

TRUST BANK LIMITED

AUDITOR'S REPORT AND AUDITED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31 DECEMBER 2020

AUDITORS

M.J. ABEDIN & CO

CHARTERED ACCOUNTANTS

NATIONAL PLAZA (3RD FLOOR)

109, BIR UTTAM C.R. DATTA ROAD

DHAKA- 1205

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

Opinion

We have audited the consolidated financial statements of Trust Bank Limited and its subsidiaries (the "Group") as well as the separate financial statements of Trust Bank Limited (the "Bank"), which comprise the consolidated and separate balance sheets as at 31 December 2020 and the consolidated and separate profit and loss accounts, consolidated and separate cash flow statements and consolidated and separate statements of changes in equity for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the Bank give a true and fair view of the consolidated financial position of the Group and the separate financial position of the Bank as at 31 December 2020, and of its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note 2.1.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants (IESBA Code)* together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these ethical requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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



<ul style="list-style-type: none"> • Key assumptions relating to further business performance of the borrower; • Market value of the collateral; • Ability to repossess collateral; and • Recovery rates. <p>Furthermore, these provisions are processed manually using the voluminous data extracted from the IT system of the Bank and following the instructions of Bangladesh Bank (the central bank of Bangladesh) issued time to time.</p> <p>Due to high level of judgment involved and using some manual process in estimating the provision for loans and advances, we considered this to be a key audit matter.</p> <p>At year end the Group and the Bank reported total gross loans and advances of BDT 223,231 million (2019: BDT 212,836 million) and BDT 221,064 million (2019: BDT 210,767 million) respectively and provision for loans and advances of BDT 11,614 million (2019: BDT 8,956 million) and BDT 11,469 million (2019: BDT 8,852 million) respectively.</p> <p>See note no 2.1, 2.17.3, 7(a) and 12.1 to the financial statements</p>	<ul style="list-style-type: none"> • Review of quarterly Classification of Loans (CL) <p>Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following:</p> <ul style="list-style-type: none"> • Reviewed the adequacy of the companies general and specific provisions; • Assessed the methodologies on which the provision amounts based, recalculated the provisions and tested the completeness and accuracy of the underlying information; and • Finally, assessed the appropriateness of disclosures against relevant accounting standards and Bangladesh Bank guidelines.
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2. Recognition of interest income from loans and advances	
<p>Recognition of interest income has significant and wide influence on financial statements.</p> <p>Recognition and measurement of interest income has involvement of complex IT environment.</p> <p>We identify recognition of interest income from loans and advances as a key audit matter because this is one of the key performance indicators of the Bank and therefore there is an inherent risk of fraud and error in recognition of interest by management to meet specific targets or expectations.</p> <p>See note no 2.1 and 19 to the financial statements</p>	<p>We tested the design and operating effectiveness of key controls over recognition and measurement of interest on loans and advances.</p> <p>We performed test of operating effectiveness on automated control in place to measure and recognize interest income.</p> <p>We have also performed substantive procedure to check whether interest income is recognized completely and accurately.</p> <p>We assessed the appropriateness and presentation of disclosure against relevant accounting standards and Bangladesh Bank guidelines.</p>

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



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

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



<p>Our key audit matter was focused on all leasing arrangements within the scope of IFRS 16 are identified and appropriately included in the calculation of the transitional impact and specific assumptions applied to determine the discount rates for lease are inappropriate.</p>	<p>recalculation of the expected IFRS 16 adjustment; and</p> <p>Assessed whether the disclosures within the financial statements are appropriate in light of the requirements of IFRS.</p> <p>For identifying the individual lease contract as 'low value item' the Bank has applied a threshold of Tk. 20 million for each lease and also considered the probability of exercising non-renewal option of those lease contract.</p>
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Other Matter

The consolidated financial statements of the Group and also separate financial statements of the Bank as at and for the year ended 31 December 2019 were audited by another auditor who expressed an unmodified opinion on those statements on 28 June 2020.

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

Management is responsible for the preparation and fair presentation of the financial statements of the Bank in accordance with IFRSs as explained in note 2.1, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Bank Company Act, 1991 and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Group and the Bank. The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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



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

- Identify and assess the risks of material misstatement of the 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, but not for the purpose of expressing an opinion on the effectiveness of the internal controls of the Group.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 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 auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be

A handwritten signature in blue ink, consisting of a stylized 'M' followed by a checkmark-like flourish.

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:

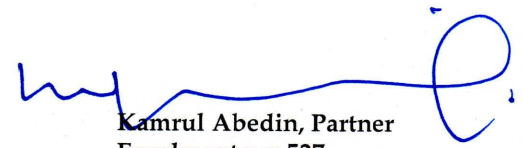
- i) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- ii) to the extent noted during the course of our audit work performed on the basis stated under the Auditor's Responsibility section in forming the above opinion on the consolidated financial statements of the Group and the separate financial statements of the Bank and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the financial statements and Internal Control:
 - a) internal audit, internal control and risk management arrangements of the Group as disclosed in the financial statements appeared to be materially adequate;
 - b) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Group and its related entities (other than matters disclosed in these financial statements)
- iii) financial statements for the year ended 31 December 2020 of the three subsidiaries namely Trust Axiata Digital Limited, Trust Bank Investment Limited and Trust Bank Securities Limited have been audited by Rahman Rahman Huq, Chartered Accountants, Syful Shamsul Alam & Co., Chartered Accountants and M.I Chowdhury & Co., Chartered Accountants respectively and have been properly reflected in the consolidated financial statements;
- iv) in our opinion, proper books of account as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books;
- v) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- vi) the consolidated balance sheet and consolidated profit and loss account together with the annexed notes dealt with by the report are in agreement with the books of accounts and returns;
- vii) the expenditures incurred were for the purpose of the Bank's business for the year;
- viii) the consolidated financial statements of the Group and the separate financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as with related guidance issued by Bangladesh Bank;



- ix) adequate provisions have been made for advance and other assets which are, in our opinion, doubtful of recovery;
- x) the information and explanation required by us have been received and found satisfactory;
- xi) we have reviewed over 80% of the risk weighted assets of the bank and spent over 5,120 person hours; and
- xii) Capital to Risk-Weighted Asset Ratio (CRAR) as required by Bangladesh Bank has been maintained adequately during the year.

