

# **Sonali Bank Limited**

## **Auditors' Report and Financial Statements as at and for the year ended 31 December 2018**

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## **Independent Auditor's Report**

### **To the Shareholders of Sonali Bank Limited**

#### **Report on the Audit of the Consolidated and Separate Financial Statements**

##### **Opinion**

We have audited the consolidated financial statements of Sonali Bank Limited and its subsidiaries (the "Group") as well as the separate financial statements of Sonali Bank Limited (the "Bank"), which comprise the consolidated and separate balance sheets as at 31 December 2018 and the consolidated and separate profit and loss accounts, consolidated and separate statements of changes in equity and consolidated and separate cash flow statements for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the Bank give a true and fair view of the consolidated balance sheet of the Group and the separate balance sheet of the Bank as at 31 December 2018, and of its consolidated and separate profit and loss accounts and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note 2.

##### **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 *Auditors' Responsibilities for the Audit of the Consolidated and Separate Financial Statements* section of our report. We are independent of the Group and the Bank in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* (IESBA Code), Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

##### **Key Audit Matters**

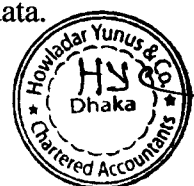
Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the auditor's responsibilities for the audit of the financial statements section of our report, including in relation to these matters.



Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatements of the financial statements. These results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on accompanying financial statements.

Risk	Our response to the risk
<b>Measurement of provision for loans and advances</b>	
<p>The process for estimating the provision for loans and advances portfolio associated with credit risk is significant and complex. For the individual analysis, these provisions consider the estimates of future business performance and the market value of collateral provided for credit transactions.</p> <p>For the collective analysis, these provisions are manually processed that deals with voluminous databases, assumptions and calculations for the provision estimates of complex design and implementation.</p> <p>At year end 2018 the Group reported total gross loans and advances of BDT 466,319 million (2017: BDT 425,491million) and provision for loans and advances of BDT 49,269 million (2017: BDT 41,652 million).</p> <p>We have focused on the significant judgments and estimates which could give rise to material misstatement or management bias.</p> <p>Provision measurement is primarily dependent upon key assumptions relating to probability of default, ability to repossess collateral and recovery rates.</p>	<p>We tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> <li>• Tested the credit appraisal, loan disbursement procedures, monitoring and provisioning process;</li> <li>• Identification of loss events, including early warning and default warning indicators;</li> <li>• Reviewed quarterly Classification of Loans (CL); Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following:</li> <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;</li> <li>• Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.</li> </ul>
See note # 7, 13.1 and 13.2 to the financial statements	
<b>Valuation of treasury bill and treasury bond</b>	
<p>The classification and measurement of T-Bill and T-Bond require judgment and complex estimates.</p> <p>In the absence of a quoted price in an active market, the fair value of T-Bills and T-Bonds is determined using complex valuation techniques which may take into consideration direct or indirect unobservable market data and complex pricing models which require an elevated level of judgment.</p>	<p>We assessed the processes and controls put in place by the Group to identify and confirm the existence of financial instruments. We obtained an understanding, evaluated the design and tested the operating effectiveness of the key controls over the financial instrument valuation processes, including controls over market data inputs into valuation models, model governance, and valuation adjustments.</p> <p>We tested a sample of the valuation models and the inputs used in those models, using a variety of techniques, including comparing inputs to available market data.</p>



	Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.
See note # 6 and 17.01 to the financial statements	
<b>Measurement of deferred tax assets</b>	
<p>The Bank reports net deferred tax assets to totaling BDT 30,695 million as at 31 December 2018.</p> <p>Significant judgment is required in relation to deferred tax assets as their recoverability is dependent on forecasts of future profitability over a number of years.</p>	<p>We obtained an understanding, evaluated the design and tested the operational effectiveness of the Group's key controls over the recognition and measurement of DTAs and the assumptions used in estimating the Group's future taxable income.</p> <p>We also assessed the completeness and accuracy of the data used for the estimations of future taxable income.</p> <p>We involved tax specialists to assess key assumptions, controls, recognition and measurement of DTA's.</p> <p>Finally we assessed the appropriateness and presentation of disclosures against IAS 12 Income Tax.</p>
See note # 9.08.01 to the financial statements	
<b>Legal and regulatory matters</b>	
<p>We focused on this area because the Bank and its subsidiaries (the "Group") operate in a legal and regulatory environment that is exposed to significant litigation and similar risks arising from disputes and regulatory proceedings. Such matters are subject to many uncertainties and the outcome may be difficult to predict.</p> <p>These uncertainties inherently affect the amount and timing of potential outflows with respect to the provisions which have been established and other contingent liabilities.</p> <p>Overall, the legal provision represents the Group's best estimate for existing legal matters that have a probable and estimable impact on the Group's financial position.</p>	<p>We obtained an understanding, evaluated the design and tested the operational effectiveness of the Group's key controls over the legal provision and contingencies process.</p> <p>We enquired to those charged with governance to obtain their view on the status of all significant litigation and regulatory matters. We enquired of the Group's internal legal counsel for all significant litigation and regulatory matters and inspected internal notes and reports. We also received formal confirmations from external counsel.</p> <p>We assessed the methodologies on which the provision amounts are based, recalculated the provisions, and tested the completeness and accuracy of the underlying information.</p> <p>We also assessed the Group's provisions and contingent liabilities disclosure.</p>
<b>IT systems and controls</b>	
<p>Our audit procedures have a focus on IT systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls.</p>	<p>We tested the design and operating effectiveness of the Group'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)</p>





<p>Our areas of audit focus included user accessmanagement, 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>This included testing that requests for access to systems were appropriately reviewed and authorized. We tested the Group’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.</p> <p>Where deficiencies were identified, we tested compensating controls or performed alternate procedures. 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>
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**Other Information**

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the consolidated and separate financial statements and our auditors’ 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 financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

**Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements and Internal Controls**

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

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

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



## **Auditor's Responsibilities for the Audit of the Consolidated and Separate financial statements**

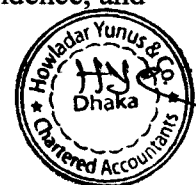
Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance,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

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

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

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

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



From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' 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 1987, 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 explanations which to the best of our knowledge and belief were necessary for the purpose 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;
- (iii) financial statements of two subsidiaries namely, Sonali Exchange Co. Inc. USA, have been audited by United Financial CPA P.C, Certified Public Accountants and Sonali Investment Limited have been audited by Aziz Halim Khair Choudhury, Chartered Accountants and have been properly reflected in the consolidated financial statements;
- (iv) in our opinion, proper books of accounts 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 account 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 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 explanations 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 2170 person hours; and
- (xii) Capital to Risk-weighted Asset Ratio (CRAR) as required by Bangladesh Bank has been maintained adequately during the year.

*S. F. Ahmed & Co.*  
S. F Ahmed & Co  
Chartered Accountants

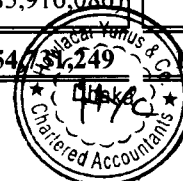
*Howladar Yunus & Co.*  
Howladar Yunus & Co.  
Chartered Accountants

Dhaka, 29 April, 2019

## Sonali Bank Limited and its Subsidiaries

Consolidated Balance Sheet  
as at 31 December 2018

Particulars	Note	2018 Taka	2017 Taka
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>	3.00	<b>98,128,039,198</b>	<b>87,995,987,763</b>
Cash in Hand (Including Foreign Currencies)		5,016,917,890	5,112,714,589
Balance with Bangladesh Bank and its agent Bank(s) (Including Foreign Currencies)		93,111,121,308	82,883,273,174
<b>Balance with other Banks &amp; Financial Institutions</b>	4.00	<b>107,792,446,613</b>	<b>68,872,230,477</b>
In Bangladesh		84,915,155,405	62,556,320,682
Outside Bangladesh		22,877,291,208	6,315,909,795
<b>Money at Call on Short Notice</b>	5.00	<b>19,723,200,000</b>	<b>22,564,800,000</b>
<b>Investments</b>	6.00	<b>444,464,275,340</b>	<b>462,939,311,828</b>
Government		377,242,876,572	420,729,885,067
Others		67,221,398,768	42,209,426,761
<b>Loans and Advances</b>	7.00	<b>466,319,944,186</b>	<b>425,491,805,397</b>
Loans, Cash Credit, Overdrafts etc.		454,162,344,072	413,854,566,578
Bills Purchased and Discounted		12,157,600,114	11,637,238,819
<b>Fixed Asset including Premises, Furniture and Fixture</b>	8.00	<b>33,380,013,461</b>	<b>33,310,453,736</b>
<b>Other Assets</b>	9.00	<b>137,946,812,451</b>	<b>156,390,797,250</b>
<b>Non-Banking Assets</b>	10.00	-	-
<b>Total Assets</b>		<b>1,307,754,731,249</b>	<b>1,257,565,386,451</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
<b>Borrowing from other Banks, Financial Institutions &amp; Agents</b>	11.00	<b>659,172,428</b>	<b>714,241,872</b>
<b>Deposits and Other Accounts</b>	12.00	<b>1,093,768,673,168</b>	<b>1,064,225,960,435</b>
Current Accounts & Other Accounts etc		241,660,265,805	238,868,974,602
Bills Payable		13,059,176,136	12,363,905,107
Savings Bank Deposits		348,404,153,498	319,578,769,175
Fixed Deposits		490,645,077,729	493,414,311,551
Other Deposits		-	-
<b>Other Liabilities</b>	13.00	<b>143,318,006,666</b>	<b>126,722,921,087</b>
<b>Total Liabilities</b>		<b>1,237,745,852,262</b>	<b>1,191,663,123,394</b>
<b>Shareholders Equity</b>		<b>70,008,878,987</b>	<b>65,902,263,057</b>
Paid up Capital	14.00	45,300,000,000	41,300,000,000
Statutory Reserve	15.00	11,449,953,229	10,199,682,013
Other Reserve	16.00	117,000,000	117,000,000
Revaluation Reserve	17.00	26,727,841,844	28,920,784,692
Surplus in Profit and Loss Account/Retained Earnings	18.00	(13,585,916,086)	(14,635,203,648)
<b>Total Liabilities and Shareholders' Equity</b>		<b>1,307,754,731,249</b>	<b>1,257,565,386,451</b>



**Sonali Bank Limited and its Subsidiaries**

Consolidated Balance Sheet

as at 31 December 2018

Particulars	Note	2018 Taka	2017 Taka
<b>Contingent Liabilities</b>			
<b>Acceptances and Endorsements</b>	19.00	<b>1,097,371,824,981</b>	<b>1,148,178,041,205</b>
Letters of Guarantee		5,883,424,909	3,329,652,912
Irrevocable Letters of Credit		1,084,431,849,024	1,139,460,108,558
Bills for Collection		7,056,551,048	5,388,279,735
Other Contingent Liabilities		-	-
<b>Other Commitments</b>			
Documentary credits and short term trade related transactions		-	-
Forward asset purchased and forward deposit placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Claim against the bank not acknowledged as debt		-	-
Litigation pending against Bank		-	-
<b>Total Off Balance Sheet Items including Contingent Liabilities</b>		<b>1,097,371,824,981</b>	<b>1,148,178,041,205</b>
<b>Net Asset Value per Share (NAVPS)</b>		<b>154.54</b>	<b>159.57</b>

These financial statements should be read in conjunction with the annexed notes 1 to 48.



**Subhash Chandra Das FCMA, FCA**  
Chief Financial Officer



**Md. Obayed Ullah Al Masud**  
CEO & Managing Director



**A.K.M Kamrul Islam FCA, FCS**  
Director



**Md. Ashraful Moqbul**  
Chairman



**Muhammed Asadullah**  
Director

Signed as per our annexed report of even date.



**S. F. Ahmed & Co.**  
Chartered Accountants



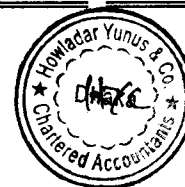
**Howladar Yunus & Co.**  
Chartered Accountants

Date: 29 April 2019  
Place: Dhaka

## Sonali Bank Limited and its Subsidiaries

Consolidated Profit and Loss Account  
for the year ended 31 December 2018

Particulars	Notes	2018 Taka	2017 Taka
<b>Operating Income</b>			
Interest income	21.00	32,792,018,631	27,762,561,787
Interest paid on deposit and borrowing etc.	22.00	(39,001,563,343)	(42,903,178,754)
<b>Net Interest Income</b>		<b>(6,209,544,712)</b>	<b>(15,140,616,967)</b>
Investment income	23.00	34,359,121,291	34,006,012,795
Commission, exchange and brokerage	24.00	11,179,027,900	12,587,410,820
Other operating income	25.00	257,654,178	313,418,188
		<b>45,795,803,369</b>	<b>46,906,841,803</b>
<b>Total Operating Income (A)</b>		<b>39,586,258,657</b>	<b>31,766,224,836</b>
<b>Operating Expenses</b>			
Salary and allowances	26.00	13,735,391,168	14,380,692,364
Rent, tax, insurance, electricity etc.	27.00	1,110,156,517	1,030,982,468
Legal expenses	28.00	56,205,246	52,296,007
Postage, stamps and telecommunication etc.	29.00	57,884,886	72,475,437
Printings, stationery, advertisements etc.	30.00	177,294,322	168,067,491
Chief Executive's salary and fees	31.00	7,574,562	9,059,719
Directors' fees	32.00	6,800,500	7,901,489
Auditors' fees	33.00	3,941,292	3,334,834
Depreciation & repair to bank's assets	34.00	556,382,163	507,553,682
Other expenses	35.00	3,529,276,756	3,472,746,623
<b>Total Operating Expenses (B)</b>		<b>19,240,907,412</b>	<b>19,705,110,114</b>
<b>Profit Before Provision, Amortization and Taxes C=(A-B)</b>		<b>20,345,351,245</b>	<b>12,061,114,722</b>
Provision for loans & advances	36.00	7,830,300,000	(468,800,000)
Provision for diminution in value of investment	37.00	957,131,234	471,449,325
Other Provision	38.00	5,221,589,213	2,382,224,121
<b>Total Provision (D)</b>		<b>14,009,020,447</b>	<b>2,384,873,446</b>
<b>Total Profit/(Loss) before taxes E=(C-D)</b>		<b>6,336,330,798</b>	<b>9,676,241,277</b>
<b>Provision for taxation (F)</b>		<b>4,014,992,021</b>	<b>2,515,083,244</b>
Current tax	13.06	480,323,361	472,843,343
Deferred tax	9.08.01	3,534,668,660	2,042,239,901
<b>Net Profit/(Loss) after taxation G=(E-F)</b>		<b>2,321,338,777</b>	<b>7,161,158,033</b>



**Sonali Bank Limited and its Subsidiaries**

Consolidated Profit and Loss Account  
for the year ended 31 December 2018

Particulars	Notes	2018 Taka	2017 Taka
<b>Appropriation:</b>			
General Reserve		-	-
Reserve for CSR		19,010,101	3,126,795
Statutory Reserve	15.00	1,250,271,216	1,914,805,729
		<b>1,269,281,317</b>	<b>1,917,932,524</b>
Retained Surplus Carried Forward		<b>1,052,057,460</b>	<b>5,243,225,509</b>
Earnings per Share (EPS)	44.00	<b>5.61</b>	<b>18.68</b>

These financial statements should be read in conjunction with the annexed notes 1 to 48.



**Subhash Chandra Das FCMA, FCA**  
Chief Financial Officer



**Md. Obayed Ullah Al Masud**  
CEO & Managing Director



**A.K.M Kamrul Islam FCA, FCS**  
Director



**Md. Ashraful Moqbul**  
Chairman



**Muhammed Asadullah**  
Director

Signed as per our annexed report of even date.



**S. F. Ahmed & Co.**  
Chartered Accountants



**Howladar Yunus & Co.**  
Chartered Accountants

Date: 29 April 2019  
Place: Dhaka

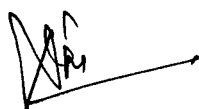


## Sonali Bank Limited and its Subsidiaries

### Consolidated Cash Flow Statement for the year ended 31 December 2018

Particulars	Note	2018 Taka	2017 Taka
<b>A. Cash flows from operating activities</b>			
Interest received		62,905,557,411	59,957,792,995
Interest paid		(39,746,645,145)	(45,396,160,353)
Dividend Received		617,591,645	1,141,607,504
Fee and commission and exchange received		11,204,225,905	11,818,382,626
Recoveries of previously written-off loan & advances		778,400,000	387,062,129
Cash paid to employees		(14,578,712,514)	(14,419,031,039)
Cash paid to Suppliers		(207,849,346)	(309,593,791)
Income taxes paid		(2,423,498,706)	(2,724,637,595)
Cash received from other operating activities	39	257,654,178	313,418,188
Cash paid for other operating activities	40	(3,886,811,510)	(4,555,616,956)
<b>Cash generated from operating activities</b>		<b>14,919,911,918</b>	<b>6,213,223,709</b>
<b>Increase/(decrease) in operating assets and liabilities</b>			
Loans & advances to customers		(40,828,138,789)	(38,839,105,180)
Other assets	41	20,074,293,497	53,608,395,629
Deposits from other banks		(9,757,557,442)	14,299,021,931
Deposits from customers		39,300,270,175	18,333,350,218
Other liabilities	42	2,853,765,689	(812,031,173)
		<b>11,642,633,131</b>	<b>46,589,631,425</b>
<b>Net cash flow from operating activities</b>		<b>26,562,545,048</b>	<b>52,802,855,134</b>
<b>B. Cash flows from investing activities</b>			
(Purchase)/Sale of securities & bond		16,285,408,089	1,605,789,606
(Purchase)/sale of property, plant & equipment		(578,901,673)	(636,542,582)
<b>Net cash flow from investing activities</b>		<b>15,706,506,416</b>	<b>969,247,024</b>
<b>C. Cash flows from financing activities</b>			
Proceed from share issue		4,000,000,000	3,000,000,000
Payments for redemption of loan capital & debt security		(55,069,444)	(55,383,757)
Dividends paid		-	-
<b>Net cash flow from financing activities</b>		<b>3,944,930,556</b>	<b>2,944,616,243</b>
<b>D. Net increase/decrease in cash and cash equivalents (A+B+C)</b>		<b>46,213,982,021</b>	<b>56,716,718,401</b>
<b>E. Cash and cash-equivalents at beginning of the year</b>		<b>179,494,293,990</b>	<b>122,777,575,589</b>
<b>F. Cash and cash-equivalents at end of the year</b>	43	<b>225,708,276,011</b>	<b>179,494,293,990</b>

These financial statements should be read in conjunction with the annexed notes 1 to 48.




**Subhash Chandra Das FCMA, FCA**  
Chief Financial Officer



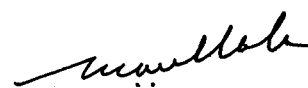
**A.K.M Kamrul Islam FCA, FCS**  
Director



**Md. Ashraful Moqbul**  
Chairman



**Md. Obayed Ullah Al Masud**  
CEO & Managing Director



**Muhammed Asadullah**  
Director

Date: 29 April 2019

Place: Dhaka


**Sonali Bank Limited and its Subsidiaries**  
Consolidated Statement of Changes in Equity  
for the year ended 31 December 2018

Particulars	Paid up Capital	Share Money Deposit	Statutory Reserve	Other Reserve	Asset Revaluation Reserve	Revaluation of Investment	Retained Earnings	Total
<b>Balance as at 01 January 2018</b>	<b>41,300,000,000</b>	-	<b>10,199,682,013</b>	<b>117,000,000</b>	<b>21,495,933,277</b>	<b>7,424,851,415</b>	<b>(14,635,203,647)</b>	<b>65,902,263,058</b>
Surplus/deficit on account of revaluation of HTM and HFT	-	-	-	-	-	(2,192,942,848)	-	(2,192,942,848)
Currency translation differences	-	-	-	-	-	-	89,692	89,692
Net Profit/(Loss) for the year (after appropriation)	-	-	-	-	-	-	2,321,338,777	2,321,338,777
Share money transferred to paid up capital	-	-	-	-	-	-	-	-
Proceed from Share issue during the year	4,000,000,000	-	-	-	-	-	-	4,000,000,000
Adjustment made for CSR during the period	-	-	-	(19,010,101)	-	-	-	(19,010,101)
Transferred to Reserve for CSR	-	-	-	19,010,101	-	-	(19,010,102)	-
Transferred to Statutory Reserve	-	-	1,250,271,216	-	-	-	(1,250,271,216)	-
Adjustment of investment in associate (SB UK Ltd)	-	-	-	-	-	-	(2,859,590)	(2,859,590)
<b>Balance as at 31 December 2018</b>	<b>45,300,000,000</b>	-	<b>11,449,953,229</b>	<b>117,000,000</b>	<b>21,495,933,277</b>	<b>5,231,908,567</b>	<b>(13,585,916,086)</b>	<b>70,008,878,987</b>
<b>Balance as at 31 December 2017</b>	<b>41,300,000,000</b>	-	<b>10,199,682,013</b>	<b>117,000,000</b>	<b>21,495,933,277</b>	<b>7,424,851,415</b>	<b>(14,635,203,648)</b>	<b>65,902,263,057</b>

These financial statements should be read in conjunction with the annexed notes 1 to 48.

  
Subhash Chandra Das FCMA, FCA  
Chief Financial Officer

  
A.K.M Kamrul Islam FCA, FCS  
Director

  
Md. Ashraful Moqbul  
Chairman

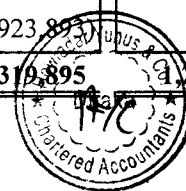
  
Md. Obayed Ullah Al Masud  
CEO & Managing Director

  
Muhammed Asadullah  
Director

Date: 29 April 2019  
Place: Dhaka

**Sonali Bank Limited**  
Balance Sheet  
as at 31 December 2018

Particulars	Note	2018 Taka	2017 Taka
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>	3.00	98,128,039,198	87,995,987,763
Cash in Hand (Including Foreign Currencies)		5,016,917,890	5,112,714,589
Balance with Bangladesh Bank and its agent Bank(s) (Including Foreign Currencies)		93,111,121,308	82,883,273,174
<b>Balance with other Banks &amp; Financial Institutions</b>	4.00	107,494,384,469	68,568,548,406
In Bangladesh		84,915,142,558	62,555,142,558
Outside Bangladesh		22,579,241,911	6,013,405,848
<b>Money at Call on Short Notice</b>	5.00	19,723,200,000	22,564,800,000
<b>Investments</b>	6.00	444,051,600,766	462,576,616,876
Government		377,242,876,572	420,729,885,067
Others		66,808,724,194	41,846,731,809
<b>Loans and Advances</b>	7.00	464,083,319,377	423,218,353,943
Loans, Cash Credit, Overdrafts, etc.		451,925,719,263	411,581,115,124
Bills Purchased and Discounted		12,157,600,114	11,637,238,819
<b>Fixed Asset including Premises, Furniture and Fixture</b>	8.00	33,376,576,280	33,306,747,321
<b>Other Assets</b>	9.00	139,985,199,805	158,480,563,053
<b>Non-Banking Assets</b>	10.00	-	-
<b>Total Assets</b>		<b>1,306,842,319,895</b>	<b>1,256,711,617,362</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
<b>Borrowing from other Banks, Financial Institutions &amp; Agents</b>	11.00	659,172,428	714,241,872
<b>Deposit and Other Accounts</b>	12.00	1,093,866,187,769	1,064,311,082,539
Current Accounts & Other Accounts etc.		241,757,780,406	238,954,096,706
Bills Payable		13,059,176,136	12,363,905,107
Savings Bank Deposits		348,404,153,498	319,578,769,175
Fixed Deposits		490,645,077,729	493,414,311,551
Other Deposits		-	-
<b>Other Liabilities</b>	13.00	142,180,088,518	125,598,823,345
<b>Total Liabilities</b>		<b>1,236,705,448,715</b>	<b>1,190,624,147,756</b>
<b>Shareholders' Equity</b>		<b>70,136,871,180</b>	<b>66,087,469,606</b>
Paid up Capital	14.00	45,300,000,000	41,300,000,000
Statutory Reserve	15.00	11,449,953,229	10,199,682,013
Other Reserve	16.00	117,000,000	117,000,000
Revaluation Reserve	17.00	26,727,841,844	28,920,784,692
Surplus in Profit and Loss Account/Retained Earnings	18.00	(13,457,923,893)	(14,449,997,099)
<b>Total Liabilities and Shareholders' Equity</b>		<b>1,306,842,319,895</b>	<b>1,256,711,617,362</b>



**Sonali Bank Limited**  
Balance Sheet  
as at 31 December 2018

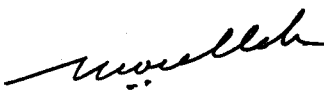
Particulars	Note	2018 Taka	2017 Taka
Off-Balance Sheet Items			
<b>Contingent Liabilities</b>			
<b>Acceptances and Endorsements</b>	19.00	<b>1,097,371,824,981</b>	<b>1,148,178,041,205</b>
Letters of Guarantee		5,883,424,909	3,329,652,912
Irrevocable Letters of Credit		1,084,431,849,024	1,139,460,108,558
Bills for Collection		7,056,551,048	5,388,279,735
Other Contingent Liabilities		-	-
<b>Other Commitments</b>			
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 Off Balance Sheet items including contingent liabilities		<b>1,097,371,824,981</b>	<b>1,148,178,041,205</b>
<b>Net Asset Value per Share (NAVPS)</b>		<b>154.83</b>	<b>160.02</b>


These financial statements should be read in conjunction with the annexed notes 1 to 48.

  
**Subhash Chandra Das FCMA, FCA**  
Chief Financial Officer


  
**Md. Obayed Ullah Al Masud**  
CEO & Managing Director

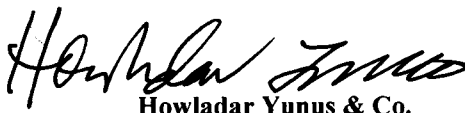
  
**A.K.M Kamrul Islam FCA, FCS**  
Director

  
**Muhammed Asadullah**  
Director

  
**Md. Ashraful Moqbul**  
Chairman

Signed as per annexed report of even date.

  
**S. F Ahmed & Co.**  
Chartered Accountants

  
**Howladar Yunus & Co.**  
Chartered Accountants

Date: 29 April 2019  
Place: Dhaka

**Sonali Bank Limited**  
Profit and Loss Account  
for the year ended 31 December 2018

Particulars	Note	2018 Taka	2017 Taka
<b>Operating Income</b>			
Interest income	21.00	32,708,304,286	27,674,490,306
Interest paid on deposit and borrowing etc.	22.00	(39,001,105,869)	(42,899,799,505)
<b>Net Interest Income</b>		<b>(6,292,801,583)</b>	<b>(15,225,309,199)</b>
Investment income	23.00	34,341,089,380	33,955,798,770
Commission, exchange and brokerage	24.00	11,014,677,770	12,410,601,186
Other operating income	25.00	257,416,484	312,120,496
		<b>45,613,183,634</b>	<b>46,678,520,452</b>
<b>Total Operating Income (A)</b>		<b>39,320,382,051</b>	<b>31,453,211,253</b>
<b>Operating Expenses</b>			
Salary and allowances	26.00	13,573,885,693	14,191,050,179
Rent, tax, insurance, electricity etc.	27.00	1,102,372,828	1,023,543,967
Legal expenses	28.00	56,205,246	52,296,007
Postage, stamps and telecommunication etc.	29.00	57,740,263	72,331,158
Printings, stationery, advertisements etc.	30.00	177,046,937	167,881,378
Chief Executive's salary and fees	31.00	7,574,562	9,059,719
Directors' fees	32.00	6,238,750	7,434,289
Auditors' fees	33.00	3,868,292	3,241,834
Depreciation & repair to bank's assets	34.00	553,928,328	505,413,782
Other expenses	35.00	3,524,144,624	3,466,056,851
<b>Total Operating Expenses (B)</b>		<b>19,063,005,523</b>	<b>19,498,309,164</b>
<b>Profit Before Provision, Amortization and Taxes C=(A-B)</b>		<b>20,257,376,528</b>	<b>11,954,902,089</b>
Provision for loans & advances	36.00	7,830,300,000	(468,800,000)
Provision for diminution in value of investment	37.00	957,131,234	471,449,325
Other provision	38.00	5,218,589,213	2,378,224,121
<b>Total Provision (D)</b>		<b>14,006,020,447</b>	<b>2,380,873,446</b>
<b>Total Profit/(Loss) before taxes E=(C-D)</b>		<b>6,251,356,081</b>	<b>9,574,028,643</b>
<b>Provision for taxation (F)</b>		<b>3,987,141,968</b>	<b>2,482,368,257</b>
Current tax	13.06	451,869,948	438,638,021
Deferred tax	9.08.01	3,535,272,020	2,043,730,236
<b>Net Profit/(Loss) after taxation G=(E-F)</b>		<b>2,264,214,113</b>	<b>7,091,660,386</b>



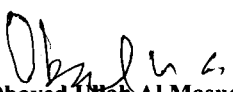
**Sonali Bank Limited**  
**Profit and Loss Account**  
for the year ended 31 December 2018

Particulars	Note	2018 Taka	2017 Taka
<b>Appropriations</b>			
General Reserve		-	-
Statutory Reserve	15.00	1,250,271,216	1,914,805,729
Reserve for CSR		19,010,101	3,126,795
Dividend etc.		-	-
		<b>1,269,281,317</b>	<b>1,917,932,524</b>
Retained Surplus Carried Forward		<b>994,932,796</b>	<b>5,173,727,862</b>
Earnings per Share (EPS)	44.00	<b>5.47</b>	<b>18.50</b>

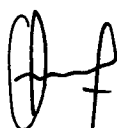
These financial statements should be read in conjunction with the annexed notes 1 to 48.



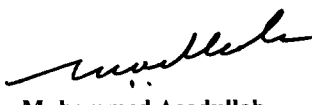
**Subhash Chandra Das FCMA, FCA**  
Chief Financial Officer



**Md. Obayed Ullah Al Masud**  
CEO & Managing Director



**A.K.M Kamrul Islam FCA, FCS**  
Director




**Muhammed Asadullah**  
Director



**Md. Ashraful Moqbul**  
Chairman

Signed as per our annexed report of even date.

*S. F. Ahmed & Co.*  
**S. F Ahmed & Co.**  
Chartered Accountants



**Howladar Yunus & Co.**  
Chartered Accountants

Date: 29 April 2019  
Place: Dhaka

## Sonali Bank Limited

### Cash Flow Statement

for the year ended 31 December 2018

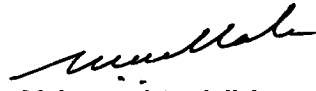
Particulars	Note	2018 Taka	2017 Taka
<b>A. Cash flows from operating activities</b>			
Interest received		62,821,843,066	59,925,921,761
Interest paid		(39,746,187,671)	(45,392,781,106)
Dividend Received		599,559,734	1,091,393,479
Fee and commission and exchange received		11,039,875,775	11,641,572,992
Recoveries of previously written-off loan & advances		778,400,000	330,861,882
Cash paid to employees		(14,415,616,475)	(14,228,734,924)
Cash paid to Suppliers		(207,595,643)	(308,943,742)
Income taxes paid		(2,393,293,556)	(2,696,072,634)
Cash received from other operating activities	39	257,416,484	312,120,496
Cash paid for other operating activities	40	(3,874,011,594)	(4,542,172,566)
<b>Cash generated from operating activities</b>		<b>14,860,390,120</b>	<b>6,133,165,639</b>
<b>Increase/(decrease) in operating assets and liabilities</b>			
Loans & advances to customers		(40,864,965,434)	(38,680,235,705)
Other assets	41	20,097,805,552	53,359,798,665
Deposits from other banks		(9,757,557,442)	14,299,021,931
Deposits from customers		39,312,662,672	18,403,825,597
Other liabilities	42	2,868,456,579	(670,964,691)
		<b>11,656,401,927</b>	<b>46,711,445,797</b>
<b>Net cash flow from operating activities</b>		<b>26,516,792,047</b>	<b>52,844,611,436</b>
<b>B. Cash flows from investing activities</b>			
(Purchase)/Sale of securities & bond		16,335,387,712	1,479,226,309
(Purchase)/sale of property, plant & equipment		(577,508,367)	(636,325,377)
<b>Net cash flow from investing activities</b>		<b>15,757,879,345</b>	<b>842,900,932</b>
<b>C. Cash flows from financing activities</b>			
Proceed from share issue		4,000,000,000	3,000,000,000
Payments for redemption of loan capital & debt security		(55,069,444)	(55,383,757)
Dividends paid		-	-
<b>Net cash flow from financing activities</b>		<b>3,944,930,556</b>	<b>2,944,616,243</b>
<b>D. Net increase/decrease in cash and cash equivalents (A+B+C)</b>		<b>46,219,601,948</b>	<b>56,632,128,611</b>
<b>E. Cash and cash-equivalents at beginning of the year</b>		<b>179,190,611,919</b>	<b>122,558,483,308</b>
<b>F. Cash and cash-equivalents at end of the year</b>	43	<b>225,410,213,867</b>	<b>179,190,611,919</b>


These financial statements should be read in conjunction with the annexed notes 1 to 48.

  
Subhash Chandra Das FCMA, FCA  
Chief Financial Officer

  
Md. Obayed Ullah Al Masud  
CEO & Managing Director

  
A.K.M Kamrul Islam FCA, FCS  
Director

  
Muhammed Asadullah  
Director

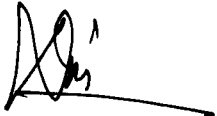
  
Md. Ashraful Moqbul  
Chairman

Date: 29 April 2019  
Place: Dhaka

**Sonali Bank Limited**  
Statement of Changes in Equity  
for the year ended 31 December 2018

Particulars	Paid up Capital	Share Money Deposit	Statutory Reserve	Other Reserve	Asset Revaluation Reserve	Revaluation of Investment	Retained Earnings	Total
Balance as at 01 January 2018	41,300,000,000	-	10,199,682,013	117,000,000	21,495,933,277	7,424,851,415	(14,449,997,099)	66,087,469,606
Surplus/deficit on account of revaluation of HTM and HFT	-	-	-	-	-	(2,192,942,848)	-	(2,192,942,848)
Net Profit for the year	-	-	-	-	-	-	2,264,214,113	2,264,214,113
Proceed from Share issue during the year	4,000,000,000	-	-	-	-	-	-	4,000,000,000
Adjustment made for CSR during the period	-	-	-	(19,010,101)	-	-	-	(19,010,101)
Transferred to Reserve for CSR	-	-	-	19,010,101	-	-	(19,010,101)	-
Transferred to Statutory Reserve	-	-	1,250,271,216	-	-	-	(1,250,271,216)	-
Adjustment of investment in associate (SB UK Ltd)	-	-	-	-	-	-	(2,859,590)	(2,859,590)
<b>Balance as at 31 December 2018</b>	<b>45,300,000,000</b>	<b>-</b>	<b>11,449,953,229</b>	<b>117,000,000</b>	<b>21,495,933,277</b>	<b>5,231,908,567</b>	<b>(13,457,923,893)</b>	<b>70,136,871,180</b>
<b>Balance as at 31 December 2017</b>	<b>41,300,000,000</b>	<b>-</b>	<b>10,199,682,013</b>	<b>117,000,000</b>	<b>21,495,933,277</b>	<b>7,424,851,415</b>	<b>(14,449,997,099)</b>	<b>66,087,469,606</b>

These financial statements should be read in conjunction with the annexed notes 1 to 48.



Subhash Chandra Das FCMA, FCA  
Chief Financial Officer



A.K.M Kamrul Islam FCA, FCS  
Director



Md. Ashraful Moqbul  
Chairman



Md. Obayed Ullah Al Masud  
CEO & Managing Director



Muhammed Asadullah  
Director

Date: 29 April 2019

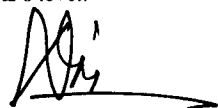
Place : Dhaka



**Sonali Bank Limited**  
Liquidity Statement, Asset and Liabilities Maturity Analysis  
as at 31 December 2018

Particulars	Up to 01 month maturity	1-3 months maturity	3-12 months maturity	1-5 years maturity	More than 5 years maturity	Total
<b>Assets</b>						
Cash in hand	98,128,039,198	-	-	-	-	98,128,039,198
Balance with other banks and financial institutions	6,440,000,000	44,029,070,173	56,880,171,738	145,142,558	-	107,494,384,469
Money at call on short notice	19,723,200,000	-	-	-	-	19,723,200,000
Investments	3,063,490,202	10,593,744,609	41,740,022,423	182,437,343,202	206,217,000,330.00	444,051,600,766
Loans and Advances	29,866,017,745	19,013,257,603	176,166,819,484	111,441,791,762	127,595,432,783	464,083,319,377
Fixed assets including premises, furniture and fixtures	95,644,356	286,933,068	860,799,204	5,738,661,360	26,394,538,292	33,376,576,280
Other assets	342,567,889	1,967,890,987	12,578,765,367	54,324,456,988	70,771,518,574	139,985,199,805
Non-banking assets	-	-	-	-	-	-
<b>Total Assets</b>	<b>157,658,959,390</b>	<b>75,890,896,440</b>	<b>288,226,578,216</b>	<b>354,087,395,870</b>	<b>430,978,489,979</b>	<b>1,306,842,319,895</b>
<b>Liabilities</b>						
Borrowings from Bangladesh Bank, other banks financial institutions and agents	-	-	-	-	659,172,428	659,172,428
Deposits	402,115,378,292	79,113,553,656	412,068,402,144	102,957,083,073	97,611,770,604	1,093,866,187,769
Other accounts	-	-	-	-	-	-
Provision and other liabilities	68,987,665	876,442,546	7,765,542,134	56,543,245,667	76,925,870,506	142,180,088,518
<b>Total Liabilities</b>	<b>402,184,365,957</b>	<b>79,989,996,202</b>	<b>419,833,944,278</b>	<b>159,500,328,740</b>	<b>175,196,813,538</b>	<b>1,236,705,448,715</b>
<b>Net Liquidity Gap</b>	<b>(244,525,406,567)</b>	<b>(4,099,099,762)</b>	<b>(131,607,366,062)</b>	<b>194,587,067,130</b>	<b>255,781,676,441</b>	<b>70,136,871,180</b>

Current and savings deposits do not have any contractual maturity and hence have been classified among all five maturities. Further, it has been assumed that on a going concern basis, these deposits are not expected to fall below the current year's level.




**Subhash Chandra Das FCMA, FCA**  
Chief Financial Officer



**Md. Obayed Ullah Al Masud**  
CEO & Managing Director



**A.K.M Kamru Islam FCA, FCS**  
Director



**Md. Ashraf Moqbul**  
Chairman



**Muhammed Asadullah**  
Director

Date: 29 April 2019  
Place: Dhaka

**Sonali Bank Limited**  
**Notes to the consolidated and separate financial statements**  
**as at and for the year ended 31 December 2018**

**1.00 Corporate profile of the Bank and its activities**

**1.01 Legal status and nature of the reporting entity**

Sonali Bank Limited, a state owned largest commercial Bank was incorporated in Bangladesh on 03 June 2007 as a public limited company under the Companies Act 1994 and governed by the Bank Companies Act 1991 (amended 2013). Sonali Bank Limited took over the businesses, assets, liabilities, right, power, privilege and obligation of erstwhile Sonali Bank (emerged as a Nationalized Commercial Bank in 1972), pursuant to Bangladesh Bank Nationalization order 1972 (P.O. No. 26 of 1972) on a going concern basis through a vendor agreement signed between the Ministry of Finance, People's Republic of Bangladesh on behalf of Sonali Bank and the Board of Directors on behalf of Sonali Bank Limited on 15 November 2007 with a retrospective effect from 1 July 2007. The Bank has 1213 branches including two overseas branches at Kolkata and Siliguri in India. The Bank has two 100% owned subsidiaries named Sonali Exchange Co. Inc. (SECI), USA and Sonali Investment Limited, Dhaka. It has also two associates named as Sonali Bank (U.K) Ltd. and Sonali Polaris FT Limited.

The registered office of Sonali Bank Limited is located at 35-44 Motijheel Commercial Area, Dhaka-1000 and the website address is [www.sonalibank.com.bd](http://www.sonalibank.com.bd)

**1.01.01 Principal Activities of the Bank**

The principal activities of the bank are to vastly involved to provide a comprehensive range of financial services:

- a) personal and commercial banking, including accepting deposits, remittance, money transfer, foreign exchange transaction, guarantee, commitments, trade and services, cash management, treasury, securities, etc. to its customers.
- b) Fund based services include short term & long term loans, Project wise industrial credit, discounting and purchasing bills, consumers and staff loans, House & car loans etc.
- c) The Bank also provides custodian services and perform Government treasury functioning as an agent of the Bangladesh Bank as well through its 603 branches (including 58 chest and 8 sub chest branches).

**1.01.02 Islamic Banking Window**

Sonali Bank Limited has started banking business based on Islamic Shariah since 29 June 2010. The Islamic Banking Windows are performing the banking activities through on-line banking through collection of deposit and investment assistance. The bank operates Islamic Banking window in the following five branches designated in compliance with the rules of Islamic Shariah:

1. Wage Earners Corporate Branch, Dhaka (Window transferred from Fakirapool Branch, Dhaka.)
2. Agrabad Corporate Branch, Chittagong
3. Khulna Corporate Branch, Khulna
4. Dargagate Corporate Branch, Sylhet
5. Bogra Corporate Branch, Bogra.

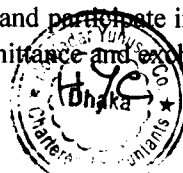
Separate financial statement of Islamic Banking Window has been drawn up in the report.

**1.02 Subsidiaries of the Bank**

Sonali Bank Limited has two 100% owned subsidiaries named Sonali Exchange Co.,Inc. (SECI), USA and Sonali Investment Limited, Dhaka.

**1.02.01 Sonali Exchange Co. Inc. (SECI), USA**

A subsidiary company named Sonali Exchange Co. Inc. was incorporated on 4 April 1994 under the laws of the State of New York, Department of State, licensed on 17 October 1994 by the State of New York Banking Department and commenced operation as an International Money Remitter from 12 December 1994. The Company is a wholly-owned subsidiary of Sonali Bank Limited, a fully state owned bank of Bangladesh, which is also the Company's ultimate holding company. The principal activities of the Company are to carry on the remittance business and to undertake and participate in any or all transactions, acquisitions and operations commonly carried on or undertaken by remittance and exchange house.



### **1.02.02 Sonali Investment Limited, Dhaka**

Sonali Investment Limited was registered under the Company Act 1994 as a Public Company Limited by shares on 20 April 2010 and commenced its operation from 22 April 2010. The Company obtained registration from Securities and Exchange Commission as a merchant bank on 28 October 2010. The Company is a wholly-owned subsidiary of Sonali Bank Limited, a fully state owned bank of Bangladesh, which is also the Company's ultimate holding company. The principal activities of the company comprised of merchant banking, portfolio management, issue management and underwriting and play active role in the Capital Market of Bangladesh .

### **1.02.03 Accounting Policies of Subsidiaries**

The Financial Statements of two subsidiaries have been prepared with consideration and measurement of all assets, liabilities, income and expenses as well as regularised under Group accounting policies as Parent Company follows.

IFRS sets out the conditions under which an entity qualifies as a parent undertaking which should prepare consolidated financial statements for its group-the parent and its subsidiaries. In general an investor that controls an investee entity is its parent and should account for that entity as a subsidiary. The bank has complied the applicable IFRS in preparing its separate and consolidated financial statements.

### **1.03 Associates**

#### **1.03.01 Sonali Bank UK. Ltd. (SB. UK. Ltd.)**

A money remitting company under the name and style of Sonali Trade and Finance (U.K) Limited was incorporated as an associate under the U.K. Companies Act 1985 on 30 June 1999. Subsequently the company was allowed to commence its function as a bank from 7 December 2001 (the operational activities started on 10 December 2001) by the Financial Services Authority of U.K. had changed its name as Sonali Bank (U.K) Ltd. and restructured the ownership of the Company having 51% share capital in favor of the Government of the People's Republic of Bangladesh and remaining 49% by Sonali Bank Limited.

#### **1.03.02 Sonali Polaris FT Limited, Bangladesh**

Sonali Polaris FT Limited (hereinafter referred to as the "Company" of SPFTL) was incorporated in Bangladesh as a private Limited company on 25 January 2012 under the Companies Act 1994. The Company commenced its business operation on 01 February 2012. The principal activities of the Company are to customize, enhance, modify, and implement Intellect CBS 10.0 Software in Banks. The Company also provides other services like initiation, development and implementation of computer application systems, etc relevant to the customer and any other business undertakings. The ownership of the Company having 51% share capital in favor of Polaris Financial Technology Ltd., India, 35% by Sonali Bank Limited and remaining 10% and 4% by Bangladesh Commerce Bank Ltd and Pantho Soft Ltd respectively.

### **2.00 Basis of preparation and significant accounting policies**

#### **2.01 Basis of preparation**

The consolidated financial statements of the Group and the financial statements of the Bank as at and for the year ended 31 December 2018 have been prepared under the historical cost convention except investments and in accordance with the "First Schedule" (section 38) of the Banking Companies Act 1991 (Amended 2013), and Bangladesh Bank (the Central Bank of Bangladesh) through BRPD Circular no. 14 dated 25 June 2003, other Bangladesh Bank Circulars, International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Securities and Exchange Rules 1987 and other laws and rules applicable in Bangladesh. In case any requirement of provisions and circulars issued by Bangladesh Bank differs with those of other regulatory authorities, the provisions and circulars issued by Bangladesh Bank shall prevail.



## 2.02 Statement of Compliance

The financial statements have been prepared on a going concern basis following accrual basis of accounting in accordance with the "First Schedule (Section 38) of the Banking Companies Act 1991 (amended in 2013) and BRPD circular no. 14 dated 25 June 2003, BRPD circular no. 15 dated 9 November 2009, other Bangladesh Bank Circulars, International Financial Reporting Standards (IFRSs), International Accounting Standards (IASs), Financial Accounting Standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions, Bahrain etc. The Bank also complied with the requirement of the following regulatory and legal authorities:

- i) The Bank Companies Act, 1991 (amended in 2013)
- ii) The Companies Act, 1994
- iii) Rules, regulations and circulars issued by the Bangladesh Bank from time to time
- iv) Securities and Exchange Ordinance 1969
- v) Securities and Exchange Commission Act, 1993
- vi) Income Tax Ordinance and Rules 1984
- vii) VAT Act, 1991
- viii) Labor Act, 2006 (amended 2013)

However, the Group and the Bank has departed from some requirements of IFRSs in order to comply with the rules and regulations of Bangladesh Bank which are disclosed below:

### 2.02.01 Investment in shares and securities

**IFRS:** As per requirements of IFRS 9 investments in shares and securities generally falls either under "at fair value through profit and loss Account" or under "at fair value through other comprehensive income" or "Amortised cost" where any change in the fair value (as measured in accordance with IFRS 13) at the year-end is taken to profit and loss Account or revaluation reserve account respectively.

**Bangladesh Bank:** As per 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 as per book value of last audited balance sheet respectively. Provision should be made for any loss arising from diminution in value of investment; otherwise investments are recognised at cost.

### 2.02.02 Revaluation gain/loss on Government securities

**IFRS:** As per requirement of IFRS 9, T-bills and T-bonds fall under the category of "held for trading" and "held to maturity" where any change in the fair value of "held for trading" is recognised in Profit and Loss Account, and amortised cost method is applicable for "held to maturity" using an effective interest rate.

**Bangladesh Bank:** According to Department of Offsite Supervision (DOS) of Bangladesh Bank Circular no. 5 dated 26 May 2008 and subsequent clarification in DOS Circular no. 5 dated 28 January 2009 of Bangladesh Bank, loss on revaluation of Government securities (Treasury Bill (T-bill)/ Treasury Bond (T-bond) which are categorised as held for trading should be charged through Statement of Comprehensive Income (Profit and Loss Account), but any gain on such revaluation should be recorded under Revaluation Reserve Account. However, at the year-end if there is any revaluation gain for any particular held for trading T-bills/T-bonds; such gain can be used to the extent of any revaluation loss for that particular held for trading T-bills/T-bonds. T-bills designated as held to maturity are measured at amortized cost method but interest income / gain should be recognized through reserve.

### 2.02.03 Provision on loans and advances/investments

**IFRS:** As per IFRS 9 an entity should start the impairment assessment by considering whether objective evidence of impairment exists for financial assets that are individually significant. For financial assets which are not individually significant, the assessment can be performed on an individual or collective (portfolio) basis.



