank BRPD Circular Letter no. 11 dated 4 October 2015.		
<b>28 (a)</b>	<b>Consolidated directors fees</b>		
	Trust Bank Limited	2,288,000	3,011,000
	Trust Bank Securities Limited	78,000	66,000
	Trust Bank Investment Limited	51,000	72,000
	Trust Axiata Digital Limited	390,088	148,190
		<b>2,807,088</b>	<b>3,297,190</b>
<b>29</b>	<b>AUDITORS' FEES</b>		
	Statutory Audit	575,000	575,000
	Special Audit	-	345,000
		<b>575,000</b>	<b>920,000</b>

		31.12.2021	31.12.2020
		Taka	Taka
29 (a)	<b>Consolidated auditors' fees</b>		
	Trust Bank Limited	575,000	920,000
	Trust Bank Securities Limited	86,250	86,250
	Trust Bank Investment Limited	115,000	172,500
	Trust Axiata Digital Limited	345,000	180,000
		<b>1,121,250</b>	<b>1,358,750</b>
30	<b>DEPRECIATION AND REPAIR OF BANK'S ASSETS</b>		
	<b>Depreciation</b>		
	Fixed assets (For details please refer to Annexure - B)	91,298,407	100,370,654
	Right of Use Asses	376,649,762	363,427,653
		<b>467,948,169</b>	<b>463,798,307</b>
	<b>Repairs</b>		
	Building	6,800	8,260
	Furniture and fixtures	7,431,004	8,664,100
	Office equipment	16,994,465	19,186,477
	Bank's vehicles	3,136,596	2,642,661
	Maintenance	46,693,630	64,044,976
		<b>74,262,495</b>	<b>94,546,474</b>
		<b>542,210,664</b>	<b>558,344,781</b>
30 (a)	<b>Consolidated depreciation and repair of bank's assets</b>		
	Trust Bank Limited	542,210,664	558,344,781
	Trust Bank Securities Limited	368,406	446,688
	Trust Bank Investment Limited	7,133,546	10,683,391
	Trust Axiata Digital Limited	21,085,349	664,799
		<b>570,797,965</b>	<b>570,139,659</b>
31	<b>OTHER EXPENSES</b>		
	Business Development Expenses	14,329,879	9,509,238
	Clearing House Charge	84,504	68,599
	Conveyance	10,365,720	10,457,446
	Entertainment	20,017,313	17,569,358
	Car Expenses	116,601,806	107,816,538
	Bank charges	905,280	1,131,623
	Donation, Subscription and Membership Fees	67,012,370	6,038,108
	News Paper and Periodicals	700,414	728,933
	Oil and Lubricant	6,581,635	5,582,399
	Remittance Charges	492,781	519,412
	Support Staff Service	370,478,546	353,371,405
	Internship Allowances	1,172,200	727,800
	Honorarium for Banking Diploma	770,000	620,000
	Training & Recruitment Expenses	4,784,200	2,281,345
	Traveling Expenses	9,507,998	7,898,179
	Up Keep of Office Premises	11,127,298	9,017,805
	Washing Charges	2,850,051	3,131,194
	Loss on Amortisation of T. Bond -HTM	228,663,438	101,422,467
	Loss on Revaluation of Treasury Bond	70,587,148	7,601,521
	Loss on Sale of Fixed Assets	764,443	-
	Foreign Correspondence Expenses	5,974,179	5,893,984
	Amortization of Intangible Assets	4,647,685	3,664,421
	Special Reserve Fund	120,000,000	120,000,000
	CDBL Charges	1,257,900	1,810
	Share/Bond Issue Expense	20,191,810	34,039,950
	Cash Carrying Charges	10,776,407	10,938,455

		31.12.2021 Taka	31.12.2020 Taka
	Wages paid to daily Labor	287,650	219,545
	Purchase of Utensils	1,129,380	1,046,964
	NID Verification Charge	620,876	336,157
	IPO Bidding/Subscription Fees	9,000	-
	Contact Point Verification Fees (RB)	57,800	133,189
	Commission Paid to NPSB	19,264,210	15,813,985
	Trustee Fees	1,408,750	2,096,250
	Priority Pass Expense	2,639,163	1,993,966
	T cash account opening incentive	36,853	958,931
	Loss on Sale of Securities	1,140,578,122	126,492,155
	Amortization of Renovation Expense	48,433,108	37,444,349
	Compensation for COVID 19	5,000,000	-
	Miscellaneous Expenses	258,114	658,696
		<b>2,320,368,031</b>	<b>1,007,226,177</b>
<b>31 (a)</b>	<b>Consolidated other expenses</b>		
	Trust Bank Limited	2,320,368,031	1,007,226,177
	Trust Bank Securities Limited	11,893,649	3,479,792
	Trust Bank Investment Limited	12,471,692	9,737,014
	Trust Axiata Digital Limited	111,705,210	9,899,321
		<b>2,456,438,582</b>	<b>1,030,342,304</b>
<b>32</b>	<b>PROVISION FOR LOANS AND ADVANCES / INVESTMENTS</b>		
	Specific Provisions-against classified loans & advances	3,894,647,230	3,387,526,499
	General Provisions-against un-classified loans & advances	435,958,000	(1,190,378,000)
	Special General Provision for COVID-19	42,984,000	703,116,000
	General Provisions-against special mentioned accounts	8,007,000	(28,997,500)
		<b>4,381,596,230</b>	<b>2,871,266,999</b>
<b>32 (a)</b>	<b>Consolidated Provision for Loans &amp; Advances / Investment</b>		
	Trust Bank Limited	4,381,596,230	2,871,266,999
	Trust Bank Securities Limited	-	-
	Trust Bank Investment Limited	323,248,910	62,034,060
	Trust Axiata Digital Limited	-	-
		<b>4,704,845,140</b>	<b>2,933,301,059</b>
<b>33</b>	<b>PROVISION FOR DIMINUTION IN VALUE OF INVESTMENTS:</b>		
	Decline in value of investment should consist of the following divisions:		
	(a) Dealing securities		
	- Quoted	-	-
	- Unquoted	-	-
	(b) Investment securities		
	- Quoted	(17,155,465)	318,937
	- Unquoted	-	-
		<b>(17,155,465)</b>	<b>318,937</b>
	Provision for decreased NAV of Trust Bank Securities Ltd	<b>(17,155,465)</b>	<b>318,937</b>
		<b>(17,155,465)</b>	<b>318,937</b>
	Provision for Investment in Share has been made as per BRPD Circular No. 14 dated 25 June 2001 issued by Bangladesh Bank.		
<b>33 (a)</b>	<b>Consolidated Provision for diminution in value of investments</b>		
	Trust Bank Limited	(17,155,465)	318,937
	Trust Bank Securities Limited	-	281,427
	Trust Bank Investment Limited	179,138,058	-
	Trust Axiata Digital Limited	-	-
		<b>161,982,593</b>	<b>600,364</b>



	31.12.2021 Taka	31.12.2020 Taka
<b>34 OTHER PROVISION</b>		
General Provision for Off Balance Sheet Exposures	469,928,500	61,571,000
Provision for Other Assets	(19,298,525)	-
	<b>450,629,975</b>	<b>61,571,000</b>

34.1 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.

34.2 Provision for Other Assets has been made on the amount of Prepaid Legal Expenses that remained unadjusted as at 31 December 2021 as per rules & regulations enumerated in the BRPD Circular No. 14 dated 25 June 2001 issued by Bangladesh Bank.

<b>34 (a) Consolidated Other Provision</b>			31.12.2021 Taka	31.12.2020 Taka
Trust Bank Limited	Note-34		450,629,975	61,571,000
Trust Bank Securities Limited			-	-
Trust Bank Investment Limited			-	-
Trust Axiata Digital Limited			-	-
			<b>450,629,975</b>	<b>61,571,000</b>

35 The Bank has no secured liabilities on the reporting date and therefore the Bank has no asset pledged as security against such liabilities.