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

Dated, Dhaka
14 June 2021



Kamrul Abedin, Partner
Enrolment no: 527
M. J. Abedin & Co.
Chartered Accountants
Firm Registration no:
N/A
DVC: 2106240527AS530605

TRUST BANK LIMITED
and its subsidiaries
Consolidated Balance Sheet
As at 31 December 2020

	Notes	Amount in Taka	
		31.12.2020	31.12.2019
PROPERTY AND ASSETS			
Cash	3		
Cash in hand (including foreign currencies)		4,540,041,205	4,182,750,418
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		12,975,762,494	15,272,236,431
		17,515,803,699	19,454,986,849
Balance with other banks and financial institutions	4 (a)		
In Bangladesh		12,104,549,531	11,053,428,801
Outside Bangladesh		1,475,665,928	1,493,847,781
		13,580,215,459	12,547,276,582
Money at call and short notice	5	680,000,000	2,300,000,000
Investments	6 (a)		
Government		85,435,338,971	36,560,686,885
Others		8,011,931,462	6,901,431,999
		93,447,270,433	43,462,118,884
Loans and Advances/Islami Banking Investments	7 (a)		
Loans, Cash Credit, Overdrafts etc./ Investment		215,751,134,732	209,392,114,030
Bills purchased and discounted		7,479,769,141	3,443,489,567
		223,230,903,873	212,835,603,597
Fixed assets including premises, furniture and fixtures	8 (a)	2,023,594,611	1,936,945,124
Other assets	9 (a)	5,979,982,881	3,915,906,795
Non-banking assets		-	-
Total Assets		356,457,770,956	296,452,837,831
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10 (a)	26,444,601,370	19,776,264,394
Deposits and other accounts	11 (a)		
Current / Al-wadeeah Current Accounts and other Accounts		30,412,623,029	35,149,690,574
Bills Payable		5,756,649,635	3,316,469,487
Savings Bank / Mudaraba Savings Deposits		48,906,165,234	36,085,273,119
Fixed Deposits / Mudaraba Term Deposits		201,859,240,178	167,270,591,932
Bearer Certificates of Deposit		-	-
Other Deposits		-	-
		286,934,678,076	241,822,025,112
Other liabilities	12 (a)	25,469,434,378	19,575,792,650
Total Liabilities		338,848,713,824	281,174,082,156
Capital/Shareholders' Equity			
Paid up Capital	13.2	6,432,959,780	6,126,628,370
Foreign Currency Translation Reserve		2,198,346	2,232,421
Share Premium Account		-	-
Statutory Reserve	14	6,979,751,092	6,579,751,092
Other Reserve	15	657,678,748	22,299,687
Retained Earnings	16 (a)	3,319,387,820	2,547,843,316
Total Shareholders' Equity		17,391,975,786	15,278,754,886
Non-Controlling Interest	13 (a)	217,081,346	789
Total Equity		17,609,057,132	15,278,755,675
Total Liabilities and Equity		356,457,770,956	296,452,837,831



Notes	Amount in Taka	
	31.12.2020	31.12.2019

OFF-BALANCE SHEET ITEMS

Contingent Liabilities

17 (a)

Acceptances and endorsements
Letter of Guarantees
Irrevocable Letter of Credits
Bills for collection

21,015,859,746	18,083,824,075
28,605,863,973	35,863,771,879
33,158,638,906	27,263,413,482
4,683,845,177	3,971,133,916
87,464,207,802	85,182,143,352

Other Contingent Liabilities

Value of travelers' cheques in hand

Total:

-	-
87,464,207,802	85,182,143,352

Other commitments


Documentary Credit and short term trade -related transactions
Forward assets purchased and forward deposits placed
Undrawn note issuance and revolving facilities
Undrawn formal standby facilities, credit lines and other commitments


-	-
4,626,951,550	-
-	-
-	-
4,626,951,550	-

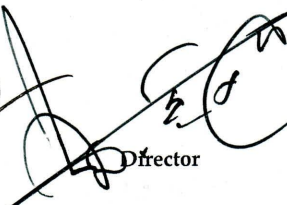
Total Off-Balance Sheet items including contingent liabilities


92,091,159,352	85,182,143,352
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The annexed notes 1-51 from an integral part of the Financial Statements.


 Vice Chairman

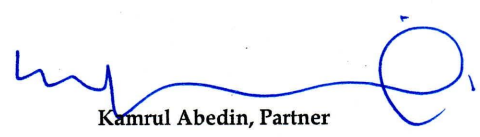

 Director


 Director


 Managing Director

Signed as per annexed report of same date

Dated: Dhaka
June 14, 2021


Kamrul Abedin, Partner
 Enrolment Number:527
 M. J. ABEDIN & CO.
 Chartered Accountants
 Firm Registration Number: N/A
 DVC: 2106240527AS530605

TRUST BANK LIMITED
and its subsidiaries
Consolidated Profit and Loss Account
For the year ended 31 December 2020

