

AB Bank Limited
BCIC Bhaban
30-31 Dilkusha Commercial Area
Dhaka 1000

Un-audited

AB Bank Limited and Its Subsidiaries

Consolidated and separate financial statements
for the period ended 30 September 2020

AB Bank Limited & Its Subsidiaries

Consolidated Balance Sheet
As at 30 September 2020

		30 Sep 2020 BDT	31 Dec 2019 BDT
<u>PROPERTY AND ASSETS</u>			
Cash	Notes 3(a)	21,190,341,589	19,872,575,058
In hand (including foreign currencies)	3.1(a)	1,377,150,703	1,136,228,324
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	3.2(a)	19,813,190,886	18,736,346,733
Balance with other banks and financial institutions	4(a)	4,152,288,817	5,314,835,916
In Bangladesh	4.1(a)	1,474,383,580	1,022,559,568
Outside Bangladesh	4.2(a)	2,677,905,237	4,292,276,348
Money at call and on short notice	5(a)	344,889,988	3,927,493,241
Investments	6(a)	56,943,379,193	62,416,398,807
Government	6.1(a)	42,232,610,631	51,271,643,217
Others	6.2(a)	14,710,768,562	11,144,755,589
Loans, advances and lease/investments		277,075,211,238	264,385,001,408
Loans, cash credits, overdrafts, etc./Investments	7(a)	275,874,373,454	262,549,979,066
Bills purchased and discounted	8(a)	1,200,837,784	1,835,022,342
Fixed assets including premises, furniture and fixtures	9(a)	5,097,817,547	5,426,768,812
Other assets	10(a)	7,088,901,042	6,389,899,899
Non-banking assets	11	342,984,836	342,984,836
Total Assets		372,235,814,251	368,075,957,980
<u>LIABILITIES AND CAPITAL</u>			
Liabilities			
Borrowings from other banks, financial institutions and agents	12(a)	26,731,989,416	14,820,181,442
AB Bank Subordinated Bond	13	6,100,000,000	7,400,000,000
Deposits and other accounts	14(a)	272,371,777,268	279,394,742,017
Current account and other accounts		28,347,253,696	24,205,281,483
Bills payable		4,603,641,933	4,568,375,122
Savings bank deposits		33,338,089,851	29,888,590,539
Fixed deposits		115,935,582,526	122,907,395,174
Other deposits		90,147,209,262	97,825,099,698
Other liabilities	15(a)	42,294,905,263	42,420,983,644
Total Liabilities		347,498,671,947	344,035,907,103
Capital/Shareholders' Equity			
Equity attributable to equity holders of		24,725,173,422	24,028,362,861
Paid-up capital	16	7,960,368,300	7,581,303,150
Statutory reserve	17	6,870,848,222	6,872,052,329
Other reserve	18(a)	3,222,627,243	2,740,036,949
Retained earnings	19(a)	6,671,329,657	6,834,970,432
Non- controlling interest	19(b)	11,968,880	11,688,017
Total Equity		24,737,142,302	24,040,050,878
Total Liabilities and Shareholders' Equity		372,235,814,251	368,075,957,980

AB Bank Limited & Its Subsidiaries

**Consolidated Balance Sheet
As at 30 September 2020**

		30 Sep 2020 BDT	31 Dec 2019 BDT
Off-Balance Sheet Items	Notes		
Contingent liabilities	20	57,162,826,763	47,836,302,228
Acceptances and endorsements		8,496,229,567	9,765,796,881
Letters of guarantee	20.1	13,069,324,083	14,058,371,146
Irrevocable letters of credit		4,837,774,214	6,195,569,825
Bills for collection		30,756,936,181	17,605,068,585
Other contingent liabilities		2,562,718	211,495,791
Other commitments		-	-
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total		57,162,826,763	47,836,302,228

-Sd-
Chief Financial Officer

-Sd-
Company Secretary

-Sd-
President & Managing Director

-Sd-
Independent Director

-Sd-
Chairman

Dhaka,
October 29, 2020

AB Bank Limited and Its Subsidiaries
Consolidated Profit and Loss Account
For the period ended 30 September 2020

		Jan'20- Sep'20 BDT	Jan'19- Sep'19 BDT	Jul'20-Sep'20 Taka	Jul'19-Sep'19 Taka
OPERATING INCOME	Notes				
Interest income/profit on investments	22(a)	16,542,879,436	15,604,940,905	4,734,187,423	5,424,417,639
Interest/profit paid on deposits and borrowings, etc.	23(a)	(15,324,443,999)	(13,643,361,575)	(4,830,192,123)	(4,804,331,688)
Net interest income		1,218,435,437	1,961,579,330	(96,004,699)	620,085,951
Investment income	24(a)	4,883,222,403	1,628,038,690	2,424,795,447	617,538,975
Commission, exchange and brokerage	25(a)	1,016,661,884	1,470,868,866	362,871,617	389,503,648
Other operating income	26(a)	69,579,302	107,358,708	30,621,852	34,268,665
		5,969,463,590	3,206,266,264	2,818,288,917	1,041,311,288
Total operating income (a)		7,187,899,027	5,167,845,593	2,722,284,217	1,661,397,239
OPERATING EXPENSES					
Salary and allowances	27(a)	2,137,236,870	2,159,513,674	746,081,553	736,635,618
Rent, taxes, insurance, electricity, etc.	28(a)	453,971,224	602,884,276	153,404,249	218,653,365
Legal expenses	29(a)	10,553,589	8,871,270	2,425,974	4,369,281
Postage, stamps, telecommunication, etc.	30(a)	73,825,448	84,396,531	22,413,587	24,944,305
Stationery, printing, advertisement, etc.	31(a)	69,745,839	108,793,165	29,445,172	25,455,252
Chief executive's salary and fees	27.1	9,375,000	3,035,484	3,370,000	3,035,484
Directors' fees	32(a)	956,562	1,892,091	360,808	436,410
Auditors' fees	33(a)	897,973	5,557,979	319,853	826,405
Charges on loan losses		-	-	-	-
Depreciation and repairs of Bank's assets	34(a)	542,273,982	369,216,834	179,608,765	126,272,687
Other expenses	35(a)	1,090,011,880	796,553,227	359,932,470	269,028,310
Total operating expenses (b)		4,388,848,367	4,140,714,532	1,497,362,431	1,409,657,117
Profit before provision (c = (a-b))		2,799,050,660	1,027,131,062	1,224,921,787	251,740,122
Provision against loans and advances	36(a)	2,641,907,848	611,501,565	1,271,877,448	113,801,565
Provision for investments	37(a)	-	27,216,307	-	17,897,068
Other provisions	38(a)	9,500,000	10,221,018	3,500,000	221,018
Total provision (d)		2,651,407,848	648,938,890	1,275,377,448	131,919,651
Profit before tax (c-d)		147,642,811	378,192,172	(50,455,662)	119,820,470
Provision for taxation		(87,209,082)	236,632,514	(139,983,604)	92,713,148
Current tax		523,850,428	392,249,527	57,812,525	129,989,966
Deferred tax		(611,059,511)	(155,617,013)	(197,796,129)	(37,276,818)
Net profit after tax		234,851,894	141,559,658	89,527,942	27,107,322
Appropriations					
Statutory reserve		9,311,465	28,111,926	210,110	(513,014)
General reserve		-	-	-	-
Dividends, etc.		-	-	-	-
		9,311,465	28,111,926	210,110	(513,014)
Retained surplus		225,540,429	113,447,732	89,317,832	27,620,336
Non- controlling interest		280,863	247,181	102,361	84,266
Net Profit/(Loss) attributable to the shareholders of parent company		225,259,566	113,200,551	89,215,471	27,536,071
Consolidated Earnings Per Share (EPS)	39(a)	0.29	0.18	0.11	0.03

-Sd-
Chief Financial Officer

-Sd-
Company Secretary

-Sd-
President & Managing Director

-Sd-
Independent Director

-Sd-
Chairman

Dhaka,
October 29, 2020

AB Bank Limited and Its Subsidiaries
Consolidated Cash Flow Statement
For the period ended 30 September 2020

	Jan'20- Sep'20 BDT	Jan'19- Sep'19 BDT
Cash Flows from Operating Activities		
Interest receipts	11,958,399,623	12,933,887,264
Interest payments	(15,667,488,049)	(13,025,275,684)
Dividend receipts	38,029,297	76,312,008
Fee and commission receipts	763,178,834	1,025,762,922
Recoveries on loans previously written off	8,033,043	106,680,630
Payments to employees	(2,146,611,870)	(2,162,549,158)
Payments to suppliers	(69,745,839)	(108,793,165)
Income taxes paid	(2,006,970,974)	(866,445,011)
Receipts from other operating activities	5,168,255,459	1,997,510,704
Payments for other operating activities	(1,959,405,988)	(1,627,810,470)
Operating profit before changes in operating assets & liabilities	(3,914,326,465)	(1,650,719,961)
Increase/decrease in operating assets and liabilities		
Loans and advances to customers	(8,105,730,017)	(8,598,637,928)
Other assets	(10,943,739)	388,611,313
Deposits from other banks	2,565,353,206	(156,211,321)
Deposits from customers	(9,245,273,905)	34,676,465,046
Trading liabilities (short-term borrowings)	10,967,554,805	(2,006,589,188)
Other liabilities	(859,224,283)	2,114,053,231
	(4,688,263,932)	26,417,691,155
Net cash (used in)/ flow from operating activities (a)	(8,602,590,397)	24,766,971,194
Cash Flows from Investing Activities		
Sale/ (Purchase)of government securities	9,169,390,473	(16,571,529,534)
Purchase of trading securities, shares, bonds, etc.	(3,566,012,973)	(247,456,113)
Purchase of property, plant and equipment	(71,659,661)	(466,267,888)
Net cash flow from/ (used in) investing activities (b)	5,531,717,839	(17,285,253,535)
Cash Flows from Financing Activities		
Increase/(decrease) of long-term borrowings	(355,746,831)	(1,369,912,005)
Dividend paid	(159,676)	(22,340)
Net cash used in Financing activities (c)	(355,906,508)	(1,369,934,344)
Net (decrease)/increase in cash (a+b+c)	(3,426,779,066)	6,111,783,315
Effects of exchange rate changes on cash and cash equivalents	(310,870)	-
Cash and cash equivalents at beginning of the year	29,116,505,329	20,403,713,833
Cash and cash equivalents at end of the period (*)	25,689,415,393	26,515,497,148
(*) Cash and cash equivalents:		
Cash	1,377,150,703	1,521,691,697
Prize bonds	1,895,000	1,888,400
Money at call and on short notice	344,889,988	4,790,001,454
Balance with Bangladesh Bank and its agent bank(s)	19,813,190,886	15,993,580,609
Balance with other banks and financial institutions	4,152,288,817	4,208,334,988
	25,689,415,393	26,515,497,148
Net Operating Cash Flow Per Share (NOCFPS)	(10.81)	31.11