**Bangladesh Bank:** As per BRPD Circular No. 14 (23 September 2012), BRPD circular No.19 (27 December 2012), BRPD circular No.05 ( 29 May 2013), BRPD Circular No. 8 (02 August 2015) and BRPD Circular No. 01 (20 February 2018) 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 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.

#### **2.02.04 Recognition of interest in interest suspense account**

**IFRS:** Loans and advances to customers are generally classified as 'loans and receivables' as per IFRS 9 and interest income is recognized through effective interest rate method over the term of the loan. Once a loan is impaired, interest income is recognized in profit and loss account on the same IFRS is based on revised carrying amount.

**Bangladesh Bank:** As per BRPD circular no. 14 dated 23 September 2012, 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 interest suspense account, which is presented as liability in the balance sheet.

#### **2.02.05 Other comprehensive income**

**IFRS:** As per IAS 1, Other Comprehensive Income (OCI) is a component of financial statements or the elements of Other Comprehensive Income (OCI) are to be included in a Single Comprehensive Income (SCI) 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; and the elements of Other Comprehensive Income are also not allowed to be included in a Single Comprehensive Income (SCI) Statement. As such the company does not prepare the Other Comprehensive Income statement. However elements of SCI, if any, are shown in the statement of changes in equity.

#### **2.02.06 Financial instruments - presentation and disclosure**

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

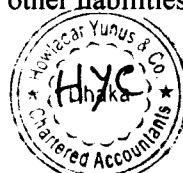
#### **2.02.07 REPO Transactions**

**IFRS:** When an entity sells a financial assets 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 deposit, and the underlying asset continues to be recognized in the entity's financial statements. This transaction will be treated as loan and the difference between selling price and repurchase price will be treated as interest expenses.

**Bangladesh Bank :** As per BRPD guidelines, when a bank sells a financial asset and simultaneously enters into an agreement to repurchase the assets (or a similar asset) at a fixed price on a future date (REPO or stock lending), the arrangement is accounted for as a normal sales transactions and the financial assets are derecognized in the seller's book and recognized in the buyer's book.

#### **2.02.08 Financial guarantees**

**IFRS:** As per IFRS 9, 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, and the initial fair value is amortized over the life of the financial guarantee. The financial guarantee liability is subsequently carried at the higher of this amortized amount and the present value of any expected payment when a payment under the guarantee has become probable. Financial guarantees are included within other liabilities.



**Bangladesh Bank:** As per BRPD 14, 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.

#### **2.02.09 Cash and cash equivalents**

**IFRS:** Cash and cash equivalents items should be reported as cash item as per IAS 7.

**Bangladesh Bank:** Some cash and cash equivalent items such as 'money at call and on short notice', Treasury bills, Prize bond are not shown as cash and cash equivalent. Money at call and on short notice is shown as face item in balance sheet, and Treasury bills, Prize bonds are shown in Investment.

#### **2.02.10 Non-banking assets**

**IFRS:** No indication of non banking assets is found in any IFRS.

**Bangladesh Bank:** As per BRPD Circular No. 14 dated 25 June 2003, there must exist a face item named Non-banking asset.

#### **2.02.11 Cash flow statement**

**IFRS:** Cash flow statement can be prepared either in direct method or in 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 Circular No. 14 dated 25 June 2003, cash flow is a mixture of direct and indirect methods.

#### **2.02.12 Balance with Bangladesh Bank (CRR)**

**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.

#### **2.02.13 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 Circular No. 14 dated June 25, 2003.

#### **2.02.14 Off balance sheet items**

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

**Bangladesh Bank:** As per BRPD Circular No. 14 dated June 25, 2003, off balance sheet items (e.g. Letter of credit, Letter of guarantee etc.) must be disclosed separately on the face of the balance sheet.

#### **2.02.15 Loans and advance net of provision**

**IFRS:** Loans and advances should be presented net of provisions.

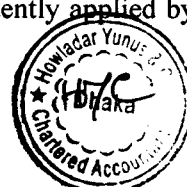
**Bangladesh Bank:** As per BRPD 14, provision on loans and advances are presented separately as liability and cannot be netted off against loans and advances.

#### **2.03 Basis of measurement**

The financial statements of the Bank have been prepared on the historical cost basis except for the following material items:

- a) Government Treasury Bills and Bonds designated as 'Held for Trading (HFT)' at present value using mark to market concept with gain crediting to revaluation reserve.
- b) Government Treasury Bills and Bonds designated as 'Held to Maturity (HTM)' and Re-measured Government Treasury Bond at present value using amortization concept.
- c) Investment in shares of listed companies.
- d) Land and Buildings is recognized at the time of acquisition and subsequently measures at fair value as per IAS 16 (Property, Plant and Equipment).

The accounting policies unless otherwise stated, have been consistently applied by the bank and are consistent with those of the previous year.



## 2.04 Basis of consolidation

A separate set of records for consolidation of the statement of affairs and income and expenditure of the branches are maintained at the Head Office of the Bank based on which these financial statements have been prepared.

The consolidated financial statements comprise of the financial statements of Sonali Bank Limited, including overseas branches Kolkata and Siliguri, Subsidiaries-Sonali Investment Limited and Sonali Exchange Co. Inc. (SECI), USA as well as associates Sonali Bank (U.K) Ltd. and Sonali Polaris FT Ltd. as at 31 December 2018.

### 2.04.01 Subsidiaries

Subsidiaries are entities controlled by the group. In compliance with IFRS 10 "Consolidated Financial Statements", the financial statements of subsidiaries are included in the Consolidated Financial Statements from the date that control commences until the date the control ceases.

### 2.04.02 Associates

In compliance with the requirement of IAS 28 "Investment in Associates", the accounting treatment regarding investment in associates have been addressed.

#### Conversion policy

The conversion policy of Sonali Exchange Co. Inc. and Sonali Bank UK Ltd. is as follows:

Particulars	Currency conversion rate	SECI	SB.UK. Ltd.
For assets & Liabilities	Closing rate	USD to BDT	GBP to BDT
For income & Expenses	Average rate	USD to BDT	GBP to BDT

### 2.04.03 Transactions eliminated on consolidation

Intra-group balances and transactions and any unrealized income and expenses arising from intra-group transactions are eliminated in preparing the Consolidated Financial Statements. Unrealized gains arising from transactions with equity accounted investees are eliminated against the investment to the extent of the group's interest in the investee. Unrealized losses are eliminated in the same way as unrealized gains, but only to the extent there is no evidence of impairment.

## 2.05 Use of estimates and judgments

The preparation of the consolidated financial statements of the Group and the financial statements of the Bank in conformity with Bangladesh Bank Circulars and IFRSs requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual result 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 period affected.

Information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the consolidated financial statements.

## 2.06 Changes in accounting estimate and errors

The effect of a change in an accounting estimate shall be recognized prospectively by including it in profit or loss in:

- the period of the change, if the change affects that period only; or
- the period of the change and future periods, if the change affects both. To the extent that a change in an accounting estimate gives rise to changes in assets and liabilities, or relates to an item of equity, it shall be recognized by adjusting the carrying amount of the related asset, liability or equity item in the period of the change. Material prior period errors shall be retrospectively corrected in the first financial statements authorized for issue after their discovery by:



- (i) restating the comparative amounts for the prior period(s) presented in which it is required to make proper comparison; or
- (ii) if the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and equity for the earliest prior period presented.

**2.07 Books of account**

The Company maintains its books of account for main business in electronic form through soft automation.

The accounts of Sonali Bank are generally kept on the double entry system the day book, the general ledger, the cash book, the current account ledger, the deposit account ledger, the bill books etc.

**2.08 Foreign currency transactions**

**2.08.01 Functional and presentational currency**

Financial statements of the Bank are presented in Taka, which is the Bank's functional and presentational currency.

**2.08.02 Foreign currency transactions**

Foreign currency transactions are converted into equivalent Taka currency at the ruling exchange rates on the respective dates of such transactions as per IAS 21 "The effects of Changes in Foreign Exchange Rates".

Assets and liabilities in foreign currencies at 31 December 2018 have been converted into Taka currency at the average of the prevailing buying and selling rates of the relevant foreign currencies at that date except Balances with other Banks and Financial Institutions which have been converted as per directives of Bangladesh Bank vide its circular no. BRPD(R) 717/2004-959 dated 21 November 2004.

**2.08.03 Commitment**

Commitments for outstanding forward foreign exchange contracts disclosed in these financial statements are translated at contracted rates. Contingent liabilities/commitments for letter of credit, letter of guarantee and acceptance denominated in foreign currencies are expressed in Taka terms at the rates of exchange ruling on the date of balance sheet.

**2.08.04 Foreign operation**

The assets & liabilities of foreign operations are translated to Bangladeshi Taka at exchange rate prevailing at the statement of financial position (balance sheet) date. The income & expenses of foreign operations are translated at average rate of exchange for the year. Foreign currency differences are recognized and presented in the foreign currency translation reserve in equity. When a foreign operation is disposed of such that control, the cumulative amount in the translation reserve related to that foreign operation is reclassified to profit or loss as part of the gain or loss on disposal. When the Group disposes as the only part of its interest in a subsidiary that includes a foreign operation while retaining control, the relevant proportion of the cumulative amount is reactivated to non-controlling interest.

**2.08.05 Translation gain and losses**

Gains or losses arising out of translation of foreign exchange have been included in the Profit and Loss Accounts and in Balance Sheet.

**2.09 Materiality, aggregation and offsetting**

The Bank presents separately each material class of similar items and presents separately items of a dissimilar nature or function unless those are immaterial. The Bank did not offset assets and liabilities or income and expense, unless required or permitted by IFRS.

**2.10 Cash Flow Statement**

Cash Flow Statement is prepared principally in accordance as per the guidelines of BRPD Circular no.14 dated 25 June 2003 and International Accounting Standard (IAS-7) "Cash flow Statement". The Cash Flow Statement shows the structure of and changes in cash and cash equivalents during the year. Cash Flows during the year have been classified as operating activities, investing activities and financing activities.





## 2.11 Statement of Changes in Equity

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

## 2.12 Branch Accounting

The Bank has 1215 branches including two overseas branches as on 31 December 2018. Accounts of the branches are maintained at the branch level and for consolidation a separate set of records of the statement of affairs and income and expenditure of the branches are compiled at the Head Office of the Bank based on which these financial statements have been prepared.

## 2.13 Liquidity statement (Asset and Liability Maturity Analysis)

The liquidity statement has been prepared in accordance with remaining maturity grouping of Assets and Liabilities as of the close of the year as per following bases;

Particulars	Basis
Balance with other banks and financial institutions	Maturity term;
Investments	Residual maturity term
Loans and advances	Repayment/Maturity schedule
Fixed assets	Useful lives
Other assets	Adjustment
Borrowings from other banks and financial institutions	Repayment/Maturity schedule
Deposits and other accounts	Maturity term and Behavioral past trend
Other long term liability	Maturity term;
Provisions and other liabilities	Settlement

## 2.14 Events after the Reporting Period

Events after the reporting period that provide additional information about the company's position at the balance Sheet date are reflected in the financial statements in Note no. 48 as per International Accounting Standards IAS 10 "Events after the Reporting Period".

## 2.15 Going Concern

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. The accompanying financial statements do not include any adjustments should the bank be unable to continue as a going concern.

## 2.16 Assets and the basis of their valuation

The accounting policy have been applied consistently to all periods presented in this consolidated financial statements and those of the bank and have been applied consistently by the group entities except as explain in Note 2.02.

### 2.16.01 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 bank management for its short term commitments as well as prize bond.

### 2.16.02 Investments

All investments are initially recognized at cost, including acquisition charges associated with the investment. Premiums are amortized and discount accredited, using the effective or historical yield method. Accounting treatment of government treasury bills and bonds (categorized as HFT or/and HTM) is made following Bangladesh Bank DOS circular letter no. 5 dated 26 May 2008 and as amended on 28 January 2009 and DOS Circular letter no. dated 19 January 2012.



### 2.16.02.01 Held to Maturity (HTM)

Investments (financial instruments) which have fixed or determinable maturity date and the bank has no intention to sell before their maturity date irrespective of changes in market prices or the bank's financial position or performance are grouped as held to maturity. Government Treasury Bills, Government Treasury Bonds and other securities approved for statutory liquidity reserves have been classified as held to maturity financial asset. These are measured at amortized cost at each year end by taking into account any discount or premium in acquisition. Any increase or decrease in value of such investments is booked to equity.

### 2.16.02.02 Held for Trading (HFT)

The securities under this category are the securities acquired by the bank with the intention to trade by taking advantages of short term price/interest movement, and the securities those are classified as HFT by the Bank held in excess of SLR (net of CRR) at a minimum level. Investments classified in this category are principally for the purpose of selling or repurchasing on short trading or if designated as such by the management. In this category, investments are measured in fair value and any change in the fair value i.e. profit or loss on sale of securities in HFT category is recognized in the Profit and Loss Account.

Value of investments is stated as per the following bases:

Particulars	Valuation Method
<b>Government Securities:</b>	
Government Treasury Bills	Present
Prize Bonds	Cost Price
Bangladesh Bank Bills	Cost price
Special Treasury Bonds	Present
Reverse Repo	Cost Price
Debentures of Govt. Corporations	Cost price
Other Investments (Quoted Shares)	Market Price
Other Investments ( Other than Quoted Shares)	Cost Price

### 2.16.02.03 REPO and Reverse REPO

Since 1 September 2010 transactions of REPO and Reverse REPO are recorded based on DOS Circular No. 6, dated 15 July 2010 of Bangladesh Bank. In case of REPO of both coupon and non-coupon bearing (Treasury bill) security, Sonali Bank Limited adjusted the Revaluation Reserve Account for HFT securities and stopped the weekly revaluation (if the revaluation date falls within the REPO period) of the same security. For interest bearing security, SBL stopped the accrual of interest during REPO period.

### 2.16.02.04 Investment in Quoted and unquoted securities

Investments in equity instruments/shares that are not quoted in active market are not measured at fair value due to absence of information required to measure in fair value reliably; so these are presented at cost. The equity instruments that are quoted in active market are measured at fair value. Details of quoted and unquoted shares are shown in annexure - F.

### 2.16.02.05 Derivative Investments

Derivatives are financial instruments that derive their value in response to changes in interest rates, financial instrument prices, commodity prices, foreign exchange rates, credit risk and indices.

Derivatives are categorised as trading unless they are designated as hedging instruments.

All derivatives are initially recognized and subsequently measured at fair Value, with all revaluation gains recognised in the Income Statement ( except where cash flow or net investment hedging has been achieved, in which case the effective portion of changes in fair value is recognized within other comprehensive income).

As a derivative product the bank used SWAP in 2018.



### 2.16.02.06 Revaluation of investment

As per the DOS (BB) Circular letter no. 05 dated 26 May 2008 & subsequent amended circular no. 05 dated 28 January 2009, HFT (Held for Trading) securities are revalued on weekly basis and HTM (Held to Maturity) securities are amortized on yearly basis. The HTM securities are also revalued if they are reclassified to HFT category with the Board's approval. Any gain or loss on revaluation of HTM securities is recognized in the statement of changes in equity. Gain/(Loss) on revaluation of HFT securities is recognized in the profit and loss account on weekly basis and gain on revaluation is transferred to statement of changes in equity on monthly basis.

Investment class	Initial Recognition	Measurement after initial recognition	Recording of changes
Govt. T-bills/bond (HFT)	Cost	Face value	Loss to P & L, gain to Revaluation Reserve through P & L
Govt. T-bills/bond (HTM)	Cost	Amortized cost	Increase or decrease in value to equity
Debenture/Bond	Face value	Face value	None
Investment in listed securities	Cost	Fair value	Loss to P & L, gain to Revaluation Reserve
Prize bond	Cost	Cost	None

### 2.16.02.07 Investments in subsidiary

Investment in subsidiaries is accounted for under the cost method of accounting in the Banks financial statements in accordance with International Accounting Standard (IAS) 27. Accordingly, investments in subsidiaries are stated in the Banks balance sheet at cost, less impairment losses if any.

### 2.16.02.08 Statutory and Non-statutory Investment

#### Statutory Investments

Amount which is invested for maintaining statutory liquidity ratio according to MPD circular no. 02 dated 10 December 2013 and DOS circular no. 01, dated 19 January 2014 of Bangladesh Bank is treated as statutory investment, these includes treasury bill, treasury bond, other govt. securities etc. Details of statutory investment have been given in note -6.03.01

#### Non- Statutory Investments

All investment except statutory investment is treated as non -statutory investment such as debentures corporate bond , ordinary share (quoted and unquoted), preference share etc. Details of non-statutory investment have been given in note-6.03.02

### 2.16.02.09 Investments in associates

Investment in associates is accounted for in the books of financial statements of the Bank, in accordance with the International Accounting Standard (IAS) 28 'Investments in Associates'.

### 2.16.02.10 Investment and related income

- Income on investments other than shares is accounted for on accrual basis concept; and
- Dividend income on investment in shares is accounted for in the year when right has been established.

### 2.16.03 Loans and advances and its provisions

Loans and advances are stated at gross amount. General Provisions on unclassified loans and Off-Balance Sheet Items, specific provisions for classified loans and interest suspense account thereon are shown under other liabilities. Provision is made on the basis of quarter end against classified loans and advances review by the management and instruction contained in BRPD Circular no. 14 dated 23 September 2012 BRPD circular no. 19 dated 27 December 2012, BRPD circular no. 05 dated 29 May 2013, BRPD circular no. 08 dated 02 August 2015 and BRPD circular no. 01 dated 20 February 2018.



### 2.16.03.01 Interest on loans and advances

- i) Interest is calculated on unclassified loans and advances and recognized as income during the year;
- ii) Interest calculated on classified loans and advances as per Bangladesh Bank Circulars is kept in interest suspense account and credited to income on realization;
- iii) Interest is calculated on daily product basis but debited to the party's loan account quarterly. No interest is charged on loans and advances which are classified as bad and loss;
- iv) Total balance of loans and advances as on 31 December 2018 includes bad/loss loan Taka 1,09,935.20 million on which the Bank did not accrue any interest because of deterioration of quality of loans and advances determined by the management and on the basis of instructions contained in Bangladesh Bank Circulars as mentioned in Note 2.16.03 of this financial statements; and
- v) Interest suspense and penal interest, if any, calculated on classified loans and advances are taken into income in the year of its receipt from the defaulting borrowers.

### 2.16.03.02 Provision for loans and advances

Provision for loans and advances are made on quarter basis as well as year-end review by management following instructions contained in BRPD Circulars issued by Bangladesh Bank. General Provision on unclassified loans and advances and specific provision on classified loans & advances are given below:

#### Rate of provision:

Particulars	Short term agri-credit	Consumer Financing			SMEF	Loan to BHs/ MBs/ SDs	All other credit	
		Other Than HF & LP	HF	LP				
Unclassified	Standard	1.00%	5%	1%	2%	0.25%	2%	1%
	SMA	0%	5%	1%	2%	0.25%	2%	*1%
Classified	SS	5%	20%	20%	20%	20%	20%	20%
	DF	5%	50%	50%	50%	50%	50%	50%
	BL	100%	100%	100%	100%	100%	100%	100%

\*In line with BRPD Circular no. 04, dated 29 January 2015, provision for restructured loan is calculated @ 2%.

### 2.16.03.03 Presentation of loans and advances

Loans and advances are shown at gross amount as assets while interest suspense and loan loss provision against classified advances are shown as liabilities in the statement of financial position.

### 2.16.03.04 Write off loans and advances

Loans and advances/investments are written off as per guidelines of Bangladesh Bank. These written off however will not undermine/affect the claim amount against the borrower. Detailed memorandum records for all such written off accounts are meticulously maintained and followed up.

### 2.16.03.05 Securities against Loan

**Project loan:** Land and building are taken as security in the form of mortgage and plant & machinery are taken in the form of hypothecation.

**Working capital and trading loan:** Goods are taken as security in the form of pledge and also goods are taken as security in the form of hypothecation along with land and building as mortgage (value not less than 1.50 times covering the loan amount) in the form of collateral security.

**House building loan:** Land and building are taken as security in the form of mortgage.

**Overdraft:** FDRs are taken in pledge. The balance in DPS/JBSPS/SDPS A/C's is taken in "lien".

**Public sector loan:** In most cases Govt. Guarantee is taken and no security is taken for government loan and Crops loans in agriculture sector.



#### 2.16.04 Bills Purchased and Discounted

- a) Bills purchased and discounted do not include Government Treasury bills and have been classified into two sub-heads viz
- Payable outside Bangladesh,
  - Payable in Bangladesh and
- b) The bills purchased and discounted have been analyzed in the form/terms as per the maturity grouping.

#### 2.16.05 Property, Plant and Equity

##### 2.16.05.01 Recognition and Measurement

All Property, plant and equipment are classified and grouped on the basis of their nature as required in IAS 1 "Presentation of Financial Statements". The major categories of Property, plant and equipment held by the bank are property (Premises & Buildings), Library Book, Furniture and fixtures, Electrical Installations, Typewriters and Calculating machines, Computer/Software, Motor Car and other vehicles. As per Para 31 of IAS 16 after recognition as an asset, an item of property, plant and equipment whose fair value can be measured reliably shall be carried at a revalued amount, being its fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

All Fixed Assets are stated at cost less accumulated depreciation as per IAS 16 "Property, Plant & Equipment". The Cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes.

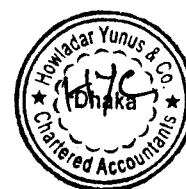
The bank recognizes in the carrying amount of an item of property plant and equipment's the cost of replacing part of such an item when that cost is incurred if it is probable that the future economic benefits embodied with the item will flow to the bank and the cost of the item can be measured reliably. Expenditure incurred after the assets have been put into operation, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred.

As guided in paragraph 30 of IAS 16 "Property Plant and Equipment" these are capitalized at cost of acquisition and subsequently stated at cost less accumulated depreciation. The cost of acquisition of an asset comprises its purchase price and directly attributable cost of bringing the assets to its working condition for its intended use inclusive of inward fright, duties and refundable taxes. The opening and closing carrying amounts of all property and equipment are presented including the amount of additions, disposals and depreciation charged during the year as required by paragraph 73 of IAS 16. Repairs and Maintenance expenses that does not increase in the future economic benefit of assets is charged to profit & loss account.

##### 2.16.05.02 Depreciation

As required of IAS 16 "Property Plant and Equipment" depreciation has been charged at the following rates on reducing balance method on all fixed assets other than motor vehicles and computer software which are depreciated on straight line basis and no depreciation on land is charged.

Category of fixed assets	Rate of depreciation
Land	0%
Building	2.50%
Library	7%
Furniture and Fixtures	10%
Electrical Installation	20%
Typewriters and Calculating machines	20%
Computer/ Software	20%
Motor Cars and other vehicles	20%



Depreciation on newly acquired assets is charged from the date of take it in use and no depreciation is charged on assets for the period which are taken in use after 20th December of the year. In case of assets disposed of, depreciation is charged up to the date of disposal of such assets. During the year overseas branches shown Taka 1,934,341.00 as depreciation on fixed assets and certified by the local independent auditors.

#### **2.16.05.03 Disposal of fixed assets**

On the disposal of fixed assets, the cost and accumulated depreciation are eliminated from the fixed assets schedule and gains or losses on such disposal are reflected in the statement of comprehensive income (profit and loss account) as per provision of IAS 16 "Property, Plant and Equipment".

#### **2.16.05.04 Revaluation of fixed assets**

The fixed assets of the Bank have been revalued three times. In the year of 2007, following the instruction of vendor's agreement signed between Sonali Bank Ltd. and Ministry of Finance, revaluation of all assets had been done and total value enhanced by Taka 8,833.82 million. Subsequently, in 2011 revalued by Taka 12,026.80 million and lastly in the year 2013 by Taka 9,469.13 million. No revaluation has been made during the year 2018.

#### **2.16.05.05 Impairment**

The carrying amount of the assets should be reduced to its recoverable amount when carrying amount of an asset is exceeding the recoverable amount of that asset. That reduction is an impairment loss hence recognized as expenses in the statement of comprehensive income (profit and loss account).

#### **2.16.06 Other Assets**

Other assets comprise investment in subsidiaries (Sonali Exchange Co. Inc. (SECI), USA and Sonali Investment Limited), Prepaid Expenses, Branch adjustment, fees and unrealised income receivable, advance for operating and capital expenditure and stocks of stationery and stamp. Details are shown in Note-9. and others as per Bangladesh Bank Circulars. Receivables are recognized when there is a contractual right to receive cash or another financial asset from another entity.

#### **2.16.06.01 Classification of other assets**

Other assets have been classified as per BRPD Circular no. 14 dated 25 June 2001 of Bangladesh Bank and for items not covered under the circular, classification have been made considering their realize ability.

#### **2.16.06.02 Written off of other assets**

Other assets having no realistic prospect of recovery have been written off against full provision without reducing the claimed amount of the Bank. Notional balances against other assets written off have been kept to maintain the detailed memorandum records for such accounts/assets.

#### **2.16.07 Intangibles assets**

An intangible asset is recognized only when its cost can be measured reliably and it is probable that the expected future economic benefits that are attributable to it will flow to the Bank. Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value as at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and any accumulated impairment losses. The useful lives of intangible assets are assessed to be either finite or indefinite.

Intangible assets with finite lives are amortized over the useful economic life. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year end. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are accounted for by changing the amortization period or method, as appropriate, and they are treated as changes in accounting estimates. The amortization expense on intangible assets with finite lives is presented as a separate line item in the statement of comprehensive income (profit and loss account). Amortization is calculated using the straight-line method to write down the cost of intangible assets to their residual values over their estimated useful

Intangible assets-valuation adjustment has been addressed inline with regulatory decision.



## **2.16.08 Non-banking assets**

Non-banking assets includes the assets acquired against the bad debt loans to adjust the loan. There are no assets acquired in exchange for loan during the period of financial statements.

## **2.17 Liabilities and Provision**

### **2.17.01 Borrowing from other banks, financial institutions and agents**

Borrowings from other banks, financial institutions and agents include borrowing from Bangladesh Bank, inside and outside of Bangladesh. These items are brought to financial statements at the gross value of the outstanding balance. Details are shown in Note 11.

### **2.17.02 Deposits and Other Accounts**

Deposits and other accounts include non-interest-bearing current deposit redeemable at call, interest bearing on demand and short-term deposits, savings deposit and fixed deposit. These items are brought to account at the gross value of the outstanding balances. Deposits and other accounts include bills payable have been analyzed in terms of the maturity grouping showing separately other deposits and inter-bank deposits. Details are shown in Note 12.

### **2.17.03 Other liabilities**

Other liabilities comprise items such as provision for loans and advances/investments/other assets, taxation, superannuation fund, gratuity fund and off balance sheet exposure and also includes interest payable, interest suspense, accrued expenses etc. Other liabilities are recognized in the balance sheet according to the guidelines of Bangladesh Bank, Income Tax Ordinance, 1984, IAS 37 and internal policy of the Bank. Details are shown in Note 13.

### **2.17.04 Taxation**

Income tax represents the sum of the current tax and deferred tax payable. Income tax assessment has been finalized up to 1997 as well as the year 1999. Case pending for the year 1998 and 2000 to 2014.

#### **2.17.04.01 Current tax**

The current tax payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the Profit and Loss Account because it excludes items of income or expense that are taxable or deductible. The Bank's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the date of Balance Sheet.

Provision for current income tax has been made as per Income Tax Ordinance 1984.

#### **2.17.04.02 Deferred tax**

Deferred tax is calculated on the taxable/deductible temporary differences between tax base and carrying value of assets and liabilities as required by International Accounting Standards IAS-12: 'Income Taxes'. Deferred tax is not recognised for the following temporary differences:

- on the initial recognition of assets or liabilities in a transaction that is not a business combination and at the time of transactions, affects neither accounting nor taxable profit or loss; and
- arising on the initial recognition of goodwill.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities against current tax assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously. Deferred tax is computed at the prevailing tax rate as per Finance Act 2018.

A deferred tax asset is recognized for deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

### **2.17.05 Employee benefit schemes**

Accounting recognition & measurement, as well as the disclosures requirements for different benefit schemes for employees are the following:



#### **2.17.05.01 Employees General Provident Fund**

Employees General Provident fund is operated from 13 September 1981 under which the concerned employees are required to contribute at least 10% and highest 25% (on declaration) of their basic salary with no matching contribution by the bank. This Fund relates to the employees who are availing Pension and Death-Cum-Retirement Benefit (PDCRB) Scheme.

#### **2.17.05.02 Contributory Provident Fund**

The bank operated a Provident Fund named as Contributory Provident Fund into which the bank contributed 10% of the basic salary of its eligible employees while the employees contributed an equal amount to the fund. This fund is operated by trustees. Employees enjoying contributory provident fund facilities are entitled gratuity for 2 months last basic pay drawn for each completed year of service subject to completion of minimum 10 years of service. The scheme is operated on cash basis.

#### **2.17.05.03 Pension and Death-Cum-Retirement Benefit (PDCRB) Scheme**

The bank operated a Pension Fund named as Pension and Death-Cum-Retirement Benefit (PDCRB) Scheme for the employees of General Provident Fund into which the bank contributes 25% of the basic salary (Each year of June) of its eligible employees. Payments out of this fund are made to the employees on their separation from bank's service.

#### **2.17.05.04 Gratuity**

The Bank introduced the Gratuity scheme for the member of the Employees of Contributory Provident Fund into which the Bank contributes 10% of the basic salary (Each year of June) of its eligible employees. Payments out of this scheme are made to the members on their separation from bank's service.

#### **2.17.05.05 Investment of the Pension/Gratuity Funds**

The balance of Pension/Gratuity funds are partly invested in approved securities with a view to increasing the Fund and remaining balance being utilized by the bank towards payment of retirement benefits to the employees.

#### **2.17.05.06 Administration of the Fund**

The Provident Fund, Pension Fund and Gratuity are being administered by two administrative committees each of which consists of 9 (nine) members representing Chairman, 5 (five) members from Board of Directors, Managing Director and CEO, 1 (one) member from officers and another from members of the staff.

#### **2.17.05.07 Benevolent Fund**

This fund is mainly created for sanctioning scholarship to the meritorious students among the children of the Bank employees. The distressed employees and family member of deceased employees are also helped from this Fund.

#### **2.17.05.08 Leave encashment**

The Officer/Staff who has opted for Pension and General Provident Fund, will be entitled to leave encashment facilities up to twelve months at the time of retirement as per letter No. MF/FD/Reg-2/leave16/84/9 dated 21 January 1985 of Finance Division, Ministry of Finance, Government of Bangladesh. But if a staff (not officer) has enjoyed /will enjoy leave encashment facilities before retirement, he will be provided with the rest amount after deduction of the amount enjoyed earlier, as per letter No. MF/B & 1/Banking/2/1/80/101 dated 31 May 1980 of previous Banking & Investment Division, Ministry of Finance, and Government of Bangladesh. The leave encashment benefit is paid to the incumbent debiting 'Expenditure A/C Leave Encashment Code no. 1217. No additional fund is required during the year.

#### **2.17.05.09 Death relief grant scheme**

The Bank operates a death relief scheme since 1 January 1991, which replaced the previous group insurance scheme. The scheme is applicable to all employees of the bank and payments out of this fund are made to the successors of the employees on their death as per rate prescribed in the scheme.





#### **2.17.06 Provision for Loans and Advances**

Loans and advances are stated at gross amount. General provisions on unclassified loans and contingent assets, specific provisions for classified loans and interest suspense account thereon are shown under other liabilities. Provision against classified loans and advances is made on the basis of quarter and review by the management and instructions contained in BRPD Circular no. 14 dated 23 September 2012, BRPD circular no. 19 dated 27 December 2012, BRPD circular no. 05 dated 29 May 2013, BRPD circular no. 8 dated 02 August 2015 and BRPD Circular no. 1 dated 20 February 2018.

#### **2.17.07 Provision for other assets**

As per BRPD circular no. 14 dated 25 June 2001 of Bangladesh Bank classification and classification have been made.

#### **2.17.08 Other Provisions 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.

#### **2.17.09 Provision for Off-Balance Sheet Exposures**

In compliance with Bangladesh Bank guidelines Off-Balance Sheet items have been disclose under contingent liabilities. As per BRPD Circular no.10 dated 18 September 2007, Banks are required to maintain provision @ 1% against Off-Balance Sheet Exposures (L/C, Guarantee and Bills for Collection, etc.).

#### **2.17.10 Provision for Nostro Accounts**

According to guideline of Foreign Exchange Policy Department of Bangladesh Bank, Circular no. FEOD(FEMO)/01/2005-677 dated 13 September 2005, Bank maintains provision regarding the un-reconciled debit balance as at Balance Sheet date since there was no debit entries more than three month.

### **2.18 Capital and Shareholders' Equity**

#### **2.18.01 Capital Management**

The bank has strategic capital management process for measuring, deploying and monitoring its available capital and assessing its adequacy. The aim of this capital management process is to achieve four major objectives; exceed regulatory thresholds and meet long-term internal capital targets, maintain strong credit rating, manage capital levels commensurate with the risk profile of the bank and provide the banks shareholder with acceptable returns.

Capital is managed in accordance with the board approved capital management planning from time to time. Senior management develops the capital strategy and oversees the capital management planning of the bank. The bank's finance and risk management department are key to implementing the bank's capital strategy and managing capital. Capital is managed using both regulatory control measure and internal matrix.

#### **2.18.02 Paid up capital**

The paid up capital share capital represents total amount of shareholder capital that has been paid in full by the Government of Bangladesh i.e. ordinary shareholder. In the event of winding-up of the company ordinary shareholder(s) rank after all other shareholders and creditors are fully entitled to any residual proceeds of liquidation.

#### **2.18.03 Statutory reserve**

As per the Banking Companies Act 1991 (amended 2013) (Section 24) it is required for the bank to transfer 20% of its current year's profit before tax to reserve until such reserve equals to its paid up capital.

#### **2.18.04 Dividends on ordinary shares**

Dividends on ordinary shares are recognized as a liability and deducted from equity when they are approved by the Banks shareholders. Dividends for the year that are approved after the reporting date are disclosed as an event after the reporting date.



## **2.18.05 Revaluation Reserve**

### **2.18.05.01 Assets Revaluation Reserve**

When an asset's carrying amount is increased as a result of a revaluation, the increase amount should be credited directly to equity under the heading of revaluation surplus/ reserve as per International Accounting Standards IAS-16: 'Property, Plant and Equipment'. The tax effects on revaluation gain are measured and recognized in the financial statements as per International Accounting Standards IAS-12: 'Income Taxes'.

### **2.18.05.02 Revaluation Reserve for HTM & HFT**

All HTM securities are amortized at the year end and any increase or decrease of such investment is booked to equity. In case of HFT revaluation, decrease in the present value is recognized in the profit and loss account and any increase is booked to Revaluation Reserve Account through Profit and Loss Account as per Bangladesh Bank DOS circular no. 5, dated 28 January 2009.

### **2.18.06 Contingent liabilities and Contingent assets**

A contingent liability is any possible obligation that arises from the past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Bank; or any present obligation that arises from past events but is not recognized because:

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

Contingent liabilities are not recognized but disclosed in the financial statements unless the possibility of an outflow of resources embodying economic benefits is reliably estimated. Contingent assets are not recognized in the financial statements as this may result in the recognition of income which may never be realized.

## **2.19 Revenue recognition**

The revenue during the year has been recognized following all conditions of revenue recognitions as prescribed by International Financial Reporting Standards IFRS 15 'Revenue from Contracts with Customers'.

### **2.19.01 Interest income**

Interest on loans and advances is calculated on daily product basis and accrued at the end of each month, but charged to customers' accounts on quarterly basis. In terms of the provisions of the International Financial Reporting Standards IFRS 15 'Revenue from Contracts with Customers', the interest income is recognized on accrual basis. Interest on unclassified loans and advances have been accounted for as income on accrual basis, interest on classified loans and advances have been credited to interest suspense account with actual receipt of interest there-from having credited to income as and when received as per instruction of Bangladesh Bank.

### **2.19.02 Investment income**

Income on investments is recognized on accrual basis. Investment income includes discount on treasury bills, interest on treasury bonds and fixed deposit with other banks. Capital gain on investments in shares is also included in investment income. Capital gain is recognized when it is



### 2.19.03 Fees and commission income

- Commission charged to customers on letters of credit and letters of guarantee are credited to income at the time of effecting the transactions.
- Fee and Commission on bills discounted, purchased & others are recognized at the time of realization.
- Exchange gains or losses arising out of such transactions are recognized as income or expense for the year foreign currency transactions are converted into BDT at prevailing on the dates of such transactions and dealt with exchange account.

### 2.19.04 Dividend income on shares

Dividend income from shares is recognized during the period in which they are declared and actually received.

### 2.19.05 Other operating Income

Other operating income is recognized at accrual basis.

### 2.19.06 Profit/Loss of Overseas Branches

Profit/loss of the bank's overseas branches has been reflected in this profit and loss account.

### 2.19.07 Interest paid on Deposit and Borrowing

Interest paid on Deposit and Borrowing and others expenses are recognized as accrual basis.

### 2.19.08 Management and other expenses

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

### 2.19.09 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 that may affect the financial statements significantly.

### 2.19.10 Segment reporting

For the purpose of Segment Reporting as per International Financial Reporting Standard 8, the following segments relating to revenue, expenses, assets and liabilities have been identified and shown in the related notes accordingly as primary/secondary segments.

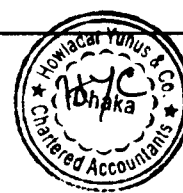
- domestic operations in line with geographical segments;
- banking operations comprising of branches of the banking entity; and
- treasury operations comprising of the banking entity.

Performance is measured based on segment profit before provision, as included in the internal management reports that are reviewed by the Bank's Management. Segment report is used to measure performance as Management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

#### 2.19.10.01 Operating segments

The Bank has five reportable segments, as described below, which are the Bank's strategic business units. The strategic business units offer different products and services, and are managed separately based on the Bank's management and internal reporting structure. For each of the strategic business units, the Bank Management Committee reviews internal management reports on at least a quarterly basis. The following summary describes the operations in each of the Bank's reportable segments:

i. Loans & Advances	Includes loans, deposits and other transactions and balances with corporate customers & retail customers.
ii. Treasury	Undertakes the Bank's funding and maintenance of CRR and SLR, Asset-liability management through borrowings and placement, currency swap and investing in liquid assets such as short-term placements and corporate and government debt securities.
iii. Overseas Branches (Kolkata, Siliguri)	Two (2) overseas branches of Sonali Bank Limited are situated at Kolkata & Siliguri in India and operating banking business, money remittance etc. as per the head office instructions and other activities as permitted under the banking law of India.



iv. Sonali Exchange Company Incorporated (SECI), USA	Sonali Exchange Company Incorporated (SECI), USA, subsidiary company of Sonali Bank Limited operates its business in USA. It performs the activities of money remittance, issue cheques, payment instruments and traveler's cheque and other activities as permitted under the banking law of USA.
v. Sonali Investments Limited	Established to do all kinds of merchant banking activities including issue management, underwriting, portfolio management and other transactions.

#### 2.19.11 Directors' responsibility on financial statements

The board of directors takes the responsibility for the preparation and presentation of these financial statements.

#### 2.20 Consolidation of the Financial Statements

Consolidation of the Financial Statements is started from 2011.

#### 2.21 Risk Management

The Bank Company Act, 1991(amended 2013) and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Bank. The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

Bangladesh Bank Department of Off-site Supervision (DOS) has issued Circular no. 02 dated 15 February 2012 on Risk Management Guidelines for Banks and instructed all scheduled banks operating in Bangladesh to follow this Guidelines for managing various risks which have been compiled by the Bank.

In addition, the Bank is also following relevant Bangladesh Bank guidelines on risk based capital adequacy, stress testing and managing the banking risks in other core risk areas.

The Bank has established a Risk Management Division (RMD). The RMD conducts stress testing for examining the Bank's capacity of handling future shocks, as well as deals with all potential risks that might occur in future.

Being a financial institution, in the ordinary course of business, the bank is sensitive to verities of risks. The generic severity of such risk(s) is much intense in our locality due to presence of large number of banks and complex financial transactions. In such highly competitive environment to ensure a bank's consistent system and performance, the presence of strong Risk Management culture is obligatory. Being compliant, the bank is now looking forward to take risk management practice to a different level, i.e. preventing risk before occurrence rather than a reactive manner; on a proactive basis. As a part of regulatory and global benchmarking the bank has based upon 07 (seven) core risks guidelines of Bangladesh Bank and basel framework. Listed below are the identified risks the bank is currently managing or intents to manage:

- Internal Control and Compliance Risk
- Foreign Exchange Risk
- Credit Risk Management
- Asset Liability Management Risk
- Money Laundering Risk
- Information & Communication Technology Security Risk
- Environmental Risk

Accordingly the bank has various high powered committees to monitor and ensure smooth risk management activities. For example, Board Risk Management Committee, high powered central Risk Management Committee, Departmental Risk Management Committee, Asset Liability Management Committee (ALCO), Investment Committee, Credit Committee (CC) etc. To manage the overall risks of the bank in line of basel the bank has formed a dedicated Core Risk Management & Basel-III Implementation Division. The detail of SBL's risk management is stated below:



a) **Internal Control and Compliance Risk**

Establishment of sound control environment and effective compliance culture is the key stone of managing operational risk. Internal control is a process to control overall activities of the Bank through establishing policies, procedures, observance of instructions of regulatory authorities with a view to avoid any possible loss from the lack of corporate governance.

To mitigate the operational risk, the Bank ensured effective internal control systems for all of its operational activities by intensifying the internal audit function, comprehensive and risk based inspection in all branches and Head Office. The Compliance Division ensures the settlement of objections or irregularities mentioned in the audit reports under a strong monitoring process of the Management Committee (MANCOM). Besides there is a division named Vigilance and Control Division under the direct supervision of CEO and MD to act at any sudden occurrence of loss or irregularities.

The Bank with the support of an Expert Team, has undertaken a program for upgrading its Internal Control and Compliance policy as well as other policies in the area of credit, audit, information technology and accounts as per international best practices.

b) **Foreign Exchange Risk Management**

Foreign Exchange Risk is defined as the possibility of losses due to change in exchange rates interest rate etc. according to market forces. The Foreign Exchange Risk of the Bank is minimal as all the transactions are carried out on behalf of the customers against underlying Foreign Exchange transactions.

Treasury Division independently conducts the transactions and the Back Office of Treasury is responsible for verification of the deals and passing of their entries in the books of account. Mid office coordinates the work in between front office and back office functioning. All foreign exchange transactions are revalued at Mark-to-Market rate as determined by Bangladesh Bank at the month - end. All NOSTRO accounts are reconciled on regular basis and outstanding entries beyond 30 days are reviewed by the Management for their settlement.

c) **Credit Risk Management**

Credit risk is one of the crucial risk faced by the Bank. This can be described as potential loss arising from the failure of a counter party (borrower) 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. Therefore, Bank's credit risk management activities have been designed to address all these issues. The Bank has segregated duties of the Officers/Executives involved in credit related activities. Credit approval, administration, monitoring and recovery functions have been segregated. For this purpose, three separate divisions have been formed. These are credit division, credit monitoring & recovery division and law division. Credit division is entrusted with the duties of maintaining asset quality, assessing risk in lending to a particular customer, sanctioning credit, formulating policy/strategy for lending operation, etc.

There is a high power credit committee who manages the credit risk of the bank. A thorough assessment is done before sanction of any credit facility at credit division. The risk assessment includes borrower risk analysis, financial analysis, industry analysis, historical performance of the customer, security of the proposed credit facility, etc. All credit proposals have been placed in credit committee for sanction or make decline. Managing Director is the Chairman of credit committee. Loans having big exposures are placed before the Board of Directors of the Bank for sanction.

In determining single borrower/large loan limit, the instructions of Bangladesh Bank are strictly followed. Internal audit is conducted on periodical interval to ensure compliance of Bank's and Regulatory polices. Loans are classified as per Bangladesh Bank's guidelines.



**d) Asset Liability Management Risk**

Bank has high powered Asset Liability Management Committee (ALCO) to monitor Balance Sheet Risk and liquidity Risks of the Bank. The Balance Sheet Risk is determined as potential change in earnings due to change in rate of interest foreign exchange rates and regulatory instructions, which are not of trading nature. Asset Liability Committee (ALCO) reviews Liquidity requirement of the Bank, the maturity of assets and liabilities, deposits and lending, pricing strategy and the Liquidity contingency plan. The primary objective of the Asset Liability Committee (ALCO) is to monitor and avert significant volatility in Net Interest Income (NII), investment value and exchange earnings for the purpose of taking future action plan for better interest of the organization.

**e) Money Laundering Risk**

Risk Associates with probable Money laundering activities is one of the major risk in the area of banking sector. Money Laundering risk is defined as the loss of reputation and expenses incurred as penalty for being negligent in prevention of money laundering. For mitigating the risk the Bank has designated Chief Compliance Officer at Head Office and Compliance Officer at Branches, who independently review the transactions of the accounts to verify suspicious transactions.

Manuals for Prevention of Money Laundering, KYC and Transaction profile have been introduced. Training has been being imparted to Executives, Officers and staff for developing awareness and skill for identifying suspicious transactions and other Money Laundering related activities.

**f) Information & Communication Technology Security Risk**

IT Guideline is a systematic approach to policies required to be formulated for IT and also to ensure security of information and information systems. This guideline covers all information that is electronically generated, received, stored, printed, scanned and typed. The provisions of this guideline apply to:

1. Sonali Bank Limited for all of its IT system.
2. All activities and operations required ensuring data security including facility design, physical security, network security, disaster recovery and business continuity planning, use of hardware and software, data disposal and protection of copy rights and other intellectual properly rights.

The implementation of Core Banking Solution (CBS) will be linked from the branches to the central database. Near future the information will be easily accessible by senior management and is expected to be important source of information of strategic decision-making process based on a comprehensive database. It is to be declared that the Bank is fully compliant according to the guideline of Central Bank's IT policy.

**g) Environmental Risk**

Environmental Risk is the new concern in the banking arena. Bank authority is very much aware about this. In compliance with Bangladesh Bank's instructions and guidelines regarding environmental risk, all the activities of the bank are being carried on. Specially, to approve the credit proposal, Bank Credit Committee meticulously review the compliance status of the borrower regarding environmental requirement.

**2.22 Risk Management Committee Disclosure**

A Risk Management Committee, comprising Directors of the Board has been formed in consistence with Bank Company (Amendment) Law-2013 and directives of BRPD Circular No.11 dated 27.10.2013 of Bangladesh Bank. Bank's risk management approach includes minimizing undue concentrations of exposure, limiting potential losses from stress events and ensuring the continued adequacy of all our financial resources. The committee is playing a vital role in risk management of the bank. It has a long term plan to develop risk management culture in the bank.

The risk management committee comprising of five members including chairman who are competent and professionally skilled and also the director of the board. The name and status of the member of the Board Risk Management Committee are stated as follows:



Name	Status in the Bank	Status in the committee
Mr. Muhammed Asadullah	Director	Chairman
Mr. Md. Mahboob Hossain	Director	Member
Mrs. Sabera Aktari Jamal	Director	Member
Mr. Afzal Hossain	Director	Member
Dr. Md. Nurul Alam Talukder	Director	Member

The risk management committee of the Board of Directors has been formed soon after the Central Bank's instruction. The committee conducted 12 meeting in 2018 where the following issues have been discussed:

- Formulated risk management strategies, methodologies, guidelines and processes for risk identification, risk assessment, risk controlling and monitoring.
- Designed a suitable organization structure for risk controlling. The committee will form separate risk management committee in management level and supervise their activities for compliance of instruction regarding credit risk, foreign exchange risk, internal control and compliance risk, money laundering risk, ICT risk and environmental risk.
- Reviewed and updated all risk management policies and guidelines at least once in a year, if necessary they will propose and place before the Board of Director for final approval.
- Evaluated, assessed and approved the record keeping and reporting system formulated by the bank management.
- Supervised the implementation of overall risk management policies and steps taken for mitigation of credit risk, market risk and operational risk along with other risks.
- Submitted the report of decision and recommendation made by the committee to the Board on a quarterly basis.
- Followed the instruction circulated by the controlling authority, etc.