	Notes	Amount in Taka	
		31.12.2020	31.12.2019
Interest income / Profit on Investment	19 (a)	17,859,103,589	19,755,964,324
Interest / Profit paid on deposits and borrowings etc.	20 (a)	13,678,470,839	13,473,906,936
Net interest income		4,180,632,750	6,282,057,388
Income from investments	21(a)	5,865,427,033	2,987,417,168
Commission, exchange and brokerage	22 (a)	1,342,901,816	1,506,181,423
Other operating income	23 (a)	500,801,763	538,009,954
		7,709,130,612	5,031,608,545
Total operating income		11,889,763,362	11,313,665,933
Salaries and allowances	24 (a)	2,336,940,174	2,160,976,019
Rent, taxes, insurance, electricity, etc.	25 (a)	418,227,243	409,493,138
Legal expenses		1,852,884	4,954,141
Postage, stamps, telecommunications, etc.	26 (a)	88,735,840	82,561,983
Stationery, printing, advertisement etc.	27 (a)	44,269,141	54,232,982
Managing Director's salary and benefits		12,747,189	13,923,220
Directors' fees	28 (a)	3,297,190	2,967,000
Auditors' fee	29 (a)	1,358,750	747,500
Charges on loan losses		-	-
Depreciation and repair of bank's assets	30 (a)	570,139,659	538,645,920
Other expenses	31 (a)	1,036,146,804	816,591,577
Total operating expenses		4,513,714,874	4,085,093,480
Profit before provision		7,376,048,488	7,228,572,453
Provision for loans & advances / Investments	32 (a)	2,933,301,059	2,466,725,999
Provision for Diminution in value of Investment	33 (a)	600,364	80,646,030
Other provision	34 (a)	61,571,000	(53,827,942)
		2,995,472,423	2,493,544,087
Total Profit before Taxes		4,380,576,065	4,735,028,366
Provision for Taxation			
Current tax	12.8 (a)	2,588,477,202	2,719,721,831
Deferred tax		(6,571,000)	(21,350,112)
		2,581,906,202	2,698,371,719
Net Profit after Tax		1,798,669,863	2,036,656,647
Net Profit after Tax attributable to:			
Equity Holders of the Bank		1,802,089,306	2,036,656,647
Non-controlling Interest		(3,419,443)	-
		1,798,669,863	2,036,656,647
Appropriations			
Statutory Reserve	14.1	400,000,000	941,223,649
Start up Fund		17,881,973	-
		417,881,973	941,223,649
Retained surplus		1,380,787,890	1,095,432,998
Consolidated Earning per share (EPS)	37 (a)	2.80	3.17

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

Vice Chairman

Director

Director

Managing Director

Signed as per annexed report of same date

Dated: Dhaka
June 14, 2021

Kamrul Abedin, Partner
Enrolment Number: 527
M. J. ABEDIN & CO.
Chartered Accountants
Firm Registration Number: N/A
DVC: 2106240527AS 530605

TRUST BANK LIMITED
and its subsidiaries
Consolidated Cash Flow Statement
For the year ended 31 December 2020

	Notes	Amount in Taka	
		31.12.2020	31.12.2019
A. Cash flow from operating activities			
Interest received in cash		15,946,863,767	19,894,278,835
Interest payments		(14,162,908,579)	(12,548,272,464)
Dividend receipts		42,642,427	32,975,361
Fees and commission receipts in cash		1,118,126,759	1,437,502,338
Recoveries of loans previously written off		81,197,247	48,510,615
Cash paid to employees		(2,234,653,899)	(2,165,367,065)
Cash paid to suppliers		(42,650,540)	(46,910,299)
Income Taxes paid		(2,617,895,304)	(2,589,475,462)
Received from other operating activities (item-wise)	40 (a)	5,252,757,106	3,313,363,817
Payments for other operating activities (item-wise)	41 (a)	(1,731,311,585)	(1,748,019,882)
Operating profit before changes in operating Assets and Liabilities		1,652,167,399	5,628,585,794
Increase/(Decrease) in operating assets & liabilities			
Statutory Deposits		-	-
Net Investment in trading securities		(1,110,499,463)	(849,872,199)
Loan & advance to other banks		-	-
Loan & advance to customers		(8,637,172,909)	(13,097,781,078)
Other assets (item-wise)	42 (a)	840,805,972	(740,297,567)
Deposits from other banks		3,262,027,176	(2,634,705,259)
Deposits from customers		42,351,890,792	31,049,262,816
Other liabilities account of customers		-	-
Trading liabilities		-	-
Other liabilities (item-wise)	43 (a)	1,014,938,421	636,528,514
Net cash from operating activities (A)		39,374,157,388	19,991,721,021
B. Cash flow from investing activities			
Proceeds from sale of securities		21,757,099,808	-
Payments for purchase of government securities		(69,996,828,933)	(8,049,236,693)
Purchase of property, plant & equipment		(403,288,379)	(99,412,927)
Purchase of intangible assets		(8,311,142)	(572,496)
Sale of property, plant & equipment		1,732,131	8,992,209
Purchase/ Sale of Subsidiary		-	-
Net cash from investing activities (B)		(48,649,596,515)	(8,140,229,907)
C. Cash flow from financing activities			
Increase/(Decrease) in Borrowing:			
Call loan		(9,726,485)	-
Other borrowings		6,908,085,176	(1,140,267,821)
Received from TBL- (Inter-company)		-	-
Dividend paid in cash		(306,331,419)	-
Net cash from financing activities (C)		6,592,027,272	(1,140,267,821)
D. Net increase in Cash and Cash Equivalent (A+B+C)		(2,683,411,855)	10,711,223,293
E. Effects of exchange rate changes on cash and cash equivalents		156,711,482	17,768,679
F. Opening Cash and Cash Equivalent		34,308,502,331	23,579,510,359
G. Cash and cash equivalents at end of year (D+E+F)	44 (a)	31,781,801,958	34,308,502,331
Consolidated Cash and Cash Equivalents at the end of the year			
Cash in hand (including foreign currencies)	3.1	4,540,041,205	4,182,750,418
Balance with Bangladesh Bank & Sonali Bank (Incl. FCs)	3.2	12,975,762,494	15,272,236,431
Balance with Other Bank and Financial Institutions	4(a)	13,580,215,459	12,547,276,582
Money at call and short notice	5	680,000,000	2,300,000,000
Prize Bond	6	5,782,800	6,238,900
Total		31,781,801,958	34,308,502,331