-Sd-
Chief Financial Officer

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Company Secretary

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President & Managing Director

-Sd-
Independent Director

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Chairman

Dhaka,
October 29, 2020

AB Bank Limited and Its Subsidiaries

Consolidated Statement of Changes in Equity
For the period ended 30 September 2020

Particulars	Paid-up capital	Statutory reserve	General reserve	Assets revaluation reserve	Foreign exchange revaluation reserve on investment in	Investment revaluation reserve	Non controlling interest	Retained earnings	Total
	BDT	BDT	BDT	BDT	BDT	BDT	BDT	BDT	BDT
Restated balance at 01 January 2020	7,581,303,150	6,872,052,329	1,304,649,867	1,296,690,729	1,710,590	136,985,764	11,688,017	6,834,970,432	24,040,050,878
Bonus for 2019-5% Stock Dividend	379,065,150	-	-	-	-	-	-	(379,065,150)	-
Restated Opening Balance	7,960,368,300	6,872,052,329	1,304,649,867	1,296,690,729	1,710,590	136,985,764	11,688,017	6,455,905,282	24,040,050,878
Net profit after taxation for the period	-	-	-	-	-	-	280,863	234,571,031	234,851,894
Transferred during the period	-	-	350,000,000	-	-	-	-	-	350,000,000
Addition/(Adjustment) made during the period	-	9,311,465	-	(37,412)	-	130,066,387	-	(15,116,176)	124,224,264
Foreign exchange rate fluctuation	-	(10,515,572)	292,839	-	2,268,480	-	-	(4,030,480)	(11,984,733)
Balance at 30 September 2020	7,960,368,300	6,870,848,222	1,654,942,706	1,296,653,317	3,979,070	267,052,151	11,968,880	6,671,329,657	24,737,142,302
Balance at 30 September 2019	7,581,303,150	6,651,653,945	1,303,700,903	1,297,070,454	(1,409,166)	103,761,089	10,661,321	7,081,134,575	24,027,876,271

-Sd-
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Company Secretary

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Chairman

Dhaka,
October 29, 2020

AB Bank Limited

**Balance Sheet
As at 30 September 2020**

	Notes	30 Sep 2020 BDT	31 Dec 2019 BDT
<u>PROPERTY AND ASSETS</u>			
Cash	3	21,190,178,788	19,872,447,371
In hand (including foreign currencies)	3.1	1,376,987,902	1,136,100,637
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	3.2	19,813,190,886	18,736,346,733
Balance with other banks and financial institutions	4	3,701,506,030	5,248,790,344
In Bangladesh		1,040,722,601	960,214,284
Outside Bangladesh		2,660,783,429	4,288,576,060
Money at call and on short notice	5	976,670,103	4,776,493,241
Investments	6	52,159,637,455	61,578,564,387
Government	6.1	42,232,610,631	51,271,643,217
Others	6.2	9,927,026,824	10,306,921,170
Loans, advances and lease/investments	7	269,341,979,075	256,512,476,640
Loans, cash credits, overdrafts, etc./Investments		269,015,544,450	255,778,280,956
Bills purchased and discounted	8	326,434,625	734,195,684
Fixed assets including premises, furniture and fixtures	9	4,557,712,899	4,871,210,242
Other assets	10	12,973,123,236	12,365,703,251
Non-banking assets	11	342,984,836	342,984,836
Total Assets		365,243,792,425	365,568,670,315
<u>LIABILITIES AND CAPITAL</u>			
Liabilities			
Borrowings from other banks, financial institutions and agents	12	22,481,947,438	14,820,039,741
AB Bank Subordinated Bond	13	6,100,000,000	7,400,000,000
Deposits and other accounts	14	272,474,121,655	279,457,593,298
Current accounts and other accounts		28,353,235,521	24,205,740,688
Bills payable		4,603,641,933	4,568,375,122
Savings bank deposits		33,338,089,851	29,888,590,539
Fixed deposits		115,956,374,089	122,908,353,612
Other deposits		90,222,780,261	97,886,533,336
Other liabilities	15	40,732,975,715	41,050,555,751
Total Liabilities		341,789,044,808	342,728,188,791
Capital/Shareholders' Equity			
Total Shareholders' Equity		23,454,747,617	22,840,481,523
Paid-up capital	16	7,960,368,300	7,581,303,150
Statutory reserve	17	6,870,848,222	6,872,052,329
Other reserve	18	3,049,994,145	2,569,965,170
Retained earnings	19	5,573,536,951	5,817,160,874
Total Liabilities and Shareholders' Equity		365,243,792,425	365,568,670,315

AB Bank Limited**Balance Sheet****As at 30 September 2020**

		30 Sep 2020 BDT	31 Dec 2019 BDT
Off-Balance Sheet Items	Notes		
Contingent liabilities	20	57,162,826,763	47,836,302,228
Acceptances and endorsements		8,496,229,567	9,765,796,881
Letters of guarantee	20.1	13,069,324,083	14,058,371,146
Irrevocable letters of credit		4,837,774,214	6,195,569,825
Bills for collection		30,756,936,181	17,605,068,585
Other contingent liabilities		2,562,718	211,495,791
Other commitments		-	-
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total		<u>57,162,826,763</u>	<u>47,836,302,228</u>

-Sd-
Chief Financial Officer

-Sd-
Company Secretary

-Sd-
President & Managing Director

-Sd-
Independent Director

-Sd-
Chairman

Dhaka,
October 29, 2020

AB Bank Limited

Profit and Loss Account

For the period ended 30 September 2020

	Notes	Jan'20- Sep'20 BDT	Jan'19- Sep'19 BDT	Jul'20-Sep'20 BDT	Jul'19-Sep'19 BDT
OPERATING INCOME					
Interest income/profit on investments	22	16,450,024,120	15,419,385,909	4,704,962,453	5,366,187,694
Interest paid/profit on deposits and borrowings, etc.	23	(15,305,867,744)	(13,626,706,534)	(4,811,836,234)	(4,799,014,950)
Net interest income		1,144,156,376	1,792,679,375	(106,873,781)	567,172,744
Investment income	24	4,883,452,939	1,789,945,507	2,405,864,863	722,777,460
Commission, exchange and brokerage	25	904,291,788	1,362,205,992	307,853,467	355,892,949
Other operating income	26	29,122,964	46,739,579	11,074,763	14,260,523
		5,816,867,690	3,198,891,078	2,724,793,093	1,092,930,933
Total operating income (a)		6,961,024,066	4,991,570,453	2,617,919,313	1,660,103,677
OPERATING EXPENSES					
Salary and allowances	27	2,083,935,190	2,106,409,668	726,254,121	718,356,085
Rent, taxes, insurance, electricity, etc.	28	445,946,137	591,918,455	152,023,866	214,419,587
Legal expenses	29	10,553,589	8,649,670	2,425,974	4,287,981
Postage, stamps, telecommunication, etc.	30	67,014,587	74,976,879	19,923,783	21,698,173
Stationery, printing, advertisement, etc.	31	68,969,769	108,132,086	29,061,793	25,226,137
Chief executive's salary and fees	27.1	9,375,000	3,035,484	3,370,000	3,035,484
Directors' fees	32	507,220	1,555,474	140,800	263,962
Auditors' fees	33	891,473	5,557,979	319,853	826,405
Charges on loan losses		-	-	-	-
Depreciation and repairs of Bank's assets	34	525,592,883	353,594,131	174,077,089	120,854,341
Other expenses	35	1,062,401,563	782,412,471	341,656,436	263,567,689
Total operating expenses (b)		4,275,187,410	4,036,242,297	1,449,253,716	1,372,535,845
Profit before provision (c = (a-b))		2,685,836,656	955,328,156	1,168,665,597	287,567,832
Provision against loans and advances	36	2,641,907,848	611,501,565	1,271,877,448	113,801,565
Provision for investments	37	-	50,000,000	-	50,000,000
Other provisions	38	9,500,000	10,221,018	3,500,000	221,018
Total provision (d)		2,651,407,848	671,722,583	1,275,377,448	164,022,583
Profit before taxation (c-d)		34,428,808	283,605,573	(106,711,852)	123,545,249
Provision for taxation		(118,902,440)	211,861,470	(158,455,504)	92,281,705
Current tax		490,810,545	366,455,060	39,012,041	129,214,618
Deferred tax		(609,712,986)	(154,593,590)	(197,467,545)	(36,932,913)
Net profit after taxation		153,331,248	71,744,103	51,743,652	31,263,543
Appropriations					
Statutory reserve		9,311,465	28,111,926	210,110	(513,014)
General reserve		-	-	-	-
Dividends, etc.		-	-	-	-
		9,311,465	28,111,926	210,110	(513,014)
Retained surplus		144,019,783	43,632,177	51,533,542	31,776,557
Earnings Per Share (EPS)	39	0.19	0.09	0.07	0.04