**36 Reconciliation of effective tax rate (Standalone)**

Particulars	31 December 2021		31 December 2020	
	%	Taka	%	Taka
Profit before provision		9,957,273,555		4,352,017,189
Income Tax as per applicable tax rate	37.50%	3,733,977,583	37.50%	1,632,006,446
<b>Factors affecting the Tax Change for the current year</b>				
Inadmissible Expenses	-13.84%	(1,378,354,302)	-6.46%	(281,215,405)
Admissible Expenses	1.31%	130,664,183	32.36%	1,408,312,061
Tax Exempted Income	0.00%	-	0.00%	-
Tax Savings from reduced tax rate for dividend	-0.16%	(15,912,769)	-0.17%	(7,478,802)
Tax loss/ savings from reduced tax rate for capital gain	-0.71%	(70,374,695)	-4.22%	(183,444,300)
Effect of deferred tax	-0.02%	(1,917,325)	-0.10%	(4,360,150)
<b>Total Income Tax expenses</b>	<b>24.08%</b>	<b>2,398,082,675</b>	<b>58.91%</b>	<b>2,563,819,850</b>

**37 EARNING PER SHARE (EPS)**

Profit attributable to outstanding ordinary share holders	2,744,120,140	1,788,197,339
Number of Ordinary Shares Outstanding	707,625,575	707,625,575
<b>Basic Earning per Share</b>	<b>3.88</b>	<b>2.53</b>

**37 (a) Consolidated Earning per Share (EPS)**

Profit attributable to outstanding ordinary share holders	2,675,439,641	1,798,669,863
Number of Ordinary Shares Outstanding	707,625,575	707,625,575
<b>Earning per Share</b>	<b>3.78</b>	<b>2.54</b>

**38 Net Asset Value (NAV) per Share**

Net Asset Value (NAV)	18,258,821,165	17,039,028,018
Number of Ordinary Shares Outstanding	707,625,575	707,625,575
<b>Net Asset Value (NAV) per Share</b>	<b>25.80</b>	<b>24.08</b>

**38 (a) Consolidated Net Asset Value (NAV) per Share**

Net Asset Value (NAV)	18,760,169,780	17,609,057,132
Number of Ordinary Shares Outstanding	707,625,575	707,625,575
<b>Net Asset Value (NAV) per Share</b>	<b>26.51</b>	<b>24.88</b>





	31.12.2021 Taka	31.12.2020 Taka
<b>39 Net Operating Cash Flow per share (NOCFPS)</b>		
Net Operating Cash Flow	(44,378,391,944)	39,794,899,569
Number of Ordinary Shares Outstanding	707,625,575	707,625,575
Net Operating Cash Flow per share (NOCFPS)	<u>(62.71)</u>	<u>56.24</u>
<b>39 (a) Consolidated Net Operating Cash Flow per share (NOCFPS)</b>		
Net Operating Cash Flow	(43,276,384,107)	39,374,157,388
Number of Ordinary Shares Outstanding	707,625,575	707,625,575
Net Operating Cash Flow per share (NOCFPS)	<u>(61.16)</u>	<u>55.64</u>
<b>40 INCOME RECEIVED FROM OTHER OPERATING ACTIVITIES</b>		
Locker Rent	1,702,100	1,754,600
Swift Charge (Net)	35,466,175	26,649,026
Postage Charge (Net)	544,984	2,274,477
Incidental Charges	1,000	-
Sale Proceeds of Forms	119,009	157,040
Service Charges	56,357,112	69,582,114
Service Compensation	287,778	707,202
Front End Fees	17,718,958	38,964,286
Notice Pay	2,614,534	1,069,159
Closing Charge	1,899,617	2,320,404
Sale Proceeds of Cheque books	5,500	5,500
Income form Mobile Banking	-	7,283,581
O/W Cheque Processing Fees	617,664	548,507
Syndication Fees	7,200,000	6,425,000
Income through Credit & ATM Card	181,862,386	134,440,618
Income from Government Securities	6,230,282,803	4,377,528,179
Interest on Corporate Bonds	319,144,852	235,531,217
Interest on Perpetual Bonds	33,484,440	-
Income on Investment in Commercial Paper	-	32,908,133
Interest Income on Swap/ Forward Deal	41,837,050	8,181,650
Profit on Investment in Islamic Bank Bond	4,430,951	5,272,498
Insurance Premium Income	1,171	4,883
Income on Bangladesh Government Investment Sukuk (BGIS)	47,395,764	-
SMS Notification Fees	46,934,778	43,324,165
Service Charges on e-GP	842,478	885,827
Service Charge on Passport	3,500	-
Miscellaneous Foreign Exchange Income	70,621,280	60,575,544
Trustee Fees	2,400,000	4,100,000
RTGS Settlement Charge	4,718,960	2,595,582
Charges for Footage	20,625	28,950
Income from SWIFT - Export	85,510	19,153
Indemnity for Shipping Guarantee Charge - Export	10,150	4,500
Miscellaneous Earnings	69,496,007	68,503,750
	<u>7,178,107,136</u>	<u>5,131,645,545</u>
<b>40 (a) Consolidated Income from Other Operating Activities</b>		
Trust Bank Limited	7,178,107,136	5,131,645,545
Trust Bank Securities Limited	110,890,577	82,528,101
Trust bank Investment Limited	590,447,683	36,610,904
Trust Axiata Digital Limited	344,999,515	1,972,556
	<u>8,224,444,911</u>	<u>5,252,757,106</u>

Note-40



	31.12.2021 Taka	31.12.2020 Taka
<b>41 EXPENSES PAID FOR OTHER OPERATING ACTIVITIES</b>		
Business Development Expenses	(14,329,879)	(9,509,238)
Clearing House Charge	(84,504)	(68,599)
Conveyance	(10,365,720)	(10,457,446)
Entertainment	(19,994,723)	(17,731,214)
Car Expenses	(116,601,806)	(107,816,538)
Cash Handling Charge	-	(5,804,500)
Bank charges	(905,280)	(1,131,623)
Donation, Subscription and Membership Fees	(67,012,370)	(6,038,108)
News Paper and Periodicals	(606,503)	(903,790)
Oil and Lubricant	(6,519,012)	(5,923,037)
Remittance Charges	(4,000,515)	11,361,913
Other Contractual Service	(370,550,419)	(353,349,215)
Internship Allowances	(1,172,200)	(727,800)
Honorarium for Banking Diploma	(770,000)	(620,000)
Training Expenses	(4,784,200)	(2,281,345)
Traveling Expenses	(9,507,998)	(7,898,179)
Up Keep of Office Premises	(11,127,298)	(9,017,805)
Washing Charges	(2,850,051)	(3,131,194)
Foreign Correspondence Expenses	(5,974,179)	(5,893,984)
Special Reserve Fund	(120,000,000)	(120,000,000)
CDBL Charges	(1,257,900)	(1,810)
Share/Bond Issue Expense	(20,191,810)	(34,039,950)
Cash Carrying Charges	(10,888,554)	(10,952,225)
Wages paid to daily Labor	(287,650)	(219,545)
Purchase of Utensils	(1,129,380)	(1,046,964)
NID Verification Charge	(620,876)	(336,157)
IPO Bidding/Subscription Fees	(9,000)	-
Contact Point Verification Fees (RB)	(57,800)	(133,189)
Commission Paid to NPSB	(20,143,869)	(13,369,977)
Gain from sale of Share	(69,940)	
Trustee Fees	(1,408,750)	(2,096,250)
Priority Pass Expense	(2,639,163)	(1,993,966)
T cash account opening incentive	(36,853)	(958,931)
Compensation for COVID 19	(5,000,000)	-
Amortization of Renovation Expense	(59,435,241)	(28,615,702)
Miscellaneous Expenses	(46,418,377)	30,199,963
Publicity and Advertisement	(14,403,552)	(9,594,830)
Rent, Taxes, Insurance, Lighting etc.	(1,083,893,497)	(792,990,623)
Legal Expenses	(10,623,322)	(9,226,387)
Postage, Telegram, Telephone	(100,353,013)	(71,659,748)
Audit Fee	(575,000)	(920,000)
Directors Fee	(2,288,000)	(3,011,000)
Repairs and maintenance of Fixed Assets	(76,198,914)	(95,151,918)
	<b>(2,225,087,118)</b>	<b>(1,703,060,911)</b>
<b>41 (a) Consolidated Expenses paid for Other Operating Activities</b>		
Trust Bank Limited	(2,225,087,118)	(1,703,060,911)
Trust Bank Securities Limited	(24,302,594)	(12,511,190)
Trust Bank Investment Limited	(16,128,973)	(15,739,484)
Trust Axiata Digital Limited	-	-
	<b>(2,265,518,685)</b>	<b>(1,731,311,585)</b>