TRUST BANK LIMITED
and its subsidiaries
Consolidated Statement of Changes in Equity
For the year ended 31 December 2020

Amount in Taka

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



TRUST BANK LIMITED
and its subsidiaries
Consolidated Statement of changes in Equity
For the year ended 31 December 2019

Amount in Taka

Particulars	Paid up Capital	Share Premium Account	Foreign Currency Translation Reserve	Statutory Reserve	Other Reserve	Retained Earnings	Non-Controlling Interest	Total
Balance as at 01 January 2019	5,569,662,160	-	2,024,844	5,638,527,443	1,978,275	2,009,376,528	789	13,221,570,039
Changes in accounting policy	-	-	-	-	-	-	-	-
Restated Balance	5,569,662,160	-	2,024,844	5,638,527,443	1,978,275	2,009,376,528	789	13,221,570,039
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of investment	-	-	-	-	20,321,412	-	-	20,321,412
Currency translation difference	-	-	207,577	-	-	-	-	207,577
Net gain and losses not recognized in the	5,569,662,160	-	2,232,421	5,638,527,443	22,299,687	2,009,376,528	789	13,242,099,028
Net profit/(loss) for the year after tax	-	-	-	-	-	2,036,656,647	-	2,036,656,647
Statutory reserve	-	-	-	941,223,649	-	(941,223,649)	-	-
Dividends (Bonus Share)	556,966,210	-	-	-	-	(556,966,210)	-	-
Dividends (Cash)	-	-	-	-	-	-	-	-
Issue of Share Capital	-	-	-	-	-	-	-	-
Balance as at 31 December 2019	6,126,628,370	-	2,232,421	6,579,751,092	22,299,687	2,547,843,316	789	15,278,755,675



TRUST BANK LIMITED

Balance Sheet

As at 31 December 2020

	Notes	Amount in Taka	
		31.12.2020	31.12.2019
PROPERTY AND ASSETS			
Cash	3		
Cash in hand (including foreign currencies)		4,540,041,205	4,182,750,418
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		12,975,762,494	15,272,236,431
		17,515,803,699	19,454,986,849
Balance with other banks and financial institutions	4		
In Bangladesh		11,993,048,958	10,976,907,794
Outside Bangladesh		1,475,665,928	1,493,847,781
		13,468,714,886	12,470,755,575
Money at call and short notice	5	680,000,000	2,300,000,000
Investments	6		
Government		85,435,338,971	36,560,686,885
Others		5,509,507,242	4,481,222,192
		90,944,846,213	41,041,909,077
Loans and Advances/Islami Banking Investments	7		
Loans, Cash Credit, Overdrafts etc./ Investment		213,583,917,040	207,323,249,542
Bills purchased and discounted		7,479,769,141	3,443,489,567
		221,063,686,181	210,766,739,109
Fixed assets including premises, furniture and fixtures	8	1,936,600,776	1,929,692,016
Other assets	9	9,168,676,752	6,928,048,882
Non-banking assets		-	-
Total Assets		354,778,328,507	294,892,131,508
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	26,430,737,112	19,774,708,167
Deposits and other accounts	11		
Current / Al-wadeeah Current Accounts and other Accounts		31,881,848,838	35,352,423,907
Bills Payable		5,756,649,635	3,316,469,487
Savings Bank / Mudaraba Savings Deposits		48,906,165,234	36,085,273,119
Fixed Deposits / Mudaraba Term Deposits		201,859,240,178	167,270,591,932
Bearer Certificates of Deposit		-	-
Other Deposits		-	-
		288,403,903,885	242,024,758,445
Other liabilities	12	22,904,659,492	18,152,965,811
Total Liabilities		337,739,300,489	279,952,432,423
Capital/Shareholders' Equity			
Paid up Capital	13.2	6,432,959,780	6,126,628,370
Foreign Currency Translation Reserve		2,198,346	2,232,421
Statutory Reserve	14	6,979,751,092	6,579,751,092
Other Reserve	15	657,678,748	22,299,687
Retained Earnings	16	2,966,440,052	2,208,787,515
Total Shareholders' Equity		17,039,028,018	14,939,699,085
Total Liabilities and Shareholders' Equity		354,778,328,507	294,892,131,508



Notes	Amount in Taka	
	31.12.2020	31.12.2019

OFF-BALANCE SHEET ITEMS

Contingent Liabilities

17

Acceptances and endorsements	21,015,859,746	18,083,824,075
Letter of Guarantees	28,545,333,973	35,803,241,879
Irrevocable Letter of Credits	33,158,638,906	27,263,413,482
Bills for collection	4,683,845,177	3,971,133,916
	87,403,677,802	85,121,613,352

Other Contingent Liabilities

Value of travelers' cheques in hand

Total:

-	-
87,403,677,802	85,121,613,352


Other commitments


Documentary Credit and short term trade -related transactions
 Forward assets purchased and forward deposits placed
 Undrawn note issuance and revolving facilities
 Undrawn formal standby facilities, credit lines and other commitments