-Sd-
Chief Financial Officer

-Sd-
Company Secretary

-Sd-
President & Managing Director

-Sd-
Independent Director

-Sd-
Chairman

Dhaka,
 October 29, 2020

AB Bank Limited
Cash Flow Statement
For the period ended 30 September 2020

	Notes	Jan'20- Sep'20 BDT	Jan'19- Sep'19 BDT
Cash flows from Operating Activities			
Interest receipts		11,865,544,307	12,748,332,269
Interest payments		(15,648,911,793)	(13,008,620,643)
Dividend receipts		19,405,008	62,133,265
Fees and commission receipts		650,352,663	922,597,258
Recoveries on loans previously written off		8,033,043	106,680,630
Payments to employees		(2,093,310,190)	(2,109,445,152)
Payments to suppliers		(68,969,769)	(108,132,086)
Income taxes paid		(1,955,662,980)	(811,143,969)
Receipts from other operating activities	40	5,147,420,889	2,214,426,310
Payments for other operating activities	41	(1,915,587,096)	(1,591,725,149)
Operating profit before changes in operating assets & liabilities		(3,991,685,918)	(1,574,897,268)
Increase/decrease in operating assets and liabilities			
Loans and advances to customers		(8,245,022,621)	(9,211,338,754)
Other assets		80,192,678	712,449,475
Deposits from other banks		2,565,353,206	(156,211,321)
Deposits from customers		(9,205,780,799)	34,730,873,908
Trading liabilities (short-term borrowings)		6,717,654,528	(2,006,589,188)
Other liabilities		(1,070,199,906)	1,990,324,400
		(9,157,802,915)	26,059,508,520
Net cash (used in)/ flow from operating activities (a)		(13,149,488,834)	24,484,611,253
Cash Flows from Investing Activities			
Sale/ (Purchase) of government securities		9,169,390,473	(16,571,529,534)
Sale/ (Purchase) of trading securities, shares, bonds, etc.		379,894,346	(118,571,846)
Purchase of property, plant and equipment		(72,663,141)	(458,538,395)
Net cash flow from/ (used in) investing activities (b)		9,476,621,678	(17,148,639,774)
Cash Flows from Financing Activities			
Increase/(decrease) of long-term borrowings		(355,746,831)	(1,369,912,005)
Dividend paid		(159,676)	(22,340)
Net cash used in Financing activities (c)		(355,906,508)	(1,369,934,344)
Net (decrease)/ increase in cash (a+b+c)		(4,028,773,663)	5,966,037,134
Effects of exchange rate changes on cash and cash equivalents		(310,870)	-
Cash and cash equivalents at beginning of the year		29,899,334,456	21,042,569,215
Cash and cash equivalents at end of the period (*)		25,870,249,922	27,008,606,350
(*) Cash and cash equivalents:			
Cash		1,376,987,902	1,521,560,446
Prize bonds		1,895,000	1,888,400
Money at call and on short notice		976,670,103	5,398,401,454
Balance with Bangladesh Bank and its agent bank(s)		19,813,190,886	15,993,580,609
Balance with other banks and financial institutions		3,701,506,030	4,093,175,441
		25,870,249,922	27,008,606,350
Net Operating Cash Flow Per Share (NOCFPS)	42	(16.52)	30.76

-Sd-
Chief Financial Officer

-Sd-
Company Secretary

-Sd-
President & Managing Director

-Sd-
Independent Director

-Sd-
Chairman

Dhaka,
October 29, 2020

AB Bank Limited

Statement of Changes in Equity
For the period ended 30 September 2020

Particulars	Paid-up capital	Statutory reserve	General reserve	Assets revaluation reserve	Investment revaluation reserve	Retained earnings	Total
	BDT	BDT	BDT	BDT	BDT	BDT	BDT
Balance at 01 January 2020	7,581,303,150	6,872,052,329	1,222,199,200	1,296,690,729	51,075,241	5,817,160,874	22,840,481,523
Bonus for 2019-5% Stock Dividend	379,065,150	-	-	-	-	(379,065,150)	-
Restated Opening Balance	7,960,368,300	6,872,052,329	1,222,199,200	1,296,690,729	51,075,241	5,438,095,724	22,840,481,523
Net profit after taxation for the period	-	-	-	-	-	153,331,248	153,331,248
Addition/(Adjustment) made during the period	-	9,311,465	-	(37,412)	130,066,387	(15,116,176)	124,224,264
Transferred during the period	-	-	350,000,000	-	-	-	350,000,000
Foreign exchange rate fluctuation	-	(10,515,572)	-	-	-	(2,773,846)	(13,289,418)
Balance at 30 September 2020	7,960,368,300	6,870,848,222	1,572,199,200	1,296,653,317	181,141,628	5,573,536,951	23,454,747,617
Balance at 30 September 2019	7,581,303,150	6,651,653,945	1,222,199,200	1,297,070,455	17,850,566	5,949,213,789	22,719,291,104

-Sd-
Chief Financial Officer

-Sd-
Company Secretary

-Sd-
President & Managing Director

-Sd-
Independent Director

-Sd-
Chairman

Dhaka,
October 29, 2020

Notes to the Financial Statements
For the period ended 30 September 2020

1. Accounting Policies

Accounting policies have been followed in preparing these financial statements are same as applied in financial statements of the Bank of preceding financial year.

2. Revenue recognition

Interest income

The interest income is recognised on accrual basis. Interest on loans and advances ceases to be taken into income when such advances are classified or treated as Sub Standard (SS) as per BRPD circular no. 14 dated 23 September 2012 and is kept in interest suspense account. Interest on classified advances is accounted for as income when realised.

Investment income

Interest income on investments is recognised on accrual basis except treasury bills. Capital gains on investments in shares are also included in investment income. Capital gains are recognized when these are realised.

2(a) Provision:

i) Loans & Advances

Provisions for loans and advances has been made as per directives/instructions of Bangladesh Bank issued from time to time.

ii) Investments

Provisions for diminution in value of investment is made for loss arising on diminution value of investment in quoted shares and other investments have been accounted for as per Bangladesh Bank Guidelines/instructions.

iii) Taxation

Provision for income tax has been made on taxable income after necessary adjustment made in accordance with the provisions of the Finance Act 2020, Income Tax Ordinance 1984 and other relevant rules as applicable.

2(b) Earnings Per Share (EPS)

Earnings Per Share (EPS) has been computed in accordance with International Accounting Standard (IAS)-33 by dividing the basic earnings by the number of ordinary shares outstanding as of September 30, 2020. According to IAS-33, EPS for the period ended September 30, 2019 was restated for the issues of bonus share in 2020. There is no convertible instrument of the Bank, thus no dilution effect has been considered.

2(C) Significant Deviation

I. Investment income

During the period (Jan. 20-Sep. 20) net gain on treasury bills and treasury bonds accounted for BDT 155 crore where as last year loss was BDT 144 crore. Due to changes of Treasury Bill/Bond yield curve, mark to market gain/loss booked in the Financial Statements.

II. Commission, exchange and brokerage

In Bangladesh operation other business like Export, Import, Remittance and Guarantee have been decreased from last year same reporting time. Thus, fee base commission income decreased compare to last year.

III. Provision against loans and advances

Provision for loans and advances made during the period (Jan-Sep) 2020 as per Bangladesh Bank guidelines/instructions.

IV. Net Operating Cash Flow Per Share (NOCFPS)

Net Operating Cash Flow Per Share (NOCFPS) decreased from Tk. 30.76 to Tk. (16.52) for decreasing of customer deposits BDT 921 crore in 3rd quarter ended September 30, 2020.

**Notes to the Financial Statements
For the period ended 30 September 2020**

2.(d) Related party disclosures

A party is related to the company if:

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

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

Name of contract	Name of the party	Name of Director and related by	Relationship
Lease agreement with AB Bank Limited	Elite International Ltd.	Feroz Ahmed	Common Director

Related party transactions:

Name of related party	Relationship	Nature of transaction	Amount in BDT
Elite International Ltd.	Common Director	Office Rent	1,863,000

Loans/placement given to subsidiary of the Bank:

Sl. No.	Name of Party	Connection with party	Nature of transaction	Amount in BDT
01	AB Investment Limited	99.99% owned Subsidiary	Loans and advances	754,805,756
02	AB Securities Limited	99.91% owned Subsidiary	Loans and advances	172,507,751
03	AB International Finance Limited	Fully owned (100%) Subsidiary	Placement through OBU	631,780,115
Total loans/placement to subsidiary				1,559,093,622

2(e) General

- i) Figures relating to the previous period/year have been rearranged wherever necessary.
- ii) Figures in these notes have been rounded off to the nearest BDT.

AB Bank Limited

**Notes to the Financial Statements
For the period ended 30 September 2020**

	30 Sep 2020	31 Dec 2019
	BDT	BDT
3. Cash		
Cash in hand (Note 3.1)	1,376,987,902	1,136,100,637
Balance with Bangladesh Bank and its agent bank(s) (Note 3.2)	19,813,190,886	18,736,346,733
	<u>21,190,178,788</u>	<u>19,872,447,371</u>
3(a) Consolidated Cash		
AB Bank Limited	21,190,178,788	19,872,447,371
AB Investments Limited	25,000	25,000
AB International Finance Limited	45,912	62,958
AB Securities Limited	35,000	35,000
Cashlink Bangladesh Limited (CBL)	56,889	4,729
	<u>21,190,341,589</u>	<u>19,872,575,058</u>
3.1 Cash in hand		
In local currency	1,334,168,865	1,112,273,983
In foreign currency	42,819,037	23,826,654
	<u>1,376,987,902</u>	<u>1,136,100,637</u>
3.1(a) Consolidated Cash in hand		
AB Bank Limited	1,376,987,902	1,136,100,637
AB Investments Limited	25,000	25,000
AB International Finance Limited	45,912	62,958
AB Securities Limited	35,000	35,000
Cashlink Bangladesh Limited (CBL)	56,889	4,729
	<u>1,377,150,703</u>	<u>1,136,228,324</u>
3.2 Balance with Bangladesh Bank and its agent bank(s)		
Balance with Bangladesh Bank		
In local currency	10,427,889,211	16,933,745,693
In foreign currency	9,102,501,599	1,325,358,012
	19,530,390,810	18,259,103,705
Sonali Bank Limited	282,800,076	477,243,028
(as an agent bank of Bangladesh Bank) - local currency	<u>19,813,190,886</u>	<u>18,736,346,733</u>
3.2(a) Consolidated Balance with Bangladesh Bank and its agent bank(s)		
AB Bank Limited	19,813,190,886	18,736,346,733
AB Investments Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
	<u>19,813,190,886</u>	<u>18,736,346,733</u>