		31.12.2021 Taka	31.12.2020 Taka
<b>42</b>	<b>CHANGES IN OTHER OPERATING ASSETS</b>		
	Security Deposits	(500,000)	211,184
	Encashment of Sanchaya patra awaiting reimbursement-Principal	(737,810,280)	372,806,401
	Encashment of Sanchaya patra awaiting reimbursement-Interest	(101,540,737)	215,028,126
	Encashment of WEDB awaiting reimbursement-Principal	(229,565,950)	56,464,138
	Encashment of WEDB awaiting reimbursement-Interest	(420,039,006)	177,244,497
	Receivable on Death Risk Benefit-WEDB	(30,240)	-
	US\$ Premium Bond - Principal	(47,533,200)	-
	US\$ Premium Bond - Interest	(1,301,025)	1,578,834
	US\$ Investment Bond - Principal	(106,134,600)	6,537,300
	US\$ Investment Bond - Interest	(19,135,639)	3,731,800
	Receivable from Exchange House	(13,474,508)	1,687,110
	Advance against Capital Expenditure	(12,288,440)	777,109,348
	Advance for Investment in Capital Market	-	(800,000,000)
	Branch Adjusting Account	(1,786,858)	-
	Clearing Adjustment	(6,663,849)	(7,066,353)
	Credit Card Adjustment - Debit	(183,830)	(38,102)
	Suspense Account	(76,391,517)	45,540,717
		<b>(1,774,379,679)</b>	<b>850,835,000</b>
<b>42 (a)</b>	<b>Consolidated Changes in Other Operating Assets</b>		
	Trust Bank Limited	(1,774,379,679)	850,835,000
	Trust Bank Securities Limited	-	-
	Trust Bank Investment Limited	(92,127,379)	(10,029,028)
	Trust Axiata Digital Limited	-	-
		<b>(1,866,507,058)</b>	<b>840,805,972</b>
	Less : Inter Company Transaction	-	-
		<b>(1,866,507,058)</b>	<b>840,805,972</b>
<b>43</b>	<b>CHANGES IN OTHER LIABILITIES</b>		
	Sundry Creditors	(243,639,727)	276,100,349
	Provision for Rebate of Interest	4,009,048	(185,939,791)
	Imprest Fund for Cash-Incentive	(171,350,143)	-
	Others	61,555,937	(36,840,202)
		<b>(349,424,885)</b>	<b>53,320,356</b>
<b>43 (a)</b>	<b>Consolidated Changes in Other Operating Liabilities</b>		
	Trust Bank Limited	(349,424,885)	53,320,356
	Trust Bank Securities Limited	37,456,786	833,769,041
	Trust bank Investment Limited	7,352,624	127,849,024
	Trust Axiata Digital Limited	-	-
		<b>(304,615,475)</b>	<b>1,014,938,421</b>
<b>44</b>	<b>CLOSING CASH AND CASH EQUIVALENT</b>		
	Cash in hand (including foreign currencies)	4,415,814,527	4,540,041,205
	Balance with Bangladesh Bank & Sonali Bank (Incl. FCs)	14,024,163,864	12,975,762,494
	Balance with Other Bank and Financial Institutions	14,425,685,066	13,468,714,886
	Call Loan to other Banks	-	680,000,000
	Reverse REPO	-	-
	Prize Bond	5,501,400	5,782,800
		<b>32,871,164,857</b>	<b>31,670,301,385</b>

	31.12.2021 Taka	31.12.2020 Taka
<b>44 (a) CONSOLIDATED CLOSING CASH AND CASH EQUIVALENT</b>		
Trust Bank Limited	32,871,164,857	31,670,301,385
Trust Bank Securities Limited	936,405,136	111,500,573
Trust bank Investment Limited	-	-
Trust Axiata Digital Limited	137,050,329	-
	<b>33,944,620,322</b>	<b>31,781,801,958</b>
<b>45 Reconciliation of Net Profit after tax with Cash flows from Operating Activities</b>		
Net profit/(loss) after taxation	2,675,439,641	1,798,669,863
<b>Adjustments to reconcile net income to net cash provided by operating activities:</b>		
Interest Income	1,570,196,426	(1,912,239,822)
Interest Expense	(884,334,013)	(484,437,740)
Fees and commission Income	(97,698,936)	(224,775,057)
Recoveries of loans previously written off	87,740,194	81,197,247
Salary and Allowances	269,025,074	115,033,464
Printing and Stationeries	(117,718,939)	(8,250,584)
Income Taxes	(360,381,678)	(35,989,102)
Other Operating Income	(319,025,406)	(1,070,829,263)
Other operating Expenses	1,473,166,266	398,315,970
Provision for loans & advances / Investments / Other Assets	5,317,457,708	2,995,472,423
Operating profit before changes in operating Assets and Liabilities	<b>9,613,866,337</b>	<b>1,652,167,399</b>
<b>Increase/(Decrease) in operating assets &amp; liabilities</b>		
Net Investment in trading securities	(10,155,155,587)	(1,110,499,463)
Loan & advance to customers	(39,068,445,567)	(8,637,172,909)
Other assets (item-wise)	(1,866,507,058)	840,805,972
Deposits from other banks	(2,760,424,912)	3,262,027,176
Deposits from customers	1,264,898,155	42,351,890,792
Other liabilities (item-wise)	(304,615,475)	1,014,938,421
	<b>(52,890,250,444)</b>	<b>37,721,989,989</b>
<b>Net cash flows from operating activities</b>	<b>(43,276,384,107)</b>	<b>39,374,157,388</b>



**46 EXPENDITURE INCURRED FOR EMPLOYEES**

**Salaries, allowances and benefits**

Number of employees at 31 December 2021 was 1936; (31 December 2020 was 1951) who were in receipt of remuneration for that period which in the aggregate was not less than Tk 36,000 and those employed for a part of that year who were in receipt of remuneration of not less than Tk. 3,000 per month.

**47 AUDIT COMMITTEE**

**47.1 Particulars of Audit Committee**

An audit committee has been formed by the Board of Directors of the Bank in its 64<sup>th</sup> Board meeting held on 05 February 2003. In accordance with the BRPD circular no. 11 dated 27 October 2013, the committee constituted with a chairman, and a member.

As on 31 December 2021, the Honorable Members of the committee were as follows:

Name	Status with Bank	Status with Committee	Educational Qualification
Mr. Arshad Jamal	Independent Director	Chairman	MBA, MDS, MDP
Maj Gen AKM Aminul Haque, ndc, afwc, psc	Director	Member	M.Phil, MSS, MDS

**47.2** During the period ended on 31 December 2021, the following number of meetings of the Audit Committee held with the bank's Senior Management to consider and review the Bank's Financial Statements and Risk Management:

Meeting Number	Date of Meeting
100 (01/2021)	01-Jun-21
101 (02/2021)	26-Jul-21
102 (03/2021)	18-Aug-21
103 (04/2021)	18-Oct-21
104 (05/2021)	15-Nov-21

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

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

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

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

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

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

Formulation of HRM policy and other operating procedures.

**48 Related Party Disclosures**

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



i) Directors' interest in different entities as at 31 December 2021:

Sl.	Name of the Directors	Status with Bank	Entities where they have interest	% of Interest
1	<b>Gen S M Shafuddin Ahmed,</b> SBP, OSP, ndc, psc, PhD	Chairman (Representing Army Welfare Trust)	Sena Kalyan Sangstha, Chairman, Board of Trustees	Nominated
			Sena Hotel Development Ltd, Chairman	Nominated
			Bangladesh Machine Tools Factory Ltd., Chairman	Nominated
			Army Welfare Trust, Chairman	Nominated
			Trust Bank Investment Ltd., Chairman	Nominated
			Military Institute of Science & Technology, Vice Chairman	Nominated
			Council of the College, Armed Forces Medical College, Chairman	Nominated
			Sena Paribar Kalyan Samiti, Chief Patron	Nominated
			Advisory Committee of Proyash, President	Nominated
			National Defence College & Defence Services Command and Staff College Governing Body, Vice Chairman	Nominated
			Kurmitola Golf Club, President	Nominated
			Bangladesh Golf Federation, President	Nominated
			Defence Officers Housing Scheme Committee, Chairman	Nominated
			BAIUST Cumilla/BAUET Quadirabad/BAUST Saidpur, Chairman	Nominated
			Bangladesh Diesel Plant Ltd., Chairman	Nominated
			Jolshiri Abashon Project, President.	Nominated
			Bangladesh Olympic Association, President	Nominated
2	<b>Maj Gen Shakil Ahmed,</b> SPP, nswc, afwc, psc	Vice Chairman (Nominated Director)	Trust Axiata Digital Ltd, Chairman	Nominated
			Army Housing Scheme, Chairman	Nominated
			Sena Kalyan Sangstha, Vice Chairman	Nominated
			Army Welfare Trust, Vice Chairman	Nominated
			Sena Hotel Developments Ltd., Vice Chairman	Nominated
			Trust Technical Training Institute, Chairman	Nominated
			Governing Bodies of Cadet Colleges, Chairman	Nominated
			Trust Bank Securities Ltd., Chairman,	Nominated
3	<b>Maj Gen AKM Aminul Haque,</b> ndc, afwc, psc	Director (Nominated)	Trust Bank Investment Ltd., Vice Chairman	Nominated
			Trust Axiata Digital Ltd, Director	Nominated
4	<b>Brig Gen Abul Mansur Md Ashraf Khan,</b> ndc, psc	Director (Nominated)	Trust Axiata Digital Ltd, Director	Nominated
			Service	Nominated
			Army Welfare Trust, Managing Director	Nominated
			Sena Hotel Developments Ltd., Director,	Nominated
			Trust Technical Training Institute, Director	Nominated
			Army Housing Scheme, Managing Director	Nominated
			Trust Bank Investment Ltd., Director	Nominated
Trust Bank Securities Limited, Vice Chairman	Nominated			
5	<b>Brig Gen Md Golam Faruque,</b> SGP, SUP, nswc, afwc, psc	Director (Nominated)	Trust Transport Service, Chairman	Nominated
			Trust Axiata Digital Ltd, Director	Nominated
6	<b>Brig Gen S M Zia-Ul-Azim,</b> ndc, afwc, psc	Director (Nominated)	Service	Nominated
7	<b>Brig Gen Mohammad Ashrafuzzaman Siddiqui,</b> BSP, SUP, ndc, psc	Director (Nominated)	Service	Nominated
8	<b>Brig Gen Md Munirul Islam,</b> psc, Ph.D	Director (Nominated)	Service	Nominated
9	<b>Mr. Arshad Jamal</b>	Independent Director	Texel Ltd., Director	-
			Tusuka Fashions Ltd., Director	-
			Tusuka Jeans Ltd., Director	-
			Tusuka Trousers Ltd., Director	-
			Tusuka Processing Ltd., Director	-
			Tusuka Apparels Ltd., Director	-
			Tusuka Denim Ltd., Director	-
			Tusuka Washing Ltd., Director	-
			Novo Tel Ltd., Director	-
			Novo Air Ltd., Director & CFO	-
			Tusuka Stitches Ltd., Director	-
Tusuka Laundry Ltd., Director	-			

10	Mr. Anisuddin Ahmed Khan	Independent Director	Berger Paints Bangladesh Ltd., Independent Director	-
			Ananta Apparels Ltd., Independent Director	-
			Summit Power Ltd., Independent Director	-
			Summit Alliance Port Ltd., Independent Director	-
			Container Terminal Services Ltd., Independent Director	-
			W&W Grains Corporation, Director	-
			ACI Ltd., Director (Nominated)	-
			ACI Motors Ltd., Director (Nominated)	-
			Trust Bank Investment Ltd., Independent Director	-
			Trust Bank Securities Ltd., Independent Director	-
Central Counterparty Bangladesh Ltd., Director	-			

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

Nature of Contract	Branch Name	Name of Directors and related by
Lease Agreement with Army Welfare Trust	Principal Branch	Gen S M Shafiuddin Ahmed, SBP, OSP, ndu, psc, PhD Chairman, Board of Trustees, Army Welfare Trust
		Maj Gen Shakil Ahmed, nswc, afwc, psc Vice Chairman, Board of Trustees, Army Welfare Trust
		Brig Gen Abul Mansur Md Ashraf Khan, ndc, psc Managing Director, Army Welfare Trust
Lease Agreement with Sena Kalyan Sangstha	Sena Kalyan Bhaban Branch	Gen S M Shafiuddin Ahmed, SBP, OSP, ndu, psc, PhD Chairman, Board of Trustees, Sena Kalyan Sangstha
	Khulna Branch Tongi Branch	Maj Gen Shakil Ahmed, nswc, afwc, psc Vice Chairman, Board of Trustees, Sena Kalyan Sangstha
Lease Agreement with Sena Paribar Kalyan Samiti	Head Office Millennium Corporate Branch	Gen S M Shafiuddin Ahmed, SBP, OSP, ndu, psc, PhD Chief Patron, Sena Paribar Kalyan Samiti
Advertisement Agreement with Army Welfare Trust	Head Office	Gen S M Shafiuddin Ahmed, SBP, OSP, ndu, psc, PhD Chairman, Board of Trustees, Army Welfare Trust
		Maj Gen Shakil Ahmed, nswc, afwc, psc Vice Chairman, Board of Trustees, Army Welfare Trust
		Brig Gen Abul Mansur Md Ashraf Khan, ndc, psc Managing Director, Army Welfare Trust

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

iv) Related party Transactions:

During the half-year ended 31 December 2021, the Bank concluded business deals with the following organizations in which the directors had interest:

Name of the Company/Person	Nature of Relationship	Nature of Transaction	Amount of transaction made during the Period ended		Balance as on	
			31 Dec 2021 Taka	31 Dec 2020 Taka	31 Dec 2021 Taka	31 Dec 2020 Taka
Army Welfare Trust	Common Director	Office Rent	34,192,322	31,561,680	-	-
Sena Kalyan Sangstha	Common Director	Office Rent	14,768,741	13,744,842	-	-
Sena Paribar Kalyan Samiti	Common Director	Office Rent	262,647,407	256,202,315	-	-
Astha Life Insurance Company Ltd.	Common Director	Insurance Premium	58,700,765	19,482,898	-	-
Jolshiri Abashon Project	Common Director	Land Purchase	-	327,116,208	327,116,208	327,116,208
Trust Bank Investment Ltd.	Subsidiary company	Subsidiary company	-	-	16,737,181	83,052,599
Trust Bank Securities Ltd.	Subsidiary company	Subsidiary company	-	-	11,570,852	808,681,479
Trust Axiata Digital Limited	Subsidiary company	Subsidiary company	-	3,038,184	329,361,836	447,926,211
Trust Securities & Logistic Support Ltd.	Common Director	Securities services to the Bank	370,478,546	353,371,405	-	-

v) Loan and Advances to Directors and their related concern:

SL No.	Name of the Director(s)	Related Party	Purpose of the Loan	Total Outstanding	Status
1	Maj Gen Shakil Ahmed, SPP, nswc, afwc, psc	Vice Chairman	Housing Finance (HBL-Res.)	6,011,535	Regular
			Personal requirement	600,722	
2	Brig Gen Abul Mansur Md Ashraf Khan, ndc, psc	Director	Personal requirement	1,786,481	Regular
			Housing Finance (Army Officer House Loan Scheme)	128,595	
3	Brig Gen Md Golam Faruque, SGP, SUP, nswc, afwc, psc	Director	Personal use (Defence Personnel Special Loan)	983,400	Regular
			Personal use (Defence Personnel Special Loan)	3,200,095	
			Personal requirement (OD)	313,983	
			Housing Finance (HBL-Mortgage)	21,482,222	
4	Brig. Gen A K M Aminul Haque, ndc, afwc, psc	Director	Personal requirement (OD)	338,473	Regular
			Personal requirement (Cash Collateral)	2,589,802	
			<b>TOTAL</b>	<b>37,435,308</b>	

The loan has been availed as Defence official as per entitlement.

vi) Investment in the Securities of Directors and related concern:

Nil

49 **Credit Rating of the Bank**

As per BRPD Circular no. 6 dated 5 July 2016, the Bank has done its credit rating by Credit Rating Agency of Bangladesh Ltd. (CRAB) based on the financial statements as at and for the year ended 31 December 2020. The following ratings have been awarded:

Periods	Date of Rating	Surveillance Rating		Outlook
		Long Term	Short Term	
January to December 2020	30-Sep-21	AA2	ST-1	Stable
January to December 2019	10-Sep-20	AA2	ST-2	Stable
January to December 2018	24-Jun-19	AA2	ST-2	Stable

50 **DIVIDEND**

The Board of Directors in its 331 (04/2022) meeting held on 25 April 2022 recommended 10% stock Dividend i.e., 10 (Ten) Bonus shares for every 100 (One Hundred) Shares held and 12.50% Cash Dividend subject to the approval of the shareholders at the next Annual General Meeting (AGM). The proposed Dividend for the year is more than 30% of Net Profit after Tax.

51 **FINANCIAL HIGHLIGHTS**

As per BRPD Circular # 14, dated 25 June 2003, Financial Highlights of the Bank for the year ended on 31 December 2021 shown in Annexure - C.