-	-
4,626,951,550	-
-	-
-	-
4,626,951,550	-
92,030,629,352	85,121,613,352


Total Off-Balance Sheet items including contingent liabilities

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


 Vice Chairman

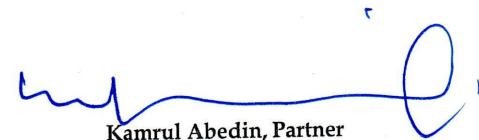

 Director


 Director


 Managing Director

Signed as per annexed report of same date

Dated: Dhaka
 June 14, 2021


Kamrul Abedin, Partner
 Enrolment Number:527
 M. J. ABEDIN & CO.
 Chartered Accountants
 Firm Registration Number: N/A
 DVC: 2106240527AS530605

TRUST BANK LIMITED
Profit and Loss Account
For the year ended 31 December 2020

	Notes	Amount in Taka	
		31.12.2020	31.12.2019
Interest income / Profit on Investment	19	17,822,168,516	19,722,031,829
Interest / Profit paid on deposits and borrowings etc.	20	13,678,470,839	13,473,906,936
Net interest income		4,143,697,677	6,248,124,893
Income from investments	21	5,787,419,424	2,887,840,909
Commission, exchange and brokerage	22	1,324,176,433	1,490,638,448
Other operating income	23	473,468,166	506,796,346
		7,585,064,023	4,885,275,703
Total operating income		11,728,761,700	11,133,400,596
Salaries and allowances	24	2,308,186,973	2,130,154,905
Rent, taxes, insurance, electricity, etc.	25	414,920,514	392,873,846
Legal expenses		1,737,394	4,296,227
Postage, stamps, telecommunications, etc.	26	88,060,311	81,833,956
Stationery, printing, advertisement etc.	27	43,994,786	53,802,216
Managing Director's salary and benefits		11,381,139	11,385,000
Directors' fees	28	3,011,000	2,811,000
Auditors' fee	29	920,000	575,000
Depreciation and repair of bank's assets	30	558,344,781	536,648,236
Other expenses	31	1,013,030,677	805,499,949
Total operating expenses		4,443,587,575	4,019,880,335
Profit before provision		7,285,174,125	7,113,520,261
Provision for loans & advances / Investments	32	2,871,266,999	2,443,325,999
Provision for Diminution in value of Investment	33	318,937	17,903,957
Other provision	34	61,571,000	(53,827,942)
		2,933,156,936	2,407,402,014
Total Profit before Taxes		4,352,017,189	4,706,118,247
Provision for Taxation			
Current tax	12.8.1	2,568,180,000	2,696,000,000
Deferred tax	9.4.1.2	(4,360,150)	(21,444,354)
		2,563,819,850	2,674,555,646
Net Profit after Taxation		1,788,197,339	2,031,562,601
Appropriations			
Statutory Reserve	14.1	400,000,000	941,223,649
Start up Fund		17,881,973	-
		417,881,973	941,223,649
Retained surplus		1,370,315,366	1,090,338,952
Earning per share (EPS)	37	2.78	3.16

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

Vice Chairman

Director

Director

Managing Director

Signed as per annexed report on even date

Kamrul Abedin, Partner

Enrolment Number:527

M. J. ABEDIN & CO.

Chartered Accountants

Firm Registration Number: N/A

DVC: 2106240527AS530605

Dated: Dhaka
June 14, 2021

TRUST BANK LIMITED
Cash Flow Statement
For the year ended 31 December 2020

	Notes	Amount in Taka	
		31.12.2020	31.12.2019
A. Cash flow from operating activities			
Interest received in cash		15,909,928,694	19,846,448,416
Interest payments		(14,162,908,579)	(12,548,272,464)
Dividend receipts		39,511,347	29,500,962
Fees and commission receipts in cash		1,118,126,092	1,437,501,785
Recoveries of loans previously written off		81,197,247	48,510,615
Cash paid to employees		(2,210,750,912)	(2,141,610,735)
Cash paid to suppliers		(42,510,818)	(46,649,343)
Income Taxes paid		(2,594,455,049)	(2,565,562,175)
Received from other operating activities (item-wise)	40	5,131,645,545	3,184,403,851
Payments for other operating activities (item-wise)	41	(1,703,060,911)	(1,708,568,859)
Operating profit before changes in operating Assets and Liabilities		1,566,722,656	5,535,702,053
Increase/(Decrease) in operating assets & liabilities			
Statutory Deposits		-	-
Net Investment in trading securities		(1,028,285,050)	(665,169,337)
Loan & advance to other banks		-	-
Loan & advance to customers		(8,528,103,837)	(13,136,656,398)
Other assets (item-wise)	42	850,835,000	(736,065,198)
Deposits from other banks		3,262,027,176	(2,634,705,259)
Deposits from customers		43,618,383,268	31,106,422,687
Other liabilities account of customers		-	-
Trading liabilities		-	-
Other liabilities (item-wise)	43	53,320,356	546,049,757
Net cash from operating activities (A)		39,794,899,569	20,015,578,305
B. Cash flow from investing activities			
Proceeds from sale of securities		21,757,099,808	-
Payments for purchase of government securities		(69,996,828,933)	(8,049,236,693)
Purchase of property, plant & equipment		(387,050,556)	(98,494,590)
Purchase of intangible assets		(8,311,142)	(572,496)
Sale of property, plant & equipment		1,602,307	8,972,127
Purchase/ Sale of Subsidiary		(229,500,000)	-
Net cash from investing activities (B)		(48,862,988,516)	(8,139,331,652)
C. Cash flow from financing activities			
Increase/ (Decrease) in Borrowing:		-	-
Call loan		-	-
Other borrowings		6,656,028,945	(1,138,806,779)
Dividend paid in cash		(306,331,419)	-
Net cash from financing activities (C)		6,349,697,526	(1,138,806,779)
D. Net increase in Cash and Cash Equivalent (A+B+C)		(2,718,391,421)	10,737,439,874
E. Effects of exchange rate changes on cash and cash equivalents		156,711,482	17,768,679
F. Opening Cash and Cash Equivalent		34,231,981,324	23,476,772,771
G. Cash and cash equivalents at end of year (D+E+F)	44	31,670,301,385	34,231,981,324
Cash and Cash Equivalents at the end of the year			
Cash in hand (including foreign currencies)	3.1	4,540,041,205	4,182,750,418
Balance with Bangladesh Bank & Sonali Bank (Incl. FCs)	3.2	12,975,762,494	15,272,236,431
Balance with Other Bank and Financial Institutions	4	13,468,714,886	12,470,755,575
Money at call and short notice	5	680,000,000	2,300,000,000
Prize Bond	6	5,782,800	6,238,900
Total		31,670,301,385	34,231,981,324