AB Bank Limited

**Notes to the Financial Statements
For the period ended 30 September 2020**

	30 Sep 2020	31 Dec 2019
	BDT	BDT
4. Balance with other banks and financial institutions		
In Bangladesh	1,040,722,601	960,214,284
Outside Bangladesh	2,660,783,429	4,288,576,060
	3,701,506,030	5,248,790,344
4(a) Consolidated balance with other banks and financial institutions		
In Bangladesh	(Note: 4.1.a) 1,474,383,580	1,022,559,568
Outside Bangladesh (Nostro Accounts)	(Note: 4.2.a) 2,677,905,237	4,292,276,348
	4,152,288,817	5,314,835,916
4.1.a Consolidated In Bangladesh		
AB Bank Limited	1,040,722,601	960,214,284
AB Investment Limited	94,477,339	207,700
AB International Finance Limited	-	-
AB Securities Limited	389,640,307	81,563,768
Cashlink Bangladesh Limited (CBL)	44,838,601	41,974,568
	1,569,678,848	1,083,960,320
<u>Less: Inter company transaction</u>	95,295,268	61,400,752
	1,474,383,580	1,022,559,568
4.2.a Consolidated Outside Bangladesh (Nostro Accounts)		
AB Bank Limited	2,660,783,429	4,288,576,060
AB Investment Limited	-	-
AB International Finance Limited	22,995,950	4,084,192
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
	2,683,779,379	4,292,660,252
<u>Less: Inter company transactions</u>	5,874,142	383,904
	2,677,905,237	4,292,276,348
5. Money at call and on short notice		
In Bangladesh	-	3,640,000,000
Outside Bangladesh	976,670,103	1,136,493,241
	976,670,103	4,776,493,241
5(a) Consolidated money at call and on short notice		
AB Bank Limited	976,670,103	4,776,493,241
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
AB Exchange (UK) Limited	-	-
	976,670,103	4,776,493,241
<u>Less: Inter-group transaction</u>	(631,780,115)	(849,000,000)
	344,889,988	3,927,493,241

AB Bank Limited

Notes to the Financial Statements
For the period ended 30 September 2020

	30 Sep 2020 BDT	31 Dec 2019 BDT
6. Investments	52,159,637,455	61,578,564,387
6 (a) Consolidated investments		
AB Bank Limited	52,159,637,455	61,578,564,387
AB International Finance Limited	-	-
AB Investment Limited	3,825,014,303	736,423,365
AB Securities Limited	958,727,435	101,411,055
Cashlink Bangladesh Limited (CBL)	-	-
	56,943,379,193	62,416,398,807
6.1 Government securities		
T.Bill-Local-RE.REPO	-	4,594,340,150
T.Bill	1,480,772,798.60	7,805,539,669
Treasury bonds	40,424,942,833	38,590,159,898
Bangladesh Bank Islami Investment bonds	325,000,000	280,000,000
Prize bonds	1,895,000	1,603,500
	42,232,610,631	51,271,643,217
6.1(a) Consolidated Government securities		
AB Bank Limited	42,232,610,631	51,271,643,217
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
	42,232,610,631	51,271,643,217
6.2 Other investments		
Shares	3,824,371,302	4,144,754,812
Bond	4,000,000,000	4,000,000,000
Pinnacle Global Fund Pte Limited	1,637,967,543	1,639,846,896
	9,462,338,845	9,784,601,708
Investments -ABBL, Mumbai branch		
Treasury bills	464,687,979	522,319,462
Debentures and bonds	-	-
	464,687,979	522,319,462
Total other investments	9,927,026,824	10,306,921,170
6.2 (a) Consolidated other investments		
AB Bank Limited	9,927,026,824	10,306,921,170
AB Investment Limited	3,825,014,303	736,423,365
AB International Finance Limited	-	-
AB Securities Limited	958,727,435	101,411,055
Cashlink Bangladesh Limited (CBL)	-	-
	14,710,768,562	11,144,755,589

AB Bank Limited

Notes to the Financial Statements
For the period ended 30 September 2020

	30 Sep 2020 BDT	31 Dec 2019 BDT
6.2.1 Investments in shares		
Quoted (Publicly traded)	3,384,755,722	3,705,139,231
Unquoted	439,615,580	439,615,580
	3,824,371,302	4,144,754,812
6.2.2 Investment in subordinated bonds		
United Commercial Bank Ltd.	2,750,000,000	2,750,000,000
National Bank Ltd.	1,250,000,000	1,250,000,000
	4,000,000,000	4,000,000,000
6.2.3 Pinnacle Global Fund Pte Limited	1,637,967,543	1,639,846,896
Provision for the above has been maintained as per Bangladesh Bank Letter no. DBI-1/101/2018-1316 dated 26 April 2018.		
7. Loans, advances and lease/investments	269,341,979,075	256,512,476,640
7.1 Broad category-wise breakup excluding bills purchased and discounted		
In Bangladesh		
Loans	250,119,348,948	235,031,177,819
Overdrafts	18,864,862,297	20,715,446,412
Cash credits	-	-
	268,984,211,246	255,746,624,231
Outside Bangladesh: ABBL, Mumbai branch		
Loans	813,655	660,680
Overdrafts	-	-
Cash credits	30,519,550	30,996,046
	31,333,204	31,656,725
	269,015,544,450	255,778,280,956
7.2 Net loans, advances and lease/investments		
Gross loans and advances	269,341,979,075	256,512,476,640
<u>Less:</u>		
Interest suspense	17,591,045,764	18,134,825,637
Provision for loans and advances	17,949,256,144	15,279,405,791
	35,540,301,908	33,414,231,427
	233,801,677,167	223,098,245,213
7.3 Geographical location-wise (division) distribution		
In Bangladesh		
Urban branches		
Dhaka	205,857,489,034	194,532,221,250
Chittagong	46,704,858,629	44,979,109,982
Khulna	3,538,468,459	3,646,885,424
Sylhet	1,122,765,949	1,175,079,035
Barisal	192,698,147	208,433,374
Rajshahi	4,120,101,907	4,022,984,661
Rangpur	5,179,771,312	4,927,809,088
Mymensingh	563,622,115	563,683,749
	267,279,775,552	254,056,206,564

AB Bank Limited

Notes to the Financial Statements
For the period ended 30 September 2020

	30 Sep 2020 BDT	31 Dec 2019 BDT
7.3 Geographical location-wise (division) distribution (Cont.)		
<u>Rural branches</u>		
Dhaka	1,224,284,709	1,221,932,442
Chittagong	410,182,304	439,174,322
Khulna	-	-
Sylhet	45,690,215	45,277,729
Barisal	-	-
Rajshahi	-	-
Rangpur	-	-
Mymensingh	76,742,598	76,279,971
	<u>1,756,899,826</u>	<u>1,782,664,465</u>
Outside Bangladesh		
ABBL, Mumbai branch	305,303,697	673,605,611
	<u>269,341,979,076</u>	<u>256,512,476,640</u>
7.4 Classification of loans, advances and lease/investments		
In Bangladesh		
<u>Unclassified</u>		
Standard	204,213,018,756	193,311,858,904
Special Mention Account	16,828,751,038	15,636,520,911
	<u>221,041,769,794</u>	<u>208,948,379,815</u>
<u>Classified</u>		
Sub-Standard	2,414,909,317	2,219,729,829
Doubtful	3,554,989,142	3,254,684,217
Bad/Loss	42,025,007,125	41,416,077,168
	<u>47,994,905,583</u>	<u>46,890,491,214</u>
	<u>269,036,675,378</u>	<u>255,838,871,028</u>
Outside Bangladesh-Mumbai Branch		
Unclassified Loan	305,303,697	673,605,611
Classified Loan	-	-
	<u>305,303,697</u>	<u>673,605,611</u>
	<u>269,341,979,075</u>	<u>256,512,476,640</u>
7(a) Consolidated loans, advances and lease/investments excl. Bills purchased		
AB Bank Limited	269,015,544,450	255,778,280,956
AB Investment Limited	6,863,918,692	6,752,714,392
AB International Finance Limited	-	-
AB Securities Limited	922,223,819	930,528,911
Cashlink Bangladesh Limited (CBL)	-	-
	<u>276,801,686,961</u>	<u>263,461,524,259</u>
<u>Less: Inter company transaction</u>	927,313,507	911,545,194
	<u>275,874,373,454</u>	<u>262,549,979,066</u>
8 Bills purchased and discounted		
In Bangladesh	52,464,132	92,246,798
Outside Bangladesh - ABBL, Mumbai Branch	273,970,493	641,948,886
	<u>326,434,625</u>	<u>734,195,684</u>

AB Bank Limited

**Notes to the Financial Statements
For the period ended 30 September 2020**

	30 Sep 2020 BDT	31 Dec 2019 BDT
8 (a) Consolidated Bills purchased and discounted		
AB Bank Limited	326,434,625	734,195,684
AB Investment Limited	-	-
AB International Finance Limited	874,403,159	1,100,826,659
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
	1,200,837,784	1,835,022,342
9. Fixed assets including premises, furniture and fixtures		
Cost:		
Land and Building	2,968,097,272	2,968,097,272
Furniture and fixtures	250,985,827	250,083,131
Office appliances	64,765,680	64,178,283
Electrical appliances	1,908,962,819	1,901,779,739
Motor vehicles	830,848,369	781,076,227
Intangible Assets	765,118,487	758,525,505
Right of Use Assets	1,329,421,828	1,329,421,828
	8,118,200,282	8,053,161,986
<u>Less: Accumulated depreciation and amortization</u>	3,560,487,383	3,181,951,744
	4,557,712,899	4,871,210,242
9(a) Consolidated Fixed assets including premises, furniture and fixtures		
Cost:		
AB Bank Limited	8,118,200,282	8,053,161,986
AB Investments Limited	687,232,447	688,571,092
AB International Finance Limited	4,732,679	4,718,520
AB Securities Limited	38,099,539	37,778,532
Cashlink Bangladesh Limited (CBL)	81,471,369	81,471,369
	8,929,736,316	8,865,701,499
Accumulated depreciation:		
AB Bank Limited	3,560,487,383	3,181,951,744
AB Investments Limited	153,692,772	141,044,753
AB International Finance Limited	4,567,351	4,403,501
AB Securities Limited	31,699,894	30,061,320
Cashlink Bangladesh Limited (CBL)	81,471,369	81,471,369
	3,831,918,769	3,438,932,687
	5,097,817,547	5,426,768,812
10 Other Assets		
Income generating-Equity Investment		
In Bangladesh:		
AB Investment Limited (99.99% owned subsidiary company of ABBL)	5,811,431,750	5,811,431,750
AB Securities Limited (99.91% owned subsidiary company of ABBL)	199,898,000	199,898,000
Cashlink Bangladesh Limited (CBL) (90% owned subsidiary company of ABBL)	212,581,228	212,581,228
	6,223,910,978	6,223,910,978