## 2.23 Audit committee Disclosure

In compliance with the policy directives as well as compliance with the BRPD Circular No. 11 dated 27 October 2013 and previous circular BRPD Circular no. 12 dated 23 December 2002 of Bangladesh Bank, an audit committee of the board of Sonali Bank Limited was constituted by the Board of Directors in its 615th meeting held on 15 March 1999 and thereafter lastly reconstituted in the 548th board meeting of Sonali Bank Limited held on 12 December 2018. The audit committee comprises of five members including chairman who are competent and professionally skilled and also the director of the board. The company secretary acts as a secretary of the audit committee. The name and status of the member of the audit committee are stated as follows:

Sl. No.	Name	Status in the Bank	Status in the committee
1	Mr. A.K.M Kamrul Islam FCA, FCS	Director	Chairman
2	Mr. Md. Mahboob Hossain	Director	Member
3	Mrs. Sabera Aktari Jamal	Director	Member
4	Mr. Muhammed Asadullah	Director	Member
5	Mr. Ishtiaque Ahmed Chowdhury	Director	Member



During the year 2018, the Audit Committee of the Board conducted 10 (Ten) meetings in 2018 which the following important issues were reviewed/discussed along with others:

- Oversee the financial reporting process & liquidity position of the bank at regular basis.
  - Reviewed internal & external auditors findings on the irregularities both major & significance at different branches of the bank and reference those to the Board with appropriate recommendation for decision, reviewed draft & audited financial statements for the year 2017.
  - Reviewed performance of internal audit 2018.
  - Reviewed the reconciliation performance of interbranch transaction accounts and advised the management to keep it regular.
  - Reviewed the comprehensive inspection report on SBL by Bangladesh bank as on 31.12.2017.
  - Reviewed the cash holding position of different branches & advise the management to ensure maintenance of optimum level of cash to reduce idle cash in hand as per as practicable.
  - Reviewed existing policy of ICC, Risk Grading, Credit Policy, Quarterly Risk Management Paper etc. and made recommendation to Board for approval.
  - Reviewed unaudited quarterly & half yearly financial statements of the bank for the year 2018.
  - Monitor internal control risk management process.
- Discussed and reviewed annual budget 2019 & revised budget 2018 and recommended to the board with some amendments.
  - Reviewed the compliance status of audit objections and advised the management to ensure full compliance of regulatory, legal and significant issues meticulously.
  - Reviewed the audit rating by internal audit on Anti Money Laundering of all branches for the year 2017.
  - Discuss and reviewed the effectiveness of annual audit plan 2017 and made recommendation to the board for approval with suggested amendments.
  - Reviewed existing risk management procedures along with implementation of core risk management guidelines and advised the managements to implement the same more effectively.
  - Reviewed the audit report of the subsidiaries and directing the authority to take necessary action as appropriate.

## 2.24 Credit Rating of the Bank

As per the BRPD circular no. 6 dated 5 July 2006, the Bank has done its credit rating by Emerging Credit Rating Limited based on the financial statements of Sonali Bank Limited dated 31 December 2017. The following ratings had been awarded:

Date of Declaration	Valid till	Rating Mode	Long Term	Short Term	Outlook
30-Jun-18	29-Jun-19	Govt. Support	AAA	ST-1	Stable
		Without Govt.	A-	ST-2	

## 2.25 Implementation of BASEL-III

Banks operating in Bangladesh are maintaining capital since 1996 on the basis of risk weighted assets in line with the basel Committee on Banking Supervision (BCBS) capital framework published in 1988. Considering present complexity and diversity in the banking industry and to make the Bank's capital more risk-sensitive as well as to improve the banking sector's ability to absorb shocks arising from financial and economic stress, Bangladesh Bank provides revised regulatory capital framework "Risk based Capital Adequacy for Banks" effective from 1 January 2009.





Both the existing capital requirement rules on the basis of Risk Weighted Assets and revised Risk based Capital Adequacy Framework for Banks as per basel-II were followed simultaneously initially for one year. For the purpose of statutory compliance during the period of parallel run i.e. 2009, the computation of capital adequacy requirement under existing rules prevailed. On the other hand, revised Risk based Capital Adequacy Framework as per basel-II had been practiced by the Banks during 2009 so that basel-II recommendation could effectively be adopted from 2010. From January 2010, Risk based Capital Adequacy Framework as per basel-II have been fully practiced by the Banks replacing the previous rules under basel-I. Bangladesh Bank adopted "Guidelines on Risk based Capital Adequacy (Revised Regulatory Capital Framework for Banks in line with basel-III)" as per BRPD circular no. 18 dated 21 December 2014 replaced of "Guidelines on Risk based Capital Adequacy (Revised Regulatory Capital Framework for Banks in line with basel-II)". This circular shall come into force with effect from January 01, 2015. These new global regulatory and supervisory standards mainly addressed the following areas:

### 1. Pillar-1 :

- a) Minimum Capital Requirement (MCR);
- b) Assessment of total Regulatory Capital;
- c) Calculation of total Risk Weighted Assets;
- d) Calculation of Capital to Risk Weighted Assets Ratio (CRAR);
- e) Raise the quality and level of capital to ensure banks are better able to absorb losses on both a going concern and a gone concern basis;
- f) Increase the risk coverage of the capital framework;
- g) Introduce Leverage Ratio (LR) to serve as a backstop to the risk-based capital measure;
- h) Calculation of Liquidity Coverage Ratio (LCR) and
- i) Calculation of Net Stable Funding Ratio (NSFR).

### 2. Pillar-2 :

- a) Raise the standards for the supervisory review process ; and the main aspects of a rigorous SRP are as follows :
  - Board and senior management oversight,
  - Sound capital assessment,
  - Comprehensive assessment of risks,
  - Monitoring and reporting,
  - Internal control review.
- b) Preparation of ICAAP (Internal Capital Adequacy Assessment Process) documents for assessing its overall risk profile and a strategy for maintaining adequate capital.
- c) SRP – SREP dialogue.

### 3. Pillar-3 :

- a) Market Discipline/Public disclosures etc.

The macro prudential aspects of basel-III are largely enshrined in the capital buffers. Both the buffers i.e. the capital conservation buffer and the countercyclical buffer are intended to protect the banking sector from periods of excess credit growth.

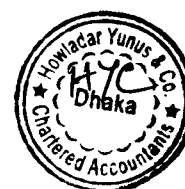
#### i) **Capital to Risk Weighted Assets Ratio (CRAR)\***

The Capital Adequacy Ratio (CAR) has been newly defined as Capital to Risk Weighted Asset Ratio (CRAR) which is calculated by taking eligible regulatory capital as numerator and total RWA as denominator.

$$\text{CRAR} = \frac{\text{Total Eligible Capital}}{\text{Credit RWA} + \text{Market RWA} + \text{Operational RWA}}$$

#### ii) **Leverage Ratio\***

In order to avoid building-up excessive on and off-balance sheet leverage in the banking system, a simple, transparent, non-risk based leverage ratio has been introduced. The leverage ratio is intended to achieve the following objectives:



- a) Constrain the build-up of leverage in the banking sector which can damage the broader financial system and the economy.
- b) Reinforce the risk based requirements with an easy to understand and a non-risk based measure.

A minimum Tier 1 leverage ratio of 3% is being prescribed both at solo and consolidated level. The banks will maintain leverage ratio on quarterly basis. The calculation at the end of each calendar quarter will be submitted to BB showing the average of the month end leverage ratios based on the following definition of capital and total exposure.

$$LR = \frac{\text{Tier 1 Capital (after related deductions)}}{\text{Total Exposure (after related deductions)}}$$

**iii) Liquidity Coverage Ratio (LCR)\***

LCR or Liquidity Coverage Ratio is a new liquidity standard introduced by the Basel Committee. This standard is built on the methodologies of traditional liquidity coverage ratio used by banks to assess exposure to contingent liquidity events. LCR aims to ensure that a bank maintains an adequate level of unencumbered, high-quality liquid assets that can be converted into cash to meet its liquidity needs for 30 calendar days. LCR goes beyond measuring the need for liquid assets over the next 30 days in a normal environment. It measures the need for liquid assets in a stressed environment, in which deposits and other sources of funds (both unsecured and secured) run off, to various extents, and unused credit facilities are also drawn down in various magnitudes. These runoffs are in addition to contractual outflows.

$$LCR = \frac{\text{Stock of quality liquid assets}}{\text{Total net cash outflows over the next 30 calendar days}} \geq 100\%$$

**iv) Net Stable Funding Ratio (NSFR)\***

NSFR or Net Stable Funding Ratio is another new standard introduced by the Basel Committee. The NSFR aims to limit over-reliance on short-term wholesale funding during times of abundant market liquidity and encourage better assessment of liquidity risk across all on off-balance sheet items. The minimum acceptable value of this ratio is 100 percent, indicating that available stable funding (ASF) should be at least equal to required stable funding (RSF). ASF consists of various kinds of liabilities and capital with percentage weights attached given their perceived stability. RSF consists of assets and off-balance sheet items, also with percentage weights attached given the degree to which they are illiquid or "long-term" and therefore requires stable funding. The time horizon of the NSFR is one year. Like the LCR, the NSFR calculations assume a stressed environment.

$$NSFR = \frac{\text{Available amount of stable funding (ASF)}}{\text{Required amount of stable funding (RSF)}} \geq 100\%$$

The calculation of the NSFR requires two quantities to be defined :

- A. available stable funding (ASF) and
- B. required stable funding (RSF).

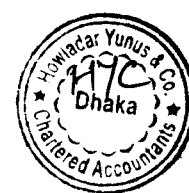
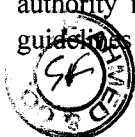
NSFR is met if ASF exceeds RSF, that is if  $ASF/RSF > 1$  or 100%.

**2.26 Related party disclosures**

As per International Accounting Standards IAS-24 'Related Party Disclosures', parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties. Related party disclosures have been given in Note 46 and 47.

**2.27 Litigation**

The bank is not a party to any lawsuits except those arising in the normal course of business, which were filled against the default clients for non-performance in loans repayment and against various level of tax authority regarding some disputed tax issue. The bank, however, provides adequate provisions as per guidelines of IAS 37 in compliance with Bangladesh Bank guidelines.



**2.28 Loan Write off**

Write off describes a reduction in recognized value. It refers to recognition of the reduced or zero value of an asset. Generally, it refers to loan for which a return on the loan is now impossible or unlikely. The item's potential return is thus cancelled and removed from (Written off) the banks statement of financial position. Recovery against debts written off / provided for is credited to provision or revenue considering the previous position of the loans.

**2.29 Compliance of International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs)**

The Institute of Chartered Accountants of Bangladesh (ICAB) is the sole authority for adoption of International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs). While preparing the financial statements, Sonali Bank Limited applied most of IASs and IFRSs as adopted by ICAB. Details are given below:

Name of the IASs/IFRSs	IASs /IFRSs No.	Status
Presentation of Financial Statements	1	Applied*
Inventories	2	Applied
Statement of Cash Flows	7	Applied
Accounting policies, Changes in accounting Estimates and Errors	8	Applied
Events after the Reporting Period	10	Applied
Income Taxes	12	Applied
Property, Plant and Equipment	16	Applied
Leases	17	Applied
Employees Benefits	19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	Applied
Borrowing Costs	23	Applied
Related Party Disclosures	24	Applied
Separate Financial Statements	27	Applied
Investment in Associates & joint venture	28	Applied
Earning Per Share	33	Applied
Interim Financial Reporting	34	Applied*
Impairment of Assets	36	Applied
Provision, Contingent Liabilities and Contingent Assets	37	Applied
Intangible Assets	38	Applied
Investment Property	40	N/A
Agriculture	41	N/A
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	Applied
Exploration for and Evaluation of Mineral Resources	6	N/A
Financial Instrument: Disclosures	7	Applied*
Operating Segments	8	Applied
Financial Instruments	9	Applied*
Consolidated Financial Statements	10	Applied
Joint Arrangements	11	N/A
Disclosure of Interests in Other Entities	12	Applied
Fair Value Measurements	13	Applied
Regulatory Deferral Accounts	14	N/A
Revenue from Contracts with Customers	15	Applied

\* Subject to departure described in Note 2.02 Statement of Compliance



## 2.30 Corporate Social Responsibility (CSR)

Bank authority is very much concern about responsibility to the society people. With industrialization, the impacts of business on society and the environment assumed an entirely new dimension. For this Corporate Social Responsibility has become a criterion of socially lawful business Endeavour and the acceptance of it, is growing day by day. Countries of developed economy have taken the idea of "Social Responsibility". Being the largest state owned commercial bank in Bangladesh, Sonali Bank Ltd. has also realized its responsibilities to the society and contributed to the amelioration of the social life of the destitute people, infra-structure, environment etc. within the framework of Bangladesh Bank guidelines.

## 2.31 Off-balance sheet items

Under general banking transactions, liabilities against acceptance, endorsements, and other obligations and bills against which acceptance has been given and claims exists there against, have been shown as off balance sheet items.

Off Balance Sheet items have been disclosed under contingent liabilities and other commitments as per Bangladesh Bank guidelines.

As per BRPD circular no. 14, date 23 Sep 2012, 1% provision should be maintained against off-balance sheet items except the criteria mention in the BRPD circular no 01, date 03 January 2018. Bank has maintained sufficient provision in the books of accounts against off balance sheet exposure.

## 2.32 Fraud and Forgeries

### 2.32.01 Fraud Prevention Process

Based on DOS circular letter no. 17, dated 7 November 2012 issued by Bangladesh Bank, the following areas for self assessment of Anti-Fraud Internal Controls are addressed by the Bank:

- Internal Control and Compliance (ICC);
- General Banking and Operation (GBO);
- Loans and Advances (LA); and
- Information and Communications Technology (ICT)

**In addition to the above self assessment, the following process followed by the management:**

- i) Additional security devices are incorporated, not only within the bank premises but also in the instruments given to their numerous clients.
- ii) In recruiting key personnel who are to handle certain sensitive operations, it is essential that bank makes comprehensive efforts at conducting a proper background check on the status and nature of the employee in his or her neighborhood, as this would help them establish the probability of the employee engaging in fraudulent activities.
- iii) Regular need assessment to increase the ability of bank's staff in detecting fraud especially those related to cheques and money transfers. This can be achieved through a combination of internal and external modules of on the job training and off the job training exercises.
- iv) Continuously review the code of ethics and code of conduct to reduce the probable tendency for fraudulent behavior of the employees. It is believed that if employees are well motivated to the bank, the incidence of frauds will be reduced.
- v) Favorable financial awards and recognition should be given to employees who show dexterity in identifying and preventing fraud.
- vi) Top management must also strive to maintain a high degree of ethical standards in the performance of their duties, in view of the fiduciary nature of their functions. This is imperative as they are by law required to safeguard the assets of their banks.
- vii) The internal audit divisions of bank should not be seen as a dumping ground for non-performing staff. Staff deployed into this department should be sufficiently qualified, properly trained and adequately experienced in all facets of banking operation.

## 2.33 Internal Audit Process

Internal Audit Division as independent from the part of Management, is committed to standards of best professional practice on internal audit. The Basic steps in the internal audit processes followed by the bank are stated below:



**1) Audit Planning Process**

The Basic audit planning process consists of two phases: the assessment of business risk and the development of the annual plan. Assessing of business risk focuses on viz. (i) defining auditable units, (ii) defining the risk criteria, (iii) constructing the risk model and (iv) ranking the auditable units.

**i) Defining Auditable units**

Auditable units are defined as individual applications, business units, departments or offices each of these approaches either limits the scope of an audit project or broadens it beyond what can reasonably be managed.

**ii) Defining the risk criteria**

The model is based on operational risk, exposure and controls. Each area is broken down into sub-categories as follows:

- Operational risk (people, systems, process, contractual, reputational and political)
- Exposure (financial, regulatory and customer);
- Controls (people, process, information systems and reporting).

The controls categories are further broken down into the following sub-categories viz. people, process and information systems.

**iii) Constructing the Risk Model**

The risk assessment and audit planning methodology is a structured approach to a subjective process. The risk assessment and planning model is the product of value judgments.

**iv) Ranking the Auditable units**

The risk profile spreadsheet computes a score for each auditable unit based on operational risk, exposure and control. This score is then converted into a ranking for each criterion as follows:

Operational Risk - high, medium, low; Exposure - high, medium, low; Control - high, medium, low

**2) Developing Audit Programme**

Once the annual plan is developed and approved, Audit Programme are developed for each audit to be undertaken. Audit Programme is to be reviewed prior to the start of each audit to determine if there have been any changes. The steps in developing an Audit Programme are: understand the operations, develop flowchart or narrative, review the process with the concerned staff and develop the Audit Programme.

**3) Implementing the Annual Audit Plan**

The department undertakes structured approach to accomplish the annual plan and the actual audit can be broken up into a number of stages stated below.

**(i) Preparation stage**

At this stage, the team leader ensures that all the necessary requirements for the audit are prepared and available and preliminary reviews and information gathering is undertaken.

**(ii) Fieldwork**

During the fieldwork the auditor gathers evidence in order to determine the status of operations and controls within a particular area. This evidence is the basis for the auditor's conclusions about a particular assignment.

**(iii) Documentation or working paper**

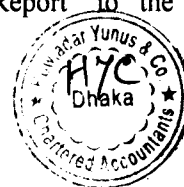
The working papers are evidence in support of the audit findings and opinion.

**(iv) Audit Findings**

Findings are pertinent statements of fact uncovered during the course of an audit and these are to be reported. The findings are reviewed by the Team leader and the Head of Audit prior to the final report being issued.

**4) Reporting**

The audit reports are submitted to the auditable units, senior management and to the Audit Committee of the Board. The audit reports contain findings which are of a critical nature and have a major impact on the organization. Other operational issues identified during the audit which are considered not to be of a material nature but are worth are reported through 'Management Report' to the Head of the Department/Office and Head of the area being audited.



**5) Follow-up**

Along with compliance functioning the internal audit people employ close follow up to ensure that appropriate and timely action has been taken on audit findings and recommendations. Internal Audit Department reports to the Audit Committee on the current status of outstanding findings and what action is being taken to resolve the issues.

**6) External Audit**

Internal audit uses the external audit reports and ensures that any issues raised by the external auditor have been followed up by management and whether corrective action has been taken in a timely manner.

**2.34 Reporting period**

The accounting period of the bank has been determined to be from 1 January to 31 December each year and is followed consistently.

**2.35 Comparative Information**

Presentation of Financial Statements, comparative information in respect of the previous year have been presented in all numerical information in the financial statements and the narrative and descriptive information where, it is relevant for understanding of the current year's financial statements.

The comparative figure for amortization of intangible assets has been taken off from the profit and loss account and shown in the statement of changes in Equity against the corresponding amount in the current year's financial statement as explained in Note - 18 to the financial statement.

**2.36 Earnings per share (EPS)**

**2.36.01 Basic earnings per share**

The Bank calculates Earnings per Share (EPS) in accordance with IAS 33 "Earnings per Share", which has been shown on the face of profit and loss account, and the computation of EPS is stated in Note 44.

**2.36.02 Diluted earnings per share**

No diluted earning per share is required to be calculated for the year as there was no scope for dilution during the year under review.

**2.37 Approval of financial statements**

The financial statements were approved by the Board of Directors on 29 April 2019.

**2.38 General**

- a) Figures have been rounded off to the nearest taka.
- b) Prior Year's figures have been shown for comparison purposes and rearranged wherever necessary to conform to current year's presentation.
- c) Conversion rate is calculated based on the simple average of buying and selling rate.



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
<b>3.00</b>	<b>Cash</b>						
	Cash in hand (Including foreign currencies)	3.01	5,016,917,890	5,112,714,589	5,016,917,890	5,112,714,589	
	Balance with Bangladesh Bank and its Agent Bank (Including foreign currencies)	3.02	93,111,121,308	82,883,273,174	93,111,121,308	82,883,273,174	
			<b>98,128,039,198</b>	<b>87,995,987,763</b>	<b>98,128,039,198</b>	<b>87,995,987,763</b>	
<b>3.01</b>	<b>Cash In Hand( Including foreign currencies)</b>						
	Local Currency	3.01.01	4,834,996,810	5,000,835,580	4,834,996,810	5,000,835,580	
	Foreign Currency		181,921,080	111,879,009	181,921,080	111,879,009	
			<b>5,016,917,890</b>	<b>5,112,714,589</b>	<b>5,016,917,890</b>	<b>5,112,714,589</b>	
<b>3.01.01</b>	<b>Local Currency</b>						
	Cash in hand		4,609,966,288	4,857,891,056	4,609,966,288	4,857,891,056	
	Cash with ATM A/C		180,512,118	130,589,618	180,512,118	130,589,618	
	Sonali VISA Transaction A/C		44,518,404	12,354,906	44,518,404	12,354,906	
			<b>4,834,996,810</b>	<b>5,000,835,580</b>	<b>4,834,996,810</b>	<b>5,000,835,580</b>	
<b>3.01.02</b>	<b>Foreign Currency</b>						
	Foreign Currency in hand		172,157,504	104,122,572	172,157,504	104,122,572	
	foreign Currency in hand of India operation		9,763,576	7,756,437	9,763,576	7,756,437	
			<b>181,921,080</b>	<b>111,879,009</b>	<b>181,921,080</b>	<b>111,879,009</b>	
<b>3.02</b>	<b>Balance with Bangladesh Bank and its Agent Bank (Including foreign currencies)</b>						
	Local Currency		83,074,251,681	73,711,642,803	83,074,251,681	73,711,642,803	
	Foreign Currency		10,036,869,627	9,171,630,371	10,036,869,627	9,171,630,371	
			<b>93,111,121,308</b>	<b>82,883,273,174</b>	<b>93,111,121,308</b>	<b>82,883,273,174</b>	
	<b>Mode of Deposit with Bangladesh Bank</b>						
	Statutory Deposit		93,111,121,308	82,883,273,174	93,111,121,308	82,883,273,174	
	Non Statutory Deposit		-	-	-	-	
			<b>93,111,121,308</b>	<b>82,883,273,174</b>	<b>93,111,121,308</b>	<b>82,883,273,174</b>	

(Details shown in Annexure-A)

### 3.03 Disclosures regarding maintenance of CRR & SLR

Cash Reserve Requirements (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the section 25 & 33 of the Bank Companies Act 1991 (Amended 2013) and subsequent MPD Circular No. 01, 03 April 2018.

The Cash Reserve Requirement (CRR) on the bank's time and demand liabilities at the rate of 5.5% has been calculated and maintained with Bangladesh Bank in current account and 13% Statutory Liquidity Ratio (SLR), including CRR on the liabilities has also been maintained in the form of treasury bills, bonds and debentures including F.C. balance with Bangladesh Bank. Both the reserve maintained by the Bank are in excess of the statutory requirements, as shown below:

#### 3.03.01 Cash Reserve Requirement (CRR)

As per MPD circular No. 1 dated 03 April 2018 of Bangladesh Bank (effective from 15 April 2018) refer to MPD circular No. 04 dated 1 December 2010, all scheduled Banks are required to maintain a CRR minimum 5% on daily basis based on weekly average demand and time liabilities of two months prior to current month (i.e. CRR of December 2015 will be based on weekly average balance of October 2015 as per BRPD circular no. 12 dated 6 September 1998) and minimum 5.5% on bi-weekly basis. SBL has been maintaining its CRR on bi-weekly basis.

Average demand and time liabilities

Required Reserve  
Reserve held with Bangladesh Bank\* (Average)  
Surplus/(Deficit)

Percentage	Amount in Taka	
	2018	2017
	1,052,895,190,000	1,020,040,401,000
5.5%	56,965,745,000	60,002,673,000
7.3%	76,593,291,000	74,629,270,000
1.8%	19,627,546,000	14,626,597,000

\*As per statement of Bangladesh Bank

\*As Sonali Bank Limited is maintaining its CRR on bi-weekly basis, the bi-weekly basis balance of reserve held with Bangladesh bank was Taka 76,593,291,000.00 which indicates that the reserve held with Bangladesh Bank is not below the required reserve.

#### 3.03.02 Statutory Liquidity Ratio (SLR) (including CRR)

Bangladesh Bank circular (MPD circular No. 02 dated 10 December 2013 and DOS circular No. 01 dated 19 January 2014) to maintain SLR separately at 13% effective from 01 February 2014. Sonali Bank Limited maintain SLR separately from the above date.

The Bank has to maintain Tk. 134,570,345,000.00 on bi-weekly basis on December 2018 as SLR against which the bank maintained Tk. 402,904,563,890.00. As a result the surplus of SLR stood Tk. 268,334,218,890.00.

Average demand and time liabilities

Required Reserve  
Actual Reserve held with Bangladesh Bank  
Surplus/(Deficit)

Percentage	Amount in Taka	
	2018	2017
	1,052,895,190,000	1,020,040,401,000
13.00%	134,570,345,000	129,970,309,000
38.27%	402,904,563,890	441,208,071,589
25.27%	268,334,218,890	311,237,762,589

#### Grand Total of CRR & SLR

Required Reserve  
Actual Reserve held with Bangladesh Bank  
Surplus/(Deficit)

191,536,090,000	189,972,982,000
479,497,854,890	515,837,341,589
<b>287,961,764,890</b>	<b>325,864,359,589</b>



3.03.02.1 Actual Reserve held as Statutory Liquidity Ratio (SLR)

Cash in hand	5,016,917,890	5,112,714,589
Excess of CRR	19,627,546,000	14,626,597,000
Balance with Bangladesh Bank and its agent bank(s)	-	-
Unencumbered approved securities (HFT)	162,550,465,000	215,528,631,000
Unencumbered approved securities (HTM)	161,615,920,000	152,358,366,000
Other Eligible Securities	54,093,715,000	53,581,763,000
	<b>402,904,563,890</b>	<b>441,208,071,589</b>

Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
4.00	<b>Balance with Other Banks and Financial Institutions:</b>						
	In Bangladesh	4.01	84,915,155,405	62,556,320,682	84,915,142,558	62,555,142,558	
	Outside Bangladesh	4.02	22,877,291,208	6,315,909,795	22,579,241,911	6,013,405,848	
			<b>107,792,446,613</b>	<b>68,872,230,477</b>	<b>107,494,384,469</b>	<b>68,568,548,406</b>	

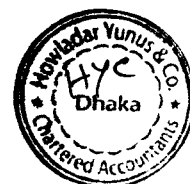
4.01 Balance with other Banks and Financial Institutions

In Bangladesh :

Bank

Transaction Currency

Bank	Transaction Currency	2018	2017	2018	2017
Anser VDP unnayan Bank	BDT	550,000,000	550,000,000	550,000,000	550,000,000
Al Arafa Islami Bank Ltd.	BDT	1,000,000,000	-	1,000,000,000	-
AB bank Ltd.	BDT	500,000,000	1,500,000,000	500,000,000	1,500,000,000
BRAC Bank Ltd.	BDT	5,500,000,000	3,000,000,000	5,500,000,000	3,000,000,000
Commerce Bank of Ceylon	BDT	-	1,000,000,000	-	1,000,000,000
Dhaka Bank Ltd.	BDT	3,000,000,000	2,000,000,000	3,000,000,000	2,000,000,000
Dutch Bangla Bank Ltd.	BDT	-	1,000,000,000	-	1,000,000,000
Eastern Bank Ltd	BDT	-	2,000,000,000	-	2,000,000,000
EXIM Bank Ltd.	BDT	4,000,000,000	1,500,000,000	4,000,000,000	1,500,000,000
First Security Islami Bank Ltd.	BDT	2,000,000,000	-	2,000,000,000	-
Farmers Bank Ltd.	BDT	900,000,000	900,000,000	900,000,000	900,000,000
ICB Islamic Bank Ltd.	BDT	145,142,558	145,142,558	145,142,558	145,142,558
IFIC Bank Ltd.	BDT	5,200,000,000	2,200,000,000	5,200,000,000	2,200,000,000
SBL, Foreign Ex. Corp. Br.	BDT	92,473,119	80,307,732	-	-
Dhaka Bank Islamic Banking Br.	BDT	2,497	3,599	-	-
SBL Uttara Br.	BDT	2,338,426	2,246,252	-	-
UCBL, Bijoyagar Br.	BDT	10,350	1,174,526	-	-
SBL Mirpur Shilpa Elaka Br.	BDT	2,703,056	2,568,119	-	-
Jamuna Bank Ltd.	BDT	3,500,000,000	2,000,000,000	3,500,000,000	2,000,000,000
Karmashangsthan Bank	BDT	1,000,000,000	-	1,000,000,000	-
Midland Bank Ltd.	BDT	1,000,000,000	300,000,000	1,000,000,000	300,000,000
Mercantile Bank Ltd.	BDT	5,800,000,000	2,350,000,000	5,800,000,000	2,350,000,000
Mutual Trust Bank Ltd.	BDT	1,000,000,000	1,800,000,000	1,000,000,000	1,800,000,000
Meghna Bank Ltd.	BDT	500,000,000	-	500,000,000	-
NRB Commerce Bank Ltd.	BDT	500,000,000	500,000,000	500,000,000	500,000,000
NRB Global Bank Ltd.	BDT	600,000,000	-	600,000,000	-
National Credit and Commerce Bank Ltd.	BDT	2,700,000,000	2,200,000,000	2,700,000,000	2,200,000,000
National Bank Ltd.	BDT	4,200,000,000	-	4,200,000,000	-
One Bank Ltd.	BDT	3,200,000,000	1,950,000,000	3,200,000,000	1,950,000,000
Premier Bank Ltd.	BDT	-	1,150,000,000	-	1,150,000,000
Pubali Bank Ltd.	BDT	-	2,000,000,000	-	2,000,000,000
Rajshahi Krishi Unnayan Bank	BDT	1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000
Standard Bank Ltd.	BDT	3,600,000,000	1,800,000,000	3,600,000,000	1,800,000,000
Southeast Bank Ltd	BDT	4,000,000,000	2,250,000,000	4,000,000,000	2,250,000,000
South Bangla Agricultural & Commerce Bank Ltd.	BDT	-	500,000,000	-	500,000,000
Social Islami Bank Ltd.	BDT	1,500,000,000	1,500,000,000	1,500,000,000	1,500,000,000
Shahjalal Islami Bank Ltd.	BDT	-	1,200,000,000	-	1,200,000,000
Trust Bank Ltd.	BDT	1,000,000,000	-	1,000,000,000	-
UCB Ltd.	BDT	2,000,000,000	-	2,000,000,000	-
Union Bank Ltd.	BDT	950,000,000	500,000,000	950,000,000	500,000,000
<b>Sub Total</b>		<b>60,942,670,006</b>	<b>38,881,442,786</b>	<b>60,845,142,558</b>	<b>38,795,142,558</b>





Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2018	2017	2018	2017
<b>Non-Bank Financial Institutions</b>						
	Bangladesh Industrial Finance Company Ltd.	BDT	200,000,000	200,000,000	200,000,000	200,000,000
	Bay Leasing & Investment	BDT	250,000,000	400,000,000	250,000,000	400,000,000
	FAS Finance & Investment Ltd.	BDT	120,000,000	150,000,000	120,000,000	150,000,000
	Islami Finance and Investment Ltd.	BDT	100,000,000	-	100,000,000	-
	Investment Corporation of Bangladesh	BDT	15,500,000,000	16,000,000,000	15,500,000,000	16,000,000,000
	GSP Finance Co. Ltd	BDT	300,000,000	200,000,000	300,000,000	200,000,000
	CAPM Venture Capital Ltd.	BDT	50,000,000	-	50,000,000	-
	International Leasing & Finance Service Ltd.	BDT	170,000,000	300,000,000	170,000,000	300,000,000
	Meridian Finance Ltd.	BDT	100,000,000	-	100,000,000	-
	IPDC	BDT	540,000,000	440,000,000	540,000,000	440,000,000
	IIDFC	BDT	300,000,000	350,000,000	300,000,000	350,000,000
	People's Leasing & Financial Services Ltd.	BDT	400,000,000	440,000,000	400,000,000	440,000,000
	National Housing Finance Ltd.	BDT	100,000,000	-	100,000,000	-
	Premier Leasing & Finance Ltd	BDT	380,000,000	380,000,000	380,000,000	380,000,000
	Lanka Bangla Finance Ltd	BDT	1,530,000,000	830,000,000	1,530,000,000	830,000,000
	Reliance Finance Ltd.	BDT	300,000,000	690,000,000	300,000,000	690,000,000
	Fareast Finance & Investment Company Ltd.	BDT	160,000,000	250,000,000	160,000,000	250,000,000
	First Finance Investment Ltd.	BDT	160,000,000	180,000,000	160,000,000	180,000,000
	BD Finance Ltd.	BDT	230,000,000	350,000,000	230,000,000	350,000,000
	DBH	BDT	550,000,000	550,000,000	550,000,000	550,000,000
	IDLC	BDT	1,650,000,000	1,150,000,000	1,650,000,000	1,150,000,000
	National Finance Ltd.	BDT	80,000,000	100,000,000	80,000,000	100,000,000
	Phoenix Finance Ltd.	BDT	350,000,000	400,000,000	350,000,000	400,000,000
	Uttara Finance & Investment Ltd.	BDT	550,000,000	400,000,000	550,000,000	400,000,000
	<b>Sub Total</b>		<b>24,070,000,000</b>	<b>23,760,000,000</b>	<b>24,070,000,000</b>	<b>23,760,000,000</b>
	<b>Total</b>		<b>85,012,670,006</b>	<b>62,641,442,786</b>	<b>84,915,142,558</b>	<b>62,555,142,558</b>
	Less: Inter Company Balance Eliminated		97,514,601	85,122,104	-	-
	<b>Grand Total</b>		<b>84,915,155,405</b>	<b>62,556,320,682</b>	<b>84,915,142,558</b>	<b>62,555,142,558</b>
<b>4.02</b>	<b>Balance Held with Foreign Banks (Outside Bangladesh)</b>					
	Foreign Banks	4.02.01	20,849,070,143	5,113,623,907	20,849,070,143	5,113,623,907
	Asian Clearing Union	4.02.02	643,337,302	24,623,384	643,337,302	24,623,384
	Overseas Branches of Sonali Bank Ltd.	4.02.03	1,086,834,466	875,158,557	1,086,834,466	875,158,557
	Sonali Exchange Co. Inc		298,049,297	302,503,947	-	-
			<b>22,877,291,208</b>	<b>6,315,909,795</b>	<b>22,579,241,911</b>	<b>6,013,405,848</b>

**4.02.01 Balance held with foreign bank**

Sl. No.	Particulars	As at 31 December 2018			
		Foreign Currency	FC amount	Exchange rate	Amount in Taka
1	Sonali Bank (UK) Ltd. London	EURO	8,030,576.63	95.25	764,927,301
2	Sonali Bank (UK) Ltd. London	USD	404,596.30	83.90	33,945,630
3	Sonali Bank (UK) Ltd. London	USD	490,394.50	83.90	41,144,099
4	Sonali Bank (UK) Ltd. London	USD	28,232.00	83.90	2,368,665
5	Sonali Bank (UK) Ltd. London	USD	614,321.82	83.90	51,541,601
6	Sonali Bank (UK) Ltd. London	USD	10,597,998.85	83.90	889,172,104
7	Sonali Bank (UK) Ltd. London	GBP	27.00	106.00	2,862
8	Sonali Bank (UK) Ltd. London	GBP	1,200,614.62	106.00	127,264,309
9	Sonali Bank (UK) Ltd. London	GBP	16,939.00	106.00	1,795,485
10	Sonali Bank (UK) Ltd. London	GBP	48,649.57	106.00	5,156,820
11	Sonali Bank (UK) Ltd. London	GBP	1,722,882.91	106.00	182,624,383
12	Refidian Bank, Iraq	USD	255,938.60	83.90	21,473,249
13	Bank Of America, NY	USD	11,610.35	83.90	974,109
14	Zaire Bank, London	GBP	276,433.40	106.00	29,301,747
15	Net West Plc, London	USD	50,478.14	83.90	4,235,116
16	Chase Chemical Bank	USD	693,634.15	83.90	58,195,906
17	Sonali Bank Ltd Kolkata	USD	9,474.50	83.90	794,911
18	Sonali Bank (UK) Ltd. London	USD	48,302,643.34	83.90	4,052,591,777
19	Sonali Bank (UK) Ltd. London	USD	145,663.90	83.90	12,221,202
20	Bangladesh Foreign Post office	USD	2,257,506.50	83.90	189,404,796
21	Standard Chartered Bank, N.Y.	USD	6,438,098.10	83.90	540,156,431
22	Euno credito Italiana Spa. Italy	EURO	1,149,645.00	95.25	109,505,641
23	Habib American BANK, N.Y.	USD	902,333.30	83.90	75,705,764
24	CITY Bank NY	USD	11,851,175.74	83.90	994,313,645
25	Standard Chartered Bank NY	USD	74,866,096.87	83.90	6,281,265,527
26	Sonali Bank (UK) Ltd. London	USD	43,837,335.27	83.90	3,677,952,429
27	Mashreq Bank N.Y.	USD	19,441,621.59	83.90	1,631,152,051
28	Standard Chartered Bank London	GBP	3,205,727.56	106.00	339,804,941
29	Sonali Bank (UK) Ltd. London	GBP	40,486.24	106.00	4,291,514
30	Standard Chartered Bank, Singapore	SGD	163,819.14	62.29	10,204,638
31	Dan Dansk DKK, Bank	DKK	61,326.04	12.71	779,454
32	Union Bank Of Switzerland	CHF	1,837,535.78	84.71	155,657,656
33	Bank of china Ltd	CNY	1,941.71	12.54	24,349
34	Bank of Tokyo Ltd. Japan	Yen	20,381,495.95	0.74	15,082,307
35	Standard Chartered Bank, Japan	Yen	162,070.27	0.74	119,932
36	Commerz Bank Frankfurt, Germany	EURO	13,236,570.78	95.25	1,260,805,869
37	BHF Bank Germany	EURO	180,176.39	95.25	17,162,107
	<b>Total Debt Balance (A)</b>		<b>272,916,071.79</b>		<b>21,583,120,325</b>

Sl. No.	Particulars	As at 31 December 2018			
		Foreign Currency	FC amount	Exchange rate	Amount in Taka
1	Habib American Bank, NY	USD	3,432,869.52	83.90	288,017,752
2	Doha Bank, Qatar	USD	3,231.00	83.90	271,081
3	Deutsche Bank TrustCo. NY	USD	166,002.56	83.90	13,927,615
4	Net West Plc, London	GBP	19,300.09	106.00	2,045,797
5	Amex Bank NY	USD	14,647.53	83.90	1,228,927
6	Al Raji Bank Inv. Corp. Riyadh	USD	107,439.38	22.46	2,413,088
7	J.P Margon Chase Bank, N.Y.	USD	4,653,669.47	83.90	390,442,868
8	Wells Fargo Bank NY	USD	70,900.67	83.90	5,948,566
9	H.S.B.C Bank USA	USD	196,565.49	83.90	16,491,844
10	Bank Of Montreal, Canada	CAD	1,434.88	62.9	90,254
11	Aktif Yatirim Bank A.S Istanbul	GBP	0.92	22.94	21
12	H.S.B.C Bank Australia	ACD	6,886.53	59.18	407,545
13	Standard Chartered Bank, Germany	EURO	44,200.12	95.25	4,210,137
14	Sonali Bank (UK) Ltd. London	EURO	89,811.35	95.25	8,554,684
<b>Total Credit Balance (B)</b>			<b>8,806,959.50</b>		<b>734,050,182</b>
<b>Grand Total (A-B)</b>			<b>264,109,112.29</b>		<b>20,849,070,143</b>

4.02.02 Balance Held with Asian Clearing Union (ACU)

Sl. No.	Particulars	As at 31 December 2018			
		Foreign Currency	FC amount	Exchange rate	Amount in Taka
1	Sonali Bank Ltd Kolkata	EURO	82,000	95.25	7,810,665
2	Myanmar Economic Bank	EURO	150,000	95.25	14,287,755
3	Myanmar Economic Bank	USD	200,000	83.90	16,780,000
4	Nepal Bank Ltd. Kathmandu, Nepal	USD	4,264	83.90	357,731
5	Myanmar Foreign Trade Bank	USD	41,295	83.90	3,464,677
6	Bank of Bhutan	USD	139,242	83.90	11,682,440
7	Habib Metropolitan Bank	USD	1,823,312	83.90	152,975,873
8	Myanmar Investment & Com. Bank	USD	200,000	83.90	16,780,000
9	Standard Chartered Bank, Karachi	USD	5	83.88	460
10	Sonali Bank Ltd Kolkata	USD	4,983,014	83.90	418,074,856
11	Bank of Ceylon, Srilanka	USD	13,383	83.90	1,122,846
<b>Total</b>			<b>7,636,516</b>		<b>643,337,302</b>

4.02.03 Balance Held with Overseas Branches of Sonali Bank Limited

Sl. No.	Particulars	As at 31 December 2018			
		Foreign Currency	FC amount	Exchange rate	Amount in Taka
1	Overseas Branches (Kolkata & Siliguri)	IRS	910,017,974	1.1943	1,086,834,466
<b>Total</b>			<b>910,017,974</b>		<b>1,086,834,466</b>

Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2018	2017	2018	2017

4.03 Maturity Grouping of Balance with Other Banks & Financial Institutions

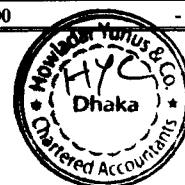
On Demand	6,440,000,000	15,720,000,000	6,440,000,000	15,720,000,000	
Less than three months	44,029,070,173	46,983,623,907	44,029,070,173	46,983,623,907	
More than three months but less than one year	57,178,233,882	6,023,464,012	56,880,171,738	5,719,781,941	
More than one year but less than five years	145,142,558	145,142,558	145,142,558	145,142,558	
More than five years	-	-	-	-	
<b>Total</b>		<b>107,792,446,613</b>	<b>68,872,230,477</b>	<b>107,494,384,469</b>	<b>68,568,548,406</b>

5.00 Money at Call on Short Notice

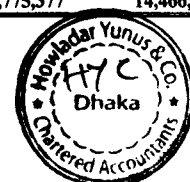
In Bangladesh	5.01	19,723,200,000	22,513,200,000	19,723,200,000	22,513,200,000
Outside Bangladesh	5.02	-	51,600,000	-	51,600,000
<b>Total</b>		<b>19,723,200,000</b>	<b>22,564,800,000</b>	<b>19,723,200,000</b>	<b>22,564,800,000</b>



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
<b>5.01</b>	<b>In Bangladesh</b>						
	<b>Bank</b>						
	Oriental Bank (ICB Islamic)		173,200,000	173,200,000	173,200,000	173,200,000	173,200,000
	AB Bank Ltd		2,100,000,000	1,450,000,000	2,100,000,000	1,450,000,000	1,450,000,000
	The Farmers Bank Ltd		550,000,000	550,000,000	550,000,000	550,000,000	550,000,000
	NRB Global Bank Ltd.		550,000,000	810,000,000	550,000,000	810,000,000	810,000,000
	City Bank		4,000,000,000	2,190,000,000	4,000,000,000	2,190,000,000	2,190,000,000
	Modhumoti Bank Ltd.		500,000,000	500,000,000	500,000,000	500,000,000	500,000,000
	Meghna Bank Ltd.		-	450,000,000	-	450,000,000	450,000,000
	NRB Commercial Bank Ltd.		-	150,000,000	-	150,000,000	150,000,000
	NRB Global Bank Ltd.		150,000,000	750,000,000	150,000,000	750,000,000	750,000,000
	NCC Bank Ltd.		1,000,000,000	500,000,000	1,000,000,000	500,000,000	500,000,000
	One Bank Ltd		250,000,000	500,000,000	250,000,000	500,000,000	500,000,000
	Premier Bank Ltd.		-	990,000,000	-	990,000,000	990,000,000
	Pubali Bank Ltd.		510,000,000	2,000,000,000	510,000,000	2,000,000,000	2,000,000,000
	Rupali Bank Ltd.		-	1,500,000,000	-	1,500,000,000	1,500,000,000
	Standard Bank Ltd.		-	800,000,000	-	800,000,000	800,000,000
	Bank Alfalah Ltd.		-	750,000,000	-	750,000,000	750,000,000
	Basic Bank Ltd.		190,000,000	1,500,000,000	190,000,000	1,500,000,000	1,500,000,000
	Bank Asia Ltd.		-	1,500,000,000	-	1,500,000,000	1,500,000,000
	Brac Bank Ltd.		-	1,000,000,000	-	1,000,000,000	1,000,000,000
	Dhaka Bank Ltd.		-	200,000,000	-	200,000,000	200,000,000
	Commerce Bank of Ceylon		450,000,000	-	450,000,000	-	-
	Midland Bank Ltd		100,000,000	-	100,000,000	-	-
	National Bank Ltd		1,990,000,000	-	1,990,000,000	-	-
	Bangladesh Commerce Bank Ltd		200,000,000	-	200,000,000	-	-
	Uttara Bank Ltd.		1,050,000,000	-	1,050,000,000	-	-
	<b>Sub Total</b>		<b>13,763,200,000</b>	<b>18,263,200,000</b>	<b>13,763,200,000</b>	<b>18,263,200,000</b>	<b>18,263,200,000</b>
	<b>Non-Bank Financial Institutions</b>						
	DBH		180,000,000	90,000,000	180,000,000	90,000,000	90,000,000
	BFIC		100,000,000	90,000,000	100,000,000	90,000,000	90,000,000
	Fareast Finance		170,000,000	190,000,000	170,000,000	190,000,000	190,000,000
	First Finance Ltd.		120,000,000	130,000,000	120,000,000	130,000,000	130,000,000
	FAS Finance		70,000,000	70,000,000	70,000,000	70,000,000	70,000,000
	ICB		1,830,000,000	600,000,000	1,830,000,000	600,000,000	600,000,000
	Lanka Bangla Finance		400,000,000	350,000,000	400,000,000	350,000,000	350,000,000
	International Leasing Company Limited		170,000,000	160,000,000	170,000,000	160,000,000	160,000,000
	Midas Finance Ltd.		110,000,000	170,000,000	110,000,000	170,000,000	170,000,000
	Phoenix Finance		170,000,000	170,000,000	170,000,000	170,000,000	170,000,000
	People Leasing		160,000,000	180,000,000	160,000,000	180,000,000	180,000,000
	Prime Finance and Investment Ltd.		150,000,000	250,000,000	150,000,000	250,000,000	250,000,000
	Reliance Finance Ltd.		170,000,000	190,000,000	170,000,000	190,000,000	190,000,000
	Premier Leasing		140,000,000	160,000,000	140,000,000	160,000,000	160,000,000
	BD Finance Ltd.		130,000,000	160,000,000	130,000,000	160,000,000	160,000,000
	Bay Leasing & Investment Ltd.		180,000,000	200,000,000	180,000,000	200,000,000	200,000,000
	CAPM Venture Capital Ltd.		90,000,000	90,000,000	90,000,000	90,000,000	90,000,000
	GSP Finance and Investment Ltd.		80,000,000	80,000,000	80,000,000	80,000,000	80,000,000
	Meridian Finance and Investment Ltd.		100,000,000	90,000,000	100,000,000	90,000,000	90,000,000
	National Housing Finance Ltd.		170,000,000	150,000,000	170,000,000	150,000,000	150,000,000
	National Finance and Investment Ltd.		120,000,000	120,000,000	120,000,000	120,000,000	120,000,000
	United Finance Ltd.		-	230,000,000	-	230,000,000	230,000,000
	IPDC		190,000,000	180,000,000	190,000,000	180,000,000	180,000,000
	IIDFC		150,000,000	150,000,000	150,000,000	150,000,000	150,000,000
	Uttara Finance		240,000,000	-	240,000,000	-	-
	Union Capital		150,000,000	-	150,000,000	-	-
	IDLC Finance		420,000,000	-	420,000,000	-	-
	<b>Sub Total</b>		<b>5,960,000,000</b>	<b>4,250,000,000</b>	<b>5,960,000,000</b>	<b>4,250,000,000</b>	<b>4,250,000,000</b>
	<b>Grand Total</b>		<b>19,723,200,000</b>	<b>22,513,200,000</b>	<b>19,723,200,000</b>	<b>22,513,200,000</b>	<b>22,513,200,000</b>
<b>5.02</b>	<b>Outside Bangladesh</b>						
	Kolkata & Shiliguri Branch of Sonali Bank Limited		-	51,600,000	-	51,600,000	51,600,000