TRUST BANK LIMITED
Statement of Changes in Equity
For the year ended 31 December 2020

Amount in Taka

Particulars	Paid up Capital	Share Premium Account	Foreign Currency Translation Reserve	Statutory Reserve	Other Reserve	Retained Earnings	Total
Balance as at 01 January 2020	6,126,628,370	-	2,232,421	6,579,751,092	22,299,687	2,208,787,515	14,939,699,085
Changes in accounting policy	-	-	-	-	-	-	-
Restated Balance	6,126,628,370	-	2,232,421	6,579,751,092	22,299,687	2,208,787,515	14,939,699,085
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of investment	-	-	-	-	635,379,061	-	635,379,061
Currency translation difference	-	-	(34,075)	-	-	-	(34,075)
Net gain and losses not recognized in the income statement	6,126,628,370	-	2,198,346	6,579,751,092	657,678,748	2,208,787,515	15,575,044,071
Net profit/(loss) for the year after tax	-	-	-	-	-	1,788,197,339	1,788,197,339
Transfer to Start up Fund	-	-	-	-	-	(17,881,973)	(17,881,973)
Statutory reserve	-	-	-	400,000,000	-	(400,000,000)	-
Dividends (Bonus Share)	306,331,410	-	-	-	-	(306,331,410)	-
Dividends (Cash)	-	-	-	-	-	(306,331,419)	(306,331,419)
Issue of Share Capital (Rights Share)	-	-	-	-	-	-	-
Balance as at 31 December 2020	6,432,959,780	-	2,198,346	6,979,751,092	657,678,748	2,966,440,052	17,039,028,018

TRUST BANK LIMITED
Statement of changes in Equity
For the year ended 31 December 2019

Amount in Taka

Particulars	Paid up Capital	Share Premium Account	Foreign Currency Translation Reserve	Statutory Reserve	Other Reserve	Retained Earnings	Total
Balance as at 01 January 2019	5,569,662,160	-	2,024,844	5,638,527,443	1,978,275	1,675,414,773	12,887,607,495
Changes in accounting policy	-	-	-	-	-	-	-
Restated Balance	5,569,662,160	-	2,024,844	5,638,527,443	1,978,275	1,675,414,773	12,887,607,495
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-	-
Surplus/Deficit on revaluation of investment	-	-	-	-	20,321,412	-	20,321,412
Currency translation difference	-	-	207,577	-	-	-	207,577
Net gain and losses not recognized in the income statement	5,569,662,160	-	2,232,421	5,638,527,443	22,299,687	1,675,414,773	12,908,136,484
Net profit/(loss) for the year after tax	-	-	-	-	-	2,031,562,601	2,031,562,601
Statutory reserve	-	-	-	941,223,649	-	(941,223,649)	-
Dividends (Bonus Share)	556,966,210	-	-	-	-	(556,966,210)	-
Dividends (Cash)	-	-	-	-	-	-	-
Issue of Share Capital (Rights Share)	-	-	-	-	-	-	-
Balance as at 31 December 2019	6,126,628,370	-	2,232,421	6,579,751,092	22,299,687	2,208,787,515	14,939,699,085



TRUST BANK LIMITED
Liquidity Statement
(Asset and Liability Maturity Analysis)
As at 31 December 2020

Amount in Taka

Particulars	Up to 01 Month	1- 3 Months	3-12 Months	1- 5 Years	More than 5 Years	Total
Assets:						
Cash in Hand	4,540,041,205	-	-	-	-	4,540,041,205
Balance with Bangladesh Bank and Sonali Bank	3,127,184,494	-	-	-	9,848,578,000	12,975,762,494
Balance with other banks and financial institutions	5,318,714,886	6,650,000,000	1,500,000,000	-	-	13,468,714,886
Money at call and short notice	680,000,000	-	-	-	-	680,000,000
Investments	3,373,475,524	2,032,167,512	22,572,147,222	36,276,471,467	26,690,584,488	90,944,846,213
Loans and Advances	34,960,429,144	24,256,219,751	42,084,237,621	58,842,839,997	60,919,959,668	221,063,686,181
Fixed Assets including premises, furniture and fixtures	-	-	-	-	1,936,600,776	1,936,600,776
Other assets	1,074,637,541	735,020,125	3,489,030,774	252,473,906	3,617,514,406	9,168,676,752
Non-banking assets	-	-	-	-	-	-
Total Assets	53,074,482,794	33,673,407,388	69,645,415,617	95,371,785,370	103,013,237,338	354,778,328,507
Liabilities:						
Borrowing from Bangladesh Bank, other banks, financial institutions and agents	2,371,254,283	3,080,056,396	8,558,659,208	7,770,767,225	4,650,000,000	26,430,737,112
Deposits	58,238,321,258	67,540,582,653	109,591,364,545	29,901,068,011	12,824,411,465	278,095,747,932
Other accounts	10,308,155,953	-	-	-	-	10,308,155,953
Provision and other liabilities	3,217,145,860	2,238,952,578	6,874,985,190	5,524,871,233	5,048,704,631	22,904,659,492
Total Liabilities	74,134,877,354	72,859,591,627	125,025,008,943	43,196,706,469	22,523,116,096	337,739,300,489
Net Liquidity Gap	(21,060,394,560)	(39,186,184,239)	(55,379,593,326)	52,175,078,901	80,490,121,242	17,039,028,018