AB Bank Limited

Notes to the Financial Statements
For the period ended 30 September 2020

	30 Sep 2020 BDT	31 Dec 2019 BDT
Outside Bangladesh:		
AB International Finance Ltd., Hong Kong (wholly owned subsidiary company of ABBL)	5,203,944	5,203,944
	5,203,944	5,203,944
	6,229,114,922	6,229,114,922
Non-income generating		
Arab Bangladesh Bank Foundation (99.60% owned subsidiary company of ABBL)	19,920,000	19,920,000
Deferred tax assets (Note 10.1)	3,168,748,061	2,559,125,266
Accounts receivable	1,741,047,788	1,358,719,057
Preliminary, formation, organisational, renovation, development, prepaid expenses and others	849,282,799	699,855,925
Exchange for clearing	13,237,111	26,837,111
Interest accrued on investment but not collected, commission and brokerage receivable on shares and debentures, and other income receivables	734,479,215	1,250,896,297
Security deposits	73,493,116	75,798,791
Advance rent and advertisement (Note 10.2)	105,291,088	113,443,319
Stationery, stamps, printing materials, etc.	38,509,135	31,978,415
Inter-branch adjustment	-	14,147
	6,744,008,313	6,136,588,329
	12,973,123,236	12,365,703,251
10(a) Consolidated Other assets		
AB Bank Limited	12,973,123,236	12,365,703,251
AB Investment Limited	279,983,855	300,379,486
AB International Finance Limited	48,534,625	37,219,501
AB Securities Limited	27,699,159	11,989,506
Cashlink Bangladesh Limited (CBL)	32,285,876	32,515,580
	13,361,626,751	12,747,807,325
<u>Less:</u> Inter-group transaction	6,272,725,709	6,357,907,426
	7,088,901,042	6,389,899,899
10.1 Deferred tax assets		
a) Deferred tax assets for specific provisions of loans and advances		
Opening Deferred Tax (Assets)/Liabilities	2,622,704,984	1,995,567,400
<u>Add:</u> Deferred Tax Income during the period	629,062,500	796,087,500
<u>Less:</u> Write-Off adjustment	-	118,861,316
Less. Adjustment during the period	-	50,088,601
Closing deferred tax assets	3,251,767,484	2,622,704,984
b) Deferred tax liabilities against property, plant & equipment		
Balance at 01 January	63,579,718	103,787,730
<u>Add/(less):</u> Provision made during the period/year	19,349,514	(40,257,496)
<u>Add/(Less):</u> Adjustment for Rate Fluctuation during the period	90,191	49,483
Closing deferred tax liabilities	83,019,423	63,579,718
Net Deferred Tax Assets (a-b)	3,168,748,061	2,559,125,266
Net Deferred Tax Income during the period/ year	609,712,986	836,344,996

AB Bank Limited

Notes to the Financial Statements
For the period ended 30 September 2020

	30 Sep 2020 BDT	31 Dec 2019 BDT
10.1.1 Calculations of deferred tax liabilities		
Deferred tax liabilities against Property, Plant & Equipment		
Accounting base of Property, Plant & Equipment	3,562,038,056	3,700,011,239
Tax base of Property, Plant & Equipment	3,333,981,445	3,523,048,120
Difference	228,056,611	176,963,119
(Deductible)/Taxable Temporary Difference	228,056,611	176,963,119
Effective Tax Rate	37.50%	37.50%
Deferred Tax (Assets)/Liabilities	85,521,229	66,361,170
Deferred Tax (Assets)/Liabilities of Mumbai Branch	(2,501,809)	(2,781,455)
Closing Deferred Tax (Assets)/Liabilities	83,019,420	63,579,715
10.1.2 Consolidated deferred tax liabilities		
AB Bank Limited	83,019,423	63,579,718
AB Investment Limited	9,901,006	11,437,840
Total	92,920,429	75,017,557
10.1.3 Consolidated deferred tax assets		
AB Bank Limited	3,251,767,484	2,622,704,984
AB Securities Limited	2,075,261	2,265,570
Total	3,253,842,745	2,624,970,554
10.2 Advance rent and advertisement		
Advance rent up to September 2020 Tk 202,062,360 crore has been considered with Right of Use (ROU) Assets as per IFRS 16		
11 Non-Banking Assets	342,984,836	342,984,836
The Bank has received absolute ownership of 11 mortgaged property according to the verdict of the Honorable Court under section 33 (7) of Artha Rin Adalat Ain, 2003. These have been recorded at Taka 342,984,836 as non-banking assets in accordance with Bank Companies Act 1991(amendment up to 2018) and BRPD circular 14 of 2003.		
12. Borrowings from other banks, financial institutions and agents		
In Bangladesh (Note 12.1)	22,481,947,438	14,820,039,741
Outside Bangladesh	-	-
	22,481,947,438	14,820,039,741
12.1 In Bangladesh:		
12.1.1 Bangladesh Bank		
Export Development Fund	1,844,988,815	1,401,605,286
Islamic Investment Bond	807,885,704	1,816,519,380
Refinance against IPFF	255,882,000	284,034,590
Refinance against Women Entr., Small Enterprise, ETP & Others	1,117,943,205	145,537,446
	4,026,699,724	3,647,696,701

AB Bank Limited

Notes to the Financial Statements
For the period ended 30 September 2020

	30 Sep 2020 BDT	31 Dec 2019 BDT
12.1.2 Call & Term Borrowing from		
NCC Bank Ltd.	1,224,013,500	924,500,000
NRB Commercial Bank Limited	-	500,000,000
Agrani Bank Limited	6,656,843,200	2,900,000,000
Sonali Bank Limited	3,414,013,500	3,000,000,000
Uttara Bank Limited	1,254,408,100	500,000,000
Bank Asia Limited	1,000,000,000	1,500,000,000
Midland Bank Ltd	-	300,000,000
South Bangla Bank Ltd	-	500,000,000
Rupali Bank Limited	3,093,618,900	500,000,000
National Bank Limited	381,612,150	254,700,000
South East Bank Limited	254,408,100	169,800,000
Bangladesh Development Bank Ltd	350,000,000	-
SIMANTO Bank Ltd	400,000,000	-
Pubali Bank Limited	84,802,700	-
United Commercial Bank	254,408,100	-
Accrued interest	87,119,464	123,343,040
	18,455,247,714	11,172,343,040
Total in Bangladesh	22,481,947,438	14,820,039,741
12(a) Consolidated Borrowings from other banks, financial institutions and agents		
AB Bank Limited	22,481,947,438	14,820,039,741
AB Investment Limited	4,005,029,466	737,184,319
AB International Finance Limited	630,608,692	845,905,526
AB Securities Limited	1,172,326,019	174,502,576
Cashlink Bangladesh Limited (CBL)	-	-
	28,289,911,615	16,577,632,162
<u>Less: Intercompany transactions</u>	1,557,922,199	1,757,450,720
	26,731,989,416	14,820,181,442
13. AB Bank Subordinated Bond		
AB Bank Subordinated Bond-I	500,000,000	1,000,000,000
AB Bank Subordinated Bond-II	1,600,000,000	2,400,000,000
AB Bank Subordinated Bond-III	4,000,000,000	4,000,000,000
	6,100,000,000	7,400,000,000
14. Deposit and other accounts		
Inter-bank deposits	4,928,845,811	2,363,492,605
Other deposits	267,545,275,844	277,094,100,693
	272,474,121,655	279,457,593,298
14(a) Consolidated Deposit and other accounts		
AB Bank Limited	272,474,121,655	279,457,593,298
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
	272,474,121,655	279,457,593,298
<u>Less: Inter-group transaction</u>	102,344,388	62,851,282
	272,371,777,268	279,394,742,017

Notes to the Financial Statements
For the period ended 30 September 2020

	30 Sep 2020 BDT	31 Dec 2019 BDT
14.1 Demand and time deposits		
a) Demand Deposits	35,957,305,541	31,464,088,959
Current accounts and other accounts	28,353,235,521	24,205,740,688
Savings Deposits (9%)	3,000,428,087	2,689,973,149
Bills Payable	4,603,641,933	4,568,375,122
b) Time Deposits	236,516,816,115	247,993,504,339
Savings Deposits (91%)	30,337,661,764	27,198,617,391
Short Notice Deposits	41,652,585,525	50,930,113,957
Fixed Deposits	115,956,374,089	122,908,353,612
Other Deposits	48,570,194,736	46,956,419,379
Total Demand and Time Deposits	272,474,121,655	279,457,593,298

15. Other liabilities

Accumulated provision against loans and advances	(Note 15.1)	17,949,256,144	15,279,405,791
Inter-branch adjustment		319,790	-
Provision for current tax (net of advance tax)	(Note 15.2)	859,000,158	2,330,977,161
Interest suspense account		17,591,045,764	18,134,825,637
Provision against other assets	(Note 15.3)	343,373,106	336,573,038
Accounts payable - Bangladesh Bank		39,985,923	186,368,159
Accrued expenses		164,259,877	170,706,883
Lease Liabilities	(Note 15.4)	730,841,370	842,847,290
Provision for off balance sheet items	(Note 15.5)	710,000,000	710,000,000
Provision against investments	(Note 15.6)	1,839,603,000	2,209,603,000
Others (*)		505,290,583	849,248,793
		40,732,975,715	41,050,555,751

(*) Others includes provision for audit fee, excise duty, income tax and VAT deducted at source, unclaimed dividend, accounts payable for safe keeping, earnest and security money, etc.