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
<b>6.00 Investments</b>							
	Government Securities	6.01	377,242,876,572	420,729,885,067	377,242,876,572	420,729,885,067	
	Other Investments	6.02	67,221,398,768	42,209,426,761	66,808,724,194	41,846,731,809	
	<b>Total</b>		<b>444,464,275,340</b>	<b>462,939,311,828</b>	<b>444,051,600,766</b>	<b>462,576,616,876</b>	
<b>6.01 Government Securities (considered as SLR)</b>							
	Treasury bills-Primary	6.01.01	11,388,994,623	90,234,425,173	11,388,994,623	90,234,425,173	
	Government Notes/Bonds/other securities	6.01.02	364,870,719,349	329,515,611,744	364,870,719,349	329,515,611,744	
	Prize Bond		64,590,200	61,275,750	64,590,200	61,275,750	
	ICB Share		913,424,500	913,424,500	913,424,500	913,424,500	
	Debentures Public		5,147,900	5,147,900	5,147,900	5,147,900	
	Reverse -Repo		-	-	-	-	
			<b>377,242,876,572</b>	<b>420,729,885,067</b>	<b>377,242,876,572</b>	<b>420,729,885,067</b>	
<b>6.01.01 Treasury Bills-primary</b>							
	91 days Treasury Bills		6,478,844,609	13,690,851,063	6,478,844,609	13,690,851,063	
	182 days Treasury Bills		1,971,452,011	6,079,023,178	1,971,452,011	6,079,023,178	
	364 days Treasury Bills		2,938,698,003	1,006,442,932	2,938,698,003	1,006,442,932	
	5 year Treasury Bills		-	-	-	-	
	30 days Bangladesh Bank Bill		-	69,458,108,000	-	69,458,108,000	
			<b>11,388,994,623</b>	<b>90,234,425,173</b>	<b>11,388,994,623</b>	<b>90,234,425,173</b>	
<b>6.01.02 Government Notes/Bonds/other securities</b>							
	2 years Bangladesh Government treasury bond (BGTB)		16,033,485,469	20,351,863,223	16,033,485,469	20,351,863,223	
	5 years Bangladesh Government treasury bond (BGTB)		108,886,646,549	92,931,469,341	108,886,646,549	92,931,469,341	
	10 years Bangladesh Govt. Treasury Bond(BGTB)		102,465,442,765	95,428,440,421	102,465,442,765	95,428,440,421	
	15 years Bangladesh Govt. Treasury Bond		44,757,377,619	36,058,788,719	44,757,377,619	36,058,788,719	
	20 Years Government treasury bond		40,634,442,447	32,882,010,040	40,634,442,447	32,882,010,040	
	5-13 years Treasury Bond (BJMC)		5,354,200,000	5,354,200,000	5,354,200,000	5,354,200,000	
	25 years BPC treasury Bond(BJMC)		-	-	-	-	
	5-15 years BPC treasury Bond		46,364,700,000	46,364,700,000	46,364,700,000	46,364,700,000	
	3 Years Treasury Bond (SBL)		332,037,000	-	332,037,000	-	
	25 years Treasury Bond (SPL)		42,387,500	144,140,000	42,387,500	144,140,000	
			<b>364,870,719,349</b>	<b>329,515,611,744</b>	<b>364,870,719,349</b>	<b>329,515,611,744</b>	
<b>6.01.03 Investment in Government securities classified as per Bangladesh Bank's DOS circular No. 05 date 26 May 2008 and DOS circular No. 05 date 28 January 2009.</b>							
	Held to Maturity (HTM)		213,714,392,573	204,226,553,883	213,714,392,573	204,226,553,883	
	Held for Trading ( HFT)	6.01.03a	163,463,893,798	216,442,055,434	163,463,893,798	216,442,055,434	
			<b>377,178,286,371</b>	<b>420,668,609,317</b>	<b>377,178,286,371</b>	<b>420,668,609,317</b>	
<b>6.01.03a</b>	As per Bangladesh Bank Instruction, ICB share has been kept out of portfolio Investment and categorized as HFT component.						
	<b>Details in Annexure-A</b>						
<b>6.02 Other Investments:</b>							
	Ordinary Share	6.02.01	14,878,848,885	10,882,747,699	14,466,174,311	10,520,052,747	
	Sonali Bank (UK) Limited		3,104,298,063	3,241,630,172	3,104,298,063	3,241,630,172	
	Debentures of private sectors		7,322,300	51,796,225	7,322,300	51,796,225	
	Security Deposit with Central Bank of India		9,615,126	9,707,493	9,615,126	9,707,493	
	Investment in foreign currency		4,947,801,000	6,508,064,000	4,947,801,000	6,508,064,000	
	Private Bond	6.02.02	43,930,000,000	21,340,000,000	43,930,000,000	21,340,000,000	
	Sonali Polaris FT Ltd.		26,250,000	26,250,000	26,250,000	26,250,000	
	Sub-total		<b>66,904,135,374</b>	<b>42,060,195,589</b>	<b>66,491,460,800</b>	<b>41,697,500,637</b>	
	<b>Outside Bangladesh (Overseas Branches)</b>		<b>317,263,394</b>	<b>149,231,172</b>	<b>317,263,394</b>	<b>149,231,172</b>	
	<b>Total Other Investments</b>		<b>67,221,398,768</b>	<b>42,209,426,761</b>	<b>66,808,724,194</b>	<b>41,846,731,809</b>	
<b>6.02.01 Ordinary Shares</b>							
	Quoted-Fully paid-up-ordinary share*		7,139,156,471	4,843,034,907	7,139,156,471	4,843,034,907	
	Unquoted-Fully paid-up-ordinary share		7,327,017,840	5,677,017,840	7,327,017,840	5,677,017,840	
	Sonali Investment limited		412,674,574	362,694,952	-	-	
	Share Revaluation		-	-	-	-	
			<b>14,878,848,885</b>	<b>10,882,747,699</b>	<b>14,466,174,311</b>	<b>10,520,052,747</b>	
<b>Investment in Shares &amp; Bond</b>							
	<b>Particulars</b>	<b>Number of Company</b>	<b>Market Price</b>		<b>Cost Price</b>		
			<b>2018</b>		<b>2018</b>	<b>2017</b>	
	Listed Securities	124	5,339,757,537		7,139,156,471	4,843,034,907	
	Non-Listed Securities	12	7,327,017,840		7,327,017,840	5,677,017,840	
	<b>Total</b>	<b>136</b>	<b>12,666,775,377</b>		<b>14,466,174,311</b>	<b>10,520,052,747</b>	



## Sector wise investment

## Listed securities

Sector	Number of Company	Market Price 2018	Cost Price	
			2018	2017
Bank and NBFi	53	2,587,208,368	3,405,883,131	2,491,218,565
Insurance Companies	3	14,982,570	65,103,754	65,103,754
Fuel and Power Co.	11	506,186,172	731,052,961	625,790,542
Manufacturing & Other	57	2,231,380,428	2,937,116,625	1,660,922,046
<b>Total</b>	<b>124</b>	<b>5,339,757,537</b>	<b>7,139,156,471</b>	<b>4,843,034,907</b>

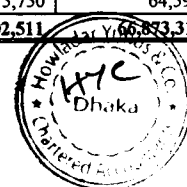
## Non-Listed Securities

Sector	Number of Company	Market Price 2018	Cost Price	
			2018	2017
Bank and NBFi	5	1,943,194,040	1,943,194,040	293,194,040
Manufacturing	2	10,337,900	10,337,900	10,337,900
Others	5	5,373,485,900	5,373,485,900	5,373,485,900
<b>Total</b>	<b>12</b>	<b>7,327,017,840</b>	<b>7,327,017,840</b>	<b>5,677,017,840</b>

The unlisted investments are shown at cost because the fair value cannot be measured reliably

## Detail Shown in Annexure-F

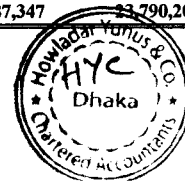
Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
<b>6.02.02</b>	<b>Private bond ( 12 Years)</b>						
	Prime Bank Ltd. Bond		1,400,000,000	500,000,000	1,400,000,000	500,000,000	
	Eastern Bank Bond		400,000,000	500,000,000	400,000,000	500,000,000	
	Bank Asia Bond		1,400,000,000	1,500,000,000	1,400,000,000	1,500,000,000	
	MTBL Bond		1,550,000,000	1,750,000,000	1,550,000,000	1,750,000,000	
	Jamuna Bank Bond		1,800,000,000	1,500,000,000	1,800,000,000	1,500,000,000	
	UCBL Bank Bond		1,300,000,000	1,000,000,000	1,300,000,000	1,000,000,000	
	SIBL Bank Bond		300,000,000	400,000,000	300,000,000	400,000,000	
	Standard Bank Bond		1,480,000,000	1,640,000,000	1,480,000,000	1,640,000,000	
	One Bank Bond		1,800,000,000	1,000,000,000	1,800,000,000	1,000,000,000	
	IFIC Bank Bond		1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000	
	DBL Bond		1,800,000,000	800,000,000	1,800,000,000	800,000,000	
	TBL Bond		1,700,000,000	1,450,000,000	1,700,000,000	1,450,000,000	
	Southeast Bank Bond		1,950,000,000	1,600,000,000	1,950,000,000	1,600,000,000	
	AB Bank Bond		1,100,000,000	1,400,000,000	1,100,000,000	1,400,000,000	
	Premier Bank Bond		1,300,000,000	1,300,000,000	1,300,000,000	1,300,000,000	
	Pubali Bank Bond		1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000	
	The City Bank Bond		1,500,000,000	500,000,000	1,500,000,000	500,000,000	
	Dutch Bangla Bank Bond		1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000	
	EXIM Bank Bond		1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000	
	National Bank Bond		500,000,000	500,000,000	500,000,000	500,000,000	
	Farmers Bank Bond		900,000,000	-	900,000,000	-	
	Shahjalal Islami Bank Bond		750,000,000	-	750,000,000	-	
	Al Arafa Islami Bank Bond		500,000,000	-	500,000,000	-	
	Mercantile Bank Bond		1,000,000,000	-	1,000,000,000	-	
	Islami Bank Bond		1,000,000,000	-	1,000,000,000	-	
	Janata Bank Bond		12,000,000,000	-	12,000,000,000	-	
	Rupali Bank Bond		2,000,000,000	-	2,000,000,000	-	
	NCC Bank Bond		500,000,000	-	500,000,000	-	
			<b>43,930,000,000</b>	<b>21,340,000,000</b>	<b>43,930,000,000</b>	<b>21,340,000,000</b>	
<b>6.03</b>	<b>Classification of Statutory and Non-statutory Investment</b>						
	Statutory Investment Portfolio	6.03.01	377,178,286,371	420,668,609,317	377,178,286,371	420,668,609,317	
	Non-Statutory Investment Portfolio	6.03.02	67,285,988,969	42,270,702,511	66,873,314,395	41,908,007,559	
			<b>444,464,275,340</b>	<b>462,939,311,828</b>	<b>444,051,600,766</b>	<b>462,576,616,876</b>	
<b>6.03.01</b>	<b>Statutory Investment Portfolio</b>						
	Held to Maturity ( HTM)		213,714,392,573	204,226,553,883	213,714,392,573	204,226,553,883	
	Held for Trading ( HFT)		163,463,893,798	216,442,055,434	163,463,893,798	216,442,055,434	
			<b>377,178,286,371</b>	<b>420,668,609,317</b>	<b>377,178,286,371</b>	<b>420,668,609,317</b>	
<b>6.03.02</b>	<b>Non-Statutory Investment Portfolio</b>						
	Ordinary Share	6.02.01	14,878,848,885	10,882,747,699	14,466,174,311	10,520,052,747	
	Sonali Bank (UK) Limited		3,104,298,063	3,241,630,172	3,104,298,063	3,241,630,172	
	Debentures of private sectors		7,322,300	51,796,225	7,322,300	51,796,225	
	Security Deposit with Central Bank of India		9,615,126	9,707,493	9,615,126	9,707,493	
	Investment in foreign currency		4,947,801,000	6,508,064,000	4,947,801,000	6,508,064,000	
	Private Bond	6.02.02	43,930,000,000	21,340,000,000	43,930,000,000	21,340,000,000	
	Sonali Polaris FT Ltd.		26,250,000	26,250,000	26,250,000	26,250,000	
	Outside Bangladesh (Overseas Branches)		317,263,395	149,231,172	317,263,395	149,231,172	
	Prize Bond		64,590,200	61,275,750	64,590,200	61,275,750	
			<b>67,285,988,969</b>	<b>42,270,702,511</b>	<b>66,873,314,395</b>	<b>41,908,007,559</b>	



Notes	Particulars	Ref. Note	Amount in Taka						
			Consolidated		Bank				
			2018	2017	2018	2017			
<b>6.04</b>	<b>Maturity grouping of Investments as follows :</b>								
	On demand		3,063,490,202	10,996,800,000	3,063,490,202	10,996,800,000			
	Less than three months		10,593,744,609	81,478,501,995	10,593,744,609	81,478,501,995			
	More than three months but less than one year		41,740,022,423	36,140,847,678	41,740,022,423	36,140,847,678			
	More than one year but less than five years		182,850,017,776	166,342,517,664	182,437,343,202	165,979,822,712			
	Above five years		206,217,000,330	167,980,644,491	206,217,000,330	167,980,644,491			
			<b>444,464,275,340</b>	<b>462,939,311,828</b>	<b>444,051,600,766</b>	<b>462,576,616,876</b>			
<b>7.00</b>	<b>Loans and advances</b>								
	Loans, cash credits and overdrafts	7.03	454,162,344,072	413,854,566,578	451,925,719,263	411,581,115,124			
	Bills purchased and discounted	7.04	12,157,600,114	11,637,238,819	12,157,600,114	11,637,238,819			
			<b>466,319,944,186</b>	<b>425,491,805,397</b>	<b>464,083,319,377</b>	<b>423,218,353,943</b>			
<b>7.01</b>	<b>Maturity Grouping of Loans and Advances (excluding Bills purchased and discounted)</b>								
	Loans and advances are repayable:								
	Repayable on demand		29,866,017,745	31,186,831,527	29,866,017,745	31,186,831,527			
	Not more than 3 months		11,535,769,685	2,793,065,466	11,535,769,685	2,793,065,466			
	More than 3 months but not more than 1 year		173,723,332,096	163,071,175,171	171,486,707,287	160,797,723,718			
	More than 1 year but not more than 5 years		111,441,791,762	89,917,062,917	111,441,791,762	89,917,062,916			
	More than 5 years		127,595,432,784	126,886,431,497	127,595,432,784	126,886,431,497			
			<b>454,162,344,072</b>	<b>413,854,566,578</b>	<b>451,925,719,263</b>	<b>411,581,115,124</b>			
<b>7.02</b>	<b>Loans and Advances (In and outside Bangladesh) including bills purchased and discounted</b>								
	In Bangladesh	7.02.01	463,519,363,010	423,377,121,976	461,282,738,201	421,103,670,522			
	Outside Bangladesh	7.02.02	2,800,581,176	2,114,683,421	2,800,581,176	2,114,683,421			
			<b>466,319,944,186</b>	<b>425,491,805,397</b>	<b>464,083,319,377</b>	<b>423,218,353,943</b>			
<b>7.02.01</b>	<b>In Bangladesh</b>								
	Loan		397,775,590,757	357,949,955,641	397,775,590,757	357,949,955,641			
	Cash Credit		30,299,265,078	30,205,834,652	30,299,265,078	30,205,834,652			
	Overdraft		23,631,360,041	23,152,592,028	23,631,360,041	23,152,592,028			
	Portfolio Loan to Investors		2,236,624,809	2,273,451,454	-	-			
	Bills purchased and discounted		9,576,522,325	9,795,288,201	9,576,522,325	9,795,288,201			
			<b>463,519,363,010</b>	<b>423,377,121,976</b>	<b>461,282,738,201</b>	<b>421,103,670,522</b>			
<b>7.02.02</b>	<b>Outside Bangladesh</b>								
	Loan		59,194,110	66,906,240	59,194,110	66,906,240			
	Cash Credit		1,460,076	3,231,244	1,460,076	3,231,244			
	Overdraft		158,849,201	202,595,319	158,849,201	202,595,319			
	Bills purchased and discounted		2,581,077,789	1,841,950,618	2,581,077,789	1,841,950,618			
			<b>2,800,581,176</b>	<b>2,114,683,421</b>	<b>2,800,581,176</b>	<b>2,114,683,421</b>			
<b>7.03</b>	<b>Loans, cash credits and overdrafts</b>								
	Loan	7.03.01	397,834,784,867	358,016,861,881	397,834,784,867	358,016,861,881			
	Cash Credit	7.03.02	30,300,725,154	30,209,065,896	30,300,725,154	30,209,065,896			
	Overdraft	7.03.03	23,790,209,242	23,355,187,347	23,790,209,242	23,355,187,347			
	Portfolio Loan to Investors	7.03.04	2,236,624,809	2,273,451,454	-	-			
			<b>454,162,344,072</b>	<b>413,854,566,578</b>	<b>451,925,719,263</b>	<b>411,581,115,124</b>			



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
<b>7.03.01</b>	<b>Head-wise Loans, Cash Credits and Overdrafts:</b>						
	<b>Inside Bangladesh:</b>						
	<b>Loans</b>						
	Demand Loan		2,172,773	335,910,770	2,172,773	335,910,770	
	Small Loan		115,766,832	388,983,239	115,766,832	388,983,239	
	House Building Loan (General)		2,615,501,705	583,960,723	2,615,501,705	583,960,723	
	Staff Loan	7.03.01.1	62,536,113,869	61,087,913,982	62,536,113,869	61,087,913,982	
	Special Small Loan Program		31,825,921	175,030,282	31,825,921	175,030,282	
	Loan Under S.B Industrial Credit Scheme(Project)		35,732,514,069	37,568,156,765	35,732,514,069	37,568,156,765	
	Loan under External Credit Program		86,253,183	90,352,639	86,253,183	90,352,639	
	Working Capital to Industries. (Hypo)		32,180,878,963	30,876,904,440	32,180,878,963	30,876,904,440	
	Working Capital to Industries.( Pledge)		2,716,069,717	2,680,461,836	2,716,069,717	2,680,461,836	
	Sonali credit		120,191,453	115,330,087	120,191,453	115,330,087	
	Loan under SB Agro Based Industrial Cr.Scheme		13,452,067,982	13,607,188,844	13,452,067,982	13,607,188,844	
	Working Capital to Agro based Ind. (Hypo)		10,517,055,242	9,635,483,434	10,517,055,242	9,635,483,434	
	Working Capital to Agro based Ind.( Pledge)		7,587,345,503	7,605,375,442	7,587,345,503	7,605,375,442	
	Agricultural Loan		47,325,522,775	44,620,102,386	47,325,522,775	44,620,102,386	
	Micro Credit (SFL Scheme plus RSTL Scheme)		12,191,214,799	12,181,814,665	12,191,214,799	12,181,814,665	
	Loan under Imported Merchandise(LIM)		2,341,514,489	2,307,322,463	2,341,514,489	2,307,322,463	
	Loan against Trust Receipt		43,148,705,457	35,536,818,039	43,148,705,457	35,536,818,039	
	Forced Loan against Back to Back L/C		24,165,004,775	24,565,140,359	24,165,004,775	24,565,140,359	
	Loan for L/C under WES.		136,339	136,339	136,339	136,339	
	Loan against Inland Bills		442,956,012	809,756,646	442,956,012	809,756,646	
	Current Account Barter (Debit Balance)		932,606,463	932,606,463	932,606,463	932,606,463	
	Bridge Finance		3,039,036,649	2,808,525,428	3,039,036,649	2,808,525,428	
	Small Business Loan		1,626,847,509	1,460,416,597	1,626,847,509	1,460,416,597	
	Lease Finance		94,563,048	94,466,048	94,563,048	94,466,048	
	Personal Loan		47,072,270,707	36,176,764,935	47,072,270,707	36,176,764,935	
	Term Loan to Freedom Fighter		18,469,977,034	10,934,082,503	18,469,977,034	10,934,082,503	
	Education Loan		-	24,260,856	-	24,260,856	
	Foreign Education Loan Program		818,522	932,737	818,522	932,737	
	SME Finance(Term Loan to Service)		528,023,953	572,526,826	528,023,953	572,526,826	
	SME Finance(Term Loan Industries)		100,338,534	338,909,394	100,338,534	338,909,394	
	SME Finance (Working Capital to Ind.Ser.Tre.)		20,101,931,557	18,270,066,278	20,101,931,557	18,270,066,278	
	Special Loan - Advance rent (Interest Bearing)		70,746,170	64,254,196	70,746,170	64,254,196	
	Term Loan to Banks & NBFIs		2,000,000,000	1,500,000,000	2,000,000,000	1,500,000,000	
	Forced Loan A/C-EDF		502,299,451	-	502,299,451	-	
	Rural Housing Finance - Sonali Neer A/C		19,265,784	-	19,265,784	-	
	Loan Against Food Procurement Bill A/C		5,908,053,518	-	5,908,053,518	-	
			<b>397,775,590,757</b>	<b>357,949,955,641</b>	<b>397,775,590,757</b>	<b>357,949,955,641</b>	
	<b>Outside Bangladesh:</b>						
	<b>Loan</b>						
	Demand Loan		35,412,285	40,518,205	35,412,285	40,518,205	
	Small Loan		1,323,850	-	1,323,850	-	
	House Building Loan		22,457,975	26,388,035	22,457,975	26,388,035	
			<b>59,194,110</b>	<b>66,906,240</b>	<b>59,194,110</b>	<b>66,906,240</b>	
	<b>Total Loans</b>		<b>397,834,784,867</b>	<b>358,016,861,881</b>	<b>397,834,784,867</b>	<b>358,016,861,881</b>	
<b>7.03.01.1</b>	<b>Staff Loan</b>						
	Staff House Building Loan		58,649,766,123	57,178,790,056	58,649,766,123	57,178,790,056	
	Staff Loan		3,886,347,746	3,909,123,926	3,886,347,746	3,909,123,926	
			<b>62,536,113,869</b>	<b>61,087,913,982</b>	<b>62,536,113,869</b>	<b>61,087,913,982</b>	
<b>7.03.02</b>	<b>Cash Credits:</b>						
	<b>In Bangladesh</b>						
	Cash Credit General (Hypo)		9,664,507,014	9,715,514,560	9,664,507,014	9,715,514,560	
	Cash Credit General (Pledge)		16,031,651,806	15,814,334,860	16,031,651,806	15,814,334,860	
	Packing Cash Credit		4,603,106,258	4,675,985,232	4,603,106,258	4,675,985,232	
			<b>30,299,265,078</b>	<b>30,205,834,652</b>	<b>30,299,265,078</b>	<b>30,205,834,652</b>	
	<b>Outside Bangladesh:</b>						
	Cash Credit		1,460,076	3,231,244	1,460,076	3,231,244	
	<b>Total Cash Credit</b>		<b>30,300,725,154</b>	<b>30,209,065,896</b>	<b>30,300,725,154</b>	<b>30,209,065,896</b>	
<b>7.03.03</b>	<b>Overdrafts etc.:</b>						
	Overdraft Loan (In Bangladesh)		23,631,360,041	23,152,592,028	23,631,360,041	23,152,592,028	
			<b>23,631,360,041</b>	<b>23,152,592,028</b>	<b>23,631,360,041</b>	<b>23,152,592,028</b>	
	Overdraft Loan (Outside Bangladesh)		158,849,201	202,595,319	158,849,201	202,595,319	
	<b>Total Overdrafts etc.</b>		<b>23,790,209,242</b>	<b>23,355,187,347</b>	<b>23,790,209,242</b>	<b>23,355,187,347</b>	



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
<b>7.03.04 Portfolio Loan to Investors</b>							
	Opening balance		2,273,451,454	2,329,445,855	-	-	-
	Add: Charged apply during the year		231,114,215	96,744,271	-	-	-
	Add: Loan disbursed during the year		394,425,434	1,066,566,355	-	-	-
	Less: Loan recovered during the year		(662,366,294)	(1,219,305,027)	-	-	-
	<b>Total Portfolio Loan to Investors</b>		<b>2,236,624,809</b>	<b>2,273,451,454</b>	-	-	-
<b>7.04 Bills Purchased and Discounted (excluding treasury bills)</b>							
	Payable inside Bangladesh		9,576,522,325	9,795,288,201	9,576,522,325	9,795,288,201	
	Payable outside Bangladesh		2,581,077,789	1,841,950,618	2,581,077,789	1,841,950,618	
			<b>12,157,600,114</b>	<b>11,637,238,819</b>	<b>12,157,600,114</b>	<b>11,637,238,819</b>	
<b>7.04.01 Bill Discounted and Purchased</b>							
	<b>In Bangladesh</b>						
	Payment against Documents (PAD)		7,237,122,625	7,456,091,363	7,237,122,625	7,456,091,363	
	Inland Bills Purchased		2,339,399,700	2,339,196,838	2,339,399,700	2,339,196,838	
			<b>9,576,522,325</b>	<b>9,795,288,201</b>	<b>9,576,522,325</b>	<b>9,795,288,201</b>	
	<b>Outside Bangladesh</b>						
	Bill Purchased /Negotiated (Documents)		708,386,779	177,340,843	708,386,779	177,340,843	
	Foreign Bills Purchased/Negotiated (Clean)		52,261,638	64,937,757	52,261,638	64,937,757	
	Foreign Bills Purchased/Negotiated (Documents)		1,676,752,025	1,599,672,018	1,676,752,025	1,599,672,018	
	Foreign Bills Purchased/Negotiated (Documents) of Overseas Branches		143,677,347	-	143,677,347	-	
			<b>2,581,077,789</b>	<b>1,841,950,618</b>	<b>2,581,077,789</b>	<b>1,841,950,618</b>	
<b>7.04.02 Maturity grouping bills purchased and discounted</b>							
	<b>Bills purchased and discounted</b>						
	Not more than 1 Month		7,477,487,918	3,997,486,914	7,477,487,918	3,997,486,914	
	More than 1 month but not more than 3 Months		2,164,957,666	1,533,756,633	2,164,957,666	1,533,756,633	
	More than 3 months but not more than 6 Months		1,594,984,724	657,465,547	1,594,984,724	657,465,547	
	More than 6 Months		920,169,806	5,448,529,725	920,169,806	5,448,529,725	
			<b>12,157,600,114</b>	<b>11,637,238,819</b>	<b>12,157,600,114</b>	<b>11,637,238,819</b>	
<b>7.05 Net Performing loans and advances / Investments</b>							
	Gross loans and advances / investments		466,319,944,186	425,491,805,397	464,083,319,377	423,218,353,943	
	Non-performing loans and advances / investments		(121,883,400,000)	(149,302,400,000)	(121,883,400,000)	(149,302,400,000)	
			<b>344,436,544,186</b>	<b>276,189,405,397</b>	<b>342,199,919,377</b>	<b>273,915,953,943</b>	
<b>7.06 Loans and advances / Investments on the basis of significant concentration excluding bills purchased and discounted</b>							
	Advances to allied concerns of directors		-	-	-	-	
	Advances to Chief Executive and other Senior Executives		6,436,651	7,568,987	6,436,651	7,568,987	
	Advances to the Customers Group (Amounting more than 10 % of bank's total Capital)		88,186,908,006	198,647,023,537	88,186,908,006	198,647,023,537	
	Other Customers		301,196,260,737	151,838,608,618	301,196,260,737	151,838,608,618	
	Advance to Staff		62,536,113,869	61,087,913,982	62,536,113,869	61,087,913,982	
			<b>451,925,719,263</b>	<b>411,581,115,124</b>	<b>451,925,719,263</b>	<b>411,581,115,124</b>	
<b>7.07 Number of clients, with amount of outstanding and classified loans to whom loans and advances sanctioned more than 10% of Paid up capital</b>							
	Disclosures 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.						
	No .of Client				19	13	
	Paid up Capital				45,300,000,000	47,683,784,914	
	10% of total capital				4,530,000,000	4,768,378,491	

#### Measures taken for recovery of Classified Loan

Bank as a whole takes following steps to recover its classified loans and advances

- Sending letters and remind to customers.
- Recovery cell including top management level holds discussion with the clients to recover the loans.
- Maintain special recovery arrangement through loan fair, client gathering, recovery campaign, etc.
- Legal proceedings and quick settlement.
- Providing incentives to employee for cash recovery from classified and written-off loans.





7.07(a) During the year 2018, there are large amount of outstanding and classified loans, to whom loans and advances sanctioned more than 10% of paid up capital of the bank.

Summary of Borrower are shown below :

Name of the Borrower	Outstanding amount	Classified amount	Classification status	% of Total Loan
Beximco Group	17,455,375,000	-	UC, SMA	3.76%
Hall Mark Group	17,130,226,369	17,130,226,369	BL,BLW	3.69%
T & Brothers Group	4,902,653,057	4,902,653,057	BL	1.06%
Thermex Group	8,930,798,000	-	UC	1.92%
Bangladesh Chemical Industries Corp.	15,438,459,160	-	UC	3.33%
B. A. D. C.	15,622,272,624	-	UC	3.37%
Bangladesh Sugar & Food Ind. Cor. Bsfic	8,706,991,913	-	UC	1.88%
<b>Total</b>	<b>88,186,776,123</b>	<b>22,032,879,426</b>		<b>19%</b>

7.07(b) Details about the Group / Single Borrower

Name of the Borrower	Amount in Taka			
	2018			
	Funded Loan	Non Funded Loan	Total Loan	Status of Loan

**A. Group Borrower**

**Beximco Group**

Beximco Ltd.	13,176,289,000	319,000,000	13,495,289,000	UC=319,000,000 SMA= 13,176,289,000
M/s Beximco Synthetics Ltd.	903,707,000	6,845,000	910,552,000	SMA=545,810,000 UC=364,742,000
M/s Beximco Fashions Limited	36,632,000	375,900,000	412,532,000	UC=375,900,000 SMA= 36,632,000
GMG Airlines Ltd.	2,567,137,000	-	2,567,137,000	UC=2,567,137,000
Sinepukur Ceramic Ltd.	771,610,000	82,048,000	853,658,000	UC=853,658,000
	<b>17,455,375,000</b>	<b>783,793,000</b>	<b>18,239,168,000</b>	

**Hall Mark Group**

M/S Hall Mark Fashion Limited	3,431,742,132	4,080,212,071	7,511,954,203	UC 4,080,212,071 BL 3,431,742,132
M/S Max Spinning Mills	5,256,038,600	-	5,256,038,600	BLW=5,256,038,600
M/S Anowara Spinning Mills	4,743,558,400	-	4,743,558,400	BLW=4,743,558,400
M/s Wall-Mart Fashion Limited	1,700,451,311	-	1,700,451,311	BLW=1,700,451,311
M/s Islam Fashion Ltd	-	1,182,063,735	1,182,063,735	UC=1,182,063,735
M/s Don Apparels Ltd	-	894,786,922	894,786,922	UC=894,786,922
M/s Farhan Fashion Ltd	2,630,920	842,526,976	845,157,896	UC=842,526,976 BL=2,630,920
M/s Mahmud Apparels Ltd	-	791,175,604	791,175,604	UC=791,175,604
M/s Hall Mark Spinning Mills Ltd	724,200,477	-	724,200,477	BL=724,223,527
M/s Hall Mark Design Wear Limited	395,151,078	192,106,217	587,257,295	UC=192,106,217 BL=395,151,078
M/s Bobby Fashion Ltd	238,235,821	17,054,537	255,290,358	BLW=238,235,821 UC=17,054,537
M/s Hall Mark Denim Composite Ltd	128,926,798	-	128,926,798	BLW=128,926,798
M/s Bobby Flatbed Printing Ltd	114,107,820	-	114,107,820	BL=114,107,820
M/s Hall Mark Accessories Ltd	82,721,345	-	82,721,345	BL=82,721,345
M/s Hall Mark Style Ltd	71,123,997	-	71,123,997	BLW=71,123,997
M/s Bobby Denim Composite Ltd	70,434,740	-	70,434,740	BLW=70,434,740
M/s Perfect Embroidery Ltd	46,252,176	-	46,252,176	BL=46,252,176
M/s Hall Mark Knit Composite Ltd	44,156,437	-	44,156,437	BLW=44,156,437
M/s Jishan Knit Composite Ltd	41,952,985	-	41,952,985	BL=41,952,985
M/s Hall Mark Knitting & Dyeing Ltd	29,408,207	-	29,408,207	BLW=29,408,207
M/s Hall Mark Packaging Ltd	9,133,125	-	9,133,125	BLW=9,133,125
	<b>17,130,226,369</b>	<b>7,999,926,062</b>	<b>25,130,152,431</b>	

**T & Brothers Group**

M/s T & Brother Knit Composite Ltd	2,231,486,654	1,611,832,723	3,843,319,377	UC=1,611,832,723 BL=2,231,486,654
M/s Exper Take Ltd	1,756,916,409	-	1,756,916,409	BL=1,756,916,409
M/s Dress Me Fashions Ltd	780,899,994	514,381,651	1,295,281,645	UC=514,381,651 BL=780,899,994
LNS Accessories	133,350,000	-	133,350,000	BL=133,350,000
	<b>4,902,653,057</b>	<b>2,126,214,374</b>	<b>7,028,867,431</b>	

**Thermex Group**

Thermax Check Fabrics Ltd.	2,717,024,000	140,939,000	2,857,963,000	UC=2,857,963,000
Indigo Spinning Ltd.	2,692,031,000	204,136,000	2,896,167,000	UC=2,896,167,000
M/s Thermax Melange Spinning Mills Ltd.	1,824,464,000	371,694,000	2,196,158,000	UC=2,196,158,000
Thermax Knit Yarn Ltd	1,351,379,000	430,617,000	1,781,996,000	UC=1,781,996,000
Thermax Spinning Limited	345,900,000	-	345,900,000	UC=345,900,000
	<b>8,930,798,000</b>	<b>1,147,386,000</b>	<b>10,078,184,000</b>	
<b>Sub Total</b>	<b>48,419,052,426</b>	<b>12,057,319,436</b>	<b>60,476,371,862</b>	

Sub Total



Name of the Borrower	Funded Loan	Non Funded Loan	Total Loan	Status of Loan
<b>B. Single Borrower</b>				
Roopur NNP Project	-	858,933,200,000	858,933,200,000	UC
Electricity Generation Company of Bangladesh (EGCB) Ltd	-	5,603,557,000	5,603,557,000	UC
B-R Powergen Ltd	-	7,873,408,971	7,873,408,971	UC
Bangladesh Chemical Industries Corporation	15,438,459,160	12,681,862,952	28,120,322,112	UC
Bangladesh Agricultural Development Corporation (BADC)	15,622,272,624	9,015,413,837	24,637,686,461	UC
Bangladesh Road Transport Corporation	-	4,682,288,000	4,682,288,000	UC
Bangladesh Air Force	-	7,223,008,123	7,223,008,123	UC
Bangladesh Railway	-	8,802,059,589	8,802,059,589	UC
Bangladesh Rural Development Board	-	5,725,234,091	5,725,234,091	UC
Bangladesh Water Development Board	-	78,476,596,352	78,476,596,352	UC
Bangladesh Coast Guard	-	4,606,000,000	4,606,000,000	UC
Bangladesh Petroleum Corporation	-	6,205,496,000	6,205,496,000	UC
Bangladesh Rural Electrification Board	-	11,514,824,329	11,514,824,329	UC
Bangladesh Sugar & Food Ind. Cor. Bsfic	8,706,991,913	-	8,706,991,913	UC
Director General Of Food	-	12,048,834,327	12,048,834,327	UC
<b>Sub-total</b>	<b>39,767,723,697</b>	<b>1,033,391,783,571</b>	<b>1,073,159,507,268</b>	
<b>Grand Total (A+B)</b>	<b>88,186,776,123</b>	<b>1,045,449,103,007</b>	<b>1,133,635,879,130</b>	

**7.07.01 Restructured Loan**

In line with BRPD circular No. 04/2015, Bangladesh Bank allowed the Bank vide letter no. BRPD(P-1)/661/13(Cha)/2015-6468; dated: 30/08/2015 and BRPD(P-1)/661/13(Cha)/2015-5621; dated 30/07/2015 respectively to restructure the loans and advances of borrowers named M/s Beximco Limited and M/s Modern Steel Mills Limited. The details are mentioned below:

Name of the Borrower	Restructured Amount	Payment Tenure
<b>1. Beximco Limited</b>		6 years for demand loan and 12 years for term loan along with 1 year moratorium period
(i) Demand Loan	-	
(ii) Term Loan	13,176,288,956	
<b>Sub Total</b>	<b>13,176,288,956</b>	
<b>2. Modern Steel Mills Limited</b>		
(i) Demand Loan	-	
(ii) Term Loan	3,530,420,149	
<b>Sub Total</b>	<b>3,530,420,149</b>	
<b>Grand Total</b>	<b>16,706,709,105</b>	

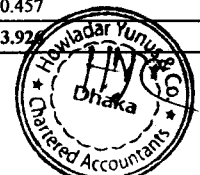
**7.08 Geographical Area-wise Loans and Advances**

	No. of Branches	Amount in Taka		% of Total Loan	
		2018	2017	2018	2017
<b>In Bangladesh</b>	<b>7.08.01</b>				
Urban	701	364,252,168,903	329,001,324,307	78.49	77.74
Rural	512	99,467,969,739	93,766,955,990	21.43	22.16
<b>Sub Total</b>	<b>1213</b>	<b>463,720,138,642</b>	<b>422,768,280,297</b>	<b>99.922</b>	<b>99.894</b>
<b>Outside Bangladesh</b>	<b>7.08.02</b>				
Overseas	2	363,180,735	450,073,646	0.078	0.106
<b>Total</b>	<b>1215</b>	<b>464,083,319,377</b>	<b>423,218,353,943</b>	<b>100</b>	<b>100</b>

Head office is included in Urban

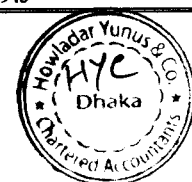
**7.08.01 In Bangladesh (GM's office & District wise)**

Barisal GM's Office	No. of Branches	2018	2017	2018	2017
Barisal	36	5,875,634,404	4,808,407,420	1.266	1.136
Patuakhali	20	4,016,258,738	3,465,301,520	0.865	0.819
Bhola	10	1,102,923,289	938,464,958	0.238	0.222
Pirojpur	10	1,669,147,971	1,402,603,502	0.360	0.331
<b>Sub Total</b>	<b>76</b>	<b>12,663,964,402</b>	<b>10,614,777,400</b>	<b>2.729</b>	<b>2.508</b>
<b>Chittagong GM's Office</b>					
Chittagong North	27	6,140,901,049	4,403,739,634	1.323	1.041
Chittagong South	28	12,604,487,325	13,374,566,134	2.716	3.160
Rangamati	23	3,351,140,415	2,644,037,097	0.722	0.625
Bandarban	7	903,886,992	819,904,844	0.195	0.194
Cox's Bazar	10	2,237,417,584	2,124,760,567	0.482	0.502
Patiya	13	1,084,063,291	1,036,063,535	0.234	0.245
<b>Sub Total</b>	<b>108</b>	<b>26,321,896,656</b>	<b>24,403,071,811</b>	<b>5.672</b>	<b>5.766</b>
<b>Comilla GM's Office</b>					
Brahmanbaria	24	2,732,462,071	2,381,900,024	0.589	0.563
Chadpur	20	2,134,436,761	1,926,897,923	0.460	0.455
Comilla	35	6,055,071,679	5,267,975,804	1.305	1.245
Feni	17	1,711,248,885	1,591,059,340	0.369	0.376
Noakhali	28	3,463,788,413	3,331,462,365	0.746	0.787
Laxmipur	12	2,121,409,212	2,031,856,343	0.457	0.480
<b>Sub Total</b>	<b>136</b>	<b>18,218,417,022</b>	<b>16,531,151,799</b>	<b>3.922</b>	<b>3.906</b>



		Amount in Taka		% of Total Loan	
		2018	2017	2018	2017
<b>Dhaka GM's Office</b>					
Dhaka Corp.	125	224,666,122,101	203,354,599,963	48.411	48.050
Gazipur	23	3,333,149,608	2,852,771,587	0.718	0.674
Munshiganj	17	1,649,147,492	1,542,937,066	0.355	0.365
Narayanganj	19	3,045,836,169	7,771,420,292	0.656	1.836
Narsingdi	20	3,181,215,724	2,730,431,885	0.685	0.645
Manikganj	11	1,456,415,040	1,314,117,771	0.314	0.311
<b>Sub Total</b>	<b>215</b>	<b>237,331,886,134</b>	<b>219,566,278,564</b>	<b>51.140</b>	<b>51.880</b>
<b>Faridpur GM's Office</b>					
Chuadanga	19	2,964,199,832	2,661,956,476	0.639	0.629
Faridpur	23	6,254,720,766	5,816,221,868	1.348	1.374
Kushtia	22	4,116,561,358	3,820,933,978	0.887	0.903
Madaripur	17	2,235,108,629	1,843,833,714	0.482	0.436
Gopalganj	12	1,278,505,463	1,011,934,058	0.275	0.239
Rajbari	12	1,173,857,887	1,061,692,655	0.253	0.251
<b>Sub Total</b>	<b>105</b>	<b>18,022,953,934</b>	<b>16,216,572,749</b>	<b>3.884</b>	<b>3.832</b>
<b>Khulna GM's Office</b>					
Jessore	35	5,086,839,690	3,685,355,221	1.096	0.871
Jhenaidah	23	6,424,535,242	5,699,554,238	1.384	1.347
Khulna	24	25,922,441,476	25,659,052,009	5.586	6.063
Satkhira	17	2,005,681,036	1,737,580,071	0.432	0.411
Bagerhat	14	2,080,998,890	1,775,236,719	0.448	0.419
Narail	11	1,726,991,493	1,451,859,029	0.372	0.343
<b>Sub Total</b>	<b>124</b>	<b>43,247,487,827</b>	<b>40,008,637,287</b>	<b>9.319</b>	<b>9.453</b>
<b>Mymensingh GM's Office</b>					
Jamalpur	19	6,922,930,301	6,708,431,185	1.492	1.585
Kishoregonj	17	2,505,410,088	2,344,931,057	0.540	0.554
Mymensingh	25	6,138,540,291	5,239,674,277	1.323	1.238
Tangail	30	4,554,124,967	4,062,323,843	0.981	0.960
Netrokona	14	4,369,386,776	3,739,731,902	0.942	0.884
Sherpur	9	2,735,376,713	2,588,456,352	0.589	0.612
<b>Sub Total</b>	<b>114</b>	<b>27,225,769,137</b>	<b>24,683,548,616</b>	<b>5.867</b>	<b>5.832</b>
<b>Rajshahi GM's Office</b>					
Bogra	32	6,094,499,777	5,478,495,227	1.313	1.294
Naogaon	19	3,231,514,898	2,646,710,755	0.696	0.625
Pabna	18	3,144,417,167	2,613,628,406	0.678	0.618
Rajshahi	23	6,884,789,303	6,484,774,795	1.484	1.532
Sirajganj	21	2,729,790,991	2,753,878,335	0.588	0.651
Chapai Nawabganj	8	1,826,059,828	1,496,150,388	0.393	0.354
Joypurhat	8	3,359,026,522	2,915,859,616	0.724	0.689
Natore	13	5,463,141,536	4,914,550,667	1.177	1.161
<b>Sub Total</b>	<b>142</b>	<b>32,733,240,022</b>	<b>29,304,048,189</b>	<b>7.053</b>	<b>6.924</b>
<b>Rangpur GM's Office</b>					
Dinajpur	32	7,922,923,706	6,790,665,801	1.707	1.605
Gaibandha	16	6,370,862,114	5,865,438,275	1.373	1.386
Kurigram	16	4,754,409,855	3,820,067,939	1.024	0.903
Rangpur	19	7,897,624,419	6,853,947,444	1.702	1.619
Thakurgaon	21	9,456,755,891	8,300,487,007	2.038	1.961
Nilphamari	10	4,043,822,215	3,278,276,941	0.871	0.775
<b>Sub Total</b>	<b>114</b>	<b>40,446,398,200</b>	<b>34,908,883,407</b>	<b>8.715</b>	<b>8.248</b>
<b>Sylhet GM's Office</b>					
Moulvibazar	22	1,607,835,762	1,464,505,709	0.346	0.346
Sylhet	32	2,247,559,902	2,008,506,416	0.484	0.475
Habiganj	13	1,522,998,338	1,251,469,765	0.328	0.296
Sunamganj	12	2,129,731,306	1,806,828,585	0.459	0.427
<b>Sub Total</b>	<b>79</b>	<b>7,508,125,308</b>	<b>6,531,310,475</b>	<b>1.618</b>	<b>1.543</b>
<b>Total</b>	<b>1213</b>	<b>463,720,138,642</b>	<b>422,768,280,297</b>	<b>100</b>	<b>100</b>
<b>7.08.02 Outside Bangladesh</b>					
Kolkata & Siliguri	2	363,180,735	450,073,646	0.078	0.106
<b>Total Loans &amp; Advances</b>	<b>1215</b>	<b>464,083,319,377</b>	<b>423,218,353,943</b>	<b>100</b>	<b>100</b>

Head office is included in Number of Branches and Total Loans & Advances



7.08.03 Divisional Office wise	No. of Branches	Amount in Taka		% of Total Loan	
		2018	2017	2018	2017
		<b>In Bangladesh</b>			
Dhaka-1	119	187,889,182,738	175,683,287,962	40.49	41.51
Dhaka-2	96	49,442,703,396	43,882,990,602	10.65	10.37
Barisal	76	12,663,964,402	10,614,777,400	2.73	2.51
Chittagong	108	26,321,896,656	24,403,071,811	5.67	5.77
Comilla	136	18,218,417,022	16,531,151,799	3.93	3.91
Faridpur	105	18,022,953,934	16,216,572,749	3.88	3.83
Khulna	124	43,247,487,827	40,008,637,287	9.32	9.45
Mymensing	114	27,225,769,137	24,683,548,616	5.87	5.83
Rajshahi	142	32,733,240,022	29,304,048,189	7.05	6.92
Rangpur	114	40,446,398,200	34,908,883,407	8.72	8.25
Sylhet	79	7,508,125,308	6,531,310,475	1.62	1.54
	<b>1213</b>	<b>463,720,138,642</b>	<b>422,768,280,297</b>	<b>99.92</b>	<b>99.89</b>
<b>Outside Bangladesh</b>					
Kolkata & Siliguri	2	363,180,735	450,073,646	0.09	0.11
<b>Total</b>	<b>1215</b>	<b>464,083,319,377</b>	<b>423,218,353,943</b>	<b>100</b>	<b>100</b>

7.09 Details of Provision required and held for loans and advances:

A. Required Provision for loans and advances:

For Classified Loan  
For Loan against which writ has been filed  
For Unclassified Loan

Amount in Taka	
2018	2017
40,106,938,329	35,439,686,982
3,939,000,000	3,424,600,000
5,223,300,000	2,170,200,000
<b>49,269,238,329</b>	<b>41,034,486,982</b>

B. Provision Made for loans and advances:

For Classified Loan including writ  
For Unclassified Loan

44,045,938,329	38,864,286,982
5,223,300,000	2,788,700,000
<b>49,269,238,329</b>	<b>41,652,986,982</b>

C. Provision Surplus/(Deficit){A-B}

For Classified Loan including writ  
For Unclassified Loan

-	-
-	618,500,000
<b>-</b>	<b>618,500,000</b>

7.09.01 Classification of advances as per Bangladesh Bank circular

Unclassified

Standard including staff loan  
Special Mention Account (SMA)

% of Total Loans		Amount in Taka	
2018	2017	2018	2017
68.01%	62.64%	315,622,838,642	265,105,180,297
5.65%	1.98%	26,213,900,000	8,360,700,000
<b>73.66%</b>	<b>64.62%</b>	<b>341,836,738,642</b>	<b>273,465,880,297</b>

Classified

Substandard  
Doubtful  
Bad / Loss

1.73%	2.32%	8,050,800,000	9,816,600,000
0.84%	1.74%	3,897,400,000	7,344,400,000
23.69%	31.22%	109,935,200,000	132,141,400,000
<b>26.26%</b>	<b>35.28%</b>	<b>121,883,400,000</b>	<b>149,302,400,000</b>

Overseas branches

0.08%	0.11%	363,180,735	450,073,646
<b>100.00%</b>	<b>100.00%</b>	<b>464,083,319,377</b>	<b>423,218,353,943</b>

7.10 Particulars of required provision for loans and advances / investments

Status

A General provision

Standard & SMA

i) HF, LP and Restructured Loans  
ii) CF (Other than HF & LP)  
iii) Agri & Micro  
iv) Small Medium Enterprise Financing  
Others  
Sub Total

7.10a

Base for provision 2018	Rate (%)	Required Provision	
		2018	2017
2,205,000,000	2.00%	44,100,000	41,585,656
46,872,000,000	5.00%	2,343,600,000	678,323,156
16,900,000,000	2.50%	422,500,000	496,072,666
22,720,000,000	0.25%	56,800,000	28,971,634
235,630,000,000	1.00%	2,356,300,000	925,246,889
		<b>5,223,300,000</b>	<b>2,170,200,000</b>

B Specific provision Status

Sub-standard

i) Short term Micro Credit  
ii) Others

Doubtful

i) Short term Micro Credit  
ii) Others

Bad / Loss

Base for provision 2018	Rate (%)	Required Provision 2018	Required Provision 2017
4,300,230,794	20.00%	860,046,159	759,962,439
1,476,523,238	5.00%	73,826,162	65,234,999
2,854,605,463	50.00%	1,427,302,732	1,261,207,266
37,643,441,522	100.00%	37,643,441,522	33,262,867,725
		<b>40,106,938,329</b>	<b>35,439,686,982</b>

C For Loan against which writ has been filed

Total Required Provision for Loans & Advances (A+B+C)

3,939,000,000	3,424,600,000
<b>49,269,238,329</b>	<b>41,034,486,982</b>



7.10a In response to Bank request dated 24 April 2019, Bangladesh Bank allowed forbearance through vide no- BRPD (P-1) 661/13/2019-3336 dated 29 April 2019 to maintain required provision against unclassified and classified loans & advances including writ for the year 2018.