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



TRUST BANK LIMITED
Notes to the Financial Statements
For the year ended 31 December 2020

1 THE BANK & ITS ACTIVITIES

Trust Bank Limited (the Bank) is a scheduled commercial bank established under the Banking Companies Act, 1991 and incorporated as a Public Limited Company under the Companies Act, 1994 in Bangladesh on 17 June 1999 with the primary objective to carry on all kinds of banking business in and outside Bangladesh. The Bank has One Hundred Seven (107) branches and Six (06) SME Service Centers/Krishi Branch which are operating in Bangladesh as at 31 December 2020. The Bank has no overseas branches as at 31 December 2020. The Bank is listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited as a publicly traded company for its general class of shares.

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

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

Principal Activities and Nature of operations of the Bank

The Principal activities of the Bank are to provide full range of banking services that include deposit banking, loans & advances, export-import financing and national & international remittance facilities, issuing debit and credit cards, SMS banking, internet banking, call center, dealing in government securities etc.

1.1 Off-shore Banking Unit

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

1.2 Subsidiaries of the Bank

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

1.2.1 Trust Bank Investment Limited

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

Trust Bank Investment Limited offers full range of Merchant Banking Services that include Issue Management, Underwriting, Portfolio Management etc.

1.2.2 Trust Bank Securities Limited

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

Trust Bank Securities Limited offers full range of business of brokers or dealers in stocks that includes buying and selling of shares & securities, fixed income securities, Bonds Debenture etc.

1.2.3 Trust Axiata Digital Limited

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

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

1.3 Islamic Banking activities

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



Islamic Banking products and services are offered to the clients in compliance with the true spirit of Islamic Shariah. To ensure compliance of Shariah guidelines, Islamic banking practices a strong documentary record keeping system eliminating all vagueness regarding business & responsibilities of the parties involved.

Trust Islamic Banking

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

In addition to the Shariah guidelines, TIB strictly complies with the Bangladesh Bank instructions regarding Islamic banking operations and adheres to the followings:

- Completely Separate Fund management—no mixing of fund with the conventional banking of the Bank. Investments are made from the Islamic banking deposits only.
- Separate book-keeping, Profit & Loss Account by Islamic banking module of Bank's CBS.
- TIB has a distinguished Shariah Supervisory Committee (SSC) for guidance on Shariah related issues.
- Profit sharing ratio (Depositor: Bank) was 65:35 for the year 2020.
- Profit distributions are executed as per approved weightage table.

Deposit & Investment

As of 31 December 2020, Trust Islamic Banking (TIB) 'Deposit and Investment' are showing a growth of 14.10% & 11.77% respectively from the corresponding position of 2019.

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

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

1.4 Retail Banking Division:

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

1.5 SME and Green Banking Activities

SME Financing:

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

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

Trust Bank has introduced as many as 13 different SME products in commensurate with BB Policy Guidelines with special emphasis on cluster/area approach. 'Trust Akota' is a product designed to target the people involved in handloom sector located in Enayetpur, Sirajgonj, while 'Trust Bunoon' is instrumental in financing on Spinning and handloom sector at Narsingdi, Sirajgonj and Naryangonj. 'Trust-Nondini' is a specialized product for women entrepreneurs and 'Trust Sukanya' is a product designed to facilitate the most backward and marginalized women based in three hill districts and the people involved with Nakshi Kantha works in Jessore. TBL being a SME favored Bank has equally increased its focus on the farmers, small, and marginalized people by designing a special product named 'Trust-Prantik'. TBL is the first Bank which has extended credit facility among 325 individuals of Tk.10/-account holders in Dhamrai under Dhaka District. TBL provided special loan facility for BDT.1290.00 million to CMSME sector affected by Novel Corona Virus (COVID-19) pandemic.



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

Green Financing

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

Trust Bank Green Financing position as on December 31, 2020:

Green Projects / Products	Number of Project	Disbursed Amount
LEED Certified Green Projects (Industry & building)	2	12,354.19
Ensuring Work Environment and Security of Workers Factories	3	25.69
PET Bottle Recycling plant	1	1,074.37
Effluent Treatment Plant (ETP)	1	3.50
Renewable Energy (Biogas plant)	2934	641.26
Renewable Energy (Solar Energy)	4197	110.26
Improved Brick Kiln	26	374.97
Vermicompost	20	0.20
Total		14,584.44

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

2.1 Statement of Compliance

The Financial Reporting Act 2015 (FRA) was enacted in 2015. Under the FRA, the Financial Reporting Council (FRC) was formed in 2017 and has since then adopted International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as the applicable Financial Reporting Standards for public interest entities such as banks with effect from 2 November 2020.

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

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

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

i) Investment in shares and securities

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

Bangladesh Bank: As per 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 has been made for any loss arising from diminution in value of investment; otherwise investments are recognized at cost.



ii) **Revaluation gains/losses on Government securities**

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

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

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

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

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

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

iv) **Recognition of interest in suspense**

IFRS: There are no specific guidelines about profit in suspense in IAS/IFRS.