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

Name of the Bank	Name of the foreign currency	31.12.2021			31.12.2020		
		Amount in foreign currency	Exchange rate as on 31.12.2021	Total amount equivalent to Taka	Amount in foreign currency	Exchange rate as on 31.12.2020	Total amount equivalent to Taka
Standard Chartered Bank, USA	USD	2,818,777.86	85.80	241,851,142	7,926,063.42	84.80	672,130,179
Mashreqbank psc, USA	USD	1,271,803.73	85.80	109,120,760	3,063,864.33	84.80	259,815,695
ICICI Bank Ltd., Hongkong	USD	432,250.35	85.80	37,087,080	583,241.76	84.80	49,458,901
Commerz Bank, AG Germany	USD	98,490.27	85.80	8,450,465	247,275.86	84.80	20,968,993
Habib American Bank, NY	USD	1,253,969.80	85.80	107,590,609	-	-	-
Commerzbank Ag, Frankfurt, Germany	AUD	53,192.90	62.28	3,312,971	27,622.46	64.82	1,790,518
Standard Chartered Bank, UK	GBP	444,957.62	115.72	51,489,828	373,176.35	114.79	42,838,331
Standard Chartered Bank, Japan	YEN	14,333,280.00	0.75	10,689,760	986,070.00	0.82	809,268
Commerzbank Ag, Frankfurt, Germany	YEN	5,820,595.00	0.75	4,341,000	6,184,045.00	0.82	5,075,246
Standard Chartered Bank, UK	EURO	281,208.07	97.24	27,343,857	35,073.33	104.14	3,652,638
Commerz Bank, AG Germany	EURO	318,929.05	97.24	31,011,736	126,192.61	104.14	13,142,064
ICICI Bank Ltd., Mumbai, India	EURO	17,456.19	97.24	1,697,389	17,456.19	104.14	1,817,938
Standard Chartered Bank, Mumbai, India	ACU	606,232.54	85.80	52,014,752	408,314.26	84.80	34,625,049
Mashreqbank, Mumbai, India	ACU	380,452.11	85.80	32,642,791	486,593.78	84.80	41,263,153
ICICI Bank Ltd., Mumbai, India	ACU	716,211.31	85.80	61,450,930	651,480.90	84.80	55,245,580
AB Bank, Mumbai, India	ACU	926,841.73	85.80	79,523,020	311,241.14	84.80	26,393,249
United Bank of India	ACU	120,768.01	85.80	10,361,895	146,889.95	84.80	12,456,268
Axis Bank, India	ACU	1,091,514.02	85.80	93,651,903	-	-	-
Bank Aljazira	SAR	-	-	-	132,330.84	22.60	2,990,373
Habib Bank, Zurich	CHF	65,584.92	93.72	6,146,573	19,302.62	96.10	1,855,011
BANK AL BILAD	SAR	123,930.84	22.86	2,833,121	-	-	-
Commerz Bank AG; Germany-CAD	CAD	86,857.76	67.08	5,826,280	115,172.61	66.27	7,632,569
<b>Offshore Banking Unit (OBU)</b>							
Mashreqbank psc, USA	USD	152,184.30	85.80	13,057,413	1,757,838.46	84.80	149,064,701
Standard Chartered Bank, New York	USD	385.42	85.80	33,068	-	-	-
United Bank of India	ACU	42,898.68	85.80	3,680,707	856,606.18	84.80	72,640,204
Axis Bank, India	ACU	19,105.62	85.80	1,639,262	-	-	-
<b>Total</b>				<b>996,848,312</b>			<b>1,475,665,928</b>



**Schedule of Fixed Assets**  
As at 31 December 2021

PARTICULARS	COST				DEPRECIATION				Written Down Value at 31 December 2021
	Balance at 01 January 2021	Additions during the year	Disposal/ adjustment during the year	Balance at 31 December 2021	Balance at 01 January 2021	Charge for the year	Disposal/ adjustment during the year	Balance at 31 December 2021	
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Land	327,276,677	-	-	327,276,677	-	-	-	-	327,276,677
Office Building	12,680,000	16,365,910	-	29,045,910	3,497,658	437,534	-	3,935,192	25,110,718
Furniture and Fixtures	664,970,810	26,811,795	7,197,515	684,585,090	371,742,191	33,153,585	4,912,681	399,983,095	284,601,995
Office Equipment	1,031,755,787	77,936,651	42,232,337	1,067,460,101	891,216,254	52,909,033	12,191,892	931,933,395	135,526,706
Motor Vehicles	93,881,958	7,536,000	-	101,417,958	84,187,604	4,798,255	-	88,985,859	12,432,099
Right of Use Assets	1,854,700,034	625,462,887	-	2,480,162,921	698,020,783	376,649,762	-	1,074,670,545	1,405,492,376
<b>31 December 2021</b>	<b>3,985,265,266</b>	<b>754,113,243</b>	<b>49,429,852</b>	<b>4,689,948,657</b>	<b>2,048,664,490</b>	<b>467,948,169</b>	<b>17,104,573</b>	<b>2,499,508,086</b>	<b>2,190,440,571</b>
<b>31 December 2020</b>	<b>3,532,472,348</b>	<b>472,108,213</b>	<b>19,315,295</b>	<b>3,985,265,266</b>	<b>1,602,780,332</b>	<b>463,798,307</b>	<b>17,914,149</b>	<b>2,048,664,490</b>	<b>1,936,600,776</b>



## Financial Highlights

SI No	Particulars	Base	31.12.2021	31.12.2020
1	Paid up Capital	Taka	7,076,255,750	6,432,959,780
2	Total Capital	Taka	33,541,044,855	27,899,076,069
3	Capital surplus/(deficit)	Taka	3,748,741,521	3,064,307,153
4	Total Assets	Taka	365,507,538,128	354,778,328,507
5	Total Deposits	Taka	284,880,707,187	288,403,903,885
6	Total Loans and Advances	Taka	257,295,384,355	221,063,686,181
7	Total Contingent Liabilities and Commitments	Taka	139,444,225,034	92,030,629,352
8	Credit Deposit Ratio	%	90.32	76.65
9	Percentage of classified loans against total loans and advances	%	3.65	4.51
10	Profit after tax and provision	Taka	2,744,120,140	1,788,197,339
11	Amount of classified loans during current year	Taka	(584,160,566)	(1,610,934,950)
12	Provisions kept against classified loan	Taka	9,550,994,500	8,891,472,500
13	Provision surplus/(deficit)	Taka	-	-
14	Cost of fund	%	6.28	4.71
15	Interest Earning Assets	Taka	303,083,204,814	302,608,028,606
16	Non-interest earning Assets	Taka	62,424,333,314	52,170,299,901
17	Return on Investment (ROI)	%	8.18	6.41
18	Return on Asset (ROA)	%	0.75	0.50
19	Income from Investment	Taka	7,482,811,439	5,787,419,424
20	Earning per Share (EPS)	Taka	3.88	2.53
21	Net income per Share	Taka	3.88	2.53
22	Price Earning Ratio	Times	8.59	13.21
23	Net Asset Value (NAV)	Taka	18,258,821,165	17,039,028,018
24	Net Operating Cash Flow Per Share (NOCFPS)	Taka	(62.71)	56.24



**TRUST BANK LIMITED**  
**Islamic Banking Division (IBD)**  
**Final profit paid on deposits**

Profit and loss of Islami Banking Branch is calculated annually as at 31 December in every year. After retaining 28.59% as Mudareeb commission, the remaining 71.41% of the funded income has already been distributed to the depositors as per declared weightage and balance amount of final profit has been credited to depositors account as on 31 December 2021 after deducting statutory Taxes & charges at source.