Accordingly Bank has calculated the required provision against unclassified and classified loans & advances including writ adjusting the given forbearance and kept the required provision accordingly.

7.11 Industry-Wise Segment of Loan and advances

Govt. of BD Food (Salt +Rice)	
Barter Accounts	
Sugar mill	
Food Procurement	
Mohinagonj Govt. food collect bill	
Rural Credit & Agri. Loan	
Trading	
Foreign Exchange (LTR/LIM/PAD/FBPN, etc)	
Garments (Force Loan, PCC, etc)	
Textile	
Fish Processing	
Cold Storage	
House Building (General)	
Jute	
Cement	
Tannery	
Bricks & Tiles	
Engineering	
Cottage Industries	
Food Staff	
Pharma (Chemical/Plastic)	
Iron & Steel	
Tobacco & Beverage	
Paper Products/Printing Packaging	
Glass & Ceramic	
Aluminum & Other Metals	
Others (OD/Bikalpa/Bridge Financing/IT, BPC/BSEC/ BJMC/BCIC/BTMC/FDC/BSCIC, Overseas Branches etc.)	
<b>TOTAL</b>	

Amount in Taka	
Bank	
2018	2017
1,435,188,984	1,435,200,000
932,600,000	932,600,000
21,843,700,000	20,742,700,000
4,472,864,534	1,628,100,000
-	34,764,200,000
59,516,737,573	34,804,954,000
49,859,700,000	50,917,180,000
30,747,100,000	10,878,181,000
17,124,100,000	37,349,410,000
30,756,900,000	33,307,372,000
4,067,300,000	3,694,243,000
3,730,600,000	3,382,140,000
2,615,921,866	471,894,000
7,670,900,000	8,607,175,000
-	67,367,000
1,909,700,000	1,950,577,000
613,300,000	753,430,000
125,100,000	1,189,605,000
640,300,000	141,940,000
5,166,300,000	6,402,890,000
233,400,000	719,289,000
6,693,300,000	7,969,539,000
27,000,000	2,000,000
4,554,200,000	3,865,764,000
1,898,700,000	1,971,816,000
187,000,000	135,039,000
207,261,406,420	155,133,748,943
<b>464,083,319,377</b>	<b>423,218,353,943</b>

7.12 Sector wise Loans and Advances

Government	7.12.01
Other Public (Semi Govt. Autonomous)	7.12.02
Private	7.12.03
<b>Overseas Branches</b>	<b>7.12.04</b>
<b>TOTAL</b>	

5,503,100,000	5,557,388,000
72,718,100,000	63,926,632,000
385,498,938,642	353,284,260,297
463,720,138,642	422,768,280,297
363,180,735	450,073,646
<b>464,083,319,377</b>	<b>423,218,353,943</b>

7.12.01 Government

<b>Unclassified</b>
Standard
SMA
<b>Sub total</b>

3,135,300,000	3,189,588,000
-	-
<b>3,135,300,000</b>	<b>3,189,588,000</b>

**Classified**

Sub standard
Doubtful
Bad/Loss
<b>Sub total</b>

-	-
-	-
2,367,800,000	2,367,800,000
<b>2,367,800,000</b>	<b>2,367,800,000</b>

**Total**

<b>5,503,100,000</b>	<b>5,557,388,000</b>
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7.12.02 Other Public

<b>Unclassified</b>
Standard
SMA
<b>Sub total</b>

68,467,300,000	63,317,332,000
3,634,100,000	-
<b>72,101,400,000</b>	<b>63,317,332,000</b>

**Classified**

Sub standard
Doubtful
Bad/Loss
<b>Sub total</b>

46,800,000	-
267,300,000	260,600,000
302,600,000	348,700,000
<b>616,700,000</b>	<b>609,300,000</b>

**Total**

<b>72,718,100,000</b>	<b>63,926,632,000</b>
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7.12.03 Private

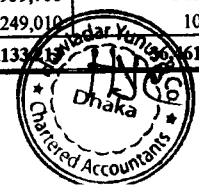
<b>Unclassified</b>
Standard
SMA
<b>Sub total</b>

244,724,580,993	192,567,502,540
21,875,457,649	14,391,457,757
<b>266,600,038,642</b>	<b>206,958,960,297</b>

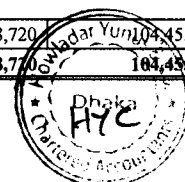


		Amount in Taka	
		Bank	
		2018	2017
	<b>Classified</b>		
	Sub standard	8,004,000,000	9,816,600,000
	Doubtful	3,630,100,000	7,344,400,000
	Bad/Loss	107,264,800,000	129,164,300,000
	Sub total	118,898,900,000	146,325,300,000
	<b>Total</b>	385,498,938,642	353,284,260,297
7.12.04	<b>Overseas Branches</b>	363,180,735	450,073,646
	<b>Total Loan and Advances</b>	464,083,319,377	423,218,353,943
7.13	<b>Movement of Classified Loans and Advances as a Whole</b>		
	Opening Classified Loans and Advances	149,302,400,000	109,114,863,000
	<b>Less :</b>		
	Cash Recovery	10,862,900,000	7,980,579,000
	Written-off	-	-
	Interest waiver	1,078,104,000	613,598,000
	Re-Schedule and Re-structuring	26,839,800,000	2,318,246,000
		38,780,804,000	10,912,423,000
	Add: Newly Classified Loans and Advances	11,361,804,000	51,099,960,000
		121,883,400,000	149,302,400,000
7.14	<b>Particulars of Loan and Advances/Investments</b>		
i)	Loans considered good in respect of which the banking company is fully secured.	275,823,870,023	253,636,836,942
ii)	Loans considered good against which the banking company holds no security other than the debtors' personal guarantee.	39,946,425,256	16,871,688,304
iii)	Loans considered good secured by the personal undertakings of one or more parties in addition to the personal guarantee of the debtor	27,016,082,220	14,280,192,870
iv)	Loans adversely classified; provision not maintained there against	-	-
		342,786,377,499	284,788,718,116
v)	Loans due by Directors or Officers of the banking company or any of these either separately or jointly with any other persons.	62,536,113,869	61,087,913,982
vi)	Loans due from Companies or Firms in which the directors of the Banking Company have interests as Director(s), Partner(s) or Managing agent(s) or incase of private companies as member(s).	-	-
vii)	Maximum total amount of advances, including temporary advances made at any time during the year to directors or managers or officers of the bank or any of them either severally or jointly with any other persons.	62,536,113,869	61,087,913,982
viii)	Maximum total amount of advances, including temporary advances granted during the year to the companies or firms in which any of the directors of the bank are interested as partners or managing agent or, in case of private companies as members.	-	-
ix)	Due from other banking companies	-	-
x)	Amount of classified loans on which interest has not been charged	-	-
a)	Increase/(Decrease) in Provision	(214,048,653)	(417,142,160)
	Amount of Loan written off from Provision	303,617,671	428,637,001
	Amount realized against Loan previously written off	89,569,018	11,494,841
b)	Amount of provision kept against loan classified	38,650,238,329	38,864,286,982
c)	Interest creditable to the Interest suspense a/c	35,155,472,514	30,515,671,919
xi)	Written-off Loans as per Bangladesh Bank BRPD Circular no -02 dated 13, January 2003.		
	Opening amount of written off loan	71,826,237,871	72,213,300,000
	Less: amount realized during the year	945,481,000	387,062,129
	Add: amount of written off Loan during the current year	-	-
	Closing amount of written off loans	70,880,756,871	71,826,237,871
xii)	Written-off Loans as per Bangladesh Bank BRPD Circular no -02 dated 13, January 2003.		
	Cumulative amount of written off loans	84,292,300,000	84,292,300,000
	Various steps have been taken to realise the written off loan and proper records are being maintained.		

Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
8.00	<b>Fixed Asset including Premises, Furniture &amp; Fixture</b>						
	<b>(A) Cost</b>						
	In Bangladesh:						
	Premises		31,452,686,600	31,435,487,436		31,452,686,600	31,435,487,436
	Building con.		737,029,651	707,762,085		737,029,652	707,762,085
	Furniture		1,085,039,466	1,040,132,749		1,071,559,703	1,026,894,266
	Electric Installation		1,012,862,209	913,513,444		955,025,270	855,292,017
	Computer Software		297,986,748	336,716,069		295,069,148	219,120,512
	Computer Hardware		2,030,436,864	1,785,755,516		2,024,903,968	1,894,966,602
	Type Writer Machine		5,650,162	5,692,692		5,650,162	5,692,692
	Motor Car & Other Vehicle		453,959,700	311,685,159		448,959,700	306,510,069
	Library		11,249,010	10,139,270		11,249,010	10,139,270
	Sub-Total (A) (Fig. in Taka)		37,086,900,410	36,546,884,420		37,002,133,240	36,164,949,949



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
	Overseas Branches:						
	Kolkata Branch		16,920,707	15,157,918	16,920,707	15,157,918	
	Siliguri Branch		949,019	769,058	949,019	769,058	
	Sub-Total (Overseas Branches)		17,869,727	15,926,976	17,869,726	15,926,976	
	<b>Total Cost Value</b>		<b>37,104,770,137</b>	<b>36,562,811,396</b>	<b>37,020,002,939</b>	<b>36,477,791,925</b>	
	<b>(B) Accumulated Depreciation</b>						
	In Bangladesh:						
	Premises		376,505,547	343,280,720	376,505,547	343,280,720	
	Furniture		646,214,953	581,755,780	633,498,780	568,760,470	
	Electric Installation		751,874,457	646,651,026	696,078,159	629,842,429	
	Computer Software		177,473,607	112,233,569	174,606,007	109,176,569	
	Computer Hardware		1,543,461,610	1,386,831,138	1,538,511,665	1,356,683,172	
	Type Writer Machine		5,375,490	5,388,562	5,375,490	5,388,562	
	Motor Car & Other Vehicle		208,472,496	163,382,006	203,472,497	145,077,824	
	Library		4,333,363	372,4047	4,333,362	3,724,047	
	<b>Sub-Total(In Bangladesh)</b>		<b>3,713,711,523</b>	<b>3,243,246,848</b>	<b>3,632,381,507</b>	<b>3,161,933,792</b>	
	Overseas Branches:						
	Kolkata Branch		10,557,569	8,671,356	10,557,569	8,671,356	
	Siliguri Branch		487,584	439,456	487,584	439,456	
	<b>Sub-Total (Overseas Branches)</b>		<b>11,045,153</b>	<b>9,110,812</b>	<b>11,045,153</b>	<b>9,110,812</b>	
	Total Accumulated Depreciation		3,724,756,676	3,252,357,660	3,643,426,660	3,171,044,604	
	<b>Written down value (A-B)</b>		<b>33,380,013,461</b>	<b>33,310,453,736</b>	<b>33,376,576,280</b>	<b>33,306,747,321</b>	
	(Details shown in Annexure-B & C )						
8.01	<b>Movement of Fixed assets</b>						
	Cost (Original)/Revaluation		36,562,811,397	36,026,120,916	36,477,791,925	35,941,318,648	
	Addition during the year		597,407,248	610,229,713	592,247,885	610,012,509	
			37,160,218,644	36,636,350,629	37,070,039,811	36,551,331,157	
	Less: Disposal/Adjustment during the year		59,198,295	73,539,233	50,036,871	73,539,231	
			37,101,020,349	36,562,811,396	37,020,002,939	36,477,791,925	
	Add/(less): Foreign currency gain loss		3,749,789	-	-	-	
	Less: Accumulated Depreciation		3,724,756,677	3,252,357,660	3,643,426,660	3,171,044,604	
	(Details shown in Annexure-B & C )		<b>33,380,013,461</b>	<b>33,310,453,736</b>	<b>33,376,576,280</b>	<b>33,306,747,321</b>	
9.00	<b>Other Asset</b>						
	<b>Income generating other assets</b>						
	Investment in Shares of Subsidiary Companies	9.01	-	-	2,162,184,882	2,172,883,882	
	Advance Rent, Advertisement etc.	9.03	104,455,121	114,228,720	104,455,121	114,228,720	
	Interest, Commission and Exchange Receivable	9.04	19,342,878,199	16,505,957,498	19,303,924,968	16,479,532,107	
	Prepaid Expenses	9.05	5,724,621	82,837,124	5,724,621	82,837,124	
			19,453,057,941	16,703,023,342	21,576,289,592	18,849,481,833	
	<b>Non Income generating other assets</b>						
	Stationery, Stamps and Printing Materials in hand	9.02	125,065,841	167,557,488	125,065,841	167,557,488	
	Branch Adjustment	9.06	12,140,960,320	27,223,749,393	12,140,960,320	27,223,749,393	
	Security Deposits		5,769,048	5,140,715	-	-	
	Advance deposit		375,255	200,000	-	-	
	Suspense A/C	9.07	293,962,839	1,505,233,611	293,962,839	1,505,233,611	
	Others	9.08	105,927,621,207	110,785,892,701	105,848,921,213	110,734,540,728	
			118,493,754,510	139,687,773,908	118,408,910,213	139,631,081,220	
			137,946,812,451	156,390,797,250	139,985,199,805	158,480,563,053	
9.01	<b>Investment in Shares of Subsidiary Companies In Bangladesh</b>						
	Investment in Sonali Investment Ltd.		-	-	2,000,000,000	2,000,000,000	
	<b>Outside Bangladesh</b>						
	Investment in SECI		-	-	79,705,000	78,565,000	
	Long term loan at prevailing rate of Interest		-	-	82,479,882	94,318,882	
			-	-	2,162,184,882	2,172,883,882	
9.02	<b>Stationery, Stamps and Printing Materials in hand</b>						
	Stamps on hand		10,742,798	12,264,246	10,742,798	12,264,246	
	Stationery on hand		114,323,043	155,293,242	114,323,043	155,293,242	
			125,065,841	167,557,488	125,065,841	167,557,488	
9.03	<b>Advance Rent and Advertisement etc.</b>						
	Advance Rent		104,455,121	114,228,720	104,455,121	114,228,720	
			104,455,121	114,228,720	104,455,121	114,228,720	



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
<b>9.04</b>	<b>Interest, Commission &amp; Exchange receivable</b>						
i)	Interest receivable		16,374,899,724	13,525,308,858	16,374,899,724	13,525,308,858	
ii)	Commission receivable		2,929,025,244	2,954,223,249	2,929,025,244	2,954,223,249	
iii)	Exchange receivable		-	-	-	-	
iv)	Others receivable		38,953,231	26,425,391	-	-	
			<b>19,342,878,199</b>	<b>16,505,957,498</b>	<b>19,303,924,968</b>	<b>16,479,532,107</b>	
<b>9.05</b>	<b>Preliminary, Formation and Organization Expenses, Renovation/development Expenses, and prepaid Expenses</b>						
	<b>Prepaid Expenses (Transferred from adjusting A/C)</b>						
	Rent		-	9,647,720	-	9,647,720	
	Taxes		-	-	-	-	
	Law charges		-	39,634	-	39,634	
	Postage and Telegram		-	28,665	-	28,665	
	Sundries		5,724,621	73,121,105	5,724,621	73,121,105	
			<b>5,724,621</b>	<b>82,837,124</b>	<b>5,724,621</b>	<b>82,837,124</b>	
<b>9.06</b>	<b>Branch Adjustment</b>						
	<b>Debit Balance</b>						
	Sonali Bank General Account Balance		5,439,895,122,141	5,139,027,478,011	5,439,895,122,141	5,139,027,478,011	
	Main Office Account Balance		260,847,588,982	263,804,288,220	260,847,588,982	263,804,288,220	
	Sonali Bank General Account (RMS+)		5,854,497,995,271	4,853,481,603,057	5,854,497,995,271	4,853,481,603,057	
	Sonali Bank General Account (CBS)		3,210,934,732,411	1,497,881,796,041	3,210,934,732,411	1,497,881,796,041	
	Settlement account Debit balance		10,434,792,736	-	10,434,792,736	-	
	Sonali Bank General Account (IFRMS)		-	7,701,148,688	-	7,701,148,688	
			<b>14,776,610,231,541</b>	<b>11,761,896,314,017</b>	<b>14,776,610,231,541</b>	<b>11,761,896,314,017</b>	
	<b>Less: Credit Balance</b>						
	Sonali Bank General Account Balance		5,436,352,473,162	5,371,553,740,705	5,436,352,473,162	5,371,553,740,705	
	Main Office Account Balance		260,699,086,501	210,167,575,925	260,699,086,501	210,167,575,925	
	Sonali Bank General Account (RMS+)		5,814,718,513,166	4,759,920,835,945	5,814,718,513,166	4,759,920,835,945	
	Sonali Bank General Account (CBS)		3,210,934,732,411	1,390,421,415,043	3,210,934,732,411	1,390,421,415,043	
	Settlement account Credit balance		41,764,465,981	-	41,764,465,981	-	
	Sonali Bank General Account (IFRMS)		-	2,608,997,006	-	2,608,997,006	
			<b>14,764,469,271,221</b>	<b>11,734,672,564,624</b>	<b>14,764,469,271,221</b>	<b>11,734,672,564,624</b>	
			<b>12,140,960,320</b>	<b>27,223,749,393</b>	<b>12,140,960,320</b>	<b>27,223,749,393</b>	
<b>9.06.01</b>	<b>Provision against Branch Adjustment (unreconciled entries)</b>						
	In response to Bank request dated 24 April 2019, Bangladesh Bank allowed forbearance through vide no- BRPD (P-1) 661/13/2019-3336 dated 29 April 2019 to maintain required provision against branch adjustment (un reconciled entries) as required as on 31 December 2018 Accordingly Bank has kept that provision.						
<b>9.07</b>	<b>Suspense Account</b>						
	Pre-Paid Expenses		-	752,841	-	752,841	
	Dead Stock		-	137,736	-	137,736	
	Land and Premises		-	100,000	-	100,000	
	Advance Recoverable		-	177,835,082	-	177,835,082	
	Salary & Allowances		-	191,130	-	191,130	
	Traveling Expenses		-	7,833,275	-	7,833,275	
	Insurance		-	256,800	-	256,800	
	Miscellaneous		293,962,839	1,318,126,747	293,962,839	1,318,126,747	
			<b>293,962,839</b>	<b>1,505,233,611</b>	<b>293,962,839</b>	<b>1,505,233,611</b>	





Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
9.08	<b>Others :</b>						
	Draft Payable Account (Ex-Advice)		68,907,213	93,481,526	68,907,213	93,481,526	
	Govt. Draft Payable Account (Ex-Advice)		2,225,330	20,789,387	2,225,330	20,789,387	
	Protested Bills		293,639,588	287,705,079	293,639,588	287,705,079	
	Wage Earners' Fund Purchased Adjustment A/C.		2,058,416,709	3,662,869,935	2,058,416,709	3,662,869,935	
	Agri-Loan Other Exemption A/C-2004		-	-	-	-	
	Adjusting A/C Dr. Balance		841,157,809	746,802,176	841,157,809	746,802,176	
	Agri-Loan Interest Exemption A/C-2004		-	-	-	-	
	Income Tax Deducted at Source		19,700,996,566	18,007,703,010	19,700,996,566	18,007,703,010	
	BRDB UCCA Crop Loans Penal Int. Exemption		-	-	-	-	
	BRDB UCCA Crop Loans Exemption		-	-	-	-	
	Employee pension fund investment		1,235,399,414	1,210,538,162	1,235,399,414	1,210,538,162	
	Employee PDCRB fund investment		13,668,089,921	17,523,586,220	13,668,089,921	17,523,586,220	
	BRDB UCCA Crop Loans Int & Penal Int. Exemption-2007		511,283,719	511,283,719	511,283,719	511,283,719	
	Settlement A/C (Islami)		224,398,861	80,479,067	224,398,861	80,479,067	
	Loan Exemption Under Jute Sectors Reform Proj. 94-95.		5,094,543,083	5,094,543,083	5,094,543,083	5,094,543,083	
	Demand Drafts purchased		657,691,925	808,760,014	657,691,925	808,760,014	
	Pension bills (Army)		3,756,294,543	4,212,373,790	3,756,294,543	4,212,373,790	
	Pension bills(Civil)		2,113,632,415	2,272,113,182	2,113,632,415	2,272,113,182	
	PSP/BSP Encashment		7,550,359,876	5,646,406,559	7,550,359,876	5,646,406,559	
	Agri Exemption A/C affected by River Erosion		99,557,837	98,760,600	99,557,837	98,760,600	
	UCCA Loan Remission for River Erosion		-	-	-	-	
	NRT A/C Dr. Balance		447,447,649	447,417,149	447,447,649	447,417,149	
	Intangible Assets- Valuation Adjustment	9.08.01	-	-	-	-	
	Deferred Tax assets	9.08.01	30,695,626,273	34,230,294,933	30,689,808,423	34,225,080,443	
	Frozen Fish Loan Exemption A/C		-	101,773,510	-	101,773,510	
	Security Margin		-	-	-	-	
	Army Pension bill Purchased A/C New		9,209,752,866	7,932,615,253	9,209,752,866	7,932,615,253	
	Advance payment of Income Tax		6,596,916,915	5,869,653,881	6,526,323,815	5,826,323,815	
	Others Current assets of SECI		2,289,044	2,807,417	-	-	
	Branch Reconstruction A/C		50,195	50,195	50,195	50,195	
	Preliminary Expenses - HR Recruitment A/C		11,487,463	-	11,487,463	-	
	Settlement Account Debit Balance		-	-	-	-	
	ATM Settlement Account Debit Balance		56,433,070	-	56,433,070	-	
	SECI Settlement Account Debit Balance		241,545,685	-	241,545,685	-	
	Clearing Settlement Account Debit Balance		13,317,859	-	13,317,859	-	
	Other Assets of India operation		81,401,804	1,923,084,854	81,401,804	1,923,084,854	
	Wage Earners' Bond Encashment A/C.		694,757,576	-	694,757,576	-	
	<b>Total</b>		<b>105,927,621,207</b>	<b>110,785,892,701</b>	<b>105,848,921,213</b>	<b>110,734,540,728</b>	

**9.08a Employees PDCRB and Pension fund investment**

In Financial Statements 2017, investment of PDCRB & Pension funds were disclosed/shown as of net basis (i.e. PDCRB & Pension fund - Investment of PDCRB & Pension fund); but in financial statements 2018, these were shown as gross basis instead of net basis to make it more clear. Gross basis presentation of PDCRB & Pension fund and Investment of PDCRB & Pension fund also reflect on Other Liabilities and Other Assets of the Bank.

**9.08.01 Deferred Tax assets**

Opening Balance		34,230,294,933	36,272,534,834	34,225,080,443	36,268,810,679
Addition during the year	9.08.01.01	(3,534,668,660)	(2,042,239,901)	(3,535,272,020)	(2,043,730,236)
Closing Balance		<b>30,695,626,273</b>	<b>34,230,294,933</b>	<b>30,689,808,423</b>	<b>34,225,080,443</b>

**9.08.01.01 Deferred Tax (Assets)/ Liabilities**

**i) Carrying amount of Fixed Assets**

**a) Carrying amount at balance sheet date**

Carrying amount at balance sheet date		33,380,013,463	33,310,453,737	33,369,751,707	33,299,931,157
Less: Land Value and building construction Amount		30,295,649,652	30,722,772,404	30,295,649,652	30,722,772,404
Carrying value without considering land value		<b>3,084,363,811</b>	<b>2,587,681,333</b>	<b>3,074,102,055</b>	<b>2,577,158,753</b>

**b) Tax base**

Tax base		2,403,845,977	2,346,231,827	2,403,845,977	2,344,421,865
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**c) Taxable/(Deductible) Temporary Difference (a-b)**

Taxable/(Deductible) Temporary Difference (a-b)		<b>680,517,834</b>	<b>241,449,506</b>	<b>670,256,078</b>	<b>232,736,888</b>
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**ii) Employees Liabilities**

**a) Carrying amount at balance sheet date**

Provision for pension fund		(1,651,110,416)	(1,728,698,939)	(1,651,110,416)	(1,727,789,970)
Provision for PDCRB fund		(15,210,314,631)	(19,857,517,443)	(15,210,314,631)	(19,857,517,443)
Provision for Employees benefit		(35,634)	35,634	(35,634)	35,634
Provision for Bonus & Exgratia		(2,698,381,057)	(1,632,757,066)	(2,698,381,057)	(1,622,414,362)
Employees Provident Fund (General +Contribution)		-	(16,633,607,913)	-	(16,631,008,963)
<b>Total</b>		<b>(19,559,841,738)</b>	<b>(39,852,545,727)</b>	<b>(19,559,841,738)</b>	<b>(39,838,695,104)</b>

**b) Tax base**

Tax base		-	-	-	-
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**c) Taxable/(Deductible) Temporary Difference (a-b)**

Taxable/(Deductible) Temporary Difference (a-b)		<b>(19,559,841,738)</b>	<b>(39,852,545,727)</b>	<b>(19,559,841,738)</b>	<b>(39,838,695,104)</b>
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**iii) Provision for loan and advance**

**a) Carrying amount at balance sheet date**

Carrying amount at balance sheet date		-	-	-	-
Provision for Classified loan and advances		(44,045,938,329)	(38,864,286,982)	(44,045,938,329)	(38,864,286,982)
Provision for Un-Classified loans		(5,223,300,000)	-	(5,223,300,000)	-
<b>Total</b>		<b>(49,269,238,329)</b>	<b>(38,864,286,982)</b>	<b>(49,269,238,329)</b>	<b>(38,864,286,982)</b>

**b) Tax base**

Tax base		-	-	-	-
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**c) Taxable/(Deductible) Temporary Difference (a-b)**

Taxable/(Deductible) Temporary Difference (a-b)		<b>(49,269,238,329)</b>	<b>(38,864,286,982)</b>	<b>(49,269,238,329)</b>	<b>(38,864,286,982)</b>
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**iv) Provision for other assets**

**a) Carrying amount at balance sheet date**

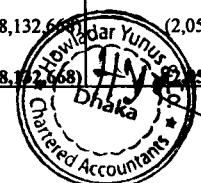
Carrying amount at balance sheet date		(3,928,132,668)	(2,059,284,573)	(3,928,132,668)	(2,059,284,573)
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**b) Tax base**

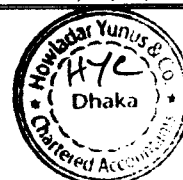
Tax base		-	-	-	-
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**c) Taxable/(Deductible) Temporary Difference (a-b)**

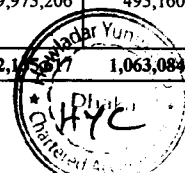
Taxable/(Deductible) Temporary Difference (a-b)		<b>(3,928,132,668)</b>	<b>(2,059,284,573)</b>	<b>(3,928,132,668)</b>	<b>(2,059,284,573)</b>
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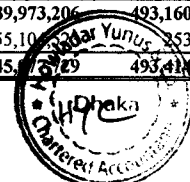
Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
v)	<b>Provision for diminishing value of investment</b>						
a)	Carrying amount at balance sheet date		(1,579,536,434)	-	(1,579,536,434)	-	
b)	Tax base		-	-	-	-	
c)	<b>Taxable/(Deductible) Temporary Difference (a-b)</b>		<b>(1,579,536,434)</b>	-	<b>(1,579,536,434)</b>	-	
vi)	<b>Provision for off balance sheet exposure</b>						
a)	Carrying amount at balance sheet date		(2,382,736,167)	-	(2,382,736,167)	-	
b)	Tax base		-	-	-	-	
c)	<b>Taxable/(Deductible) Temporary Difference (a-b)</b>		<b>(2,382,736,167)</b>	-	<b>(2,382,736,167)</b>	-	
vii)	<b>Provision for other bank and financial institution</b>						
a)	Carrying amount at balance sheet date		(1,385,200,000)	-	(1,385,200,000)	-	
b)	Tax base		-	-	-	-	
c)	<b>Taxable/(Deductible) Temporary Difference (a-b)</b>		<b>(1,385,200,000)</b>	-	<b>(1,385,200,000)</b>	-	
viii)	<b>Provision for investment in debenture</b>						
a)	Carrying amount at balance sheet date		(5,944,125)	-	(5,944,125)	-	
b)	Tax base		-	-	-	-	
c)	<b>Taxable/(Deductible) Temporary Difference (a-b)</b>		<b>(5,944,125)</b>	-	<b>(5,944,125)</b>	-	
ix)	<b>Provision for balance with Bangladesh Bank</b>						
a)	Carrying amount at balance sheet date		(468,800,000)	-	(468,800,000)	-	
b)	Tax base		-	-	-	-	
c)	<b>Taxable/(Deductible) Temporary Difference (a-b)</b>		<b>(468,800,000)</b>	-	<b>(468,800,000)</b>	-	
x)	<b>Total temporary difference</b>		<b>(77,898,911,627)</b>	<b>(80,534,667,776)</b>	<b>(77,909,173,383)</b>	<b>(80,529,601,039)</b>	
xi)	<b>Tax Rate</b>		<b>( 10% to 40%)</b>	<b>( 10% to 42.5%)</b>	<b>( 10% to 40%)</b>	<b>42.50%</b>	
xii)	<b>Deferred Tax assets</b>		<b>(30,689,808,423)</b>	<b>(34,230,294,933)</b>	<b>(30,689,808,423)</b>	<b>(34,225,080,442)</b>	
xiii)	<b>Prior year adjustment</b>		-	-	-	-	
xiv)	<b>Closing deferred tax assets</b>		<b>(30,689,808,423)</b>	<b>(34,230,294,933)</b>	<b>(30,689,808,423.00)</b>	<b>(34,225,080,442)</b>	
xv)	<b>Opening Deferred Tax</b>		<b>34,230,294,933</b>	<b>36,272,534,834</b>	<b>34,225,080,443</b>	<b>36,268,810,679</b>	
	<b>Decrease/(Increase) of Deferred Tax Assets/Liabilities</b>		<b>3,534,668,660</b>	<b>2,042,239,901</b>	<b>3,535,272,020</b>	<b>2,043,730,236</b>	
9.09	<b>Provision required against Other Assets</b>						
	Suspense Account		131,143,463	146,854,754	131,143,463	146,854,754	
	Protested Bills		293,639,588	287,705,079	293,639,588	287,705,079	
	Branch Adjustment (unreconciled entries)	9.06.01	1,000,000,000	500,000,000	1,000,000,000	500,000,000	
	Branch Reconstruction Account		50,195	50,195	50,195	50,195	
	Agri Loan Exemption affected by River Erosion		99,557,837	98,760,000	99,557,837	98,760,000	
	BRDB UCCA Crops Loans Int.Penal Int. Exempt. A/Cs		511,283,719	511,283,719	511,283,719	511,283,719	
	Jute Sector Reform Project	9.09a	1,500,000,000	1,200,000,000	1,500,000,000	1,200,000,000	
	Frozen Fish Loan Exemption A/C		-	101,773,510	-	101,773,510	
	NRT A/C Dr. Balance		447,447,649	447,417,149	447,447,649	447,417,149	
	Others		238,700,000	-	238,700,000	-	
	<b>Total</b>		<b>4,221,822,451</b>	<b>3,293,844,406</b>	<b>4,221,822,451</b>	<b>3,293,844,406</b>	
	Less: Provision made (Note No. 9.10)		4,221,822,451	3,293,844,406	4,221,822,451	3,293,844,406	
	<b>Surplus</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
9.09a	<b>Jute Sector Reform Project</b>						
	Through letter no- DOS(BSS-1)1163/96/2015/821, dated 17 February 2015, Bangladesh Bank approved the Bank request to provide Tk. 300 million provision per year against Jute Sector Reform Project (note no.9.09). Accordingly Bank has kept that provision in 2018 and total provision kept Tk. 1500 million up to 31 December 2018.						
9.10	<b>Movement of the Provision against Other Assets</b>						
	Opening balance		3,293,844,406	2,993,844,406	3,293,844,406	2,993,844,406	
	Less: Written- off during the year		-	-	-	-	
			<b>3,293,844,406</b>	<b>2,993,844,406</b>	<b>3,293,844,406</b>	<b>2,993,844,406</b>	
	Less: Transferred to P&L A/C		-	-	-	-	
			<b>3,293,844,406</b>	<b>2,993,844,406</b>	<b>3,293,844,406</b>	<b>2,993,844,406</b>	
	Add: Addition during the year		927,978,045	300,000,000	927,978,045	300,000,000	
			<b>4,221,822,451</b>	<b>3,293,844,406</b>	<b>4,221,822,451</b>	<b>3,293,844,406</b>	



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
<b>9.11</b>	<b>Provision made against other assets</b>						
	Other assets		4,221,822,451	3,293,844,406	4,221,822,451	3,293,844,406	
	Interest reserve against BRDB UCCA Crops Loan		-	-	-	-	
			<b>4,221,822,451</b>	<b>3,293,844,406</b>	<b>4,221,822,451</b>	<b>3,293,844,406</b>	
<b>10.00</b>	<b>Non Banking Assets</b>		-	-	-	-	
<b>11.00</b>	<b>Borrowings from other banks, financial institutions &amp; agents</b>						
	In Bangladesh	11.01	659,172,428	714,241,872	659,172,428	714,241,872	
	Outside Bangladesh	11.02	-	-	-	-	
			<b>659,172,428</b>	<b>714,241,872</b>	<b>659,172,428</b>	<b>714,241,872</b>	
<b>11.01</b>	<b>In Bangladesh</b>						
	Bangladesh Bank Demand Loan:						
	Refinance against RHHG from Bangladesh Bank		72,428	216,872	72,428	216,872	
	Refinance against Jute Sector from Bangladesh Bank		659,100,000	714,025,000	659,100,000	714,025,000	
			<b>659,172,428</b>	<b>714,241,872</b>	<b>659,172,428</b>	<b>714,241,872</b>	
<b>11.01.01</b>	<b>Security against borrowings from other banks, financial institutions and agents</b>						
	Secured (against bills)		-	-	-	-	
	Unsecured		659,172,428	714,241,872	659,172,428	714,241,872	
			<b>659,172,428</b>	<b>714,241,872</b>	<b>659,172,428</b>	<b>714,241,872</b>	
<b>11.02</b>	<b>Outside Bangladesh</b>						
	Overseas Branches		-	-	-	-	
<b>11.03</b>	<b>Maturity Grouping of Borrowing From Other Banks, Financial Institutions &amp; Agents</b>						
	Payable on demand		-	-	-	-	
	Repayable on within 1 month		-	-	-	-	
	Over 1 month but within 3 Months		-	-	-	-	
	Over 3 months but within 1 year		-	-	-	-	
	Over 1 year but within 5 years		-	-	-	-	
	Over 5 year but within 10 years		659,172,428	714,241,872	659,172,428	714,241,872	
			<b>659,172,428</b>	<b>714,241,872</b>	<b>659,172,428</b>	<b>714,241,872</b>	
<b>12.00</b>	<b>Deposits and other accounts</b>						
	Current Deposit & Other Accounts	12.02.01(a+b)	241,660,265,805	238,868,974,602	241,757,780,406	238,954,096,706	
	Bills Payable	12.02.02(a+b)	13,059,176,136	12,363,905,107	13,059,176,136	12,363,905,107	
	Savings Deposits	12.02.03(a+b)	348,404,153,498	319,578,769,175	348,404,153,498	319,578,769,175	
	Fixed Deposits	12.02.04(a+b)	490,645,077,729	493,414,311,551	490,645,077,729	493,414,311,551	
	<b>Total Deposits and other accounts</b>		<b>1,093,768,673,168</b>	<b>1,064,225,960,435</b>	<b>1,093,866,187,769</b>	<b>1,064,311,082,539</b>	
	<b>Deposits and other accounts</b>						
	Inter bank deposits	12.01(A+B)	52,775,922,501	62,533,479,943	52,775,922,501	62,533,479,943	
	Other deposits	12.01(A+B)	1,041,090,265,268	1,001,777,602,596	1,041,090,265,268	1,001,777,602,596	
			<b>1,093,866,187,769</b>	<b>1,064,311,082,539</b>	<b>1,093,866,187,769</b>	<b>1,064,311,082,539</b>	
	Less: Inter Company balance eliminated		97,514,601	85,122,104	-	-	
	<b>Total</b>		<b>1,093,768,673,168</b>	<b>1,064,225,960,435</b>	<b>1,093,866,187,769</b>	<b>1,064,311,082,539</b>	
<b>12.01</b>	<b>Deposits and other accounts</b>						
<b>A.</b>	<b>Payable on Demand</b>						
	Deposit from banks		33,048,906,050	42,122,260,129	33,048,906,050	42,122,260,129	
	Other than banks		339,446,835,006	176,701,134,150	339,446,835,006	176,701,134,150	
			<b>372,495,741,056</b>	<b>218,823,394,279</b>	<b>372,495,741,056</b>	<b>218,823,394,279</b>	
<b>B.</b>	<b>Other Deposits</b>						
	Deposit from banks		19,727,016,451	20,411,219,814	19,727,016,451	20,411,219,814	
	Other than banks		701,643,430,262	825,076,468,446	701,643,430,262	825,076,468,446	
			<b>721,370,446,713</b>	<b>845,487,688,260</b>	<b>721,370,446,713</b>	<b>845,487,688,260</b>	
	Less: Inter Company balance Eliminated		97,514,601	85,122,104	-	-	
	<b>Total</b>		<b>1,093,768,673,168</b>	<b>1,064,225,960,435</b>	<b>1,093,866,187,769</b>	<b>1,064,311,082,539</b>	
<b>12.02</b>	<b>Deposits and Other Accounts (Category wise)</b>						
	<b>Domestic Branches</b>						
	Current and Contingency	12.02.1.a	240,558,894,621	237,957,111,801	240,656,409,222	238,042,233,905	
	Bills Payable	12.02.2.a	13,059,176,136	12,363,905,107	13,059,176,136	12,363,905,107	
	Savings Bank Account	12.02.3.a	348,336,597,053	319,517,575,126	348,336,597,053	319,517,575,126	
	Fixed Deposits	12.02.4.a	490,389,973,206	493,160,534,077	490,389,973,206	493,160,534,077	
	Other Deposits		-	-	-	-	
			<b>1,092,344,641,016</b>	<b>1,062,999,126,111</b>	<b>1,092,442,145,617</b>	<b>1,063,084,248,215</b>	



Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2018	2017	2018	2017
<b>Overseas Branches</b>						
	Current and Contingency	12.02.1.b	1,101,371,184	911,862,801	1,101,371,184	911,862,801
	Bills Payable	12.02.2.b	-	-	-	-
	Savings Bank Account	12.02.3.b	67,556,445	61,194,049	67,556,445	61,194,049
	Fixed Deposit	12.02.4.b	255,104,523	253,777,474	255,104,523	253,777,474
	Other Deposits		-	-	-	-
	<b>Total</b>		<b>1,424,032,152</b>	<b>1,226,834,324</b>	<b>1,424,032,152</b>	<b>1,226,834,324</b>
			<b>1,093,768,673,168</b>	<b>1,064,225,960,435</b>	<b>1,093,866,187,769</b>	<b>1,064,311,082,539</b>
<b>12.02.1.a</b>	<b>Current and Contingency (Domestic Branches)</b>					
	Current A/C (credit Balance)		219,863,128,136	218,437,122,114	219,863,128,136	218,437,122,114
	Hajj Deposits		26,203,876	4,245,095	26,203,876	4,245,095
	Margin on Letter of Credit		1,387,031,088	794,751,776	1,387,031,088	794,751,776
	Margin on Bank Guarantee		41,631,656	59,588,820	41,631,656	59,588,820
	Foreign Bank Deposit		399,187,779	388,056,953	399,187,779	388,056,953
	ATM A/c.		-	907,693	-	907,693
	Current A/C Barter		5,209,831,381	4,000,753,392	5,209,831,381	4,000,753,392
	Branch Sundry Deposit A/C		1,531,107,834	1,295,243,252	1,531,107,834	1,295,243,252
	School Banking Scheme		447,998,988	1,068,677,775	447,998,988	1,068,677,775
	Call Deposit		28,405,014	108,875,835	28,405,014	108,875,835
	Foreign Currency Deposit		7,678,694,507	6,710,288,857	7,678,694,507	6,710,288,857
	Unsold Balance of N.F.C.D.		168,665,196	170,356,274	168,665,196	170,356,274
	Credit Balance of Loan & Advances		216,334,089	311,343,113	216,334,089	311,343,113
	F. C Deposit Receipt from Bangladesh Bank		3,658,189,678	4,692,022,956	3,658,189,678	4,692,022,956
			<b>240,656,409,222</b>	<b>238,042,233,905</b>	<b>240,656,409,222</b>	<b>238,042,233,905</b>
	<b>Less: Inter Company balance Eliminated</b>		<b>97,514,601</b>	<b>85,122,104</b>		
	<b>Total</b>		<b>240,558,894,621</b>	<b>237,957,111,801</b>	<b>240,656,409,222</b>	<b>238,042,233,905</b>
<b>12.02.1.b</b>	<b>Current and Contingency (Overseas Branches)</b>		<b>1,101,371,184</b>	<b>911,862,801</b>	<b>1,101,371,184</b>	<b>911,862,801</b>
	<b>Total</b>		<b>241,660,265,805</b>	<b>238,868,974,602</b>	<b>241,757,780,406</b>	<b>238,954,096,706</b>
<b>12.02.2.a</b>	<b>Bills Payable (Domestic Branches)</b>					
	Draft Payable		2,511,001,525	2,786,611,844	2,511,001,525	2,786,611,844
	Govt. Draft Payable		158,366,067	161,901,880	158,366,067	161,901,880
	Payment Order		10,319,574,374	9,340,943,946	10,319,574,374	9,340,943,946
	Foreign Draft/Travelers Cheque Issued A/c.		303,688	303,688	303,688	303,688
	Foreign Draft Payable A/c.		69,930,482	74,143,749	69,930,482	74,143,749
			<b>13,059,176,136</b>	<b>12,363,905,107</b>	<b>13,059,176,136</b>	<b>12,363,905,107</b>
<b>12.02.2.b</b>	<b>Bills Payable (Overseas Branches)</b>		-	-	-	-
	<b>Total</b>		<b>13,059,176,136</b>	<b>12,363,905,107</b>	<b>13,059,176,136</b>	<b>12,363,905,107</b>
<b>12.02.3.a</b>	<b>Savings Bank Deposits (Domestic Branches)</b>		<b>348,336,597,053</b>	<b>319,517,575,126</b>	<b>348,336,597,053</b>	<b>319,517,575,126</b>
<b>12.02.3.b</b>	<b>Savings Bank Deposits (Overseas Branches)</b>		<b>67,556,445</b>	<b>61,194,049</b>	<b>67,556,445</b>	<b>61,194,049</b>
	<b>Total</b>		<b>348,404,153,498</b>	<b>319,578,769,175</b>	<b>348,404,153,498</b>	<b>319,578,769,175</b>
<b>12.02.4.a</b>	<b>Fixed Deposit (Domestic Branches)</b>					
	Fixed Deposits		253,471,175,052	257,600,951,291	253,471,175,052	257,600,951,291
	Special Notice deposits		108,945,486,267	86,678,909,010	108,945,486,267	86,678,909,010
	Deposit Pension Scheme		11,881,381	334,275,768	11,881,381	334,275,768
	Special Deposit Pension Scheme		15,775,308	115,116,632	15,775,308	115,116,632
	Sonali Deposit Scheme		12,180,119,624	12,511,518,750	12,180,119,624	12,511,518,750
	Education Deposit Scheme.		3,953,852,383	5,610,528,098	3,953,852,383	5,610,528,098
	Medicare Deposit Scheme		18,920,262,284	22,120,690,613	18,920,262,284	22,120,690,613
	Rural Deposit Schemes		1,128,079,343	1,306,322,899	1,128,079,343	1,306,322,899
	Monthly Earning Schemes		4,321,751,996	12,481,452,309	4,321,751,996	12,481,452,309
	Marriage Savings Schemes		3,846,603,565	3,689,030,149	3,846,603,565	3,689,030,149
	Double Benefit Scheme		43,315,789,688	53,242,894,792	43,315,789,688	53,242,894,792
	Triple Benefit Scheme		1,828,290,454	1,696,726,446	1,828,290,454	1,696,726,446
	Millionaire Deposited Scheme		19,373,990,655	16,284,168,306	19,373,990,655	16,284,168,306
	Daily Profit Scheme		191,899,984	214,201,943	191,899,984	214,201,943
	Non Resident Deposit Scheme		4,522,727	107,482,509	4,522,727	107,482,509
	Retirement Savings Scheme		31,969,245	190,866,047	31,969,245	190,866,047
	Sonali Retirement Savings Scheme		1,697,260,397	2,139,538,872	1,697,260,397	2,139,538,872
	Deposit pension payment account		5,191,081	19,871,524	5,191,081	19,871,524
	Sonali krishak sanchay scheme		-	184,979,156	-	184,979,156
	S.B.Employees Provident Fund (General)		13,443,180,348	13,529,037,782	13,443,180,348	13,529,037,782
	S.B. Employees Provident Fund (Contributory)		3,702,891,424	3,101,971,181	3,702,891,424	3,101,971,181
			<b>490,389,973,206</b>	<b>493,160,534,077</b>	<b>490,389,973,206</b>	<b>493,160,534,077</b>
<b>12.02.4.b</b>	<b>Fixed Deposit (Overseas Branches)</b>		<b>255,104,523</b>	<b>253,777,474</b>	<b>255,104,523</b>	<b>253,777,474</b>
	<b>Total</b>		<b>490,645,077,729</b>	<b>493,414,311,551</b>	<b>490,645,077,729</b>	<b>493,414,311,551</b>



**12.03 In Bangladesh (GM's Office wise)**

Dhaka 01  
Dhaka 02  
Chittagong  
Khulna  
Rangpur  
Faridpur  
Mymensing  
Sylhet  
Barisal  
Rajshahi  
Comilla

Amount in Taka	
2018	2017
336,364,359,340	324,245,001,738
169,269,176,161	163,421,784,008
153,300,569,147	149,578,194,184
63,028,319,707	65,570,092,836
39,448,026,636	37,873,703,894
50,029,207,322	48,428,927,415
58,297,537,782	57,145,761,813
40,471,388,865	40,429,442,485
35,592,298,741	34,993,620,931
57,906,608,281	56,113,978,914
88,734,663,633	85,283,739,997
<b>1,092,442,155,617</b>	<b>1,063,084,248,215</b>
<b>1,424,032,152</b>	<b>1,226,834,324</b>
<b>1,093,866,187,769</b>	<b>1,064,311,082,539</b>

Outside Bangladesh  
Total

**12.03.01 Deposits and Other Accounts (Geographical Location-wise Deposits)**

In Bangladesh  
Urban  
Rural  
Sub Total  
Outside Bangladesh  
Overseas  
Total

No. of Branches  
701  
512  
1213  
2  
1215

Amount in Taka		% of Total Deposit	
2018	2017	2018	2017
346,411,534,158	290,170,910,638	31.67	27.26
746,030,621,459	772,913,337,577	68.20	72.62
<b>1,092,442,155,617</b>	<b>1,063,084,248,215</b>	<b>99.87</b>	<b>99.88</b>
1,424,032,152	1,226,834,324	0.13	0.12
<b>1,093,866,187,769</b>	<b>1,064,311,082,539</b>	<b>100</b>	<b>100</b>