15.1 Accumulated provision against loans and advances

The movement in specific provision for bad and doubtful debts

Balance at 01 January		6,993,879,956	5,078,767,423
Fully provided debts written off during the period	(-)	-	(316,963,509)
Recovery of amounts previously written off	(+)	8,033,043	109,176,042
Specific provision made during the period	(+)	1,677,500,000	2,122,900,000
		1,685,533,043	1,915,112,534
Balance at 31 March		8,679,412,999	6,993,879,956
Provision made by ABBL, Mumbai Branch		-	-
Total provision on classified loans and advances		8,679,412,999	6,993,879,956

Notes to the Financial Statements
For the period ended 30 September 2020

		30 Sep 2020 BDT	31 Dec 2019 BDT
15.1 Accumulated provision against loans and advances (Cont.)			
<u>On unclassified loans</u>			
Balance at 01 January		8,282,733,658	5,557,133,658
Transferred from Off Balance Sheet provisions	(+)	-	100,000,000
Transferred from investment provisions		20,000,000	-
General provision made during the period	(+)	965,500,000	2,625,600,000
		<u>985,500,000</u>	<u>2,725,600,000</u>
Balance at 30 September		9,268,233,658	8,282,733,658
Provision made by ABBL, Mumbai Branch		1,609,487	2,792,177
Total provision on un-classified loans and advances		9,269,843,144	8,285,525,835
Total provision on loans and advances		17,949,256,143	15,279,405,790

<u>Provision for</u>	<u>Required</u>	<u>30 Sep 2020</u>	
		<u>Maintained</u>	<u>Excess</u>
Un-classified loans and advances	9,261,609,487	9,269,843,144	8,233,658
Classified loans and advances	8,670,000,000	8,679,412,999	9,412,999
	<u>17,931,609,487</u>	<u>17,949,256,144</u>	<u>17,646,657</u>

(*) The required provision as disclosed above has been derived without considering the requirement of provisioning for the year 2019 as imposed by Bangladesh Bank vide letter no. DBI-1/101/2020-1573 dated June 18, 2020. We have maintained specific provision on classified loans proportionately against deferral provision for the year 2019.

15.1.1 Details of provision for loans and advances

	<u>30 Sep 2020</u>	
	<u>Required</u>	<u>Maintained</u>
<u>General Provision</u>	9,261,609,487	9,269,843,144
Standard	8,867,467,982	8,875,701,639
Special Mention Account	394,141,505	394,141,505
<u>Specific Provision</u>	8,670,000,000	8,679,412,999
Substandard	265,535,109	265,535,109
Doubtful	1,245,821,398	1,245,821,398
Bad/Loss	7,158,643,493	7,168,056,492
Excess provision maintained at 30 September 2020		<u>17,646,657</u>

15.2 Provision for current tax (net of advance tax)

Current Tax	(note 15.2.1)	4,442,977,997	4,034,349,742
Advance Income Tax	(note 15.2.2)	3,583,977,838	1,703,372,580
Provision for current tax (net of advance tax)		<u>859,000,158</u>	<u>2,330,977,161</u>

AB Bank Limited

Notes to the Financial Statements
For the period ended 30 September 2020

	30 Sep 2020 BDT	31 Dec 2019 BDT
15.2.1 Provision for current tax		
Opening Balance	3,895,988,647	14,835,831,960
Add: Provision made during the year	514,744,567	1,895,469,161
Less: Adjustment during the year	-	12,666,362,557
Less: Deferred Tax adjustment during the year	-	50,088,601
Less: Write-off adjustment	-	118,861,316
Closing Balance	4,410,733,214	3,895,988,647
Provision held by ABBL, Mumbai Branch	32,244,783	138,361,095
	4,442,977,997	4,034,349,742

Corporate income tax assessment of the Bank is completed up to the income year ended 31 December 2017 (Assessment Year 2018-19). 1st Appeal filed against the order of the Deputy Commissioner of Taxes for the assessment year 2018-19. Corporate income tax return for the year 2018 submitted under section 82BB corresponding to Assessment Years 2019-20. Tax assessments for income years 1995, 1996, 1997, 2007, 2009, 2010, 2011 and 2012 were completed but these were referred to the Hon'ble High Court on the application made by the Bank for some disputed points.

15.2.2 Advance corporate income tax

In Bangladesh:

Balance at 01 January 2019	1,584,282,901	13,330,000,239
Add: Paid during the period/year	1,934,395,380	920,645,219
Tax withheld during the period		
Paid during the year	1,934,395,380	920,645,219
Less: Transfer/Adjustment during the period/year	-	12,666,362,557
Closing balance (Bangladesh operations)	3,518,678,281	1,584,282,901
Advance tax of ABBL, Mumbai Branch	65,299,557	119,089,679
	3,583,977,838	1,703,372,580

15.3 Provision against other assets

Provision for		
Prepaid legal expenses	130,530,000	121,030,000
Protested bills	73,355,678	76,055,610
Others	139,487,428	139,487,428
	343,373,106	336,573,038

Provision against other assets was made as per BRPD Circular # 14 dated 25 June 2001 issued by Bangladesh Bank.

15.3.1 Calculation of Provision against other assets

	Outstanding amount	Base for Provision	Rate	Provisions Requirement	Provisions Maintained
Prepaid legal expenses	130,357,879	130,357,879	50% & 100%	65,178,940	130,530,000
Protested bills	72,370,749	72,370,749	100%	72,370,749	73,355,678
Others	90,455,866	90,455,866	100%	90,455,866	139,487,428
Required provision for other assets				228,005,554	343,373,106
Total provision requirement					228,005,554
Total provision maintained					343,373,106
Excess provision maintained at 30 September 2020					115,367,552

AB Bank Limited

Notes to the Financial Statements
For the period ended 30 September 2020

	30 Sep 2020 BDT	31 Dec 2019 BDT
15.4 Leasehold Liabilities		
Opening balance of present value of lease liability	842,847,290	979,237,360
Finance Cost @ 8%	50,570,837	49,896,645
Rental payment during the year	162,576,757	186,286,715
Closing balance of lease liability	730,841,370	842,847,290

Bank recognises lease liabilities measured at the present value of lease payments to be made over the leased term using incremental borrowing rate @ 8% at the date of initial application of "IFRS 16 Leases". Lease liability is measured by increasing the carrying amount to reflect interest on lease liability, reducing the carrying amount to reflect the lease payments, and remeasuring the carrying amount to reflect any reassessment of lease modification.

15.5 Provision for off balance sheet items

Opening balance	710,000,000	810,000,000
Less: Transferred to general provisions	-	(100,000,000)
Closing balance	710,000,000	710,000,000

15.5.1 Particulars of required provision for Off-Balance Sheet Items

	Base for Provision	Rate (%)	30 Sep 2020	31 Dec 2019
Acceptances and endorsements	8,466,804,895	1%	84,668,049	97,347,035
Letters of guarantee	13,067,627,914	1%	130,676,279	140,566,747
Irrevocable letters of credit	4,837,774,214	1%	48,377,742	61,955,698
Bills for collection	-	1%	-	-
Others	2,562,718	1%	25,627	2,114,958
Total Off Balance Sheet Items & required provision	26,374,769,741		263,747,697	301,984,438
Total provision maintained			710,000,000	710,000,000
Excess provision at 30 September 2020			446,252,303	408,015,562

No provision has been maintained against Off Balance Sheet items of Mumbai Branch BDT 28,198,161,731 as per Reserve Bank of India (RBI) guidelines.

15.6 Provision against investments

Provision against quoted shares

Opening balance	1,830,353,000	1,650,053,000
Less: Transferred to General provision for loans and advances	(20,000,000)	-
Less: Transferred to General reserve	(350,000,000)	-
Add: Provision made during the period/year	-	180,300,000
Closing Balance	1,460,353,000	1,830,353,000
Total provision maintained for Investment	1,460,353,000	1,830,353,000
Total provision requirement for Investment	1,436,451,346	1,826,516,990
Excess provision	23,901,654	3,836,010

Provision for Pinnacle Global Fund Pte Limited:

Opening balance	379,250,000	239,250,000
Add: Provision made during the period/year	-	140,000,000
Closing Balance	379,250,000	379,250,000

AB Bank Limited

Notes to the Financial Statements
For the period ended 30 September 2020

	30 Sep 2020 BDT	31 Dec 2019 BDT
15.6 Provision against investments (Cont.)		
(*) Provision for Pinnacle Global Fund Pte Limited has been maintained as per Bangladesh Bank vide letter no. DBI-1/101/2020-1573 dated June 18, 2020.		
Total Provision maintained against investment:		
Provision against quoted shares	1,460,353,000	1,830,353,000
Provision for Pinnacle Global Fund Pte Limited	379,250,000	379,250,000
	1,839,603,000	2,209,603,000
15(a) Consolidated Other liabilities		
AB Bank Limited	40,732,975,715	41,050,555,751
AB Investment Limited	828,508,295	852,726,243
AB International Finance Limited	163,430,957	86,150,229
AB Securities Limited	611,839,471	448,712,800
Cashlink Bangladesh Limited (CBL)	-	28,750
	42,336,754,437	42,438,173,774
<u>Less:</u> Inter-group transaction	41,849,174	17,190,130
	42,294,905,263	42,420,983,644
16. Share Capital	7,960,368,300	7,581,303,150
16.1 Authorised Capital		
1,500,000,000 ordinary shares of BDT 10 each	15,000,000,000	15,000,000,000
16.2 Issued, Subscribed and Paid-up Capital		
10,000,000 ordinary shares of BDT 10 each issued for cash	100,000,000	100,000,000
5,000,000 ordinary shares of BDT 10 each issued for rights	50,000,000	50,000,000
781,036,830 ordinary shares of BDT 10 each issued as bonus shares	7,810,368,300	7,431,303,150
	7,960,368,300	7,581,303,150
17. Statutory reserve		
In Bangladesh		
Opening balance	6,547,756,164	6,324,553,560
<u>Add:</u> Addition during the year	-	223,202,604
<u>Add./Less</u> Adjustment for Foreign Exchange Rate Fluctuation	-	-
	6,547,756,164	6,547,756,164
Outside Bangladesh - ABBL, Mumbai Branch		
Opening balance	324,296,165	298,809,180
<u>Add:</u> Addition during the period	9,311,465	27,870,923
<u>Add/(Less):</u> Adjustment for Foreign Exchange Rate Fluctuation	(10,515,572)	(2,383,939)
	323,092,058	324,296,165
	6,870,848,222	6,872,052,329
18. Other reserve		
General reserve (Note 18.1)	1,572,199,200	1,222,199,200
Assets revaluation reserve (Note 18.2)	1,296,653,317	1,296,690,729
Investment revaluation reserve (Note 18.3)	181,141,628	51,075,241
	3,049,994,145	2,569,965,170