In the year 2021, final profit has been paid to the depositors as per following rates:

Deposit Type	Final Profit Rate 2021
10 Taka Farmers MSA	2.84
Mudaraba Savings Account	2.63
TBL Employee Mudaraba Salary A/C	2.63
Defense Personnel Mudaraba Salary Account (DPMSA)	2.63
TIB Payroll	2.63
Provident Fund A/C (TIB Payroll)	2.63
Mudaraba Seniors Deposit Account	2.84
Mudaraba Porua Account (MPA)	2.84
Mudaraba Special Notice Deposit (MSND)	1.31
MTDR-1 month	1.75
MTDR-3 months	3.72
MTDR-6 months	3.94
MTDR-12 months	4.16
MTDR-24 & 36 months	4.29
MTDR-60 months	4.38
MTDR-1 month (Entity)	1.54
MTDR-3 months (Entity)	2.55
MTDR-6 months (Entity)	2.78
MTDR-12 months (Entity)	3.08
MTDR-24 & 36 months (Entity)	3.08
MTDR-60 months (Entity)	3.08
MTDR-Seniors 3 months	3.94
MTDR-Seniors 6 months	4.03
MTDR-Seniors 12 months	4.16
MTDR-Seniors 24 & 36 months	4.38
MTDR-Seniors 60 months	4.59
Mudaraba Monthly Savings Scheme-36 Month	4.46
Mudaraba Monthly Savings Scheme-60 month	4.59
Mudaraba Monthly Savings Scheme-96 month	4.59
Mudaraba Monthly Savings Scheme-120 month	4.81
Mudaraba Monthly Savings Scheme-144 month	5.03
Barakat Hajj Deposit Scheme up to 10 years	5.03
Barakat Hajj Deposit Scheme 10 years & above	5.25
Mudaraba Millionaire Scheme up to 10 years	4.73
Mudaraba Millionaire Scheme above to 10 years	4.81
Mudaraba Kotipati Scheme up to 10 years	4.73
Mudaraba Kotipati Scheme above to 10 years	4.81
Mudaraba Money Double Scheme	4.59
Mudaraba Monthly Profit Scheme- 1 & 2 Years	4.29
Mudaraba Monthly Profit Scheme- 3 Years	4.29
Mudaraba Monthly Profit Scheme- 5 Years	4.38
MMPS-Seniors 1 year	4.29
MMPS-Seniors 2 & 3 years	4.38
MMPS-Seniors 5 years	4.59
Mudaraba Cash Waqf Scheme 3 Years	4.29
Mudaraba Cash Waqf Scheme 5 Years	4.38
Trust Mudaapah Deposit Scheme 3 Years	4.29
Trust Mudaapah Deposit Scheme 5 Years	4.38
Mudaraba junior Saving Scheme (MJSS)	4.46



**TRUST BANK LIMITED**  
**Balance Sheet of Islamic Banking Division**  
As at 31 December 2021

Notes	31.12.2021 Taka	31.12.2020 Taka
<b>PROPERTY AND ASSETS</b>		
<b>Cash</b>		
Cash in hand (including foreign currencies)	32,082,449	37,639,694
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	2,121,646,426	1,498,284,364
	2,153,728,875	1,535,924,058
<b>Balance with other banks and financial institutions</b>		
In Bangladesh	3,981,093,538	5,781,049,914
Outside Bangladesh	-	-
	3,981,093,538	5,781,049,914
<b>Placement with banks and other financial institution</b>		
	-	-
<b>Investments in Shares and Securities</b>		
Government	2,214,840,000	2,785,940,000
Others	4,355,681,523	395,609,020
	6,570,521,523	3,181,549,020
<b>Investments</b>		
General Investments etc.	24,830,431,342	23,592,102,218
Bills purchased and discounted	120,961,585	99,934,779
	24,951,392,927	23,692,036,997
<b>Fixed assets including premises</b>	200,907	200,907
<b>Other assets</b>	5,876,814,647	2,385,632,722
<b>Non-banking assets</b>	-	-
<b>Total Assets:</b>	<b>43,533,752,417</b>	<b>36,576,393,618</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>Liabilities:</b>		
Placement from banks and other financial institutions	61,165,876	13,091,921
<b>Deposits and other accounts:</b>		
Al-wadeeah Current Accounts and Other Deposit Accounts	1,623,002,905	1,286,131,412
Mudaraba Savings Deposits	5,019,650,051	3,903,914,022
Mudaraba Term Deposits	34,426,882,950	29,584,483,070
Other Mudaraba Deposits	-	-
Bills Payable	4,573,212	2,322,012
	41,074,109,118	34,776,850,516
<b>Other liabilities</b>	1,755,125,520	1,578,952,261
<b>Total Liabilities:</b>	<b>42,890,400,514</b>	<b>36,368,894,698</b>
<b>Capital/Shareholders' Equity</b>		
Paid up Capital	-	-
Foreign Currency Transaction Difference	-	-
Statutory Reserve	-	-
Other Reserve	-	-
Retained Earnings	643,351,903	207,498,920
<b>Total Shareholders' Equity</b>	<b>643,351,903</b>	<b>207,498,920</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>43,533,752,417</b>	<b>36,576,393,618</b>



**TRUST BANK LIMITED**  
**Profit and Loss Account of Islami Banking Division**  
**For the year ended 31 December 2021**

Notes	31.12.2021 Taka	31.12.2020 Taka
Investment Income	1,901,988,411	2,088,964,542
Profit paid on deposits	1,504,863,026	1,954,209,127
<b>Net Investment Income</b>	<b>397,125,385</b>	<b>134,755,415</b>
Income from investments in Shares/Securities	170,073,659	72,347,710
Commission, exchange and brokerage	125,693,341	44,145,659
Other operating income	38,645,970	31,680,068
	334,412,970	148,173,437
<b>Total operating income</b>	<b>731,538,355</b>	<b>282,928,852</b>
Salaries and allowances	54,538,343	54,047,270
Rent, taxes, insurance, electricity, etc.	480,000	695,000
Legal expenses	-	-
Postage, stamps, telecommunications, etc.	198,761	1,379,000
Stationery, printing, advertisement etc.	794,171	170,327
Chief Executive's Salary & Fees	-	-
Directors' Fees and Expenses	-	-
Shariah Supervisory Committee's Fees ad Expenses	120,000	59,000
Auditors' Fees	-	-
Changes in Investment Losses	-	-
Depreciation and repair to bank's assets	7,850	-
Zakat Expenses	-	-
Other expenses	4,342,664	3,528,335
<b>Total operating expenses</b>	<b>60,481,789</b>	<b>59,878,932</b>
<b>Profit before provision</b>	<b>671,056,566</b>	<b>223,049,920</b>
Provision for loans & advances / Investments	(62,188,244)	17,141,500
Provision for Diminution in value of Investment	453,407	(5,000,000)
Other provision	89,439,500	3,409,500
	27,704,663	15,551,000
<b>Total Profit before Taxes</b>	<b>643,351,903</b>	<b>207,498,920</b>



**TRUST BANK LIMITED**  
**Cash Flow Statements of Islami Banking Division**  
**For the year ended 31 December 2021**

	31.12.2021 Taka	31.12.2020 Taka
<b>A. Cash flow from operating activities</b>		
Interest/Investment Income received in cash	1,892,470,397	2,058,816,391
Interest/Profit paid on Deposits	(1,504,863,026)	(1,954,209,127)
Dividend receipts	227,343	398,823
Fees and commission receipts in cash	-	-
Recoveries of written off Loans/Investments	-	-
Cash paid to employees	(54,538,343)	(54,047,270)
Cash paid to suppliers	-	-
Income Taxes paid	-	-
Received from other operating activities (item-wise)	334,185,627	147,774,614
Payments for other operating activities (item-wise)	(5,943,446)	(5,831,662)
<b>Operating profit before changes in operating Assets and Liabilities</b>	<b>661,538,552</b>	<b>192,901,769</b>
<b>Increase/(Decrease) in operating assets &amp; liabilities</b>		
Statutory Deposits	-	-
Net Investment in trading securities	(3,960,072,503)	(210,285,051)
Loan & advance/Investments to other banks	-	-
Loan & advance/Investments to customers	(1,259,355,930)	(2,494,877,828)
Other assets (item-wise)	38 (3,481,663,911)	934,931,126
Deposits from other banks	-	-
Deposits from customers	6,297,258,602	4,349,901,326
Other liabilities account of customers	-	-
Trading liabilities	-	-
Other liabilities (item-wise)	39 (59,030,324)	(565,211,052)
<b>Net cash from operating activities (A)</b>	<b>(1,801,325,514)</b>	<b>2,207,360,290</b>
<b>B. Cash flow from investing activities</b>		
Proceeds from sale of securities	-	-
Payments for purchase of government securities	571,100,000	(1,144,940,000)
Purchase of property, plant & equipment	-	(150,000)
Purchase of intangible assets	-	-
Sale of property, plant & equipment	-	-
<b>Net cash from investing activities (B)</b>	<b>571,100,000</b>	<b>(1,145,090,000)</b>
<b>C. Cash flow from financing activities</b>		
Increase/(Decrease) in Borrowing:		
Call loan	-	-
Other borrowings	48,073,955	(627,388,844)
Share Capital A/c	-	-
Share Premium A/c	-	-
<b>Net cash from financing activities (C)</b>	<b>48,073,955</b>	<b>(627,388,844)</b>
<b>D. Net increase in Cash and Cash Equivalent (A+B+C)</b>	<b>(1,182,151,559)</b>	<b>434,881,446</b>
<b>E. Effects of exchange rate changes on cash and cash equivalents</b>	-	-
<b>F. Opening Cash and Cash Equivalent</b>	<b>7,316,973,972</b>	<b>6,882,092,526</b>
<b>Cash and cash equivalents at end of period (D+E+F)</b>	<b>40 6,134,822,413</b>	<b>7,316,973,972</b>