Head office is included in Urban

**12.03.1.a In Bangladesh (GM's Office and District wise)**

**Dhaka GM's Office**

Dhaka Corp. 126  
Gazipur 22  
Munshiganj 17  
Narayanganj 18  
Narsingdi 21  
Manikganj 11  
Sub Total 215

Amount in Taka		% of Total Deposit	
2018	2017	2018	2017
437,443,914,278	427,064,423,004	39.99	40.13
28,757,775,400	29,055,329,534	2.63	2.73
10,265,704,281	8,140,411,064	0.94	0.76
9,486,081,401	6,619,890,194	0.87	0.62
10,887,020,769	8,524,398,749	1.00	0.80
8,793,039,373	8,262,333,201	0.80	0.78
<b>505,633,535,501</b>	<b>487,666,785,746</b>	<b>46.22</b>	<b>45.82</b>

**Chittagong GM's Office**

Chittagong North 27  
Chittagong South 28  
Rangamati 23  
Bandarban 7  
Cox's Bazar 10  
Patiya 13  
Sub Total 108

25,301,974,066	58,409,700,624	2.31	5.49
97,828,942,303	69,747,120,410	8.94	6.55
7,371,839,641	7,056,933,166	0.67	0.66
1,788,205,522	1,684,153,348	0.16	0.16
12,615,082,906	4,694,028,464	1.15	0.44
8,394,524,710	7,986,258,172	0.77	0.75
<b>153,300,569,147</b>	<b>149,578,194,184</b>	<b>14.01</b>	<b>14.05</b>

**Khulna GM's Office**

Jessore 35  
Jhenaidah 23  
Khulna 24  
Satkhira 17  
Bagerhat 14  
Narail 11  
Sub Total 124

17,961,763,986	18,203,554,663	1.64	1.71
9,742,720,735	9,614,966,707	0.89	0.90
16,744,736,610	19,780,287,839	1.53	1.86
7,490,732,802	7,207,052,028	0.68	0.68
6,959,038,271	6,689,215,032	0.64	0.63
4,129,327,303	4,075,016,567	0.38	0.38
<b>63,028,319,707</b>	<b>65,570,092,836</b>	<b>5.76</b>	<b>6.16</b>

**Rangpur GM's Office**

Dinajpur 32  
Gaibandha 16  
Kurigram 16  
Rangpur 19  
Thakurgaon 21  
Nilphamari 10  
Sub Total 114

10,441,168,558	10,316,239,014	0.95	0.97
5,452,948,624	5,198,217,888	0.50	0.49
5,971,129,378	6,230,128,385	0.55	0.59
8,816,425,527	7,878,090,372	0.81	0.74
5,363,134,568	5,044,762,326	0.49	0.47
3,403,219,981	3,206,265,909	0.31	0.30
<b>39,448,026,636</b>	<b>37,873,703,894</b>	<b>3.61</b>	<b>3.56</b>

**Faridpur GM's Office**

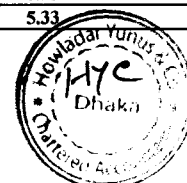
Chuadanga 19  
Faridpur 23  
Kushtia 22  
Madaripur 17  
Gopalganj 12  
Rajbari 12  
Sub Total 105

7,930,479,902	7,706,118,194	0.72	0.72
13,458,566,290	13,554,663,417	1.23	1.27
7,697,519,748	7,840,367,003	0.70	0.74
9,840,538,059	8,623,655,156	0.90	0.81
6,111,979,754	6,040,981,081	0.56	0.57
4,990,123,569	4,663,142,564	0.46	0.44
<b>50,029,207,322</b>	<b>48,428,927,415</b>	<b>4.57</b>	<b>4.55</b>

**Mymensingh GM's Office**

Jamalpur 19  
Kishoregonj 17  
Mymensingh 25  
Tangail 30  
Netrokona 14  
Sherpur 9  
Sub Total 114

6,993,209,835	6,895,125,753	0.64	0.65
7,879,025,541	7,180,873,386	0.72	0.67
14,484,683,303	13,919,391,517	1.32	1.31
20,684,418,459	20,849,901,823	1.89	1.96
4,738,291,423	5,082,734,395	0.43	0.48
3,517,909,222	3,217,734,939	0.32	0.30
<b>58,297,537,782</b>	<b>57,145,761,813</b>	<b>5.33</b>	<b>5.37</b>



		Amount in Taka		% of Total Deposit	
		2018	2017	2018	2017
<b>Sylhet GM's Office</b>					
Moulvibazar	22	7,904,800,170	17,289,869,431	0.72	1.62
Sylhet	32	21,618,583,360	14,472,400,869	1.98	1.36
Habiganj	13	5,510,233,498	3,860,391,509	0.50	0.36
Sunamganj	12	5,437,771,837	4,796,780,176	0.50	0.45
<b>Sub Total</b>	<b>79</b>	<b>40,471,388,865</b>	<b>40,419,441,985</b>	<b>3.70</b>	<b>3.80</b>
<b>Barisal GM's Office</b>					
Barisal	36	17,647,284,395	17,633,636,927	1.61	1.66
Patuakhali	20	8,958,662,364	8,399,141,943	0.82	0.79
Bhola	10	4,178,873,958	4,154,061,385	0.38	0.39
Pirojpur	10	4,807,478,025	4,816,781,176	0.44	0.45
<b>Sub Total</b>	<b>76</b>	<b>35,592,298,741</b>	<b>35,003,621,431</b>	<b>3.25</b>	<b>3.29</b>
<b>Rajshahi GM's Office</b>					
Bogra	32	11,587,538,340	11,218,867,976	1.06	1.05
Naogaon	19	5,555,259,024	5,434,920,646	0.51	0.51
Pabna	18	9,103,867,593	9,323,180,471	0.83	0.88
Rajshahi	23	11,939,345,168	11,561,879,812	1.09	1.09
Sirajganj	21	8,906,345,343	8,345,815,808	0.81	0.78
Chapai Nawabganj	8	3,295,623,129	3,134,365,105	0.30	0.29
Joypurhat	8	2,962,367,339	2,659,384,444	0.27	0.25
Natore	13	4,556,262,347	4,435,564,652	0.42	0.42
<b>Sub Total</b>	<b>142</b>	<b>57,906,608,281</b>	<b>56,113,978,914</b>	<b>5.29</b>	<b>5.27</b>
<b>Comilla GM's Office</b>					
Brahmanbaria	24	16,954,934,719	16,426,172,383	1.55	1.54
Chadpur	20	10,329,698,397	9,630,220,426	0.94	0.90
Comilla	35	32,392,207,736	31,323,722,482	2.96	2.94
Feni	17	9,286,849,237	9,239,886,627	0.85	0.87
Noakhali	28	13,950,828,878	13,167,763,344	1.28	1.24
Laxmipur	12	5,820,144,667	5,495,974,735	0.53	0.52
<b>Sub Total</b>	<b>136</b>	<b>88,734,663,633</b>	<b>85,283,739,997</b>	<b>8.11</b>	<b>8.01</b>
<b>Total</b>	<b>1213</b>	<b>1,092,442,155,617</b>	<b>1,063,084,248,215</b>	<b>99.87</b>	<b>99.88</b>
<b>12.03.2.b Outside Bangladesh</b>					
Kolkata & Siliguri	2	1,424,032,152	1,226,834,324	0.13	0.12
<b>Total Loans &amp; Advances</b>	<b>1215</b>	<b>1,093,866,187,769</b>	<b>1,064,311,082,539</b>	<b>100</b>	<b>100</b>

Head office is included in Number of Branches and Deposits and Other Accounts

Amount in Taka	
2018	2017

**12.04 Sector Wise Deposit Including Bills Payable**

Presidency, Prime Minister Office and Judiciary  
Autonomous and Semi-autonomous bodies  
Other Public Sector  
Banking Sector  
Private Sector

135,061,216,934	103,754,271,388
114,399,046,625	100,459,357,630
234,122,104,080	181,075,102,404
24,694,095,071	23,755,759,450
584,165,692,907	654,039,757,343
<b>1,092,442,155,617</b>	<b>1,063,084,248,215</b>
1,424,032,152	1,226,834,324
<b>1,093,866,187,769</b>	<b>1,064,311,082,539</b>

**Overseas Branches**

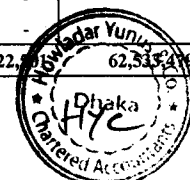
Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2018	2017	2018	2017

**12.05.a Maturity Grouping of deposits and other accounts (Including Bills Payable)**

Repayable on Demand	402,115,378,292	409,235,851,172	402,115,378,292	409,235,851,172
Repayable within 1 Month	79,113,553,656	71,181,043,613	79,113,553,656	71,181,043,613
Over 1 month but within 6 Months	239,070,256,400	183,438,783,347	239,070,256,400	183,438,783,347
Over 6 months but within 1 year	172,998,145,744	163,759,785,076	172,998,145,744	163,759,785,076
Over 1 year but within 5 years	102,957,083,073	118,361,183,060	102,957,083,073	118,361,183,060
Over 5 years but within 10 years	90,461,402,915	101,547,025,745	90,461,402,915	101,547,025,745
Over 10 years	7,150,367,689	16,787,410,526	7,150,367,689	16,787,410,526
	<b>1,093,866,187,769</b>	<b>1,064,311,082,539</b>	<b>1,093,866,187,769</b>	<b>1,064,311,082,539</b>
Less: Inter Company balance Eliminated	97,514,601	85,122,104	-	-
<b>Total</b>	<b>1,093,768,673,168</b>	<b>1,064,225,960,435</b>	<b>1,093,866,187,769</b>	<b>1,064,311,082,539</b>

**12.05.b Maturity Grouping of Inter-Bank Deposits**

Repayable on Demand	24,804,683,576	31,266,739,972	24,804,683,576	31,266,739,972
Repayable within 1 Month	18,471,572,875	21,886,717,980	18,471,572,875	21,886,717,980
Over 1 month but within 6 Months	1,583,277,675	-	1,583,277,675	-
Over 6 months but within 1 year	5,277,592,250	6,253,347,994	5,277,592,250	6,253,347,994
Over 1 year but within 5 years	2,638,796,125	3,126,673,997	2,638,796,125	3,126,673,997
Over 5 years but within 10 years	-	-	-	-
Over 10 years	-	-	-	-
<b>Sub Total</b>	<b>52,775,922,501</b>	<b>62,533,479,943</b>	<b>52,775,922,501</b>	<b>62,533,479,943</b>



Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2018	2017	2018	2017
<b>Other Deposits</b>						
	Repayable on Demand		339,446,835,006	276,993,201,848	339,446,835,006	276,993,201,848
	Repayable within 1 Month		60,641,980,781	52,006,820,399	60,641,980,781	52,006,820,399
	Over 1 month but within 6 Months		262,291,662,300	197,636,306,748	262,291,662,300	197,636,306,748
	Over 6 months but within 1 year		167,720,553,494	169,483,325,673	167,720,553,494	169,483,325,673
	Over 1 year but within 5 years		113,377,463,084	128,956,173,680	113,377,463,084	128,956,173,680
	Over 5 years but within 10 years		90,461,402,915	176,693,776,748	90,461,402,915	176,693,776,748
	Over 10 years		7,150,367,689	7,997,500	7,150,367,689	7,997,500
	<b>Sub Total</b>		<b>1,041,090,265,268</b>	<b>1,001,777,602,596</b>	<b>1,041,090,265,268</b>	<b>1,001,777,602,596</b>
	<b>Less: Inter Company balance Eliminated</b>		<b>97,514,601</b>	<b>85,122,104</b>	<b>-</b>	<b>-</b>
	<b>Total</b>		<b>1,093,768,673,168</b>	<b>1,064,225,960,435</b>	<b>1,093,866,187,769</b>	<b>1,064,311,082,539</b>

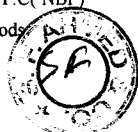
**12.05.c Maturity Grouping of Bills Payables**

	Repayable on Demand	13,059,176,136	12,363,905,107	13,059,176,136	12,363,905,107
	Repayable within 1 Month	-	-	-	-
	Over 1 month but within 6 Months	-	-	-	-
	Over 6 months but within 1 year	-	-	-	-
	Over 1 year but within 5 years	-	-	-	-
	Over 5 years but within 10 years	-	-	-	-
	Over 10 years	-	-	-	-
		<b>13,059,176,136</b>	<b>12,363,905,107</b>	<b>13,059,176,136</b>	<b>12,363,905,107</b>
	Un-claimed deposits for 10 years or more held by the bank as on 31 December 2018	<b>15,348,138</b>	<b>7,997,500</b>	<b>15,348,138</b>	<b>7,997,500</b>

**13.00 Other liabilities**

**Domestic Branches**

	Provision for Classified loans including writ	13.01.a	44,045,938,329	38,864,286,982	44,045,938,329	38,864,286,982
	Provision for Un-Classified loans	13.01.b	5,223,300,000	2,788,700,000	5,223,300,000	2,788,700,000
	Interest Suspense	13.02	35,483,731,514	30,515,671,919	35,483,731,514	30,515,671,919
	Provision against diminishing value of portfolio Investment	13.03	1,662,832,768	654,701,534	1,579,536,434	571,405,200
	Provision against Portfolio Loan		389,011,538	389,011,538	-	-
	Provision for employee benefits		35,634	35,634	35,634	35,634
	Liability for employees benefit ( Pension fund)	13.04	1,651,110,416	1,727,789,970	1,651,110,416	1,727,789,970
	Liability for employees benefit ( PDCRB fund)	13.05	15,210,314,631	19,857,517,443	15,210,314,631	19,857,517,443
	Provision for Income Tax	13.06	5,146,922,141	4,669,540,896	5,080,480,345	4,628,610,397
	Provision for other assets	09.09	4,221,822,451	3,293,844,406	4,221,822,451	3,293,844,406
	Provision for debenture (Public and Private)		5,944,125	56,944,125	5,944,125	56,944,125
	Provision for Balance with BB		468,800,000	468,800,000	468,800,000	468,800,000
	BB Refinance Scheme for SML of Tk. 10		-	5,613,750	-	5,613,750
	BB Refinance Scheme forSME(Ren. Energy/Solar Energy)		79,139	395,707	79,139	395,707
	Employees Tax Deducted at source		10,344,438	1,177,606	10,344,438	1,177,606
	Interest Payable ( For Fixed Deposit)		4,753,368,382	4,765,228,992	4,753,368,382	4,765,228,992
	Interest Payable for other Deposit		2,815,960,860	3,580,280,617	2,815,960,860	3,580,280,617
	Income Receivable in advance		642,300	35,147,692	642,300	35,147,692
	Expenses payable A/C		269,948,796	238,850,231	269,948,796	238,850,231
	Exporters' Foreign Currency Retention Quota		7,458,028,981	102,970,733	7,458,028,981	102,970,733
	Provision against Off Balance Sheet Exposure		2,382,736,167	2,026,979,403	2,382,736,167	2,026,979,403
	Provision for Exgratia/Bonus etc	13.07	2,698,381,057	1,622,414,362	2,698,381,057	1,622,414,362
	Foreign Correspondent Charges		1,771,680	325,101	1,771,680	325,101
	Adjusting Account Credit Balance		3,655,137	-	3,655,137	-
	Foreign Currency Fund Purchased A/C		1,792,991,995	3,717,842,828	1,792,991,995	3,717,842,828
	Provision for NOSTRO A/C		10,006,174	11,367,981	10,006,174	11,367,981
	Vocational Women's Cr.Scheme Guarantee Fund		256,353	256,353	256,353	256,353
	Agricultural Guarantee Against I.D.A. Credit -724 B.D.		19,562,612	19,562,612	19,562,612	19,562,612
	Industrial Cr. Guarantee Claims received Fund		1,834,493	1,834,493	1,834,493	1,834,493
	Bangladesh Bank Cr.Guarantee Fee I.D.A Cr. - 825 B.D.		178,997	178,997	178,997	178,997
	BSCIC Service Charges I.D.A Credit -825 B.D.		4,881,123	4,881,123	4,881,123	4,881,123
	Revolving fund against I.D.A. Credit -725 B.D.		37,240,733	37,240,733	37,240,733	37,240,733
	Sundry Deposits (H.O)		3,918,406,798	3,565,516,514	3,918,406,798	3,565,516,514
	Interest Subsidy Account		3,585,618	3,585,618	3,585,618	3,585,618
	SPL A/C's Proceeds of Import Documents Dr.of F.C( NBP)		787,657	787,657	787,657	787,657
	Special accounts surplus Proceeds of Import Goods		8,479	8,479	8,479	8,479
	Unclaimed Dividend (NBP)		149,578	149,578	149,578	149,578



AST-CIDA Guarantee Fund for MCDSF.		45,312	45,312	45,312	45,312
Mother Club Women's Cr. Guarantee Fund		2,554,409	2,554,409	2,554,409	2,554,409
Loan from IDA Credit No. 765 BD.		56,824,870	56,824,870	56,824,870	56,824,870
Sirajganj Integrated Rural Development Fund		39,249,546	38,624,865	39,249,546	38,624,865
Provision for Salary		-	38	-	38
Rebate A/C of Term Loans to NBF		350,452	350,452	350,452	350,452
Provision for rebate on good borrowers		28,810,000	28,810,000	28,810,000	28,810,000
I.D.A. Credit -3917 B.D.		224,119,541	224,119,541	224,119,541	224,119,541
Portfolio Margin Deposit Control		41,006,815	29,273,205	-	-
Remittance Payable to Beneficiary		102,836,062	86,998,084	-	-
Other provision of Indian operation		-	689,257	-	689,257
Provision for loss of Sonali (UK) Ltd.		-	115,328,674	-	115,328,674
VOSTRO Accounts Balance	13.08	422,530,087	238,143,684	422,530,087	238,143,684
Payable for Client Sale		3,219,893	8,506,527	-	-
Others liabilities of subsidiary		452,105,710	486,081,555	-	-
Refinance fund for Milk Product and Artificial Inse. Scheme-RCD		184,642,500	120,242,500	184,642,500	120,242,500
B.B Refinance Scheme (200 Core) for Jute Sector		192,000,000	20,000,000	192,000,000	20,000,000
E-challan statement account		739,999	-	739,999	-
ATM Settlement account credit balance		28,157,506	-	28,157,506	-
Provison for other bank's and financial institution		1,385,200,000	-	1,385,200,000	-
Clearing Settlement account credit balance		17,806,474	-	17,806,474	-
		<b>142,876,770,270</b>	<b>124,486,034,580</b>	<b>141,738,852,122</b>	<b>123,361,936,838</b>

#### Overseas Branches

Other Liabilities of Overseas Branch		193,011,795	2,009,029,017	193,011,795	2,009,029,017
Reserve Fund of Kolkata Branch		248,224,601	227,857,490	248,224,601	227,857,490
		<b>441,236,396</b>	<b>2,236,886,507</b>	<b>441,236,396</b>	<b>2,236,886,507</b>
		<b>143,318,006,666</b>	<b>126,722,921,087</b>	<b>142,180,088,518</b>	<b>125,598,823,345</b>

#### 13.01 Accumulated Provision for Loans and Advances

##### a) Provision for Classified loans Including writ

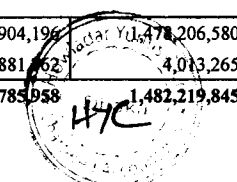
Balance at the beginning of the period		38,864,286,982	39,281,429,142	38,864,286,982	39,281,429,142
Less: Loans written off which fully Provided for		303,617,671	428,637,001	303,617,671	428,637,001
		<b>38,560,669,311</b>	<b>38,852,792,141</b>	<b>38,560,669,311</b>	<b>38,852,792,141</b>
Add: Recovery Loans which was Written off earlier		89,569,018	11,494,841	89,569,018	11,494,841
		<b>38,650,238,329</b>	<b>38,864,286,982</b>	<b>38,650,238,329</b>	<b>38,864,286,982</b>
Add: Specific Provision made during the year		5,395,700,000	-	5,395,700,000	-
		<b>44,045,938,329</b>	<b>38,864,286,982</b>	<b>44,045,938,329</b>	<b>38,864,286,982</b>
Less: Recovered and Provision which no more required		-	-	-	-
Add: Net Charge on Profit Loss Account		-	-	-	-
<b>Balance at the end of the year</b>		<b>44,045,938,329</b>	<b>38,864,286,982</b>	<b>44,045,938,329</b>	<b>38,864,286,982</b>

##### b) Provision for Un-Classified loans

Balance at the beginning of the period		2,788,700,000	3,257,500,000	2,788,700,000	3,257,500,000
Less: Loans written off which fully Provided for		-	-	-	-
		<b>2,788,700,000</b>	<b>3,257,500,000</b>	<b>2,788,700,000</b>	<b>3,257,500,000</b>
Add: Recovery from the Previous Written Off Loans		-	-	-	-
		<b>2,788,700,000</b>	<b>3,257,500,000</b>	<b>2,788,700,000</b>	<b>3,257,500,000</b>
Add: Special Provision made during the year		2,434,600,000	-	2,434,600,000	-
		<b>5,223,300,000</b>	<b>3,257,500,000</b>	<b>5,223,300,000</b>	<b>3,257,500,000</b>
Less: Recovered and Provision which no more required		-	-	-	-
		<b>5,223,300,000</b>	<b>3,257,500,000</b>	<b>5,223,300,000</b>	<b>3,257,500,000</b>
Add: Net Charge on Profit Loss Account		-	(468,800,000)	-	(468,800,000)
<b>Balance at the end of the year</b>		<b>5,223,300,000</b>	<b>2,788,700,000</b>	<b>5,223,300,000</b>	<b>2,788,700,000</b>

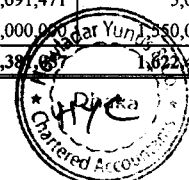
#### 13.02 Interest Suspense

Balance at the beginning of the period					
Interest Reserve		30,513,144,490	24,848,165,789	30,513,144,490	24,848,165,789
Interest Reserve Penal Interest		2,527,429	6,515,273	2,527,429	6,515,273
		<b>30,515,671,919</b>	<b>24,854,681,062</b>	<b>30,515,671,919</b>	<b>24,854,681,062</b>
Add: Amount transferred to "Interest Suspense" Account during the year		-	-	-	-
Interest Reserve		6,584,844,766	7,143,291,662	6,584,844,766	7,143,291,662
Interest Reserve Penal Interest		787	25,421	787	25,421
		<b>6,584,845,553</b>	<b>7,143,317,083</b>	<b>6,584,845,553</b>	<b>7,143,317,083</b>
Less: Amount Recovered in "Interest Suspense" account during the year		-	-	-	-
Interest Reserve		1,615,904,196	1,478,206,580	1,615,904,196	1,478,206,580
Interest Reserve Penal Interest		881,762	4,013,265	881,762	4,013,265
		<b>1,616,785,958</b>	<b>1,482,219,845</b>	<b>1,616,785,958</b>	<b>1,482,219,845</b>





Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
	Less: Amount written off during the year						
	Interest Reserve		-	106,381	-	-	106,381
	Interest Reserve Penal Interest		-	-	-	-	-
			-	106,381	-	-	106,381
	Balance at the end of the period						
	Interest Reserve		35,482,085,060	30,513,144,490	35,482,085,060	30,513,144,490	30,513,144,490
	Interest Reserve Penal Interest		1,646,454	2,527,429	1,646,454	2,527,429	2,527,429
			<b>35,483,731,514</b>	<b>30,515,671,919</b>	<b>35,483,731,514</b>	<b>30,515,671,919</b>	<b>30,515,671,919</b>
<b>13.03</b>	<b>Provision against diminishing value of portfolio Investment</b>						
	<b>Balance at the beginning of the period</b>		654,701,534	240,196,334	571,405,200	156,900,000	156,900,000
	Add: Additional during the year		1,008,131,234	414,505,200	1,008,131,234	414,505,200	414,505,200
	Portfolio Investment		1,662,832,768	654,701,534	1,579,536,434	571,405,200	571,405,200
	Debenture		-	-	-	-	-
	<b>Balance at the end of the year</b>		<b>1,662,832,768</b>	<b>654,701,534</b>	<b>1,579,536,434</b>	<b>571,405,200</b>	<b>571,405,200</b>
<b>13.04</b>	<b>Liability for employees benefit ( Pension fund)</b>						
	<b>Opening Balance</b>						
	Sonali Bank Ltd. Employees Pension fund		1,727,789,970	1,816,621,071	1,727,789,970	1,816,621,071	1,816,621,071
	<b>Transfer/Adjustment made during the year</b>						
	Sonali Bank Ltd. Employees Pension fund		-	-	-	-	-
	<b>Less: Payment made during the year</b>						
	Sonali Bank Ltd. Employees Pension fund		423,549,440	411,625,430	423,549,440	411,625,430	411,625,430
	<b>Add: Creation during the year and prior year adjustment</b>						
	Sonali Bank Ltd. Employees Pension fund		346,869,886	322,794,329	346,869,886	322,794,329	322,794,329
	<b>Closing Balance</b>						
	Sonali Bank Ltd. Employees Pension fund		1,651,110,416	1,727,789,970	1,651,110,416	1,727,789,970	1,727,789,970
	Provision Required		1,651,110,416	1,727,789,970	1,651,110,416	1,727,789,970	1,727,789,970
	Provision Maintained		1,651,110,416	1,727,789,970	1,651,110,416	1,727,789,970	1,727,789,970
	Provision Surplus/(Deficit)		-	-	-	-	-
<b>13.05</b>	<b>Liability for employees benefit ( PDCRB fund)</b>						
	<b>Opening Balance</b>						
	Sonali Bank Ltd. Employees PDCR Benefit fund		19,857,517,443	26,725,283,732	19,857,517,443	26,725,283,732	26,725,283,732
	<b>Transfer/Adjustment made during the year</b>						
	Sonali Bank Ltd. Employees PDCR Benefit fund		-	-	-	-	-
	<b>Less: Payment made during the year</b>						
	Sonali Bank Ltd. Employees PDCR Benefit fund		6,493,077,227	9,087,371,838	6,493,077,227	9,087,371,838	9,087,371,838
	<b>Add: Creation during the year and prior year adjustment</b>						
	Sonali Bank Ltd. Employees PDCR Benefit fund		1,845,874,415	2,219,605,549	1,845,874,415	2,219,605,549	2,219,605,549
	<b>Closing Balance</b>						
	Sonali Bank Ltd. Employees PDCR Benefit fund		15,210,314,631	19,857,517,443	15,210,314,631	19,857,517,443	19,857,517,443
	Provision Required		15,210,314,631	19,857,517,443	15,210,314,631	19,857,517,443	19,857,517,443
	Provision Maintained		15,210,314,631	19,857,517,443	15,210,314,631	19,857,517,443	19,857,517,443
	Provision Surplus/(Deficit)		-	-	-	-	-
<b>13.06</b>	<b>Provision for Income Tax</b>						
	Balance at the beginning of the year		4,669,540,896	4,213,267,934	4,628,610,397	4,189,972,376	4,189,972,376
	Less: Payment during the year		2,942,116	16,570,381	-	-	-
	Add : Amount transferred during the year		480,323,361	472,843,343	451,869,948	438,638,021	438,638,021
	Add : Income tax on Indian operation		-	-	-	-	-
	<b>Balance at the end of the year</b>		<b>5,146,922,141</b>	<b>4,669,540,896</b>	<b>5,080,480,345</b>	<b>4,628,610,397</b>	<b>4,628,610,397</b>
<b>13.07</b>	<b>Provision for Bonus/ Exgratia</b>						
	Opening Balance		1,622,414,362	1,252,134,880	1,622,414,362	1,252,134,880	1,252,134,880
	Less: Payment during the year		1,575,724,776	1,184,768,051	1,575,724,776	1,184,768,051	1,184,768,051
	Add: Realized during the year		101,691,471	5,047,533	101,691,471	5,047,533	5,047,533
	Add: Made during the year		2,550,000,000	1,550,000,000	2,550,000,000	1,550,000,000	1,550,000,000
	<b>Balance at the end of the year</b>		<b>2,698,381,057</b>	<b>1,622,414,362</b>	<b>2,698,381,057</b>	<b>1,622,414,362</b>	<b>1,622,414,362</b>



13.08 VOSTRO Accounts Balance

Sl. No.	Particulars	As at 31 December 2018			
		Foreign Currency	FC amount	Exchange rate	Amount in Taka
1	Myanmar Foreign Trade Bank, Myanmar	EURO	116,456	95.25	11,092,667
2	Office Account	EURO	10,782	95.25	1,027,003
3	Sonali Bank Ltd Kolkata	USD	19,568	83.90	1,641,723
4	The Jammu & Kashmir Bank Ltd.	USD	25,158	83.90	2,110,798
5	Myanmar Investment & Com. Bank	USD	396,175	83.90	33,239,157
6	Office Account	USD	137,019	83.90	11,495,967
7	Export Development Bank Ltd.	USD	116	83.78	9,719
8	Bank of Ceylon, Srilanka	USD	3,557	83.91	298,473
10	Sonali Bank (UK) Ltd.	GBP	3,411,480	106.00	361,614,579
<b>Total</b>			<b>4,120,311</b>		<b>422,530,087</b>

Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2018	2017	2018	2017

14.00 Share Capital **45,300,000,000 41,300,000,000 45,300,000,000 41,300,000,000**

14.01 Authorized Capital  
600,000,000 ordinary shares of Taka 100 each **60,000,000,000 60,000,000,000 60,000,000,000 60,000,000,000**

14.02 Issued, subscribed and fully paid up Capital  
453,000,000 ordinary shares of Taka 100 each **45,300,000,000 41,300,000,000 45,300,000,000 41,300,000,000**

The entire amount of the paid up capital has been subscribed by the Government of the People's Republic of Bangladesh but each Director of the Bank is the holder of one symbolic Share of taka one hundred.

14.03 Capital To Risk Weighted Assets Ratios (CRAR)  
In terms of section 13(2) of Bank Company Act, 1991 and Bangladesh Bank BRPD circular no. 09 dated 31 December 2008 and BRPD circular no. 18 dated 21 December 2014, required capital of the Bank at the close of business on 31 December 2018 was Taka 53,087,860,000.00 as against core capital of Taka 43,409,029,336.00 and supplementary capital of Taka 10,207,736,167.00 i.e. a total capital of Taka 53,616,765,503.00 has been maintained, thereby showing a surplus of capital/equity of Taka 528,905,503.00 at the year end."

Total risk weighted assets including off-balance sheet items	530,974,300,000	463,843,000,000	530,878,600,000	460,762,900,000
Required capital @ 10% of risk weighted assets	53,097,430,000	46,384,300,000	53,087,860,000	46,076,290,000

Capital held:

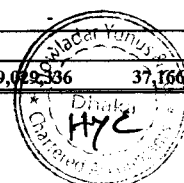
Tire 1 Capital	14.03.02	43,281,037,143	36,981,478,367	43,409,029,336	37,166,684,914
Tier 2 Capital	14.03.03	10,207,736,167	10,517,100,000	10,207,736,167	10,517,100,000
<b>Total Eligible Regulatory Capital (Tier 1 and 2)</b>		<b>53,488,773,310</b>	<b>47,498,578,367</b>	<b>53,616,765,503</b>	<b>47,683,784,914</b>
Total capital surplus		391,343,310	1,114,278,367	528,905,503	1,607,494,914
<b>CRAR/ CAR Based on Basel-III/ (II) Framework</b>		<b>10.07%</b>	<b>10.24%</b>	<b>10.10%</b>	<b>10.35%</b>

Notes	Particulars	Ref. Note	Amount in Taka			
			Consolidated		Bank	
			2018	2017	2018	2017

14.03.01 Capital requirement	Required	Held	Held	Held	Held
Tier - I (Minimum CET-1 @ 4.5%)	5.5%	8.15%	7.97%	8.18%	8.07%
Tier - II ( Maximum up to 4% of the total RWA or 88.89% of CET-1 whichever is higher applicable from 01 January 2015)	4.5%	1.92%	2.27%	1.92%	2.28%
<b>Total</b>	<b>10.0%</b>	<b>10.07%</b>	<b>10.24%</b>	<b>10.10%</b>	<b>10.35%</b>

14.03.02 Tier 1 Capital					
<b>A. Common Equity Tier 1 (CET1) Capital (Going-Concern Capital)</b>					
Paid up capital		45,300,000,000	41,300,000,000	45,300,000,000	41,300,000,000
Statutory reserve	15.00	11,449,953,229	10,199,682,014	11,449,953,229	10,199,682,013
Other reserve		117,000,000	117,000,000	117,000,000	117,000,000
Retained earnings		(13,585,916,086)	(14,635,203,647)	(13,457,923,893)	(14,449,997,099)
Share money deposit		-	-	-	-
General Reserve		-	-	-	-
<b>Sub-total</b>		<b>43,281,037,143</b>	<b>36,981,478,367</b>	<b>43,409,029,336</b>	<b>37,166,684,914</b>
Less : Deferred tax asset	14.03.2a	-	-	-	-
<b>Total</b>		<b>43,281,037,143</b>	<b>36,981,478,367</b>	<b>43,409,029,336</b>	<b>37,166,684,914</b>

B. Additional Tier-1 Capital					
Non-cumulative irredeemable preference shares		-	-	-	-
Instruments issued by the banks that meet the qualifying criteria for AT1		-	-	-	-
Others (if any item approved by Bangladesh Bank)		-	-	-	-
Less: Regulatory Adjustments from AT-1 Capital	14.03.2b	-	-	-	-
<b>Total Tier 1 Capital (A+B)</b>		<b>43,281,037,143</b>	<b>36,981,478,367</b>	<b>43,409,029,336</b>	<b>37,166,684,914</b>



14.03.03 Tier 2 Capital

Tier 2 Capital (Gone-concern Capital)

General provision maintained against unclassified loans and off-balance sheet exposures

Assets revaluation reserve

Revaluation Reserve for HTM securities

Revaluation Reserve for Equity

	2018	2017	2018	2017
General provision maintained against unclassified loans and off-balance sheet exposures	7,606,036,167	5,313,800,000	7,606,036,167	5,313,800,000
Assets revaluation reserve	13,008,400,000	10,748,000,000	13,008,400,000	10,748,000,000
Revaluation Reserve for HTM securities	-	1,991,300,000	-	1,991,300,000
Revaluation Reserve for Equity	-	269,000,000	-	269,000,000
	20,614,436,167	18,322,100,000	20,614,436,167	18,322,100,000
Less: 80% Revaluation Reserves for Fixed Assets, Securities	10,406,700,000	7,805,000,000	10,406,700,000	7,805,000,000
<b>Total Tier 2 Capital</b>	<b>10,207,736,167</b>	<b>10,517,100,000</b>	<b>10,207,736,167</b>	<b>10,517,100,000</b>

14.03.2a As per Bank request dated 24 April 2019, Bangladesh Bank allowed forbearance vide no- BRPD (P-1) 661/13/2019-3336 dated 29 April 2019 to adjust deferred tax assets against Common Equity Tier-1( CET-1) Capital for the year 2018. Bank has complied that instruction accordingly.

14.04 Risk Weighted Assets (RWA)

(Taka in Crore)

Particulars	Consolidated		Bank	
	2018	2017	2018	2017
<b>Credit Risk</b>				
i) On-Balance Sheet Exposure	38,295.38	35,097.35	38,328.82	34,900.16
ii) Off Balance Sheet Exposure	1,557.61	1,496.08	1,557.61	1,496.08
<b>Market Risk</b>	6,710.92	4,338.22	6,707.24	4,265.16
<b>Operational Risk</b>	6,533.52	5,452.65	6,494.19	5,414.89
<b>Total Risk Weighted Assets (A+B+C)</b>	<b>53,097.43</b>	<b>46,384.30</b>	<b>53,087.86</b>	<b>46,076.29</b>

14.05 Minimum Capital Requirement Under Basel III

(Amount in Taka)

Particulars	Consolidated		Bank	
	2018	2017	2018	2017
<b>A. Eligible Capital :</b>				
1. Common Equity Tier 1 (CET1) Capital (Going-concern capital )	43,281,037,143	36,981,478,367	43,409,029,336	37,166,684,914
2. Tier 2 Capital (Gone-concern Capital)	10,207,736,167	10,517,100,000	10,207,736,167	10,517,100,000
3. Tier-3 (eligible for market risk only)	-	-	-	-
4. Total Eligible Capital (1+2+3) :	53,488,773,310	47,498,578,367	53,616,765,503	47,683,784,914
<b>B. Total Risk Weighted Assets (RWA):</b>	530,974,300,000	463,843,000,000	530,878,600,000	460,762,900,000
<b>C. Capital Adequacy Ratio (CAR) (A<sub>1</sub> / B)*100</b>	10.07%	10.24%	10.10%	10.35%
<b>D. Core Capital to RWA (A<sub>1</sub> / B)*100</b>	8.15%	7.97%	8.18%	8.07%
<b>E. Supplementary Capital to RWA (A<sub>2</sub> / B)*100</b>	1.92%	2.27%	1.92%	2.28%
<b>F. Minimum Capital Requirement (MCR)</b>	53,097,430,000	46,384,300,000	53,087,860,000	46,076,290,000

Particulars	Consolidated		Bank	
	2018	2017	2018	2017

14.06 Ratio (As per Basel III requirement)

Capital Related Ratio

CRAR

	2018	2017	2018	2017
CRAR	10.07%	10.24%	10.10%	10.35%
Leverage Ratio	2.90%	2.54%	2.91%	2.56%

Leverage Ratio

Liquidity Related Ratio

Liquidity Coverage Ratio

Net Stable Funding Ratio

Liquidity Coverage Ratio	112.63%	196.34%
Net Stable Funding Ratio	115.56%	101.27%

14.06.1 Details about Ratio

a) Capital to Risk-weighted Asset Ratio

$$\text{CRAR (Bank)} = \frac{\text{Total Eligible Capital}}{\text{Credit RWA} + \text{Market RWA} + \text{Operational RWA}}$$

$$= \frac{53,616,765,503}{530,878,600,000}$$

$$= 10.10\%$$

$$\text{CRAR (Consolidated)} = \frac{53,488,773,310}{530,974,300,000}$$

$$= 10.07\%$$

b) Leverage Ratio

$$\text{LR} = \frac{\text{Tier 1 Capital (after relate deductions)}}{\text{Total Exposure (after relate deductions)}}$$

$$\text{LR (Bank)} = \frac{43,409,029,336}{1,491,893,580,000}$$

$$= 2.91\%$$

$$\text{LR (Consolidated)} = \frac{43,281,037,143}{1,492,824,380,000}$$

$$= 2.90\%$$



c) **Liquidity Coverage Ratio**

$$\text{LCR} = \frac{\text{Stock of quality liquid assets}}{\text{Total net cash outflows over the next 30 calendar days}}$$

$$= \frac{458,715,935}{407,279,855}$$

$$= 112.63\%$$

d) **Net Stable Funding Ratio**

$$\text{NSFR} = \frac{\text{Available amount of stable funding (ASF)}}{\text{Required amount of stable funding (RSF)}}$$

$$= \frac{891,875,359}{771,773,061}$$

$$= 115.56\%$$

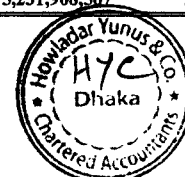
14.07 **Details about Shareholding**

Name of Shareholders	As at 31 Dec. 2018	Amount @ 100
Government of the People's Republic of Bangladesh represented by Finance Secretary, Ministry of Finance	452,999,992	45,299,999,200
Mr. Md. Ashrafal Moqbul	1	100
Mr. Md. Fazlul Haque	1	100
Mr. Md. Mahboob Hossain	1	100
Mrs. Sabera Aktari Jamal	1	100
Mr. Muhammed Asadullah	1	100
Mr. A K M Kamrul Islam FCA, FCS	1	100
Dr. Md. Nurul Alam Talukder	1	100
Mr. Ishtiaque Ahmed Chowdhury	1	100
<b>Total</b>	<b>453,000,000</b>	<b>45,300,000,000</b>

14.08 **Name of Directors and their Shareholding**

Name of the directors	Status	Amount @ 100
Mr. Md. Ashrafal Moqbul	Chairman & Director	100
Mr. Md. Fazlul Haque	Director	100
Mr. Md. Mahboob Hossain	Director	100
Mrs. Sabera Aktari Jamal	Director	100
Mr. Muhammed Asadullah	Director	100
Mr. A K M Kamrul Islam FCA, FCS	Director	100
Dr. Md. Nurul Alam Talukder	Director	100
Mr. Ishtiaque Ahmed Chowdhury	Director	100
<b>Total</b>		<b>800</b>

Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
15.00	<b>Statutory Reserve</b>						
	Opening Balance		10,199,682,013	8,284,876,284	10,199,682,013	8,284,876,284	
	Add: Transferred during the year (20% of pre-tax profit)		1,250,271,216	1,914,805,729	1,250,271,216	1,914,805,729	
	Closing Balance		<b>11,449,953,229</b>	<b>10,199,682,013</b>	<b>11,449,953,229</b>	<b>10,199,682,013</b>	
16.00	<b>Other Reserves</b>						
	Reserve for Unforeseen Loss	16.01	47,000,000	47,000,000	47,000,000	47,000,000	
	Reserve for CSR	16.02	70,000,000	70,000,000	70,000,000	70,000,000	
			<b>117,000,000</b>	<b>117,000,000</b>	<b>117,000,000</b>	<b>117,000,000</b>	
16.01	<b>Reserve for Unforeseen Loss</b>						
	Balance at the beginning of the period		47,000,000	47,000,000	47,000,000	47,000,000	
	Transfer to Reserve for Unforeseen losses		-	-	-	-	
			<b>47,000,000</b>	<b>47,000,000</b>	<b>47,000,000</b>	<b>47,000,000</b>	
16.02	<b>Reserve for CSR</b>						
	Balance at the beginning of the period		70,000,000	75,810,533	70,000,000	75,810,533	
	Distribution during the Period		(19,010,101)	(8,937,328)	(19,010,101)	(8,937,328)	
	Transfer to Reserve for CSR		19,010,101	3,126,795	19,010,101	3,126,795	
			<b>70,000,000</b>	<b>70,000,000</b>	<b>70,000,000</b>	<b>70,000,000</b>	
17.00	<b>Revaluation Reserve</b>						
	Revaluation of investment	17.01	5,231,908,567	7,424,851,415	5,231,908,567	7,424,851,415	
	Assets Revaluation Reserve	17.02	21,495,933,277	21,495,933,277	21,495,933,277	21,495,933,277	
			<b>26,727,841,844</b>	<b>28,920,784,692</b>	<b>26,727,841,844</b>	<b>28,920,784,692</b>	
17.01	<b>Revaluation of investment</b>						
	Revaluation Reserve for Held to Maturity (HTM)	17.01.01	691,732,699	677,158,887	691,732,699	677,158,887	
	Revaluation Reserve for Held for Trading (HFT)	17.01.02	4,540,175,868	6,747,692,528	4,540,175,868	6,747,692,528	
	Balance at the end of the period		<b>5,231,908,567</b>	<b>7,424,851,415</b>	<b>5,231,908,567</b>	<b>7,424,851,415</b>	



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
<b>17.01.01</b>	<b>Revaluation Reserve for Held to Maturity (HTM)</b>						
	Balance at the beginning of the period		677,158,887	678,815,162	677,158,887	678,815,162	
	Add: Gain on Revaluation of Gain/(Loss)		14,573,812	(1,656,275)	14,573,812	(1,656,275)	
	Balance at the end of the period		<b>691,732,699</b>	<b>677,158,887</b>	<b>691,732,699</b>	<b>677,158,887</b>	
<b>17.01.02</b>	<b>Revaluation Reserve for Held for Trading (HFT)</b>						
	Balance at the beginning of the period		6,747,692,528	11,543,925,193	6,747,692,528	11,543,925,193	
	Add: Gain on Revaluation of Gain/(Loss)		(2,207,516,660)	(4,796,232,665)	(2,207,516,660)	(4,796,232,665)	
	Balance at the end of the period		<b>4,540,175,868</b>	<b>6,747,692,528</b>	<b>4,540,175,868</b>	<b>6,747,692,528</b>	
<b>17.02</b>	<b>Assets Revaluation Reserve</b>						
	Balance at the beginning of the period		21,495,933,277	21,495,933,277	21,495,933,277	21,495,933,277	
	Addition during the year		-	-	-	-	
	Adjustment of Goodwill		-	-	-	-	
	Balance at the end of the period		<b>21,495,933,277</b>	<b>21,495,933,277</b>	<b>21,495,933,277</b>	<b>21,495,933,277</b>	
<b>18.00</b>	<b>Surplus in Profit and Loss Account/Retained Earnings</b>						
	Balance at the beginning of the period		(14,635,203,648)	(13,307,148,815)	(14,449,997,099)	(13,051,604,275)	
	<b>Profit during the year</b>						
	Net Profit After Tax		2,321,338,777	7,161,158,032	2,264,214,113	7,091,660,386	
	Transfer to Reserve for CSR		(19,010,101)	(3,126,795)	(19,010,101)	(3,126,795)	
	Transfer to statutory reserve		(1,250,271,216)	(1,914,805,729)	(1,250,271,216)	(1,914,805,729)	
			<b>1,052,057,460</b>	<b>5,243,225,508</b>	<b>994,932,796</b>	<b>5,173,727,862</b>	
	<b>Total Retained Surplus</b>		<b>(13,583,146,188)</b>	<b>(8,063,923,307)</b>	<b>(13,455,064,303)</b>	<b>(7,877,876,413)</b>	
	Intangible Assets- Valuation Adjustment A/C		-	(6,572,120,687)	-	(6,572,120,687)	
	Currency transaction differences		89,692	840,346	-	-	
	Adjustment of investment in associate (SB UK Ltd)		(2,859,590)	-	(2,859,590)	-	
	Balance at the end of the period		<b>(13,585,916,086)</b>	<b>(14,635,203,648)</b>	<b>(13,457,923,893)</b>	<b>(14,449,997,099)</b>	

In terms of the decision taken in the meeting in the Ministry of Finance held on 24/03/2008, an amount Tk. 65,743,207,158 is to be amortized against profit to adjust the intangible Assets (Goodwill) created for Accumulated loss of previous years out of Which Tk 65,743,207,158 was amortized up to 2017. In order to adjust the total amount within 10 years equally rest of the balance of Tk. 0.00 in 2017."

**19.00 Contingent Liabilities & Commitments**

Letters of guarantee	19.01	5,883,424,909	3,329,652,912	5,883,424,909	3,329,652,912
Irrevocable Letters of Credit	19.02	1,084,431,849,024	1,139,460,108,558	1,084,431,849,024	1,139,460,108,558
Bills for collection	19.03	7,056,551,048	5,388,279,735	7,056,551,048	5,388,279,735
		<b>1,097,371,824,981</b>	<b>1,148,178,041,205</b>	<b>1,097,371,824,981</b>	<b>1,148,178,041,205</b>

Significant amount of irrevocable L/C has been incurred in 2017 because of opening a special L/C amounting to Tk. 96.246 crores in favor of Ministry of Power, Energy and Mineral Resources, Government of the republic of Bangladesh for Ruppur Nuclear power plant.