AB Bank Limited

Notes to the Financial Statements
For the period ended 30 September 2020

	30 Sep 2020 BDT	31 Dec 2019 BDT
18.1 General reserve	1,572,199,200	1,222,199,200
Opening balance	1,222,199,200	1,222,199,200
Add: Transferred from investment provision	350,000,000	-
Closing balance	1,572,199,200	1,222,199,200
18(a) Consolidated Other reserve		
AB Bank Limited	3,049,994,145	2,569,965,170
AB Investment Limited	-	-
AB International Finance Limited	86,722,576	84,161,257
AB Securities Limited	85,910,523	85,910,523
Cashlink Bangladesh Limited (CBL)	-	-
	3,222,627,243	2,740,036,949
19. Retained earnings		
Opening balance	5,817,160,874	5,905,152,980
Add: Post-tax profit for the period/year	153,331,248	167,741,264
Less: Transfer to -Statutory reserve	(9,311,465)	(251,073,528)
Bonus shares issued	(379,065,150)	-
	5,582,115,507	5,821,820,716
Add/(Less): Transferred from Assets Revaluation Reserve	37,412	1,518,905
Add/(Less): Adjustment for lease finance	(1,402,363)	-
Add/(Less): Transferred to Investment fluctuation reserve	(4,439,760)	-
Add/(Less): Foreign Exchange Translation gain/(loss)	(2,773,846)	(6,178,746)
	5,573,536,951	5,817,160,874
19(a) Consolidated Retained earnings		
AB Bank Limited	5,573,536,951	5,817,160,874
AB Investment Limited	306,521,292	290,465,910
AB International Finance Limited	58,419,745	117,098,561
AB Securities Limited	162,531,404	152,001,606
Cashlink Bangladesh Limited (CBL)	(165,018,634)	(167,733,872)
	5,935,990,758	6,208,993,079
Add/(Less): Adjustment made during the period/year	718,981,282	609,338,872
Non Controlling Interest	(16,357,617)	(16,638,480)
	6,671,329,657	6,834,970,432
19(b) Non-controlling interest		
AB Investment Limited	10,234	10,210
AB Securities Limited	460,510	451,195
Cashlink Bangladesh Limited	11,498,137	11,226,613
	11,968,880	11,688,017
20. Contingent liabilities	57,162,826,763	47,836,302,228
20.1 Letters of guarantee		
Money for which the Bank is contingently liable in respect of guarantees issued favoring:		
Directors	-	-
Government	-	-
Banks and other financial institutions	112,055,398	101,954,959
Others	12,957,268,686	13,956,416,188
	13,069,324,083	14,058,371,146

AB Bank Limited

Notes to the Financial Statements
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	Jan'20- Sep'20 Taka	Jan'19- Sep'19 Taka
21. Profit and loss account		
<u>Income:</u>		
Interest, discount and similar income	19,722,896,784	18,539,718,126
Dividend income	19,405,008	62,133,265
Fee, commission and brokerage	650,352,663	922,597,258
Gains less losses arising from investment securities	36,702,777	47,335,263
Gains less losses arising from dealing in foreign currencies	253,939,125	439,608,734
Other operating income	29,122,964	46,739,579
Gains less losses arising from dealing securities	1,554,472,490	(1,439,855,238)
Income from non-banking assets	-	-
	22,266,891,810	18,618,276,987
<u>Expenses:</u>		
Interest, fee and commission	15,305,867,744	13,626,706,534
Administrative expenses	2,826,925,277	3,026,889,915
Other operating expenses	1,062,401,563	782,412,471
Depreciation and amortization on banking assets	385,860,570	226,939,910
Loss on loans and advances	-	-
	19,581,055,154	17,662,948,831
	2,685,836,656	955,328,156
22. Interest income/profit on investments		
Interest on loans and advances:		
Loans and advances	16,238,483,041	15,151,353,017
Bills purchased and discounted	41,304,587	78,130,292
	16,279,787,628	15,229,483,308
Interest on:		
Calls and placements	128,749,187	150,169,193
Balance with foreign banks	6,187,025	9,865,650
Reverse Repo	7,989,674	15,614,346
Balance with Bangladesh Bank	27,310,606	14,253,412
	170,236,492	189,902,601
	16,450,024,120	15,419,385,909
22(a). Consolidated Interest income/profit on investments		
AB Bank Limited	16,450,024,120	15,419,385,909
AB International Finance Limited	32,621,021	38,357,728
AB Investment Limited	43,020,641	121,127,047
AB Securities Limited	20,208,399	27,091,071
Cashlink Bangladesh Limited (CBL)	3,025,923	2,749,117
	16,548,900,104	15,608,710,872
<u>Less: Intercompany transactions</u>	6,020,667	3,769,966
	16,542,879,436	15,604,940,905
23. Interest/profit paid on deposits, borrowings, etc.		
Interest on deposits:		
Fixed deposits	7,144,323,309	7,623,850,131
Savings deposits	784,347,045	723,245,687
Special notice deposits	1,778,138,797	1,787,790,730
Other deposits	3,578,132,244	1,813,572,553
	13,284,941,395	11,948,459,101
Interest on borrowings:		
Local banks, financial institutions including BB	1,465,774,566	1,022,759,762
Subordinated Bond	555,151,783	655,487,671
	15,305,867,744	13,626,706,534

AB Bank Limited

Notes to the Financial Statements

For the period ended 30 September 2020

	Jan'20- Sep'20 Taka	Jan'19- Sep'19 Taka
23(a). Consolidated Interest/profit paid on deposits, borrowings, etc.		
AB Bank Limited	15,305,867,744	13,626,706,534
AB Investment Limited	-	-
AB International Finance Limited	4,248,750	4,112,508
AB Securities Limited	20,348,173	18,142,979
Cashlink Bangladesh Limited (CBL)	-	-
	15,330,464,667	13,648,962,021
<u>Less: Intercompany transactions</u>	<u>6,020,667</u>	<u>5,600,445</u>
	<u>15,324,443,999</u>	<u>13,643,361,575</u>
24. Investment income		
Capital gain on sale of shares	36,702,777	47,335,263
Interest on treasury bills	100,139,733	46,910,509
Dividend on shares	19,405,008	62,133,265
Interest on treasury bonds	2,874,743,092	2,781,159,909
Gain/(Loss) on treasury bills and treasury bonds	1,554,472,490	(1,439,855,238)
Interest on other bonds & others	297,989,839	292,261,799
	<u>4,883,452,939</u>	<u>1,789,945,507</u>
24(a). Consolidated Investment income		
AB Bank Limited	4,883,452,939	1,789,945,507
AB Investment Limited	(10,475,199)	(138,062,006)
AB International Finance Limited	-	-
AB Securities Limited	10,244,664	(23,844,811)
Cashlink Bangladesh Limited (CBL)	-	-
	<u>4,883,222,403</u>	<u>1,628,038,690</u>
25. Commission, exchange and brokerage		
Other fees, commission and service charges	380,798,212	514,399,450
Commission on letters of credit	210,343,885	316,965,884
Commission on letters of guarantee	59,210,567	91,231,924
Exchange gains less losses arising from dealings in foreign currencies	253,939,125	439,608,734
	<u>904,291,788</u>	<u>1,362,205,992</u>
25(a). Consolidated Commission, exchange and brokerage		
AB Bank Limited	904,291,788	1,362,205,992
AB Investment Limited	27,816,981	26,449,070
AB International Finance Limited	30,447,531	52,115,527
AB Securities Limited	54,105,585	30,098,278
Cashlink Bangladesh Limited (CBL)	-	-
	<u>1,016,661,884</u>	<u>1,470,868,866</u>
26. Other income		
Locker rent, insurance claim and others	2,272,662	3,831,332
Recoveries on telex, telephone, fax, etc.	21,710,816	31,473,793
Recoveries on courier, postage, stamp, etc.	4,284,735	10,387,417
Non-operating income (*)	854,751	1,047,037
	<u>29,122,964</u>	<u>46,739,579</u>

(*) Non-operating income includes sale of scrap items.