**TRUST BANK LIMITED****Offshore Banking Unit****Balance Sheet**

As at 31 December 2021

Notes	31.12.2021		31.12.2020	
	USD	Taka	USD	Taka
<b>PROPERTY AND ASSETS</b>				
<b>Cash</b>				
Cash in hand (including foreign currencies)	-	-	-	-
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	-	-	-	-
<b>Balance with other banks and financial institutions</b>				
In Bangladesh	-	-	-	-
Outside Bangladesh	214,574.02	18,410,450	2,614,444.64	221,704,905
	214,574.02	18,410,450	2,614,444.64	221,704,905
<b>Money at call and short notice</b>				
<b>Investments</b>				
Government	-	-	-	-
Others	-	-	-	-
<b>Loans and Advances/Islami Banking Investments</b>				
Loans, Cash Credit, Overdrafts etc./ Investment	1,149,571.63	98,633,246	1,912,679.95	162,195,260
Bills purchased and discounted	212,229,824.51	18,209,318,943	79,474,919.71	6,739,473,191
	213,379,396.14	18,307,952,189	81,387,599.66	6,901,668,451
<b>Fixed assets including premises, furniture and fixtures</b>				
<b>Other assets</b>				
<b>Non-banking assets</b>				
<b>Total Assets</b>	<b>213,593,970.16</b>	<b>18,326,362,639</b>	<b>84,002,044.30</b>	<b>7,123,373,356</b>
<b>LIABILITIES AND CAPITAL</b>				
<b>Liabilities</b>				
Borrowings from other banks, financial institutions and agents	117,690,470.38	10,097,842,358	7,881,631.64	668,362,363
<b>Deposits and other accounts</b>				
Current / Al-wadeeah Current Accounts and other Accounts	94,750,428.73	8,129,586,785	75,438,937.85	6,397,221,930
Bills Payable	-	-	-	-
Savings Bank / Mudaraba Savings Deposits	-	-	-	-
Fixed Deposits / Mudaraba Term Deposits	-	-	-	-
Bearer Certificates of Deposit	-	-	-	-
Other Deposits	-	-	-	-
	94,750,428.73	8,129,586,785	75,438,937.85	6,397,221,930
<b>Other liabilities</b>				
<b>Total Liabilities</b>	<b>212,440,899.11</b>	<b>18,227,429,143</b>	<b>83,320,569.49</b>	<b>7,065,584,293</b>
<b>Capital/Shareholders' Equity</b>				
Paid up Capital	-	-	-	-
Foreign Currency Translation Difference	-	576,536	-	(34,075)
Statutory Reserve	-	-	-	-
Other Reserve	-	-	-	-
Retained Earnings	1,153,071.05	98,356,960	681,474.81	57,823,138
<b>Total Shareholders' Equity</b>	<b>1,153,071.05</b>	<b>98,933,496</b>	<b>681,474.81</b>	<b>57,789,063</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>213,593,970.16</b>	<b>18,326,362,639</b>	<b>84,002,044.30</b>	<b>7,123,373,356</b>





**TRUST BANK LIMITED**  
**Offshore Banking Unit**  
**Profit and Loss Account**  
**For the year ended 31 December 2021**

	31.12.2021		31.12.2020		
	USD	Taka	USD	Taka	
Interest income / Profit on Investment	8	4,693,966.84	400,395,371	2,762,243.98	234,376,402
Interest / Profit paid on deposits and borrowings etc.	9	3,619,355.51	308,731,025	2,050,693.16	174,001,315
<b>Net interest income</b>		<b>1,074,611.33</b>	<b>91,664,346</b>	<b>711,550.82</b>	<b>60,375,087</b>
Income from investments		-	-	-	-
Commission, exchange and brokerage		-	-	-	-
Other operating income		83,943.22	7,160,357	-	-
		83,943.22	7,160,357	-	-
<b>Total operating income</b>		<b>1,158,554.55</b>	<b>98,824,703</b>	<b>711,550.82</b>	<b>60,375,087</b>
Salaries and allowances		-	-	-	-
Rent, taxes, insurance, electricity, etc.		-	-	-	-
Legal expenses		-	-	-	-
Postage, stamps, telecommunications, etc.		-	-	-	-
Stationery, printing, advertisement etc.		-	-	-	-
Managing Director's salary and benefits		-	-	-	-
Directors' fees		-	-	-	-
Auditors' fee		-	-	-	-
Charges on loan losses		-	-	-	-
Depreciation and repair of bank's assets		-	-	-	-
Other expenses		5,483.50	467,743	30,076.01	2,551,949
<b>Total operating expenses</b>		<b>5,483.50</b>	<b>467,743</b>	<b>30,076.01</b>	<b>2,551,949</b>
<b>Profit before provision</b>		<b>1,153,071.05</b>	<b>98,356,960</b>	<b>681,474.81</b>	<b>57,823,138</b>
Provision for loans & advances / Investments		-	-	-	-
Provision for Diminution in value of Investment		-	-	-	-
Other provision		-	-	-	-
		-	-	-	-
<b>Total Profit before Taxes</b>		<b>1,153,071.05</b>	<b>98,356,960</b>	<b>681,474.81</b>	<b>57,823,138</b>
Provision for Taxation		-	-	-	-
Current tax		-	-	-	-
Deferred tax		-	-	-	-
		-	-	-	-
<b>Net Profit after Taxation</b>		<b>1,153,071.05</b>	<b>98,356,960</b>	<b>681,474.81</b>	<b>57,823,138</b>
<b>Appropriations</b>					
Statutory Reserve		-	-	-	-
General reserve		-	-	-	-
		-	-	-	-
<b>Retained surplus</b>		<b>1,153,071.05</b>	<b>98,356,960</b>	<b>681,474.81</b>	<b>57,823,138</b>



**TRUST BANK LIMITED**  
Offshore Banking Unit  
Cash Flow Statements  
For the year ended 31 December 2021

	31.12.2021		31.12.2020	
	USD	Taka	USD	Taka
<b>A. Cash flow from operating activities</b>				
Interest received in cash	4,693,966.84	400,395,371	2,762,243.98	234,376,402
Interest payments	(3,619,355.51)	(308,731,025)	(2,050,693.16)	(174,001,315)
Dividend receipts	-	-	-	-
Fees and commission receipts in cash	-	-	-	-
Recoveries of loans previously written off	-	-	-	-
Cash paid to employees	-	-	-	-
Cash paid to suppliers	-	-	-	-
Income Taxes paid	-	-	-	-
Received from other operating activities (item-wise)	83,943.22	7,160,357	-	-
Payments for other operating activities (item-wise)	(5,483.50)	(467,743)	(30,076.01)	(2,551,949)
<b>Operating profit before changes in operating Assets and Liabilities</b>	<b>1,153,071.05</b>	<b>98,356,960</b>	<b>681,474.81</b>	<b>57,823,138</b>
<b>Increase/(Decrease) in operating assets &amp; liabilities</b>				
Statutory Deposits	-	-	-	-
Net Investment in trading securities	-	-	-	-
Loan & advance to other banks	-	-	-	-
Loan & advance to customers	(131,991,796.48)	(11,406,283,738)	(46,313,545.00)	(3,923,881,211)
Other assets (item-wise)	-	-	16,656.70	1,414,154
Deposits from other banks	19,311,490.88	1,732,364,855	69,348,828.12	5,880,171,614
Deposits from customers	-	-	-	-
Other liabilities account of customers	-	-	-	-
Trading liabilities	-	-	-	-
Other liabilities (item-wise)	-	-	-	-
<b>Net cash from operating activities (A)</b>	<b>(111,527,234.55)</b>	<b>(9,575,561,923)</b>	<b>23,733,414.63</b>	<b>2,015,527,695</b>
<b>B. Cash flow from investing activities</b>				
Proceeds from sale of securities	-	-	-	-
Payments for purchase of government securities	-	-	-	-
Purchase of property, plant & equipment	-	-	-	-
Purchase of intangible assets	-	-	-	-
Sale of property, plant & equipment	-	-	-	-
<b>Net cash from investing activities (B)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>C. Cash flow from financing activities</b>				
Increase/(Decrease) in Borrowing:				
Call loan	109,808,838.74	9,429,479,995	(21,269,585.97)	(1,806,576,012)
Re-Purchase agreement (REPO)	-	-	-	-
Other borrowings	-	-	-	-
Share Capital A/c	-	-	-	-
Share Premium A/c	-	-	-	-
Profit transfer to Head Office	(681,474.81)	(57,823,138)	(415,154.37)	(35,039,029)
<b>Net cash from financing activities (C)</b>	<b>109,127,363.93</b>	<b>9,371,656,857</b>	<b>(21,684,740.34)</b>	<b>(1,841,615,041)</b>
<b>D. Net increase in Cash and Cash Equivalent (A+B+C)</b>	<b>(2,399,870.62)</b>	<b>(203,905,066)</b>	<b>2,048,674.29</b>	<b>173,912,654</b>
<b>E. Effects of exchange rate changes on cash and cash equivalents</b>	-	610,611	-	(241,652)
<b>F. Opening Cash and Cash Equivalent</b>	<b>2,614,444.64</b>	<b>221,704,905</b>	<b>565,770.35</b>	<b>48,033,903</b>
<b>G. Cash and cash equivalents at end of year (D+E+F)</b>	<b>214,574.02</b>	<b>18,410,450</b>	<b>2,614,444.64</b>	<b>221,704,905</b>