**19.01 Letters of guarantee**

Claims lodged with the bank company, which is not recognized as loan;

Money for which the bank is contingently liable in respect of guarantee issued favoring:

Directors or officers	-	-	-	-
Government	2,545,319,955	1,805,564,876	2,545,319,955	1,805,564,876
Banks and other financial institutions	6,442,363	25,957,149	6,442,363	25,957,149
Others	-	-	-	-
Domestic	3,327,282,376	1,485,189,856	3,327,282,376	1,485,189,856
Overseas	4,380,215	12,941,031	4,380,215	12,941,031
	<b>5,883,424,909</b>	<b>3,329,652,912</b>	<b>5,883,424,909</b>	<b>3,329,652,912</b>

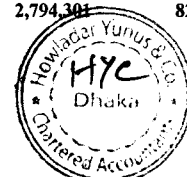
**19.02 Irrevocable Letters of Credit**

**(i) Government**

Domestic	1,080,757,459,596	1,133,587,091,877	1,080,757,459,596	1,133,587,091,877
Overseas	-	-	-	-
	<b>1,080,757,459,596</b>	<b>1,133,587,091,877</b>	<b>1,080,757,459,596</b>	<b>1,133,587,091,877</b>
Less: Margin	-	-	-	-
<b>Sub Total</b>	<b>1,080,757,459,596</b>	<b>1,133,587,091,877</b>	<b>1,080,757,459,596</b>	<b>1,133,587,091,877</b>

**(ii) Bank and Other Financial Institutions**

Domestic	2,794,301	822,565,024	2,794,301	822,565,024
Overseas	-	-	-	-
	<b>2,794,301</b>	<b>822,565,024</b>	<b>2,794,301</b>	<b>822,565,024</b>
Less: Margin	-	-	-	-
<b>Sub-total</b>	<b>2,794,301</b>	<b>822,565,024</b>	<b>2,794,301</b>	<b>822,565,024</b>

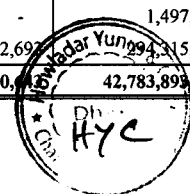


Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
(iii)	<b>Others</b>						
	Domestic		3,510,967,084	4,777,291,789	3,510,967,084	4,777,291,789	
	Overseas		160,628,043	273,159,868	160,628,043	273,159,868	
			<b>3,671,595,127</b>	<b>5,050,451,657</b>	<b>3,671,595,127</b>	<b>5,050,451,657</b>	
	Less: Margin		-	-	-	-	
	<b>Sub Total</b>		<b>3,671,595,127</b>	<b>5,050,451,657</b>	<b>3,671,595,127</b>	<b>5,050,451,657</b>	
	<b>Total of (i+ii+iii)</b>		<b>1,084,431,849,024</b>	<b>1,139,460,108,558</b>	<b>1,084,431,849,024</b>	<b>1,139,460,108,558</b>	
<b>19.03</b>	<b>Bills for collection</b>						
	Payable in Bangladesh	19.03.01	2,261,040,043	1,444,198,376	2,261,040,043	1,444,198,376	
	Payable outside Bangladesh	19.03.02	4,795,511,005	3,944,081,359	4,795,511,005	3,944,081,359	
			<b>7,056,551,048</b>	<b>5,388,279,735</b>	<b>7,056,551,048</b>	<b>5,388,279,735</b>	
<b>19.03.01</b>	<b>Payable of Inland Bills (Divisional office-wise)</b>						
	Dhaka-1		1,034,805,908	1,015,643,810	1,034,805,908	1,015,643,810	
	Dhaka-2		1,038,701,132	153,165,797	1,038,701,132	153,165,797	
	Chattogram		118,314,549	1,244,000	118,314,549	1,244,000	
	Khulna		65,240,733	270,167,048	65,240,733	270,167,048	
	Comilla		-	-	-	-	
	Faridpur		-	-	-	-	
	Rajshahi		3,977,721	3,977,721	3,977,721	3,977,721	
	Rangpur		-	-	-	-	
	Barisal		-	-	-	-	
	Sylhet		-	-	-	-	
	Mymensing		-	-	-	-	
			<b>2,261,040,043</b>	<b>1,444,198,376</b>	<b>2,261,040,043</b>	<b>1,444,198,376</b>	
<b>19.03.02</b>	<b>Payable of Foreign Bills (Divisional office-wise)</b>						
	Dhaka-1		1,693,057,797	2,189,649,527	1,693,057,797	2,189,649,527	
	Dhaka-2		197,349,714	624,686,331	197,349,714	624,686,331	
	Chattogram		2,905,103,494	1,122,686,501	2,905,103,494	1,122,686,501	
	Khulna		-	7,059,000	-	7,059,000	
	Comilla		-	-	-	-	
	Faridpur		-	-	-	-	
	Rajshahi		-	-	-	-	
	Rangpur		-	-	-	-	
	Barisal		-	-	-	-	
	Sylhet		-	-	-	-	
	Mymensing		-	-	-	-	
	<b>Overseas Branches</b>		-	-	-	-	
			<b>4,795,511,005</b>	<b>3,944,081,359</b>	<b>4,795,511,005</b>	<b>3,944,081,359</b>	
<b>20.00</b>	<b>Income Statement</b>						
	<b>Income:</b>						
	Interest, discount and similar income	20.01	65,111,384,321	59,844,723,440	65,111,384,321	59,844,723,440	
	Dividend Income		1,328,342,121	1,091,393,479	1,328,342,121	1,091,393,479	
	Fees, commission and brokerage	20.02	10,599,874,776	11,698,157,694	10,599,874,776	11,698,157,694	
	Gains less Losses arising from dealing securities		-	-	-	-	
	Gains less Losses arising from investment securities		-	-	-	-	
	Gains less Losses arising from dealing in foreign currencies		500,626,304	704,003,551	500,626,304	704,003,551	
	Income from non-banking assets		-	-	-	-	
	Other operating income	25.00	257,654,178	313,418,188	257,416,484	312,120,496	
	Profit less Loss on interest rate changes		-	-	-	-	
			<b>77,797,881,700</b>	<b>73,651,696,352</b>	<b>77,797,644,006</b>	<b>73,650,398,660</b>	
	<b>Expenses:</b>						
	Interest, fee and commission		38,886,811,677	42,899,799,505	38,886,811,677	42,899,799,505	
	Losses on loans and advances/Assets (Intangible Assets)		-	6,574,320,716	-	6,574,320,716	
	Administrative expenses	20.03	14,984,932,571	15,526,838,531	14,984,932,571	15,526,838,531	
	Other operating expenses		3,524,144,624	3,527,930,772	3,524,144,624	3,527,930,772	
	Depreciation on banking assets		507,679,409	443,539,861	507,679,409	443,539,861	
			<b>57,903,568,281</b>	<b>68,972,429,385</b>	<b>57,903,568,281</b>	<b>68,972,429,385</b>	



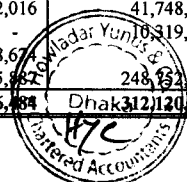
Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
<b>20.01</b>	<b>Interest, discount and similar income</b>						
	Interest income		33,036,563,286	27,674,490,306	33,036,563,286	27,674,490,306	
	Interest income on treasury bills, reverse repo, bonds		31,528,838,468	29,661,789,415	31,528,838,468	29,661,789,415	
	Interest on debenture		545,982,567	2,508,443,719	545,982,567	2,508,443,719	
			<b>65,111,384,321</b>	<b>59,844,723,440</b>	<b>65,111,384,321</b>	<b>59,844,723,440</b>	
<b>20.02</b>	<b>Fee, commission and brokerage</b>						
	Fee		220,311,632	132,753,775	220,311,632	132,753,775	
	Commission		10,379,563,144	11,565,403,919	10,379,563,144	11,565,403,919	
			<b>10,599,874,776</b>	<b>11,698,157,694</b>	<b>10,599,874,776</b>	<b>11,698,157,694</b>	
<b>20.03</b>	<b>Administrative expenses</b>						
	Salaries and allowances		13,573,885,693	14,191,050,179	13,573,885,693	14,191,050,179	
	Rent, Taxes, Insurance, Electricity etc.		1,102,372,828	1,023,543,967	1,102,372,828	1,023,543,967	
	Legal expenses		56,205,246	52,296,007	56,205,246	52,296,007	
	Postage, Stamps, Telecommunication etc.		57,740,263	72,331,158	57,740,263	72,331,158	
	Stationery, Printing, Advertisement etc.		177,046,937	167,881,378	177,046,937	167,881,378	
	Managing Directors' salary and fees		7,574,562	9,059,719	7,574,562	9,059,719	
	Directors' fees		6,238,750	7,434,289	6,238,750	7,434,289	
	Auditors' fees		3,868,292	3,241,834	3,868,292	3,241,834	
			<b>14,984,932,571</b>	<b>15,526,838,531</b>	<b>14,984,932,571</b>	<b>15,526,838,531</b>	
<b>21.00</b>	<b>Interest Income</b>						
	On Loan and Advances	21.01	23,823,236,771	24,363,692,561	23,743,617,363	24,277,749,635	
	Interest on balance with other banks and financial	21.02	6,476,267,513	2,779,158,766	6,473,540,352	2,777,934,168	
	Interest received from foreign banks	21.03	63,278,118	32,385,698	63,278,118	32,385,698	
	Others	21.04	2,392,439,629	545,129,164	2,391,071,853	544,225,207	
	Interest Income of Indian operation		36,796,600	42,195,598	36,796,600	42,195,598	
			<b>32,792,018,631</b>	<b>27,762,561,787</b>	<b>32,708,304,286</b>	<b>27,674,490,306</b>	
	Less: Interest Income transferred to Interest Suspense A/C		-	-	-	-	
			<b>32,792,018,631</b>	<b>27,762,561,787</b>	<b>32,708,304,286</b>	<b>27,674,490,306</b>	
<b>21.01</b>	<b>Loan and Advances:</b>						
	<b>Loans</b>						
	On Demand		13,328,651	18,174,947	13,328,651	18,174,947	
	On Small Loan		337,498	9,901,951	337,498	9,901,951	
	On House Building Loan (General)		114,428,147	43,723,615	114,428,147	43,723,615	
	On House Building Loan (Staff)		2,236,471,390	2,233,962,674	2,236,471,390	2,233,962,674	
	On Other Staff Loan		134,935,140	146,776,535	134,935,140	146,776,535	
	On Loan Under SBICS (Project)		862,537,442	1,615,679,384	862,537,442	1,615,679,384	
	On External Credit		454,460	6,935,788	454,460	6,935,788	
	On Working Capital to Industries -Hypo		1,197,045,663	2,094,560,152	1,197,045,663	2,094,560,152	
	On Working Capital to Industries -Pledge		136,189,954	158,417,968	136,189,954	158,417,968	
	On Loan Under SB Agro based Ind. Credit Scheme		426,040,888	636,469,692	426,040,888	636,469,692	
	On Working Capital to Agro based Ind. -Hypo		783,346,368	711,099,404	783,346,368	711,099,404	
	On Working Capital to Agro based Ind. -Pledge		537,540,173	367,704,262	537,540,173	367,704,262	
	On Agricultural Loan		2,465,893,103	2,393,682,527	2,465,893,103	2,393,682,527	
	On Micro Credit		525,759,824	527,603,358	525,759,824	527,603,358	
	On Loan against Imported Merchandise (LIM)		23,533,269	9,279,882	23,533,269	9,279,882	
	On Loan Against Trust Receipts (LTR)		1,626,898,582	2,126,661,396	1,626,898,582	2,126,661,396	
	On Force Loan against Back to Back L/C		641,902,476	547,277,413	641,902,476	547,277,413	
	On Bridge Finance		311,914,556	284,804,371	311,914,556	284,804,371	
	On Small Business Loan Scheme		121,409,609	104,061,208	121,409,609	104,061,208	
	On Special Small Loan Program		5,731,149	15,502,033	5,731,149	15,502,033	
	On Education Loan		884	1,767,360	884	1,767,360	
	On Foreign Education Loan		14,822	37,941	14,822	37,941	
	On Sonali Credit		18,992,521	17,327,174	18,992,521	17,327,174	
	On Lease Finance		-	842,260	-	842,260	
	On SME Finance(WC to Ind.Serv.Trad.)		1,510,254,577	1,697,919,769	1,510,254,577	1,697,919,769	
	On SME Finance		48,303,233	147,177,523	48,303,233	147,177,523	
	On Loan against Inland Bills		60,163,176	199,666,975	60,163,176	199,666,975	
	On Term Loan to Freedom Fighter		1,084,957,010	675,351,492	1,084,957,010	675,351,492	
	On Small Trading Loan		-	79,263	-	79,263	
	Interest on portfolio loan to investors		79,619,408	85,942,926	-	-	
	On personal loan		5,107,526,503	4,188,377,587	5,107,526,503	4,188,377,587	
	On Term Loan to Bank and NBF		120,719,178	13,796,042	120,719,178	13,796,042	
	On Special Loan - Interest Bearing Advance Rent		8,133,936	7,286,761	8,133,936	7,286,761	
	On Rural Housing Finance - Sonali Neer A/C		155,255	-	155,255	-	
	On EDF Loan Account		148,882,775	-	148,882,775	-	
	On Loan against Bank Guarantee A/C		55,625	-	55,625	-	
	On Long Term Loan to Subsidiary Company (SECI)		941,463	-	941,463	-	
	<b>Sub-total</b>		<b>20,354,418,708</b>	<b>21,087,851,633</b>	<b>20,274,794,300</b>	<b>21,001,908,707</b>	

Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
	<b>Cash Credit</b>						
	On Cash Credit General-Hypo		764,115,412	954,618,312	764,115,412	954,618,312	
	On Cash Credit General-Pledge		463,988,328	247,950,213	463,988,328	247,950,213	
	On Packing Cash Credit		52,223,716	45,503,261	52,223,716	45,503,261	
	<b>Sub-total</b>		<b>1,280,327,456</b>	<b>1,248,071,786</b>	<b>1,280,327,456</b>	<b>1,248,071,786</b>	
	<b>Overdraft</b>						
	On Overdraft Loan		2,028,617,485	1,819,223,667	2,028,617,485	1,819,223,667	
	<b>Sub-total</b>		<b>2,028,617,485</b>	<b>1,819,223,667</b>	<b>2,028,617,485</b>	<b>1,819,223,667</b>	
	<b>Bills Discounted &amp; Purchased</b>						
	On Payment against Document		151,136,620	200,179,286	151,136,620	200,179,286	
	On Foreign Bills Purchased/Discounted-Clean		-	7,988,575	-	7,988,575	
	On Foreign Bills Purchased/Documentary-Documentary		8,736,502	377,614	8,736,502	377,614	
	<b>Sub-total</b>		<b>159,873,122</b>	<b>208,545,475</b>	<b>159,873,122</b>	<b>208,545,475</b>	
			<b>23,823,236,771</b>	<b>24,363,692,561</b>	<b>23,743,617,363</b>	<b>24,277,749,635</b>	
<b>21.02</b>	<b>Interest on balance held with other banks and financial institutions</b>						
	Interest on FDR with Other Bank		6,473,540,352	2,777,934,168	6,473,540,352	2,777,934,168	
	Interest on STD with Other Bank		2,727,161	1,224,598	-	-	
			<b>6,476,267,513</b>	<b>2,779,158,766</b>	<b>6,473,540,352</b>	<b>2,777,934,168</b>	
<b>21.03</b>	<b>Interest received from foreign banks</b>						
	On B.H.W. Foreign Bank		63,278,118	32,385,698	63,278,118	32,385,698	
			<b>63,278,118</b>	<b>32,385,698</b>	<b>63,278,118</b>	<b>32,385,698</b>	
<b>21.04</b>	<b>Others Interest income</b>						
	On Advance Rent		-	122,145	-	122,145	
	On Interest Recovered from Interest Suspense A/c		1,616,785,958	12,707,639	1,616,785,958	12,707,639	
	Interest Income from SECI		1,367,776	903,957	-	-	
	On Other Interest Income		-	-	-	-	
	On Money at Call		774,285,895	531,395,423	774,285,895	531,395,423	
			<b>2,392,439,629</b>	<b>545,129,164</b>	<b>2,391,071,853</b>	<b>544,225,207</b>	
<b>22.00</b>	<b>Interest paid on deposits and borrowings etc.</b>						
	Interest on Deposits	22.01	38,789,200,643	42,783,893,252	38,789,200,643	42,783,893,252	
	Interest paid on Borrowings	22.02	50,189,244	49,484,595	49,731,770	46,105,346	
	Interest on others	22.03	47,879,264	41,486,943	47,879,264	41,486,943	
	Interest on Foreign Banks Account		87,929,523	-	87,929,523	-	
	Interest paid on Deposit and borrowings of Indian operation		26,364,669	28,313,964	26,364,669	28,313,964	
			<b>39,001,563,343</b>	<b>42,903,178,754</b>	<b>39,001,105,869</b>	<b>42,899,799,505</b>	
<b>22.01</b>	<b>Interest paid on Deposits</b>						
	Fixed deposits		12,663,217,424	13,644,449,005	12,663,217,424	13,644,449,005	
	Savings deposits		8,894,975,093	8,360,851,052	8,894,975,093	8,360,851,052	
	Short term deposits		3,173,639,093	2,890,797,845	3,173,639,093	2,890,797,845	
	Deposit pension scheme		730,373	2,132,657	730,373	2,132,657	
	S.B Special deposit & pension scheme		256,252	1,932,625	256,252	1,932,625	
	Staff Provident fund		1,885,335,679	1,824,952,895	1,885,335,679	1,824,952,895	
	Foreign currency deposits		100,726,101	87,730,090	100,726,101	87,730,090	
	Sonali Deposit Scheme		920,077,663	955,437,446	920,077,663	955,437,446	
	Education Deposit scheme		309,635,398	560,723,121	309,635,398	560,723,121	
	Medicare Deposit Scheme		1,445,955,902	2,510,600,056	1,445,955,902	2,510,600,056	
	Rural Deposit Scheme		73,809,300	78,870,961	73,809,300	78,870,961	
	Monthly Earning Scheme		776,968,571	2,312,870,356	776,968,571	2,312,870,356	
	School Banking Scheme		23,243,833	16,809,247	23,243,833	16,809,247	
	Double Benefit Scheme		5,953,835,945	7,262,716,610	5,953,835,945	7,262,716,610	
	Daily Profit Scheme		9,439,741	19,249,590	9,439,741	19,249,590	
	Triple Benefit Scheme		215,606,111	656,215,758	215,606,111	656,215,758	
	Millionaire Deposit Scheme		1,796,061,887	1,116,532,987	1,796,061,887	1,116,532,987	
	Retirement Saving Scheme		4,393,455	13,489,129	4,393,455	13,489,129	
	SB Retirement Saving Scheme		248,932,944	171,155,574	248,932,944	171,155,574	
	Non Resident Deposit Scheme		157,185	563,027	157,185	563,027	
	Sonali Krishak Saving Scheme		-	1,497,842	-	1,497,842	
	Marriage Saving Scheme		292,202,693	294,315,379	292,202,693	294,315,379	
			<b>38,789,200,643</b>	<b>42,783,893,252</b>	<b>38,789,200,643</b>	<b>42,783,893,252</b>	

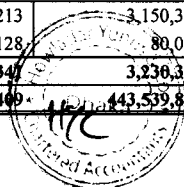




Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
<b>22.02</b>	<b>Interest paid on Borrowings</b>						
	On Bangladesh Bank Demand Loan		35,409,277	38,197,295	35,409,277	38,197,295	
	On Reverse Repo		14,779,967	11,287,300	14,322,493	7,908,051	
			<b>50,189,244</b>	<b>49,484,595</b>	<b>49,731,770</b>	<b>46,105,346</b>	
<b>22.03</b>	<b>Interest paid on others</b>						
	Other Interest		47,879,264	41,486,943	47,879,264	41,486,943	
			<b>47,879,264</b>	<b>41,486,943</b>	<b>47,879,264</b>	<b>41,486,943</b>	
<b>23.00</b>	<b>Investments Income</b>						
	Interest on Treasury Bill		465,076,474	859,279,853	465,076,474	859,279,853	
	Interest on Bangladesh Bill		545,982,567	2,508,443,719	545,982,567	2,508,443,719	
	Interest on Treasury Bond		31,061,679,536	28,801,259,205	31,061,679,536	28,801,259,205	
	Interest on Reverse Repo		2,082,458	1,250,357	2,082,458	1,250,357	
	On investment Income of Indian operation		14,166,619	12,144,491	14,166,619	12,144,491	
	Gain/(Loss) on disposal of securities		923,759,605	682,027,666	923,759,605	682,027,666	
	Dividend income & Others		1,346,374,032	1,141,607,504	1,328,342,121	1,091,393,479	
			<b>34,359,121,291</b>	<b>34,006,012,795</b>	<b>34,341,089,380</b>	<b>33,955,798,770</b>	
<b>24.00</b>	<b>Commission, Exchange and Brokerage</b>						
	Commission	24.01	10,543,913,274	11,742,213,553	10,379,563,144	11,565,403,919	
	Exchange	24.02	500,626,304	704,003,551	500,626,304	704,003,551	
	Brokerage		-	-	-	-	
	Commission, Exchange & Brokerage of Indian Operation		134,488,322	141,193,716	134,488,322	141,193,716	
			<b>11,179,027,900</b>	<b>12,587,410,820</b>	<b>11,014,677,770</b>	<b>12,410,601,186</b>	
<b>24.01</b>	<b>Commission</b>						
	<b>Commission A/C Cr. Balance</b>						
	On Foreign Bills Purchased/Negotiated		17,905,602	2,170,134,988	17,905,602	2,170,134,988	
	On Inland DD, MT, TT Issued/Cancelled		147,226,223	184,401,842	147,226,223	184,401,842	
	On Inland DD Purchased		2,113,695	66,244,135	2,113,695	66,244,135	
	On Govt. Receives & Disbursement		5,617,389,824	4,617,737,862	5,617,389,824	4,617,737,862	
	On Commission on Inland L/C Opened		1,030,927,724	1,044,204,662	1,030,927,724	1,044,204,662	
	On Purchased & Sale of Shares/Securities		114,637,547	479,742,898	114,637,547	479,742,898	
	On Inland Bills & Cheque Collection		54,689,218	66,065,291	54,689,218	66,065,291	
	On Inland Bank Guarantee Issued		6,140,808	44,222,053	6,140,808	44,222,053	
	On Payment Order		267,615,032	261,297,288	267,615,032	261,297,288	
	On Incidental Charges & Settlement fees		2,752	107,755,690	2,752	91,457,176	
	On Lockers Fees, Profitable Management fees & Other fees		36,196,011	30,980,479	17,388,440	18,752,669	
	On Payment of Food Procurement Bills		352,892,825	118,198,796	352,892,825	118,198,796	
	On Army Pension		61,803,598	55,660,966	61,803,598	55,660,966	
	On Civil Pension		210,988,190	175,573,711	210,988,190	175,573,711	
	On Foreign DD, MT, TT Issued Cancelled		-	4,536,237	-	4,536,237	
	On Foreign L/C Opened		-	446,573	-	446,573	
	On Others		2,517,618,391	2,282,781,181	2,372,075,832	2,134,497,871	
	On Savings Certificate		70,543,994	32,228,901	70,543,994	32,228,901	
	On BSP/PSP Account		1,580,905	-	1,580,905	-	
	On NID Verification Fees A/C		740	-	740	-	
	On Card		33,636,223	-	33,636,223	-	
	On E-Commerce Account		3,972	-	3,972	-	
	<b>Sub-total</b>		<b>10,543,913,274</b>	<b>11,742,213,553</b>	<b>10,379,563,144</b>	<b>11,565,403,919</b>	
	<b>Less: Commission A/C Dr. Balance</b>						
	On Debt Recovery Agent		-	-	-	-	
	<b>Sub-total</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
			<b>10,543,913,274</b>	<b>11,742,213,553</b>	<b>10,379,563,144</b>	<b>11,565,403,919</b>	
<b>24.02</b>	<b>Exchange</b>						
	<b>Exchange gain</b>						
	Gain on F. Currency Transaction		448,631,887	571,209,714	448,631,887	571,209,714	
	Gain on F. Currency Revaluation		213,824,602	40,062	213,824,602	40,062	
	Gain On Foreign Bill Purchase/Negotiated		24,537,749	-	24,537,749	-	
	Gain on Others		220,311,632	132,753,775	220,311,632	132,753,775	
	<b>Sub-total</b>		<b>907,305,870</b>	<b>704,003,551</b>	<b>907,305,870</b>	<b>704,003,551</b>	
	<b>Less: Exchange Loss</b>						
	Foreign Currency Transaction		280,536,566	-	280,536,566	-	
	Foreign Currency Revaluation		12,876,000	-	12,876,000	-	
	Loss on Others		113,267,000	-	113,267,000	-	
	<b>Sub-total</b>		<b>406,679,566</b>	<b>-</b>	<b>406,679,566</b>	<b>-</b>	
			<b>500,626,304</b>	<b>704,003,551</b>	<b>500,626,304</b>	<b>704,003,551</b>	
<b>25.00</b>	<b>Other Operating Income</b>						
	Profit of Islamic windows		27,084,265	11,299,613	27,084,265	11,299,613	
	Profit of SB UK Ltd		2,855,642	-	2,855,642	-	
	Profit of Sonali Polaris FT Ltd.		25,482,016	41,748,208	25,482,016	41,748,208	
	Rent Received		-	10,319,785	-	10,319,785	
	Return from provision for Sonali Bank Ltd.		115,328,674	-	115,328,674	-	
	Sundries		86,903,581	250,050,582	86,665,852	248,132,890	
			<b>257,654,178</b>	<b>313,418,188</b>	<b>257,416,447</b>	<b>312,120,496</b>	



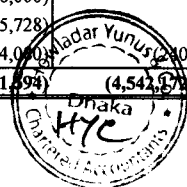
Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
<b>26.00 Salary &amp; Allowances*</b>							
	Salaries (Basic Pay, House Rent & Other Allowance)		10,381,636,326	10,896,507,490		10,220,130,851	10,706,865,305
	Contribution to Pension & Gratuity Fund		1,258,734,030	1,331,622,420		1,258,734,030	1,331,622,420
	Bank's contribution to provident fund		290,233,227	287,443,077		290,233,227	287,443,077
	Medical Attendance.		619,145,854	658,606,648		619,145,854	658,606,648
	Bonus to Staff		1,082,281,807	1,103,664,056		1,082,281,807	1,103,664,056
	Overtime		49,096,866	47,378,846		49,096,866	47,378,846
	Salaries and allowances of Indian operation		54,263,058	55,469,827		54,263,058	55,469,827
			<b>13,735,391,168</b>	<b>14,380,692,364</b>		<b>13,573,885,693</b>	<b>14,191,050,179</b>
<b>27.00 Rent, Tax, Insurance, Electricity, etc.</b>							
	Rent		540,216,864	487,504,179		532,973,723	480,640,729
	Taxes		22,118,071	18,722,477		22,118,071	18,722,477
	Service Charge of premises		136,000	132,000		-	-
	Insurance		391,608,343	374,413,133		391,544,048	374,348,838
	Power and electricity		146,748,836	138,823,912		146,408,583	138,445,156
	Rent, taxes, insurance, electricity etc. of Indian operation		9,328,403	11,386,767		9,328,403	11,386,767
			<b>1,110,156,517</b>	<b>1,030,982,468</b>		<b>1,102,372,828</b>	<b>1,023,543,967</b>
<b>28.00 Legal expenses</b>							
	Law charges		56,183,331	52,200,490		56,183,331	52,200,490
	Law charges of Indian operation		21,915	95,517		21,915	95,517
			<b>56,205,246</b>	<b>52,296,007</b>		<b>56,205,246</b>	<b>52,296,007</b>
<b>29.00 Postage, Stamps, Telecommunication</b>							
	Postage & Telegram, telex and fax etc.		4,926,333	11,238,657		4,900,361	11,231,571
	Stamp		8,868,846	9,783,232		8,810,046	9,740,982
	Telephone		39,290,835	45,462,476		39,290,984	45,367,533
	Postage, stamps, telecommunication of Indian operation		4,798,872	5,991,072		4,798,872	5,991,072
			<b>57,884,886</b>	<b>72,475,437</b>		<b>57,740,263</b>	<b>72,331,158</b>
<b>30.00 Printing, Stationery, Advertisement, etc.</b>							
	Stationery & printing		145,059,530	143,495,117		144,862,745	143,329,004
	Advertisement		31,133,042	23,229,208		31,082,442	23,209,208
	Stationery, printing and advertisement etc. of Indian operation		1,101,750	1,343,166		1,101,750	1,343,166
			<b>177,294,322</b>	<b>168,067,491</b>		<b>177,046,937</b>	<b>167,881,378</b>
<b>31.00 Chief executive's salary and fees</b>							
	Chief executive's salary and fees		4,800,000	4,800,000		4,800,000	4,800,000
	Chief executive's salary and fees of Indian operation		2,774,562	4,259,719		2,774,562	4,259,719
			<b>7,574,562</b>	<b>9,059,719</b>		<b>7,574,562</b>	<b>9,059,719</b>
	*Basic Salary of Managing Director and CEO Tk. 3,25,000 and Allowances Tk. 75,000 per month.						
<b>32.00 Directors' Fees &amp; Honorium*</b>							
	Directors' fees & Honorium		6,800,500	7,896,200		6,238,750	7,429,000
	Directors' fees of Indian operation		-	5,289		-	5,289
			<b>6,800,500</b>	<b>7,901,489</b>		<b>6,238,750</b>	<b>7,434,289</b>
	*Each Director is paid Tk. 8,000 per meeting per attendance as per Bangladesh Bank's BRPD Circular no.11 dated 04 October 2015.						
<b>33.00 Auditors' fees</b>							
	Statutory Audit fee		3,163,625	2,765,500		3,090,625	2,672,500
	Audit fee of Indian operation		777,667	569,334		777,667	569,334
			<b>3,941,292</b>	<b>3,334,834</b>		<b>3,868,292</b>	<b>3,241,834</b>
<b>34.00 Depreciation and Repairs at Bank's Assets</b>							
	<b>Depreciation:</b>						
	<b>A) Premises (Including Land &amp; Building)</b>						
	Premises		34,845,756	39,551,306		34,845,756	39,551,306
	Building Construction		-	-		-	-
	<b>Sub-total</b>		<b>34,845,756</b>	<b>39,551,306</b>		<b>34,845,756</b>	<b>39,551,306</b>
	<b>B) Dead stock</b>						
	Furniture		73,373,470	67,454,004		72,987,091	67,034,607
	Electric Installation		79,733,715	72,355,091		78,851,251	72,095,651
	Computer Software		66,808,772	53,308,442		66,788,772	53,079,042
	Computer Hardware		190,772,544	166,000,082		190,556,541	166,000,082
	Type Writer Machine		30,467	90,487		30,467	90,487
	Motor Car & Other Vehicle		61,075,061	42,583,955		61,075,061	41,922,144
	Library		610,129	536,199		610,129	536,199
	<b>Sub-total</b>		<b>472,404,158</b>	<b>402,328,260</b>		<b>470,899,312</b>	<b>400,758,212</b>
	Kolkata Branch		1,886,213	3,150,309		1,886,213	3,150,309
	Siliguri Branch		48,128	80,034		48,128	80,034
	<b>Sub-total</b>		<b>1,934,341</b>	<b>3,230,343</b>		<b>1,934,341</b>	<b>3,230,343</b>
			<b>509,184,255</b>	<b>445,109,909</b>		<b>507,679,469</b>	<b>443,539,861</b>



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
	<b>Repairs:</b>						
	Repairs to Bank's Assets		46,873,828	62,203,108	45,924,839	61,633,256	
	Repairs to Bank's assets of Indian operation		324,080	240,665	324,080	240,665	
	<b>Sub-total</b>		<b>47,197,908</b>	<b>62,443,773</b>	<b>46,248,919</b>	<b>61,873,921</b>	
			<b>556,382,163</b>	<b>507,553,682</b>	<b>553,928,328</b>	<b>505,413,782</b>	
<b>35.00</b>	<b>Other expenses</b>						
	Repairs to Rented Property		1,400,775	5,292,026	1,400,775	5,292,026	
	Consultant fees & Bank Charge		410,738	1,572,178	-	-	
	Books and News Paper		27,110,865	25,931,596	27,053,947	25,826,416	
	Pay of Police guards.		861,215,749	897,134,006	861,067,669	896,973,586	
	Motor Car Running and Maintenance		64,267,983	103,770,203	64,267,983	103,770,203	
	Entertainment		53,333,969	53,113,400	52,626,585	52,551,610	
	Sundries		524,576,027	537,681,716	524,576,027	537,681,716	
	Traveling Expenses & VAT Expenses		143,221,923	143,987,364	143,152,195	143,848,815	
	Lunch Subsidy		660,664,463	716,353,469	660,003,303	715,535,589	
	Donation and Subscription		25,281,310	22,337,460	25,069,690	22,153,000	
	Liveries to Staff		12,539,032	13,421,781	12,539,032	13,421,781	
	Sports		3,953,131	6,847,518	3,953,131	6,847,518	
	VISA-IRF		62,067	9,716	62,067	9,716	
	Computer Hardware Repairs & Maintenance		26,261,567	26,081,095	26,261,567	26,081,095	
	Computer Software Repairs & Maintenance		150,404,398	106,223,597	150,404,398	106,223,597	
	Rent of Connectivity/CCTV/Internet Etc.		90,202,943	52,597,351	90,202,943	52,597,351	
	Training Expenses		65,324,836	44,650,234	65,324,836	44,650,234	
	Bangla Nabobosho Allowance		106,977,982	107,239,218	106,977,982	107,239,218	
	Washing Allowance		1,421,594	1,796,025	1,421,594	1,796,025	
	Cash Transportation		66,491,499	68,876,905	66,491,499	68,876,905	
	Business Development		12,611,615	12,661,057	11,964,769	11,691,820	
	Death relief Grant fund		40,950,000	30,700,000	40,950,000	30,700,000	
	Honorarium to staff		31,878,987	8,899,880	31,878,987	8,899,880	
	Generator Maintenance		58,233,345	60,896,131	58,233,345	60,896,131	
	Staff welfare		23,686,320	20,379,077	22,756,916	19,725,146	
	Operation & Maintenance Cost of Executive Car Loan		267,547,666	238,291,535	267,547,666	238,291,535	
	VAT expense		1,290,254	1,526,147	-	-	
	Recreation Expenses		157,626,229	136,676,789	157,626,229	136,676,789	
	Loss on disposal of Securities		-	20,850,469	-	20,850,469	
	Other expenses of Indian operation		12,628,560	6,948,680	12,628,560	6,948,680	
	Conveyance		2,525,728	-	2,525,728	-	
	Hired Transport		34,577,201	-	34,577,201	-	
	NID Verification Charge		598,000	-	598,000	-	
			<b>3,529,276,756</b>	<b>3,472,746,623</b>	<b>3,524,144,624</b>	<b>3,466,056,851</b>	
<b>36.00</b>	<b>Provision for Loans and Advances</b>						
	Provision for Classified Loans & Advances		5,395,700,000	-	5,395,700,000	-	
	Provision for Unclassified Loans and Advances		2,434,600,000	(468,800,000)	2,434,600,000	(468,800,000)	
	<b>Total amount of provision made during the year</b>		<b>7,830,300,000</b>	<b>(468,800,000)</b>	<b>7,830,300,000</b>	<b>(468,800,000)</b>	
<b>36a</b>	In response to Bank request dated 24 April 2019, Bangladesh Bank allowed forbearance through vide no- BRPD (P-1) 661/13/2019-3336 dated 29 April 2019 to maintain required provision against unclassified and classified loans & advances including writ for the year 2018. Bank has complied that accordingly						
<b>37.00</b>	<b>Provision for diminution in value of investment</b>						
	<b>Dealing securities</b>						
	Quoted		-	-	-	-	
	Unquoted		-	-	-	-	
	<b>Investment securities</b>						
	Quoted		1,008,131,234	414,505,200	1,008,131,234	414,505,200	
	Unquoted		-	-	-	-	
	<b>Debenture (Public and Private)</b>		<b>(51,000,000)</b>	<b>56,944,125</b>	<b>(51,000,000)</b>	<b>56,944,125</b>	
			<b>957,131,234</b>	<b>471,449,325</b>	<b>957,131,234</b>	<b>471,449,325</b>	



Notes	Particulars	Ref. Note	Amount in Taka					
			Consolidated		Bank			
			2018	2017	2018	2017		
<b>38.00</b>	<b>Other provisions</b>							
	Provision for other assets		927,978,045	300,000,000	927,978,045	300,000,000		
	Provision against Off Balance Sheet exposure	38.01	355,756,764	57,718,653	355,756,764	57,718,653		
	Provision for NOSTRO A/C		343,661	1,705,468	343,661	1,705,468		
	Provision for Bonus & Exgratia		2,550,000,000	1,550,000,000	2,550,000,000	1,550,000,000		
	Provision for Balance with BB		-	468,800,000	-	468,800,000		
	Return of provision for India operation		(689,257)	-	(689,257)	-		
	Provision for other bank's and financial institution		1,385,200,000	-	1,385,200,000	-		
	Provision for financial assistants		3,000,000	4,000,000	-	-		
			<b>5,221,589,213</b>	<b>2,382,224,121</b>	<b>5,218,589,213</b>	<b>2,378,224,121</b>		
<b>38a</b>	In response to Bank appeal dated 24 April 2019, Bangladesh Bank allowed forbearance through vide no- BRPD (P-1) 661/13/2019-3336 dated 29 April 2019 to maintain required provision against Balance with Bangladesh Bank for the year 2018. Bank has complied that accordingly.							
<b>38b</b>	As per BRPD circular no. 14, date 23 Sep 2012, 1% provision should be maintained against off- balance sheet items except the criteria mention in the BRPD circular no 01, date 03 January 2018. In response to Bank appeal dated 27 November 2017, Bangladesh Bank allowed forbearance through vide no- BRPD (p-1)/661/13/2017-7860 dated 27 November 2017 to maintain required provision against L/C of Ruppur Nuclear Power plant. Bank has complied that accordingly.							
<b>39.00</b>	<b>Cash Received from Other Operating Activities</b>							
	Exchange		-	-	-	-		
	Other operating income		257,654,178	313,418,188	257,416,484	312,120,496		
			<b>257,654,178</b>	<b>313,418,188</b>	<b>257,416,484</b>	<b>312,120,496</b>		
<b>40.00</b>	<b>Cash paid for Other Operating Activities</b>							
	Rent		(530,411,451)	(487,504,179)	(523,326,003)	(480,640,729)		
	Taxes		(22,118,071)	(18,722,477)	(22,118,071)	(18,722,477)		
	Insurance		(391,608,343)	(374,413,133)	(391,544,048)	(374,348,838)		
	Power & electricity		(146,748,836)	-	(146,408,583)	-		
	Rent, Taxes Insurance of Indian operation		(9,328,403)	(11,386,767)	(9,328,403)	(11,386,767)		
	Law Charges		(56,165,612)	(52,296,007)	(56,165,612)	(52,296,007)		
	Postage		(4,897,668)	(11,238,657)	(4,871,696)	(11,231,571)		
	Stamp		(8,868,846)	(9,783,232)	(8,810,046)	(9,740,982)		
	Telephone		(39,290,835)	(45,462,476)	(39,230,984)	(45,367,533)		
	Postage, Stamp, Telephone of Indian operation		(4,798,872)	(5,991,072)	(4,798,872)	(5,991,072)		
	Auditors' Fees		(3,941,292)	(3,334,834)	(3,868,292)	(3,241,834)		
	Advertisement		(31,133,042)	(23,229,208)	(31,082,442)	(23,209,208)		
	Director Fees		(6,800,500)	(7,901,489)	(6,238,750)	(7,434,289)		
	Repairs to Bank's Property		(46,873,828)	(62,203,108)	(45,924,839)	(61,633,256)		
	Repairs to rented property		(1,400,775)	(5,292,026)	(1,400,775)	(5,292,026)		
	Pay of Police Guards		(861,215,749)	(897,134,006)	(861,067,669)	(896,973,586)		
	Motor Car Running		(64,267,983)	(103,770,203)	(64,267,983)	(103,770,203)		
	Maintaince of Executive Car		(267,547,666)	(238,291,535)	(267,547,666)	(238,291,535)		
	Entertainment		(53,333,969)	(53,113,400)	(52,626,585)	(52,551,610)		
	Sundries		(457,179,543)	(537,681,716)	(457,179,543)	(537,681,716)		
	Traveling Expenses		(143,221,923)	(143,987,364)	(143,152,195)	(143,848,815)		
	Lunch Subsidy		-	(716,353,469)	-	(715,535,589)		
	Donation		(25,281,310)	(22,337,460)	(25,069,690)	(22,153,000)		
	Liveries to Staff		-	(13,421,781)	-	(13,421,781)		
	Sports		(3,953,131)	(6,847,518)	(3,953,131)	(6,847,518)		
	Computer Hardware Rep.		(26,261,567)	(26,081,095)	(26,261,567)	(26,081,095)		
	Computer Software Rep.		(150,404,398)	(106,223,597)	(150,404,398)	(106,223,597)		
	Rent of Connectivity/CCTV		(90,202,943)	(52,597,351)	(90,202,943)	(52,597,351)		
	Training Expenses		(65,324,836)	(44,650,234)	(65,324,836)	(44,650,234)		
	Bangla Naboborsho		-	(107,239,218)	-	(107,239,218)		
	Washing Allowance		(1,421,594)	(1,796,025)	(1,421,594)	(1,796,025)		
	Cash transportation		(66,491,499)	(68,876,905)	(66,491,499)	(68,876,905)		
	Generator Maintenance		(58,233,345)	(60,896,131)	(58,233,345)	(60,896,131)		
	VISA-IRF		(62,067)	(9,716)	(62,067)	(9,716)		
	Adjusting A/C		-	(36,995,070)	-	(36,995,070)		
	Business Development		(12,611,615)	(12,661,057)	(11,964,769)	(11,691,820)		
	Death Relief Grant Scheme		(40,950,000)	(30,700,000)	(40,950,000)	(30,700,000)		
	Recreation Expenses		(157,626,229)	(136,676,789)	(157,626,229)	(136,676,789)		
	Paid for CSR expenditure		(19,010,101)	(8,937,327)	(19,010,101)	(8,937,328)		
	Service charges of promises		(136,000)	(132,000)	-	-		
	VAT expense		(1,290,254)	(1,526,151)	-	-		
	Currency translation differences		89,692	840,346	-	-		
	Consultant fees & Bank Charge		(410,738)	(1,572,178)	-	-		
	Other expenses of Indian operation		(12,628,560)	(6,948,676)	(12,628,560)	(6,948,680)		
	NID Verification Charge		(598,000)	-	(598,000)	-		
	Convence		(2,525,728)	-	(2,525,728)	-		
	Repairs to Bank's assets of Indian operation		(324,080)	(240,665)	(324,080)	(240,665)		
			<b>(3,886,811,510)</b>	<b>(4,555,616,956)</b>	<b>(3,874,011,494)</b>	<b>(4,542,671,566)</b>		

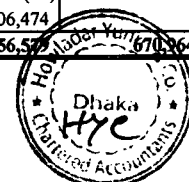


Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
<b>41.00</b>	<b>Increase / (Decrease) of Other Assets</b>						
	Investment in SECI		-	-	(1,140,000)	(3,800,000)	
	Long term Loan to Subsidiary Company(SECI).		-	-	11,839,000	3,475,000	
	Stamps in hand		1,521,448	(657,382)	1,521,448	(657,382)	
	Stationery in hand		40,970,199	50,526,628	40,970,199	50,526,628	
	Advance Rent		9,773,599	33,629,207	9,773,599	33,629,207	
	Branch Adjustment		15,082,789,073	45,918,748,996	15,082,789,073	45,918,748,996	
	Suspense account		1,211,270,772	(628,819,363)	1,211,270,772	(628,819,363)	
	Draft Payable account (Ex-Advice)		24,574,313	13,885,730	24,574,313	13,885,730	
	Employee PDCRB fund investment		(24,861,252)	6,356,063,643	(24,861,252)	7,697,993,025	
	Employee pension fund investment		3,855,496,299	(50,466,162)	3,855,496,299	(50,466,162)	
	Govt. Draft Payable Account (Ex-Advice)		18,564,057	(16,979,685)	18,564,057	(16,979,685)	
	Protested Bills		(5,934,509)	(136,006)	(5,934,509)	(136,006)	
	Wage Earners' Fund Purchased Adj. A/C.		1,604,453,226	9,141,551	1,604,453,226	9,141,551	
	Adjusting Account Debit Balance		(97,215,223)	1,067,282,545	(97,215,223)	1,067,282,545	
	Settlement Account (Islamic)		(143,919,794)	(27,772,036)	(143,919,794)	(27,772,036)	
	Investment in foreign currency A/C		-	3,323,453,500	-	3,323,453,500	
	Demand Drafts purchased		151,068,089	(265,718,934)	151,068,089	(265,718,934)	
	Pension Bill Purchased(Army)		456,079,247	255,766,151	456,079,247	255,766,151	
	Pension Bill Purchased(Civil)		158,480,767	102,232,803	158,480,767	102,232,803	
	PSP/BSP Encashment		(1,903,953,317)	(1,706,880,893)	(1,903,953,317)	(1,706,880,893)	
	Agri- Exemption A/C Affected By River Erosion		(797,237)	1,894	(797,237)	1,894	
	NRT A/C Dr. Balance		(30,500)	654,683	(30,500)	654,683	
	Army Pension Bill Purchased A/C New		(1,277,137,613)	(1,307,651,026)	(1,277,137,613)	(1,307,651,026)	
	Overseas Branches		1,841,683,050	(1,108,111,562)	1,841,683,050	(1,108,111,562)	
	Other receivable		(12,527,840)	220,738,754	-	-	
	Security Deposits		(285,215)	(248,644)	-	-	
	Advance Cover Funds		-	28,945,781	-	-	
	Others Current assets of SECI		-	(1,163,925)	-	-	
	Frozen Fish Loan Exemption A/C		101,773,510	-	101,773,509	-	
	ATM Settlement Account Debit Balance		(56,433,070)	-	(56,433,070)	-	
	SECI Settlement Account Debit Balance		(241,545,685)	-	(241,545,685)	-	
	Clearing Settlement Account Debit Balance		(13,317,859)	-	(13,317,859)	-	
	Wage Earners' Bond Encashment A/C		(694,757,576)	-	(694,757,576)	-	
	Preliminary Expenses - HR Recruitment A/C		(11,487,463)	-	(11,487,463)	-	
			<b>20,074,293,497</b>	<b>52,266,466,247</b>	<b>20,097,805,552</b>	<b>53,359,798,665</b>	

**42.00 Increase / (Decrease) of Other Liabilities**

**Closing other liabilities:**

	Provision for classified Loans	(214,048,653)	(417,142,160)	(214,048,653)	(417,142,160)
	Interest Suspense	4,968,059,595	5,660,990,857	4,968,059,595	5,660,990,857
	Sonali Bank Employees' PDCRB fund	(76,679,554)	(128,760,668)	(76,679,554)	(128,760,668)
	Sonali Bank Employees' Pension fund	(4,647,202,812)	(6,867,766,288)	(4,647,202,812)	(6,867,766,288)
	Adjusting A/C Cr. Balance	3,655,137	(192,813,407)	3,655,137	(192,813,407)
	Sundry Deposits (H.O)	352,890,284	656,908,126	352,890,284	656,908,126
	Provision for Bonus/Exgratia	(1,474,033,305)	370,279,482	(1,474,033,305)	370,279,482
	Provision for NOSTRO A/C	(1,705,468)	493,325	(1,705,468)	493,325
	Balance in F.C Clearing Account	-	(108,740)	-	(108,740)
	Sirajganj Integrated Rural Development Fund	624,681	624,681	624,681	624,681
	Foreign Currency Fund Purchased A/C	(1,924,850,833)	51,328,029	(1,924,850,833)	51,328,029
	Foreign Correspondent Charges	1,446,579	(1,153,404)	1,446,579	(1,153,404)
	Exporter Foreign Currency Retention Quota	7,355,058,248	37,941,067	7,355,058,248	37,941,067
	BB Refinance Scheme for SML of Tk. 10	(5,613,750)	(2,816,250)	(5,613,750)	(2,816,250)
	Provision for rebate on good borrowers	-	(21,190,000)	-	(21,190,000)
	Provision for loss of Sonali UK Ltd.	(115,328,674)	-	(115,328,674)	-
	Income Receivable in Advance	(34,505,392)	16,104,754	(34,505,392)	16,104,754
	Asian Clearing Union (VOSTRO)	184,386,403	167,861,408	184,386,403	167,861,408
	Employee tax deducted	9,166,832	153,763	9,166,832	153,763
	BB Refinance Scheme for SME (Ren. Energy/Solar Energy)	(316,568)	(316,568)	(316,568)	(316,568)
	Revolving fund against I.D.A. Credit -725 B.D.	-	8,645,875	-	8,645,875
	Payable for Client Sale	(5,286,634)	(2,106,613)	-	-
	Others liabilities of subsidiary	(36,975,845)	(171,907,118)	-	-
	Portfolio Margin Deposit Control	11,733,610	4,869,966	-	-
	Remittance Payable to Beneficiary	15,837,978	28,077,284	-	-
	Refinance fund for Milk Product and Artificial Inse. Scheme-RCD	64,400,000	120,242,500	64,400,000	120,242,500
	B.B Refinance Scheme (200 Core) for Jute Sector	172,000,000	20,000,000	172,000,000	20,000,000
	Overseas Branches	(1,795,650,111)	1,191,458,309	(1,795,650,111)	1,191,458,309
	E Challan Settlement A/C	739,999	-	739,999	-
	ATM settlement Account Credit Balance	28,157,506	-	28,157,505	-
	Provision for Salary	(38)	-	(38)	-
	Clearing settlement Account Credit Balance	17,806,474	-	17,806,474	-
		<b>2,853,765,689</b>	<b>529,898,209</b>	<b>2,868,456,577</b>	<b>670,264,691</b>



Notes	Particulars	Ref. Note	Amount in Taka				
			Consolidated		Bank		
			2018	2017	2018	2017	
<b>43.00</b>	<b>Cash and cash equivalents</b>						
	Cash in hand (Including foreign currency)		5,016,917,890	5,112,714,589	5,016,917,890	5,112,714,589	
	Cash at Bank		-	-	-	-	
	Balance with Bangladesh Bank		93,111,121,308	82,883,273,174	93,111,121,308	82,883,273,174	
	Money at call on short notice		19,723,200,000	22,564,800,000	19,723,200,000	22,564,800,000	
	Balance held with other bank		107,792,446,613	68,872,230,477	107,494,384,469	68,568,548,406	
	Prize bonds in hand		64,590,200	61,275,750	64,590,200	61,275,750	
			<b>225,708,276,011</b>	<b>179,494,293,990</b>	<b>225,410,213,867</b>	<b>179,190,611,919</b>	
<b>44.00</b>	<b>Earnings per Share (EPS):</b>						
	Net profit after tax		2,321,338,777	7,161,158,033	2,264,214,113	7,091,660,386	
	Number of ordinary shares outstanding	44.01	413,876,712	383,410,959	413,876,712	383,410,959	
	Earnings per share (EPS)		<b>5.61</b>	<b>18.68</b>	<b>5.47</b>	<b>18.50</b>	
<b>44.01</b>	<b>Weighted average number of ordinary shares outstanding</b>						
	30,000,000 Ordinary shares outstanding for 5 days (2017)		-	410,959	-	410,959	
	383,000,000 Ordinary shares outstanding for 365 days (2017)		-	383,000,000	-	383,000,000	
	413,000,000 ordinary shares outstanding for 365 days (2018)		413,000,000	-	413,000,000	-	
	40,000,000 ordinary shares outstanding for 8 days (2018)		876,712	-	876,712	-	
			<b>413,876,712</b>	<b>383,410,959</b>	<b>413,876,712</b>	<b>383,410,959</b>	



#### 45 Audit Committee

Audit Committee of Sonali Bank Limited has been constituted by the Board of Directors as per BRPD Circular No. 12 dated 23 December 2002 comprising the following members:

Sl. No.	Name	Status in the Bank	Status with the committee	Educational qualification
1	Mr. A.K.M Kamrul Islam FCA, FCS	Director	Chairman	B.Com (Hons.), M.com (Accounting), FCA, FCS
2	Mr. Md. Mahboob Hossain	Director	Member	M.Sc. (Botany)
3	Mrs. Sabera Aktari Jamal	Director	Member	B.A (Hons.) , M.A (Economics)
4	Mr. Muhammed Asadullah	Director	Member	B.A (Hons.) , M.A (Development)
5	Mr. Ishtiaque Ahmed Chowdhury	Director	Member	M.A (Political science), LLB

#### Duties and Responsibilities of the Audit Committee:

- To Evaluate internal control and compliance, risk management, computerization and system of MIS of the bank
- To review annual financial statements of the bank and exchange views with external auditors and Bank management in the regard.
- To consider if the recommendations made by internal & External Auditors are in order to develop internal control strategy by the Bank Management.
- To review as to whether the rules and regulation made by controlling authorities like Bangladesh Bank and other regulatory bodies are duly followed.
- To appraise the Bank's Board of Directors regarding Lapses and errors/ Frauds & Forgeries/ other irregularities detected by internal auditors, external auditors & Bangladesh Bank inspection team and corrective measures taken for the purpose of effective control.