AB Bank Limited

Notes to the Financial Statements
For the period ended 30 September 2020

	Jan'20- Sep'20 Taka	Jan'19- Sep'19 Taka
26(a). Consolidated other income		
AB Bank Limited	29,122,964	46,739,579
AB Investment Limited	6,943,390	9,131,677
AB International Finance Limited	39,413,387	55,889,544
AB Securities Limited	636,952	1,565,777
Cashlink Bangladesh Limited (CBL)	-	-
	76,116,692	113,326,577
<u>Less:</u> Inter company transactions	6,537,390	5,967,869
	69,579,302	107,358,708
27. Salary and allowances		
Basic salary, provident fund contribution and all other allowances	1,911,908,704	1,928,722,532
Festival and incentive bonus	172,026,486	177,687,136
	2,083,935,190	2,106,409,668
27.1 Chief executive's salary and fees	9,375,000	3,035,484
27(a). Consolidated salary and allowances		
AB Bank Limited	2,083,935,190	2,106,409,668
AB Investment Limited	11,939,363	11,526,151
AB International Finance Limited	22,887,844	21,872,422
AB Securities Limited	18,269,953	19,504,805
Cashlink Bangladesh Limited (CBL)	204,520	200,628
	2,137,236,870	2,159,513,674
28. Rent, taxes, insurance, electricity, etc.		
Rent, rates and taxes (Note 28.1)	235,682,063	387,842,627
Electricity, gas, water, etc.	66,719,093	72,637,771
Insurance	143,544,981	131,438,057
	445,946,137	591,918,455
28.1 Rent, rates and taxes		
Right Of Use (ROU) assets has been calculated for the period ended September 30, 2020 as per IFRS-16 considering monthly rental expenses excluding low value assets.		
28(a). Consolidated Rent, taxes, insurance, electricity, etc.		
AB Bank Limited	445,946,137	591,918,455
AB Investment Limited	1,442,836	1,669,864
AB International Finance Limited	7,224,299	7,382,068
AB Securities Limited	5,895,342	6,051,279
Cashlink Bangladesh Limited (CBL)	-	-
	460,508,614	607,021,666
<u>Less:</u> Inter company transactions	6,537,390	4,137,390
	453,971,224	602,884,276
29. Legal expenses		
Legal expenses	10,553,589	8,649,670

AB Bank Limited

Notes to the Financial Statements

For the period ended 30 September 2020

	Jan'20- Sep'20 Taka	Jan'19- Sep'19 Taka
29(a). Consolidated legal expenses		
AB Bank Limited	10,553,589	8,649,670
AB Investment Limited	-	221,600
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
	10,553,589	8,871,270
30. Postage, stamp, telecommunication, etc.		
Telex, fax, internet, wireless link, SWIFT, etc.	53,911,669	51,534,784
Telephone	4,261,663	4,872,874
Postage, stamp and shipping	8,841,255	18,569,221
	67,014,587	74,976,879
30(a). Consolidated Postage, stamp, telecommunication, etc.		
AB Bank Limited	67,014,587	74,976,879
AB Investment Limited	567,175	594,601
AB International Finance Limited	5,058,839	7,757,492
AB Securities Limited	1,184,848	1,067,559
Cashlink Bangladesh Limited (CBL)	-	-
	73,825,448	84,396,531
31. Stationery, printing, advertisements, etc.		
Printing and stationery	59,491,737	101,811,858
Publicity, advertisement, etc.	9,478,032	6,320,227
	68,969,769	108,132,086
31(a). Consolidated Stationery, printing, advertisements, etc.		
AB Bank Limited	68,969,769	108,132,086
AB Investment Limited	107,434	144,714
AB International Finance Limited	126,459	159,282
AB Securities Limited	542,178	357,083
Cashlink Bangladesh Limited (CBL)	-	-
	69,745,839	108,793,165
32. Directors' fees		
Directors' fees	370,800	984,800
Meeting expenses	136,420	570,674
	507,220	1,555,474
Directors' fees includes fees for attending the meeting of the Board, Executive Committee, Audit Committee, Risk Management Committee and Shariah Council.		
32(a). Consolidated Directors' fees		
AB Bank Limited	507,220	1,555,474
AB Investment Limited	220,008	91,340
AB International Finance Limited	-	-
AB Securities Limited	183,334	187,777
	956,562	1,892,091

AB Bank Limited

Notes to the Financial Statements
For the period ended 30 September 2020

	Jan'20- Sep'20 Taka	Jan'19- Sep'19 Taka
33. Auditors' fees		
Statutory	305,248	368,685
Others	586,225	5,189,295
	891,473	5,557,979

33(a). Consolidated Auditors' fees

AB Bank Limited	891,473	5,557,979
AB Investment Limited	6,500	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
	897,973	5,557,979

34. Depreciation and repairs of Bank's assets

Depreciation :

Electrical appliances	87,033,646	89,264,497
Furniture and fixtures	7,260,701	8,322,066
Office appliances	1,346,579	1,545,105
Building	11,714,436	13,188,043
Motor vehicles	55,188,707	52,327,898
	162,544,068	164,647,609

Depreciation of ROU (Right Of Use) assets

194,101,167 -

Repairs:

Motor vehicles	16,581,355	18,476,437
Electrical appliances	42,802,875	51,940,640
Office premises and others	76,097,788	51,450,019
Furniture and fixtures	788,823	1,274,307
Office appliances	3,461,471	3,512,817
	139,732,313	126,654,221
	496,377,548	291,301,830

Amortization of Intangible Assets

29,215,335 62,292,301

525,592,883 **353,594,131**

34(a). Consolidated Depreciation and repairs of Bank's assets

AB Bank Limited	525,592,883	353,594,131
AB Investment Limited	14,146,412	13,982,026
AB International Finance Limited	357,121	376,807
AB Securities Limited	2,177,566	1,263,870
Cashlink Bangladesh Limited (CBL)	-	-
	542,273,982	369,216,834

AB Bank Limited

Notes to the Financial Statements
For the period ended 30 September 2020

	Jan'20- Sep'20 Taka	Jan'19- Sep'19 Taka
35. Other expenses		
Contractual service	375,727,262	363,614,627
Petrol, oil and lubricant	35,302,921	42,430,866
Software expenses	154,101,648	138,559,834
Entertainment	19,773,107	26,348,843
Travelling	5,995,246	7,491,909
Subscription, membership and sponsorship	14,644,686	9,776,581
Training, seminar and workshop	5,269,081	5,237,201
Local conveyance	6,001,456	6,882,260
Professional charges	32,145,762	27,567,989
Books, newspapers and periodicals	969,599	810,501
Finance Charge for lease liability	50,570,837	-
Donation	141,690,027	21,209,764
Bank Charges	8,042,499	10,163,661
Sundry expenses (*)	212,167,432	122,318,436
	1,062,401,563	782,412,471

(*) Sundry expenses includes business promotion, rebate to foreign correspondents & dress employees etc.

35(a). Consolidated other expenses

AB Bank Limited	1,062,401,563	782,412,471
AB Investment Limited	15,646,408	7,009,071
AB International Finance Limited	33,656	1,101,716
AB Securities Limited	11,870,088	5,991,646
Cashlink Bangladesh Limited (CBL)	60,165	38,323
	1,090,011,880	796,553,227

36. Provision against loans and advances

On un-classified loans	964,407,848	299,801,565
On classified loans	1,677,500,000	311,700,000
	2,641,907,848	611,501,565

36(a). Consolidated provision against loans and advances

AB Bank Limited	2,641,907,848	611,501,565
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
	2,641,907,848	611,501,565

37. Provisions for investments

Provision for quoted shares in Bangladesh operations	-	50,000,000
Total provision for investments	-	50,000,000

AB Bank Limited

Notes to the Financial Statements

For the period ended 30 September 2020

	Jan'20- Sep'20 Taka	Jan'19- Sep'19 Taka
37(a). Consolidated provisions for diminution in value of investments		
AB Bank Limited	-	50,000,000
AB Investment Limited	-	5,819,239
AB International Finance Limited	-	-
AB Securities Limited	-	(28,602,932)
Cashlink Bangladesh Limited (CBL)	-	-
	-	27,216,307

38. Other provision

Provision for off balance sheet items	-	-
Provision for Other assets	9,500,000	10,221,018
	9,500,000	10,221,018

Provision for other assets included prepaid legal expenses, protested bills and others has been made as per Bangladesh Bank BRPD Circular # 14 dated 25 June 2001.

38(a). Consolidated other provisions

AB Bank Limited	9,500,000	10,221,018
AB Investment Limited	-	-
AB International Finance Limited	-	-
AB Securities Limited	-	-
Cashlink Bangladesh Limited (CBL)	-	-
	9,500,000	10,221,018

39. Earnings Per Share (EPS)

Profit after taxation	153,331,248	71,744,103
Number of ordinary shares outstanding	796,036,830	796,036,830
Earnings Per Share	0.19	0.09

39(a) Consolidated Earnings Per Share

Net Profit/(Loss) attributable to the shareholders of parent company	234,571,031	141,312,477
Number of ordinary shares outstanding	796,036,830	796,036,830
Earnings Per Share	0.29	0.18

Earnings Per Share (EPS) has been computed in accordance with International Accounting Standard (IAS)-33 by dividing the basic earnings by the number of ordinary shares outstanding as of September 30, 2020 .

40. Receipts from other operating activities

Interest on treasury bills, bonds, debenture and others	4,864,047,931	1,727,812,242
Exchange earnings	254,249,995	439,874,489
Recoveries on telex, telephone, fax, etc.	21,710,816	31,473,793
Recoveries on courier, postage, stamp, etc.	4,284,735	10,387,417
Non-operating income	854,751	1,047,037
Others	2,272,662	3,831,332
	5,147,420,889	2,214,426,310

AB Bank Limited

Notes to the Financial Statements

For the period ended 30 September 2020

	Jan'20- Sep'20 Taka	Jan'19- Sep'19 Taka
41. Payments for other operating activities		
Rent, taxes, insurance, electric	685,057,189	591,918,455
Postage, stamps, telecommunication, etc.	67,014,587	74,976,879
Repairs of Bank's assets	139,732,313	126,654,221
Legal expenses	10,553,589	8,649,670
Auditor's fees	891,473	5,557,979
Directors' fees	507,220	1,555,474
Other Expenses	1,011,830,726	782,412,471
	1,915,587,096	1,591,725,149
42 Net Operating Cash Flow Per Share (NOCFPS)		
Net Operating Cash Flow	(13,149,488,834)	24,484,611,253
Number of ordinary shares outstanding	796,036,830	796,036,830
Net Operating Cash Flow Per Share (NOCFPS)	(16.52)	30.76
43(a) Consolidated Net Operating Cash Flow Per Share (NOCFPS)		
Net Operating Cash Flow	(8,602,590,397)	24,766,971,194
Number of ordinary shares outstanding	796,036,830	796,036,830
Net Operating Cash Flow Per Share (NOCFPS)	(10.81)	31.11
44 Net Asset Value Per Share (NAVPS)		
Net Asset Value	23,454,747,617	22,840,481,523
Number of ordinary shares outstanding	796,036,830	796,036,830
Net Asset Value Per Share (NAVPS)	29.46	28.69
44(a) Consolidated Net Asset Value Per Share (NAVPS)		
Net Asset Value	24,725,173,422	24,028,362,861
Number of ordinary shares outstanding	796,036,830	796,036,830
Net Asset Value Per Share (NAVPS)	31.06	30.18
45 Reconciliation of net profit with cash flows from operating activities		

Bank prepares Cash flow statement in accordance with Bangladesh Bank, BRPD Circular No. 14 dated 25 June 2003.