**TRUST BANK LIMITED**  
**Off-shore Banking Unit (OBU)**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

**1 Status of the unit**

Off-shore banking Unit ("the Unit") is a separate business unit of Trust Bank Limited, 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(116)/2010-2462 dated 02 June 2010. The Bank commenced the operation of its Off-shore Banking Unit from 24 October 2013 and its office is located at Dilkusha Corporate Branch, Dhaka.

**1.1 Principal activities**

The principal activities of the unit is to provide all kinds of commercial banking services to its customers through its Off-Shore Banking Unit in Bangladesh.

**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 BCD Circular No. (P) 744(27), dated 17 December, 1985, other Bangladesh Bank Circulars, Bangladesh Financial Reporting Standards (BFRSs) and other rules and regulations where necessary.

**2.2 Foreign currency transaction**

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 Cash flow statement**

Cash flow statement has been prepared in accordance with the IAS-7 Cash Flow Statqner under direct method as recommended in the BRPD Circular No. 14, datd 25 June 2003 issued by the Banking Regulation & Policy Deperunent of Bangladesh Bank.

**2.4 Reporting period**

These financial statements of the Unit cover the financial year from 01 January to 31 December 2021.

**2.5 Cash and cash equivalents**

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

**2.6 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 and 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%.

**2.7 Revenue recognition**

**2.7.1 Interest income**

Interest income is recognized on accrual basis.

**2.7.2 Fees and commission income**

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



### 2.7.3 Interest paid and other expenses

In terms of the provisions of the IAS - I Presentation of Financial Statements, interest and other expenses are recognized on accrual basis.

### 2.8 General

Assets and liabilities have been translated into Taka currency @USD 1 = BDT 85.80 (2019 : BDT 84.80). Income and expenses are translated at an average rate @USD 1 = BDT 85.30 (2019 : BDT 84.85).

	31.12.2021		31.12.2020	
	USD	Taka	USD	Taka
<b>3 Balance with other banks and financial institutions</b>				
In Bangladesh	-	-	-	-
Outside Bangladesh				
Mashreqbank psc, New York US\$	152,184.30	13,057,413	1,757,838.46	149,064,701
Standard Chartered Bank, New York US\$	385.42	33,068	-	-
United Bank of India, Kolkata, ACUS	42,898.68	3,680,707	856,606.18	72,640,204
AXIS Bank of India, Kolkata, ACUS	19,105.62	1,639,262	-	-
	<b>214,574.02</b>	<b>18,410,450</b>	<b>2,614,444.64</b>	<b>221,704,905</b>
	<b>214,574.02</b>	<b>18,410,450</b>	<b>2,614,444.64</b>	<b>221,704,905</b>
<b>4 Loans and advances</b>				
Loans, Cash Credit, Overdrafts etc./ Investment (Note-4.1)	1,149,571.63	98,633,246	1,912,679.95	162,195,260
Bills purchased and discounted (Note-4.2)	212,229,824.51	18,209,318,943	79,474,919.71	6,739,473,191
	<b>213,379,396.14</b>	<b>18,307,952,189</b>	<b>81,387,599.66</b>	<b>6,901,668,451</b>
	<b>213,379,396.14</b>	<b>18,307,952,189</b>	<b>81,387,599.66</b>	<b>6,901,668,451</b>
<b>4.1 Loans, Cash Credit, Overdrafts etc./ Investment</b>				
Term Loan (Commercial)	-	-	-	-
Term Loan (Industrial)	1,149,571.63	98,633,246	1,912,680.00	162,195,260
	<b>1,149,571.63</b>	<b>98,633,246</b>	<b>1,912,680.00</b>	<b>162,195,260</b>
<b>4.2 Bills purchased and discounted</b>				
Bill Purchased and Discounting	210,907,227.09	18,095,840,084	77,835,041.96	6,600,411,558
Loan to AD Branch	1,322,597.42	113,478,859	1,639,877.75	139,061,633
	<b>212,229,824.51</b>	<b>18,209,318,943</b>	<b>79,474,919.71</b>	<b>6,739,473,191</b>
<b>5 Other assets</b>				
Prepaid Expense: Advance Subscription	4,277.78	367,034	4,277.78	362,756
Prepaid Expense: Others	(4,277.78)	(367,034)	(4,277.78)	(362,756)
	-	-	-	-
<b>6 Borrowings from other banks, financial institutions and agents</b>				
Borrowing From Other Banks (Note-6.1)	117,690,470.38	10,097,842,358	7,881,631.64	668,362,363
Borrowing From Trust Bank Limited	-	-	-	-
	<b>117,690,470.38</b>	<b>10,097,842,358</b>	<b>7,881,631.64</b>	<b>668,362,363</b>
<b>6.1 Borrowing From Other Banks In Bangladesh</b>				
Midland Bank Limited	1,509,312.50	129,499,013	-	-
Bank Asia Limited	3,033,958.33	260,313,625	-	-
Modhumoti Bank Limited	14,067,412.51	1,206,983,993	-	-
Bank Al Falah Limited	6,503,673.61	558,015,196	-	-
Pubali Bank Limited	1,000,763.89	85,865,542	-	-
Dhaka Bank Limited	36,589,118.74	3,139,346,388	-	-
	<b>62,704,239.58</b>	<b>5,380,023,757</b>	<b>-</b>	<b>-</b>



**Outside Bangladesh**

Mashreq Bank PSC  
Standard Chartered Bank  
The National Bank Of RAS Al-Khaimah  
Habib Bank Limited UAE

5,306,965.08	455,337,603	-	-
26,499,242.40	2,273,634,997		
13,116,700.00	1,125,412,860	5,010,873.40	424,922,064
10,063,323.32	863,433,141	2,870,758.24	243,440,299
<b>54,986,230.80</b>	<b>4,717,818,601</b>	<b>7,881,631.64</b>	<b>668,362,363</b>
<b>117,690,470.38</b>	<b>10,097,842,358</b>	<b>7,881,631.64</b>	<b>668,362,363</b>

**7 Deposits and other accounts**

Customer deposits and other accounts

94,750,428.73	8,129,586,785	75,438,937.85	6,397,221,930
<b>94,750,428.73</b>	<b>8,129,586,785</b>	<b>75,438,937.85</b>	<b>6,397,221,930</b>

**8 Interest income / Profit on Investment**

Interest on Term Loan (Commercial)

Interest on Term Loan (Industrial)

Interest on Loan to Others

Interest On Bill Purchase &amp; Discounting

Interest on Loan to Branch

Interest Received from FC Deposit

-	-	-	-
73,730.54	6,289,215	157,291.00	13,346,141
-	-	-	-
4,569,396.42	389,769,515	2,457,989.71	208,560,427
50,839.88	4,336,642	103,574.00	8,788,254
-	-	43,389.27	3,681,580
<b>4,693,966.84</b>	<b>400,395,372</b>	<b>2,762,243.98</b>	<b>234,376,402</b>

**9 Interest / Profit paid on deposits and borrowings etc.**

Interest Paid on Deposit from other Bank

Interest Paid on Borrowing from other Bank

2,197,659.86	187,460,386	1,257,966.00	106,738,415
1,421,695.65	121,270,639	792,727.16	67,262,900
<b>3,619,355.51</b>	<b>308,731,025</b>	<b>2,050,693.16</b>	<b>174,001,315</b>