During the year 2018 the Audit Committee has conducted 10 (ten) meetings in which, among others, the following issues were discussed:

- Comprehensive inspection reports of Bangladesh Bank including status of Compliance thereof.
- Inspection reports of branches/Head Office conducted by Bank's internal inspection team.
- Financial Statements of the Bank.
- Half yearly accounts of 2018 of the bank.
- Status of compliance of different rules and regulations.

Annual financial statements have been discussed with the External Auditors in the Audit Committee meeting held on 29 April 2019.

#### 46 Related Party Disclosures

Name of the Board of Directors and the entities in which they had interest as at 31 December 2018

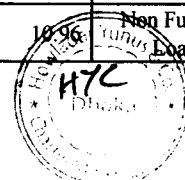
SL. No	Name	Status with the Bank	Name of the firms/Companies in which interested as proprietor, partner, director, managing agent, guarantor, employee etc.	Position	No. of Shares
1	Mr. Md. Ashraful Moqbul	Chairman	Nil	Nil	1
2	Mr. Md. Fazlul Haque	Director	Nil	Nil	1
3	Mr. Md. Mahboob Hossain	Director	Nil	Nil	1
4	Mrs. Sabera Aktari Jamal	Director	Nil	Nil	1
5	Mr. Muhammed Asadullah	Director	Nil	Nil	1
6	Mr. A K M Kamrul Islam FCA, FCS	Director	Islam Aftab Karmrul & Co. Chartered Accountants	Partner	1
7	Dr. Md. Nurul Alam Talukder	Director	Nil	Nil	1
8	Mr. Ishtiaque Ahmed Chowdhury	Director	Nil	Nil	1



#### 47 Related party/(ies) transaction

The bank generally carried out transactions in the ordinary course of its business at arm's length at commercial rate as per agreements with different related parties. The bank also renders services to the Government in various forms, which are not quantified. However, as of the date of the financial statements the Bank had no transactions with the Director of the Bank as a related party. During the year, the bank had some quantified transactions with the Government (Sponsor/Share holder) as defined on BRPD Circular no14 issued by the Bangladesh Bank on 25 March 2003 are listed below:

Name of the Related Party	Related by	Status with the Related Party	Transaction Outstanding Balance (Crore)	Remarks
Government (Note-19.01)	Sponsor/Share holder	Concerned Department of the Government	254.53	Letter of Guarantee
Government (Note-19.02)	Sponsor/Share holder	Concerned Department of the Government	108,075.75	Letter of Credit
Jatio Shanchaya Bureau (Note-9.8)	Sponsor/Share holder	Concerned Department of the Government	755.04	PSB/BSP Encashment
Government (Note-9.8.)	Sponsor/Share holder	Concerned Department of the Government	375.63	Pension bills(Army)
Government (Note: 9.8)	Sponsor/Share holder	Concerned Department of the Government	920.98	Pension bills(Army) New
Government (Note: 9.8)	Sponsor/Share holder	Concerned Department of the Government	211.36	Pension bills(Civil)
Power Development Board	Sponsor/Share holder	Concerned Department of the Government	7,940.79	Non Funded Loan
Bangladesh Petroleum Corp.	Sponsor/Share holder	Concerned Department of the Government	620.55	Non Funded Loan
Bangladesh Agricultural Development Corp.	Sponsor/Share holder	Concerned Department of the Government	2,463.77	Funded & Non Funded Loan
Bangladesh Sugar & Food Ind. Corp	Sponsor/Share holder	Concerned Department of the Government	3,725.91	Funded Loan
Electric Generation Company Ltd.	Sponsor/Share holder	Concerned Department of the Government	560.35	Non Funded Loan
Directorate of Food, Food Ministry	Sponsor/Share holder	Concerned Department of the Government	1,684.39	Funded & Non Funded Loan
Department of Gas Transmission Company Limited (GTCL)	Sponsor/Share holder	Concerned Department of the Government	15.00	Non Funded Loan
Department of fire service & Civil Defense	Sponsor/Share holder	Concerned Department of the Government	3.57	Non Funded Loan
Department of Disaster Management & Relief	Sponsor/Share holder	Concerned Department of the Government	12.06	Non Funded Loan
Bangladesh Textile Mills Corporation (BTMC)	Sponsor/Share holder	Concerned Department of the Government	10.70	Funded Loan
Bangladesh Betar	Sponsor/Share holder	Concerned Department of the Government	3.98	Non Funded Loan
National Board of Revenue (NBR)	Sponsor/Share holder	Concerned Department of the Government	76.09	Non Funded Loan
Bangladesh Petroleum Exploration & Production Co. Ltd.	Sponsor/Share holder	Concerned Department of the Government	68.39	Non Funded Loan
Eastern Refinery Limited	Sponsor/Share holder	Concerned Department of the Government	251.19	Non Funded Loan
Trading Corporation of Bangladesh	Sponsor/Share holder	Concerned Department of the Government	31.36	Funded loan
Bangladesh Biman	Sponsor/Share holder	Concerned Department of the Government	479.02	Funded & Non Funded Loan
Dhaka Wasa	Sponsor/Share holder	Concerned Department of the Government	15.33	Non Funded Loan
Chittagong Port Authority	Sponsor/Share holder	Concerned Department of the Government	342.59	Non Funded Loan
Bangladesh Standard Control & Testing Institute(BSTI)	Sponsor/Share holder	Concerned Department of the Government	7.34	Non Funded Loan
Dhaka Unversity	Sponsor/Share holder	Concerned Department of the Government	66.58	Funded Loan
Palli Daridro Bimochon Foundation (PDBF)	Sponsor/Share holder	Concerned Department of the Government	0.31	Funded & Non Funded Loan
Essential Drug Co. Ltd.	Sponsor/Share holder	Concerned Department of the Government	12.34	Non Funded Loan
Milk Vita	Sponsor/Share holder	Concerned Department of the Government		Non Funded Loan

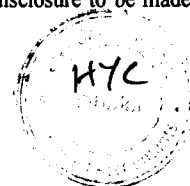




Name of the Related Party	Related by	Status with the Related Party	Transaction Outstanding Balance (Crore)	Remarks
Bangladesh Bank	Sponsor/Share holder	Concerned Department of the Government	37.56	Non Funded Loan
Bangladesh Telecommunication Co.Ltd.(BTCL)	Sponsor/Share holder	Concerned Department of the Government	23.42	Non Funded Loan
TSP Complex Ltd.	Sponsor/Share holder	Concerned Department of the Government	0.82	Non Funded Loan
Bangladesh Cable Shilpa Ltd.	Sponsor/Share holder	Concerned Department of the Government	8.25	Non Funded Loan
Bangladesh Police	Sponsor/Share holder	Concerned Department of the Government	26.33	Non Funded Loan
Central Medical storage DEPO (CMSD)	Sponsor/Share holder	Concerned Department of the Government	4.73	Non Funded Loan
Bangladesh Air Force	Sponsor/Share holder	Concerned Department of the Government	722.3	Non Funded Loan
Karmasangsthan Bank	Sponsor/Share holder	Concerned Department of the Government	200	Funded Loan
Bangladesh Ordinance Factory	Sponsor/Share holder	Concerned Department of the Government	22.55	Non Funded Loan
Bangladesh Navy	Sponsor/Share holder	Concerned Department of the Government	361.20	Non Funded Loan
Bangladesh Coast Guard	Sponsor/Share holder	Concerned Department of the Government	460.60	Non Funded Loan
Bangladesh Atomic Energy Commission	Sponsor/Share holder	Concerned Department of the Government	85,893.32	Non Funded Loan
Bangladesh Chemical Industries Crop.	Sponsor/Share holder	Concerned Department of the Government	2,871.94	Funded & Non Funded Loan
Bangladesh Railway	Sponsor/Share holder	Concerned Department of the Government	1,133.19	Non Funded Loan
Bangladesh Water Dev. Board	Sponsor/Share holder	Concerned Department of the Government	573.45	Funded & Non Funded Loan
All Directorates & Department (Directorate General of Defense Purchase)	Sponsor/Share holder	Concerned Department of the Government	1,001.44	Non Funded Loan
Bangladesh Election Commission	Sponsor/Share holder	Concerned Department of the Government	291.34	Non Funded Loan
Bangladesh Jute Mills Corporation	Sponsor/Share holder	Concerned Department of the Government	143.55	Funded Loan
Rural Electrification Board	Sponsor/Share holder	Concerned Department of the Government	1,151.48	Non Funded Loan
Department of Environment	Sponsor/Share holder	Concerned Department of the Government	19.57	Non Funded Loan
B-R Powergen Limited	Sponsor/Share holder	Concerned Department of the Government	787.34	Non Funded Loan
Dhaka South City Corporation	Sponsor/Share holder	Concerned Department of the Government	0.80	Non Funded Loan
Bangladesh Road Transport Corporation (BRTC)	Sponsor/Share holder	Concerned Department of the Government	468.23	Non Funded Loan
National Telecommunication Monitoring Center	Sponsor/Share holder	Concerned Department of the Government	186.69	Non Funded Loan
Latif Buwany Jute Mills Ltd.	Sponsor/Share holder	Concerned Department of the Government	0.93	Non Funded Loan
Sher-e-Bangla Agricultural University	Sponsor/Share holder	Concerned Department of the Government	47.68	Funded Loan
Sonali Exchange Co. N.Y. (note 9.1)	The Bank	Subsidiary Company	7.97	Investment
Sonali Exchange Co. N.Y. (note 9.1)	The Bank	Subsidiary Company	8.25	Loan
Sonali Investment LTD. (note 9.1)	The Bank	Subsidiary Company	200.00	Investment
Sonali Bank (U.K.) Ltd (note 6.2)	The Bank	Associate	310.43	Investment

**48 Event after the Balance Sheet date**

No circumstances have arisen since the Balance Sheet date, which would require any adjustments or disclosure to be made in the Financial Statements.



1. Balance with Bangladesh Bank and its agent bank(s) as on 31 December 2018

Annexure-A

a) Local Currency

No.	Particulars	Amount in Taka	
		As per Sonali Bank	As per Bangladesh Bank
1	Head Office	61,473,757,859	6,120,566,619
2	Local Office	20,015,128,527	13,234,011,648
3	Barisal Corporate Branch	842,870,410	253,923,365
4	Bogra Corporate Branch	2,134,034	32,578,965
5	Laldighi Corporate Branch	40,552,076	49,619,231
6	Khulna Corporate Branch	226,113,718	226,119,150
7	Rangpur Corporate Branch	164,458,856	297,942,365
8	Rajshahi Corporate Branch	201,317,753	261,209,373
9	Sylhet Corporate Branch	107,918,447	44,196,610
<b>Total</b>		<b>83,074,251,681</b>	<b>20,520,167,326</b>

b) Foreign Currency

No.	Particulars	Amount in Taka	
		As per Sonali Bank	As per Bangladesh Bank
1	USD	9,989,708,798	281,753,124
2	GBP	12,227,993	12,635,391
3	EURO	33,843,285	4,579,822
4	J. YEN	1,089,550	1,073,786
<b>Total</b>		<b>10,036,869,626</b>	<b>300,042,123</b>

Difference appeared in between the balance as per Bangladesh Bank and Sonali Bank Ltd. due to reconciliation gap.

2.00 Investment in Government securities classified as per Bangladesh Bank's DOS circular No. 05 date 26 May 2008 and DOS circular No. 05 date 28 January 2009.

a) Held to Maturity (HTM)

Bond / Other securities

2 years BGTB  
5 years BGTB  
10 years BGTB  
15 years BGTB  
20 years BGTB  
BJMC  
25 years  
BPC

3 years Treasury Bond  
Public Debenture  
Sub Total

Total

	Amount in Taka	
	2018	2017
	2,000,360,409	4,000,723,282
	46,777,624,055	40,332,973,240
	57,732,314,589	56,240,333,640
	29,240,719,158	28,362,478,871
	25,864,901,962	23,421,856,950
	5,354,200,000	5,354,200,000
	42,387,500	144,140,000
	46,364,700,000	46,364,700,000
	332,037,000	-
	5,147,900	5,147,900
<b>Sub Total</b>	<b>213,714,392,573</b>	<b>204,226,553,883</b>
<b>Total</b>	<b>213,714,392,573</b>	<b>204,226,553,883</b>

b) Held For Trading (HFT)

Treasury Bill

91 days Treasury Bill  
182 days Treasury Bill  
364 days Treasury Bill

Sub Total

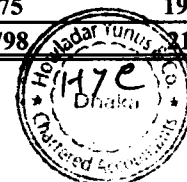
Bond / Other securities

2 years BGTB  
5 years BGTB  
10 years BGTB  
15 years BGTB  
20 years BGTB  
Bangladesh Bank Bill  
Public Share-ICB

Sub Total

Total

	6,478,844,609	13,690,851,063
	1,971,452,011	6,079,023,178
	2,938,698,003	1,006,442,932
<b>Sub Total</b>	<b>11,388,994,623</b>	<b>20,776,317,173</b>
	14,033,125,060	16,351,139,941
	62,109,022,494	52,598,496,101
	44,733,128,175	39,188,106,781
	15,516,658,461	7,696,309,848
	14,769,540,485	9,460,153,090
	-	69,458,108,000
	913,424,500	913,424,500
<b>Sub Total</b>	<b>152,074,899,175</b>	<b>195,665,738,261</b>
<b>Total</b>	<b>163,463,893,798</b>	<b>216,442,055,434</b>



## Sonali Bank Limited

## Consolidated Schedule of Fixed Assets as at 31 December 2018

Particulars	Cost/Revaluation					Depreciation					Net book value as on 31.12.2018	
	Balance as on 01.01.2018	Addition during the year	Deposals/ adjustments during the year	Foreign currency translation gain/(loss)	Balance as on 31.12.2018	Rate	Balance as on 01.01.2018	Deposals/ adjustments during the year	Charge during the year	Foreign currency translation gain/(loss)		Balance as on 31.12.2018
	Taka	Taka	Taka		Taka	%	Taka		Taka		Taka	Taka
<b>A) Premises (Including Land &amp; Building):</b>												
Premises	31,435,487,436	17,199,164	-	-	31,452,686,600	2.50	343,280,720	1,620,929	34,845,756	-	376,505,547	31,076,181,053
Building Construction	707,762,085	42,128,814	12,861,248	-	737,029,651	-	-	-	-	-	-	737,029,651
<b>Sub total</b>	<b>32,143,249,521</b>	<b>59,327,978</b>	<b>12,861,248</b>	<b>-</b>	<b>32,189,716,251</b>		<b>343,280,720</b>	<b>1,620,929</b>	<b>34,845,756</b>	<b>-</b>	<b>376,505,547</b>	<b>31,813,210,704</b>
<b>B) Dead Stock:</b>												
Furniture	1,040,132,749	54,247,560	9,943,695	602,852	1,085,039,466	10.00	581,755,780	8,914,297	73,373,470	-	646,214,953	438,824,513
Electric Installation	913,513,444	109,940,455	13,738,627	3,146,937	1,012,862,209	20.00	646,651,026	(26,160,275)	79,733,715	670,558	751,874,458	260,987,752
Computer Hardware	1,900,433,473	144,348,393	14,345,002	-	2,030,436,864	20.00	1,386,831,138	34,142,072	190,772,544	-	1,543,461,610	486,975,254
Computer Software	222,038,112	76,460,960	512,324	-	297,986,748	20.00	112,233,569	1,568,734	66,808,772	-	177,473,607	120,513,141
Type Writer Machine	5,692,692	-	42,530	-	5,650,162	20.00	5,388,562	43,539	30,467	-	5,375,490	274,672
Motor Car & Other Vehicle	311,685,159	145,773,958	3,499,417	-	453,959,700	20.00	163,382,006	15,984,571	61,075,061	-	208,472,496	245,487,204
Library	10,139,270	1,109,740	-	-	11,249,010	7.00	3,724,047	813	610,129	-	4,333,363	6,915,647
<b>Sub total</b>	<b>4,403,634,899</b>	<b>531,881,066</b>	<b>42,081,595</b>	<b>3,749,789</b>	<b>4,897,184,159</b>		<b>2,899,966,128</b>	<b>34,493,751</b>	<b>472,404,158</b>	<b>670,558</b>	<b>3,337,876,535</b>	<b>1,559,978,182</b>
<b>Total (A+B)</b>	<b>36,546,884,420</b>	<b>591,209,045</b>	<b>54,942,843</b>	<b>3,749,789</b>	<b>37,086,900,410</b>		<b>3,243,246,848</b>	<b>36,114,680</b>	<b>507,249,914</b>	<b>670,558</b>	<b>3,713,711,524</b>	<b>33,373,188,886</b>
<b>C) Dead Stock of overseas Branches:</b>												
Kolkata Branch	15,157,918	2,244,001	481,212	-	16,920,707		8,671,356	-	1,886,213	-	10,557,569	6,363,138
Siliguri Branch	769,058	204,412	24,451	-	949,019		439,456	-	48,128	-	487,584	461,435
<b>Sub total</b>	<b>15,926,977</b>	<b>2,448,413</b>	<b>505,663</b>	<b>-</b>	<b>17,869,727</b>		<b>9,110,812</b>	<b>-</b>	<b>1,934,341</b>	<b>-</b>	<b>11,045,153</b>	<b>6,824,574</b>
<b>Grand Total 2018 (A+B+C)</b>	<b>36,562,811,397</b>	<b>593,657,458</b>	<b>59,198,295</b>	<b>3,749,789</b>	<b>37,104,770,137</b>		<b>3,252,357,660</b>	<b>36,114,680</b>	<b>509,184,255</b>	<b>670,558</b>	<b>3,724,756,677</b>	<b>33,380,013,463</b>
<b>31 December 2017</b>	<b>36,026,120,916</b>	<b>610,229,713</b>	<b>73,539,231</b>	<b>-</b>	<b>36,562,811,397</b>		<b>2,907,099,852</b>	<b>100,452,100</b>	<b>445,109,909</b>	<b>-</b>	<b>3,251,757,660</b>	<b>33,311,053,737</b>

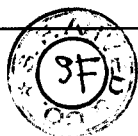


Sonali Bank Limited

Schedule of Fixed Assets as at 31 December 2018

Annexure -C

Particulars	Cost/Revaluation				Rate of Depreciation	Depreciation				Net book value as on 31.12.2018
	Balance as on 01.01.2018	Addition during the year	Deposals/ adjustments during the year	Balance as on 31.12.2018		Balance as on 01.01.2018	Deposals/ adjustments during the year	Charge during the year	Balance as on 31.12.2018	
	Taka	Taka	Taka	Taka	%	Taka	Taka	Taka	Taka	Taka
<b>A) Premises (Including Land &amp; Building):</b>										
Premises	31,435,487,436	17,199,164	-	31,452,686,600	2.50	343,280,720	1,620,929	34,845,756	376,505,547	31,076,181,053
Building Construction	707,762,085	42,128,815	12,861,248	737,029,652	-	-	-	-	-	737,029,652
Sub total	<b>32,143,249,521</b>	<b>59,327,979</b>	<b>12,861,248</b>	<b>32,189,716,252</b>		<b>343,280,720</b>	<b>1,620,929</b>	<b>34,845,756</b>	<b>376,505,547</b>	<b>31,813,210,705</b>
<b>B) Dead Stock:</b>										
Furniture	1,026,894,266	54,187,782	9,522,345	1,071,559,703	10	568,760,470	8,248,781	72,987,091	633,498,780	438,060,923
Electric Installation	855,292,017	108,656,685	8,923,432	955,025,270	20	629,842,429	12,615,521	78,851,251	696,078,159	258,947,111
Computer Hardware	1,894,966,602	144,282,368	14,345,002	2,024,903,968	20	1,356,683,171	8,728,047	190,556,541	1,538,511,665	486,392,303
Computer Software	219,120,512	76,460,960	512,324	295,069,148	20	109,176,571	1,359,336	66,788,772	174,606,007	120,463,141
Type Writer Machine	5,692,692	-	42,530	5,650,162	20	5,388,562	43,539	30,467	5,375,490	274,672
Motor Car & Other Vehicle	306,510,069	145,773,958	3,324,327	448,959,700	20	145,077,823	2,680,387	61,075,061	203,472,497	245,487,203
Library	10,139,270	1,109,740	-	11,249,010	7	3,724,046	813	610,129	4,333,362	6,915,648
Sub total	<b>4,318,615,428</b>	<b>530,471,493</b>	<b>36,669,960</b>	<b>4,812,416,961</b>		<b>2,818,653,072</b>	<b>33,676,424</b>	<b>470,899,312</b>	<b>3,255,875,960</b>	<b>1,556,541,002</b>
<b>Total (A+B)</b>	<b>36,461,864,949</b>	<b>589,799,472</b>	<b>49,531,208</b>	<b>37,002,133,213</b>		<b>3,161,933,792</b>	<b>35,297,353</b>	<b>505,745,068</b>	<b>3,632,381,507</b>	<b>33,369,751,707</b>
<b>C) Dead Stock of overseas Branches:</b>										
Kolkata Branch	15,157,918	2,244,001	481,212	16,920,707		8,671,356		1,886,213	10,557,569	6,363,138
Siliguri Branch	769,058	204,412	24,451	949,019		439,456		48,128	487,584	461,435
Sub total	<b>15,926,976</b>	<b>2,448,413</b>	<b>505,663</b>	<b>17,869,726</b>		<b>9,110,812</b>	<b>-</b>	<b>1,934,341</b>	<b>11,045,153</b>	<b>6,824,573</b>
<b>Grand Total 2018(A+B+C)</b>	<b>36,477,791,925</b>	<b>592,247,885</b>	<b>50,036,871</b>	<b>37,020,002,939</b>		<b>3,171,044,604</b>	<b>35,297,353</b>	<b>507,679,409</b>	<b>3,643,426,660</b>	<b>33,376,576,280</b>
<b>31 December 2017</b>	<b>35,941,318,648</b>	<b>610,012,508</b>	<b>73,539,231</b>	<b>36,477,791,925</b>		<b>2,827,356,844</b>	<b>99,852,100</b>	<b>443,539,861</b>	<b>3,171,044,604</b>	<b>33,306,747,321</b>



**Sonali Bank Limited**

Schedule of Tax Position as at 31 December 2018

**Annexure-D**

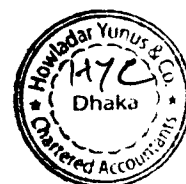
Tax assessment of Sonali Bank Ltd. has been completed upto assessment year 2002-2003 (Income year upto 2001) resulting tax refund of Tk. 4,263,048,032 in favour of the Bank. As regards latest status of the tax assessments for the income years 2013 and 2014 these are not yet finalised by the tax department. The Bank has submitted Income Tax Returns showing profit/(loss) of Tk. 784,570,872, Tk. (4,601,723,014) for the income year 2015 and 2016 i.e. assessment years 2016-2017 & 2017 - 2018 respectively. The loss shown by bank is inclusive of claim of Bad Debts written off and others. In the income years 1996, 1997, 1998, 2000, 2001,2004, 2005, 2006, 2007, 2008, 2009, 2010 & 2011 the tax department did not accept the claim of Bad Debt written off, Provision for Ex-gratia, Provision for NOSTRO A/C., Provision for other Assets, Interest on securities etc. against which the bank has filed appeal to the Honorable High Court.

Income Year	Assessment Year	Tax Provision as per Account	Assessment made by	Present Status	Assessed Tax Liabilities	Payment of Advance Tax	Refundable/ (Payable)	Remarks
1998	1999-2000	Nil	DCT	Reference Application to the High Court	Nil	442,119,323	424,971,176	Refundable
1999	2000-2001	Nil	DCT	Settled	Nil	600,818,273	600,818,273	Refundable
2000	2001-2002	Nil	DCT	Reference Application to the High Court	Nil	870,418,795	-	Adjusted as Demanded Tax
2001	2002-2003	Nil	DCT	Reference Application to the High Court	Nil	1,135,489,757	1,135,489,757	Refundable
2002	2003-2004	Nil	DCT	Reference Application to the High Court	898,521,314	712,587,221	185,934,093	Payable
2003	2004-2005	Nil	DCT	Reference Application to the High Court	2,414,610,301	588,000,560	2,071,201,174	Payable
2004	2005-2006	Nil	DCT	Reference Application to the High Court	Nil	518,028,392	27,46,73,831	Refundable
2005	2006-2007	Nil	DCT	Reference Application to the High Court	378,072,785	438,169,963	60,097,178	Refundable
2006	2007-2008	Nil	DCT	Reference Application to the High Court	1,703,473,454	538,154,625	(1,266,536,541)	Payable
2007	2008-2009	Nil	DCT	Reference Application to the High Court	2,010,803,744	1,218,137,968	(75,27,63,573)	Payable
2008	2009-2010	Nil	DCT	Reference Application to the High Court.	2,167,491,869	889,421,612	(132,53,29,527)	Payable
2009	2010-2011	Nil	DCT	Reference Application to the High Court.	3,704,472,179	63,51,59,113	(254,00,43,944)	Payable
2010	2011-2012	Nil	DCT	Reference Application to the High Court.	4,116,848,042	1,118,523,981	(339,21,46,471)	Payable
2011	2012-2013	Nil	DCT	Reference Application to the High Court.	5,836,848,604	1,368,957,252	(5,083,262,792)	Payable
2012	2013-2014	Nil	DCT	Reference Application to the High Court	3,306,474,128	1,459,284,890	(2,070,846,597)	Payable
2013	2014-2015	Nil	DCT	Reference Application to the High Court	4,030,826,003	1,524,975,830	(2,869,107,823)	Not yet assessed
2014	2015-2016	Nil	DCT	Appeal to CT (Appeal)	4,109,309,300	2,688,870,549	(1,578,490,789)	Not yet assessed
2015	2016-2017	Nil	DCT	Not yet assessed	Not yet assessed	3,152,827,934	Not Yet assessed	Not yet assessed
2016	2017-2018	Nil	DCT	Not yet assessed	Not yet assessed	2,995,203,196	Not Yet assessed	Not yet assessed
2017	2018-2019	Nil	DCT	Not yet assessed	Not yet assessed	2,393,293,556	Not Yet assessed	Not yet assessed



## Statement of Non-Income Generating Other Assets

	2018 Taka	2017 Taka
<b>A) DOMESTIC BRANCHES</b>		
Stamps in hand	10,742,798	12,264,246
Stationery in hand	114,323,043	155,293,242
Advance Rent	104,455,121	114,228,720
Interest Receivable	16,374,899,724	13,525,308,858
Commission Receivable	2,929,025,244	2,954,223,249
Rent	-	9,647,720
Taxes	-	348,300
Law charges	-	39,634
Postage and Telegram	-	28,665
Sundries	5,724,621	73,121,105
Branch Adjustment	12,140,960,320	27,223,749,393
Suspense A/C	293,962,839	1,505,233,611
Income Tax Deducted at source	19,700,996,566	18,007,703,010
Drafts Payable account (Ex-Advice)	68,907,213	93,481,526
Govt. Drafts Payable Account (Ex-Advice)	2,225,330	20,789,387
Deferred Tax assets	30,689,808,423	34,225,080,443
Demand Drafts purchased	657,691,925	808,760,014
Protested Bills	293,639,588	287,705,079
BRDBUCCA Crop Loans Int. & Panel int. Exemption-2007	511,283,719	511,283,719
Branch Reconstruction A/C	50,195	50,195
Pension Bill Purchased(Army)	3,756,294,543	4,212,373,790
Pension Bill Purchased(Civil)	2,113,632,415	2,272,113,182
Army Pension Bill Purchases A/C New	9,209,752,866	7,932,615,253
PSP/BSP Encashment	7,550,359,876	5,646,406,559
Loan Exemption Under J.S Reform Proj.94-95	5,094,543,083	5,094,543,083
NRT A/C Dr. Balance	447,447,649	447,417,149
Advance Payment of Income Tax	6,526,323,815	5,826,323,815
Adjusted Account Debit balance	841,157,809	746,802,176
Wage Earners' Fund Purchased Adjustment A/C.	2,058,416,709	3,662,869,935
Agri- Exemption A/C Affected By River Erosion	99,557,837	98,760,600
Preliminary Expenses - HR Recruitment A/C	11,487,463	-
ATM Settlement Account Debit Balance	56,433,070	-
SECI Settlement Account Debit Balance	241,545,685	-
Clearing Settlement Account Debit Balance	13,317,859	-
Wage Earners' Bond Encashment A/C.	694,757,576	-
Frozen Fish Loan Exemption	-	101,773,510
<b>Total</b>	<b>122,613,724,923</b>	<b>135,570,339,169</b>



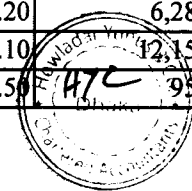
**Sonali Bank Limited, Head Office, Dhaka**

Treasury Management Division, LCMD

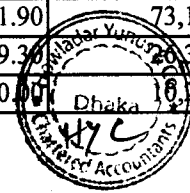
Investment in Shares (Quoted) as on 31 December 2018

**Annexure-F**

PARTICULARS OF INVESTMENT	NO. OF SHARE	COST VALUE PER SHARE	TOTAL COST VALUE	MARKET PRICE PER SHARE	TOTAL MARKET VALUE
1	2	3.00	4=(2*3)	5.00	6=(2*5)
<b>Bank &amp; NBF1</b>					
IJANATAMF	1,358,288	8.08	10,979,961	4.40	5,976,467
ISTPRIMFMF	207,000	38.83	8,037,293	10.80	2,235,600
ABBANK	2,678,711	57.66	154,462,377.56	12.00	32,144,532
ALARABANK	3,150,000	26.50	83,487,831.17	19.90	62,685,000
BANKASIA	3,213,297	20.94	67,290,549.52	17.70	56,875,357
BAYLEASING	574,963	113.96	65,523,266.24	20.50	11,786,742
ICBSONALII	25,000,000	10.00	250,000,000	7.00	175,000,000
DBHISTMF	782,000	15.29	11,957,187	8.10	6,334,200
DHAKABANK	2,709,088	25.77	69,817,315.48	14.20	38,469,050
DUTCHBANGL	300,000	150.15	45,043,686.86	144.40	43,320,000
EBL	15,000,000	11.54	173,025,422.95	36.00	540,000,000
EBL1STMF	1,670,461	16.22	27,086,734	7.60	12,695,504
EXIMBANK	5,000,000	19.88	99,405,779.78	11.80	59,000,000
FIRSTSBANK	4,400,000	17.33	76,267,855.70	10.90	47,960,000
ICB3RDNRB	800,000	10.86	8,685,891	5.40	4,320,000
ICBEPMF1S1	1,000,000	14.64	14,643,199	5.40	5,400,000
ICBIBANK	5,418,100	10.00	54,181,000.00	4.80	26,006,880
IDLC	834,000	83.76	69,851,877.00	69.70	58,129,800
IFIC	2,464,000	21.59	53,193,562.37	10.90	26,857,600
IFICISTMF	1,108,186	9.98	11,058,937	4.20	4,654,381
IFILISLMFI	2,600,000	8.13	21,131,433	6.80	17,680,000
JAMUNABANK	1,744,600	20.30	35,411,275.57	17.60	30,704,960
MERCANBANK	5,040,000	25.80	130,036,654.68	18.00	90,720,000
NBL	5,604,135	26.95	151,026,160.59	9.30	52,118,456
NCCBANK	4,520,000	27.48	124,225,638.61	15.90	71,868,000
ONEBANKLTD	6,300,000	25.12	158,270,251.15	15.00	94,500,000
PFISTMF	1,400,000	7.89	11,039,650	5.30	7,420,000
PREMIERBAN	4,945,000	16.00	79,126,311.57	11.70	57,856,500
PRIME1ICBA	1,400,000	8.18	11,452,240	6.20	8,680,000
PRIMEBANK	3,400,000	24.22	82,345,982.24	18.10	61,540,000
SHAHJABANK	4,390,925	31.50	138,332,842.67	27.60	121,189,530
SOUTHEASTB	4,441,492	34.67	153,985,994.73	15.60	69,287,275
STANDBANKL	2,822,967	19.64	55,454,254.29	10.90	30,770,340
TRUSTB1MF	960,089	10.59	10,171,230	4.40	4,224,392
UCBL	5,000,000	23.88	119,376,791.76	17.60	88,000,000
UNITEDFIN	323,964	53.34	17,280,599	17.80	5,766,559
LankaBangla	4,100,000	31.71	130,020,715.00	22.90	93,890,000
UTTARABANK	2,900,000	45.89	133,086,789.20	28.50	82,650,000
UTTARAFIN	565,931	143.23	81,059,101.53	65.40	37,011,887
POPULAR1MF	1,495,442	6.69	10,000,000	4.20	6,280,856
AIBL1STMF	1,500,000	8.87	13,299,581	8.10	12,150,000
ATCSLGF	100,000	10.92	1,092,180	9.50	950,000



PARTICULARS OF INVESTMENT	NO. OF SHARE	COST VALUE PER SHARE	TOTAL COST VALUE	MARKET PRICE PER SHARE	TOTAL MARKET VALUE
1	2	3.00	4=(2*3)	5.00	6=(2*5)
BRACBANK	400,000	70.24	28,096,543	72.70	29,080,000
CITYBANK	3,150,000	40.26	126,819,667	30.20	95,130,000
GSPFINANCE	300,000	21.25	6,373,687	20.40	6,120,000
HEIDELBCEM	255,000	385.30	98,250,308	334.70	85,348,500
ICBAGRANI1	500,000	7.45	3,725,971	6.90	3,450,000
ICBAMCL2ND	250,000	7.18	1,794,882	6.40	1,600,000
ISLAMIBANK	2,000,000	28.39	56,780,325	24.20	48,400,000
NLI1STMF	2,000,000	14.75	29,497,878	13.00	26,000,000
SIBL	900,000	20.76	18,680,852	15.40	13,860,000
SEBL1STMF	1,000,000	13.78	13,782,846	12.20	12,200,000
TRUSTBANK	28,000	30.53	854,770	32.50	910,000
<b>Sub-Total</b>	<b>154,005,639</b>		<b>3,405,883,131</b>		<b>2,587,208,368</b>
<b>Insurance</b>					
GREENDELMF	524,500	12.34	6,474,764	7.50	3,933,750
KARNAPHULI	588,915	83.75	49,320,570.97	15.80	9,304,857
PEOPLESINS	99,655	93.41	9,308,418.78	17.50	1,743,963
<b>Sub-Total</b>	<b>1,213,070</b>		<b>65,103,753</b>		<b>14,982,570</b>
<b>Fuel and Power</b>					
DESCO	1,668,720	104.59	174,530,641.36	40.40	67,416,288
JAMUNAOIL	377,500	193.93	73,208,344.64	190.50	71,913,750
NATOXG	1,305	100.00	130,500.00	100.00	130,500
PADMAOIL	245,200	265.55	65,111,767.61	225.20	55,219,040
TITASGAS	2,000,000	41.36	82,717,932.45	36.40	72,800,000
MJLBD	945,000	100.32	94,802,395.24	99.20	93,744,000
NAVANACNG	486,558	146.49	71,277,049.16	47.60	23,160,161
POWERGRID	800,000	64.16	51,327,327.10	48.00	38,400,000
SAIFPOWER	2,000,000	29.31	58,628,477.41	21.00	42,000,000
SUMITPOWER	880,478	57.66	50,769,296.09	39.40	34,690,833
DOREENPWR	84,000	101.78	8,549,229.29	79.90	6,711,600
<b>Sub Total</b>	<b>9,488,761</b>		<b>731,052,960</b>		<b>506,186,172</b>
<b>Manufacture &amp; other</b>					
AFTABAUTO	2,067,436	72.55	150,000,000.00	45.90	94,895,312
APEXWEAV	51,200	10.00	512,000.00	10.00	512,000
ASHRAFTEX	364,582	10.00	3,645,820.00	10.00	3,645,820
AZADIPRINT	756	100.00	75,600.00	100.00	75,600
BCIL	2,960	100.00	296,000.00	100.00	296,000
BDCOM	1,200,000	31.55	39,747,445.57	28.70	34,440,000
BEXIMCO	1,821,721	78.37	142,764,036.28	23.50	42,810,444
DULAMIACOT	16,000	10.00	160,000.00	32.40	534,400
FBFIF	77,614,699	6.82	500,000,000.00	4.30	333,743,206
GRAMEENS2	332,692	20.13	6,696,056.78	11.90	3,959,035
LINDEBD	20,200	1,380.59	27,887,952	1,198.40	24,207,680
LR GLOBAL	5,184,672	9.64	50,000,000.00	6.90	35,774,237
MARICO	10,000	1,262.39	12,623,944	1,200.20	12,002,000
ATLASBANG	600,000	135.85	89,661,992	121.90	73,140,000
BENGALWTL	900,000	35.16	31,641,030.39	29.30	26,370,000
BGIC	513,476	69.70	35,788,825.00	20.00	10,269,520





PARTICULARS OF INVESTMENT	NO. OF SHARE	COST VALUE PER SHARE	TOTAL COST VALUE	MARKET PRICE PER SHARE	TOTAL MARKET VALUE
1	2	3.00	4=(2*3)	5.00	6=(2*5)
BSCCL	400,000	101.94	40,777,806.40	93.50	37,400,000
OIMEX	600,000	62.41	37,447,904	37.60	22,560,000
SPCL	1,000,000	103.03	103,026,610	94.80	94,800,000
SQUARETEXT	770,100	59.33	45,690,695.59	47.10	36,271,710
SQUAREPHARMA	1,000,000	291.70	291,703,561	254.20	254,200,000
BSRMSTEEL	1,320,000	67.58	89,205,403.40	59.90	79,068,000
BXPHARMA	1,000,000	94.10	94,101,013.87	79.10	79,100,000
FORTUNE	800,000	32.48	29,879,153.73	31.00	24,800,000
NILOYCEM	98	100.00	9,800	100.00	9,800
OLYMPIC	245,000	239.76	58,740,463.50	216.20	52,969,000
PHPMF1	422,133	7.21	3,042,637.76	4.40	1,857,385
RAKCERAMIC	1,650,000	68.74	113,414,506.82	39.00	64,350,000
ROSEHEAV	4,327	15.00	64,905.00	15.00	64,905
SAPORTL	409,285	106.80	43,709,670	25.30	10,354,911
ACI	370,562	396.83	147,050,013.00	326.20	120,877,324
ACIFORMULA	100,000	161.14	16,114,231.74	153.80	15,380,000
ALIF	2,660,000	11.88	31,596,065.10	9.10	24,206,000
AMCL(PRAN)	116,000	234.15	27,161,499	240.60	27,909,600
APOLOISPAT	2,200,000	11.91	26,192,709.76	8.20	18,040,000
ARGODENIM	73,000	27.03	1,972,984.09	26.30	1,919,900
BBS	1,700,000	33.04	56,164,181.24	28.00	47,600,000
BSC	800,000	42.02	33,617,647.99	39.00	31,200,000
BSRMLTD	1,100,000	90.94	100,033,288.94	78.20	86,020,000
ENVOYTEX	383,000	35.29	13,517,052.55	36.30	13,902,900
FARCHEM	400,000	15.36	6,142,554.19	15.30	6,120,000
FUWANGCER	400,000	13.38	5,353,187.00	13.20	5,280,000
GENNEXT	4,290,000	7.31	31,342,560.00	6.30	27,027,000
GHAIL	1,100,000	33.51	36,863,459.56	29.30	32,230,000
GP	140,000	377.51	52,851,105.33	367.30	51,422,000
GPHISPAT	1,050,000	38.24	40,152,192.40	35.00	36,750,000
IFADAUTOS	600,000	127.43	76,457,165.61	108.40	65,040,000
KEYACOSMET	1,000,000	9.89	9,891,413.14	6.60	6,600,000
LHBL	1,002,000	52.79	52,893,412.37	43.50	43,587,000
MICEMENT	60,000	77.12	4,627,122.67	69.40	4,164,000
NFML	1,000,000	14.82	14,819,967.37	11.10	11,100,000
PREMIERCEM	47,000	75.13	3,531,061.83	71.70	3,369,900
SALAMCRST	600,000	31.37	18,822,834.33	28.20	16,920,000
ORIONPHARMA	600,000	40.26	24,157,702.07	36.80	22,080,000
SHASHADNIM	350,000	66.50	23,274,792.67	60.50	21,175,000
UNIQUEHRL	500,000	56.19	28,093,810.77	52.80	26,400,000
WMSHIPYARD	531,600	22.78	12,107,777.57	19.90	10,578,840
<b>Sub Total</b>	<b>123,494,499</b>		<b>2,937,116,624</b>		<b>2,231,380,428</b>
<b>Total Quoted</b>	<b>288,201,969</b>		<b>7,139,156,470</b>		<b>5,339,757,537</b>



PARTICULARS OF INVESTMENT	NO. OF SHARE	COST VALUE PER SHARE	TOTAL COST VALUE	MARKET PRICE PER SHARE	TOTAL MARKET VALUE
1	2	3.00	4=(2*3)	5.00	6=(2*5)

**Investment in Shares (Unquoted)**

PARTICULARS OF INVESTMENT	NO. OF SHARE	COST VALUE PER SHARE	TOTAL COST VALUE	MARKET PRICE PER SHARE	TOTAL MARKET VALUE
1	2	3.00	4=(2*3)	5.00	6=(2*5)
<b>Bank and NBF1</b>					
Grameen Bank	30,000	100.00	3,000,000	100.00	3,000,000
IIDFC	8,794,932	3.38	29,683,820	3.38	29,683,820
Karmasangthan Bank	2,600,000	100.00	260,000,000	100.00	260,000,000
Pubali bank (former)	51,022	10.00	510,220	10.00	510,220
Farmers Bank	165,000,000	10.00	1,650,000,000	10.00	1,650,000,000
<b>Sub Total</b>	<b>176,475,954</b>		<b>1,943,194,040</b>		<b>1,943,194,040</b>

**Manufacturing**

Allied Pharma Ltd.	1,000,000	10.00	10,000,000	10.00	10,000,000
S. Jute Yarn & Twine	33,790	10.00	337,900	10.00	337,900
<b>Sub Total</b>	<b>1,033,790</b>		<b>10,337,900</b>		<b>10,337,900</b>

**Other**

Bangladesh Fund	21,300,000	100.00	2,130,000,000	100.00	2,130,000,000
BCB	1,125,000	100.00	112,500,000	100.00	112,500,000
CDBL	8,968,456	14.55	130,485,900	14.55	130,485,900
Orion Infrastructures	300,000,000	10.00	3,000,000,000	10.00	3,000,000,000
Paper Convert & Pack	5,000	100.00	500,000	100.00	500,000
<b>Sub Total</b>	<b>331,398,456</b>		<b>5,373,485,900</b>		<b>5,373,485,900</b>
<b>Total Unquoted</b>	<b>508,908,200</b>		<b>7,327,017,840</b>		<b>7,327,017,840</b>

<b>Quoted+Unquoted</b>	<b>797,110,169</b>		<b>14,466,174,310</b>		<b>12,666,775,377</b>
<b>Required provision</b>					
Provision required on quoted share other than mutual fund			1,460,267,395		
Provision required on quoted mutual fund			119,269,038		
<b>Total required provision</b>			<b>1,579,536,433</b>		



## Sonali Bank Limited

Highlights on the overall activities

For the year ended 31 December 2018

### Annexure - G

SL. No.	Particulars	2018 Taka	2017 Taka
1	Authorized Capital	60,000,000,000	60,000,000,000
2	Paid-up Capital	45,300,000,000	41,300,000,000
3	Total Capital (as per Capital Adequacy)	53,616,765,503	47,683,784,914
4	Capital surplus/(deficit)	528,905,503	1,607,494,914
5	Capital Adequacy Ratio	10.10%	10.35%
6	Statutory Reserve	11,449,953,229	10,199,682,013
7	Total Assets	1,306,842,319,895	1,256,711,617,362
8	Total Deposits	1,093,866,187,769	1,064,311,082,539
9	Total Investment	444,051,600,766	462,576,616,876
10	Total Contingent Liabilities and Commitments	1,097,371,824,981	1,148,178,041,205
11	Advance Deposit Ratio	42.43%	39.76%
12	Credit Deposit Ratio	83.02%	83.23%
13	Total Import	257,020,000,000	1,155,300,900,000
14	Total Export	32,502,600,000	28,494,600,000
15	Operating Profit	20,257,376,528	11,954,902,089
16	Profit after tax and provision	2,264,214,113	7,091,660,386
17	Total Loans and Advances	464,083,319,377	423,218,353,943
18	Amount of classified loans	121,883,400,000	149,302,400,000
19	Percentage of classified loans and advances	26.26%	35.28%
20	Provisions kept against classified loans	44,045,938,329	38,864,286,982
21	Provision surplus/(deficit)	-	618,500,000
22	Cost of fund	5.38%	5.95%
23	Income from investment	34,341,089,380	33,955,798,770
24	Interest earning Assets	930,840,579,494	850,536,143,109
25	Non-interest earning Assets	376,001,740,401	406,175,474,253
26	Return on investment (ROI)	7.58%	7.29%
27	Return on Asset (ROA)	0.18%	0.58%
28	Return on Equity (ROE)	3.32%	10.63%
29	Earnings per Share (EPS)	5.47	18.50
30	Net assets value per share (NAVPS)	154.83	160.02
31	Price Earning Ratio	N/A	N/A
32	Net Operating Income per Share	48.95	31.18