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 an interest in suspense account, which is presented as liability in the balance sheet.

v) **Other comprehensive income**

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

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

vi) **REPO and Reverse REPO Transaction**

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

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

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

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



viii) **Financial guarantees**

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

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

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

ix) **Cash and cash equivalents**

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

x) **Non-banking assets**

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

Bangladesh Bank: As per BRPD 14, there must exist a face item named Non-banking assets.

xi) **Cash Flow Statement**

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

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

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

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

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

xiii) **Presentation of intangible asset**

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

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

xiv) **Off-balance sheet items**

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

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

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

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

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

2.2 **Basis of Consolidation**

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



2.3 **Subsidiary**

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

2.4 **Use of estimates and judgments**

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

2.5 **Significant accounting policies**

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

2.6 **Transactions eliminated on consolidation**

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

2.7 **Foreign currency transaction**

a) **Foreign currency**

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

b) **Foreign currencies translation**

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

Assets and liabilities & income and expenses of Off-shore Banking Units have been converted into BDT currency @ US\$1 = Taka 84.80 (closing rate as at 31 December 2020) and Tk. 84.85 (average rate as at 31 December 2020).

c) **Commitments**

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

d) **Translation gains and losses**

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

e) **Foreign operations**

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

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



f) Consolidation of Financial Statements of foreign operations

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

2.8 Reporting Period

These financial statements of the Bank and its subsidiaries cover the financial year from 01 January to 31 December, 2020.

2.9 Events after the reporting period

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

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

2.10 Cash Flow Statement

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

2.11 Statement of Changes in equity

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

2.12 Statement of Liquidity

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

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

2.13 Taxation

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

2.13.1 Current Tax

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

2.13.2 Deferred taxation

Deferred tax liabilities are the amount of income taxes payable in future periods in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future periods in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted at the balance sheet date. The impact on the account of changes in the deferred tax assets and liabilities has also been recognized in the profit and loss account as per IAS-12 "Income Taxes".



2.14 Provision and accrued expenses

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

2.15 Provision for off-balance sheet exposures

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

2.16 Provision for nostro accounts

The Bank is not required to maintain provision for nostro accounts for the year 2020 in accordance with the guideline of Foreign Exchange Policy Department of Bangladesh Bank, FEPD Circular no. FEPD (FEMO) / 01/2005-677 dated 13 September 2005.

2.17 Assets and Basis of their valuation

2.17.1 Cash and cash equivalents

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

2.17.2 Loans and advances / Investments

For steady growth of loans and advances as well as inclusion of new ventures in the clientele base of the Bank towards steady and sustainable development, Bank's prudent and continuous efforts in credit operation continued in 2020 like the previous years. In spite of various uncertainties in 2020, consolidated loans and advances of the Bank grew positively and stood at BDT 221,063.69 million as on 31 December 2020 as against BDT 210,766.74 million showing a growth of 4.89% over the previous year. But, in this journey, no compliance and risk management was spared to have quality asset & retain strong credit portfolio. We have proved ourselves one of the leading banks in place beside the entrepreneur with financial solution according to necessity. During the year, Bank concentrated to sustain the business of the existing borrower through financing stimulus support & looked at the avenues for financing especially in CMS and Agri sector with the aim of developing and maintaining a sound and sustainable portfolio and risk mitigation. It is pertinent to mention here that Bank has disbursed BDT. 6825.15 Million under stimulus package as per Government policy to facilitate to affected borrower by COVID-19 pandemic in 2020.

2.17.2.1 Initiatives against Recovery of Classified Loans

Recovery from NPL and Written-Off (WO) loans was one of the most challenging tasks in 2020 under the pandemic situation that has almost paralyzed the world including Bangladesh. Like others our economy has also been affected. Despite of such pandemic situation, TBL has been quite successful in recovering an impressive cash amount of total BDT 687.72 million from NPL including BDT 82.18 million from WO accounts. Besides, we also regularized BDT 2,431.56 million through rescheduling. Our NPL percentage is reduced to 4.51% in 2020 from 5.49% of last year. We have enhanced our recovery efforts further to gain better outcome in 2021. Recovery will continue to remain a major effort to TBL management at all times.

2.17.3 Loan Classification and Provisioning

Bangladesh Bank has changed classification criteria especially objective criteria in 2020 due to negative impact on our economy by COVID-19 pandemic. The Bank classifies its loan portfolio and maintains adequate provisions in a professional way and in accordance with the rules and regulations set by Bangladesh Bank from time to time. In case of need, the Bank classifies some loans on qualitative judgment too. Our Bank Management always remains vigilant to arrest new loans from being classified and minimize the existing non-performing loans by way of cash recovery and regularization through rescheduling to the deserving cases under the purview of Bangladesh Bank's guidelines. The executives/officers of Credit Administration Division, Credit Risk Management Division and Recovery & Monitoring Division involve themselves to minimize the NPLs and required provisions through exercising prudent decision on based on criteria & all rules regulations. However total classifications of the Bank's stands at BDT.9966.15 million.

Bangladesh Bank in 2020 has revised the provision structure considering the business characteristics of some sectors of the country. TBL always maintains its loan portfolio with proper classification & provisioning by means of complying rules and regulations set by Bangladesh Bank. In 2020 Bangladesh Bank has set amended matrix for provision structure in CMSE. In this perspective complying the BRPD all provisioning circulars total provision against classified, unclassified loans, off-balance sheet and off-shore banking business stands at BDT 12,324.46 million.



General provision on	Provision Rate
a. Cottage, Micro & Small Credit (CMS)	0.25%
b. Medium Enterprise	0.25%
c. Consumer Financing {Housing Finance (HF) }	1%
d. Consumer Financing {Loans to Professional(LP) }	2%
e. Consumer Financing (Other than HF & LP)	2%
f. Loans to BHs/ MBs/ SDs	2%
g. Short Term Agriculture & Micro Credit	1%
h. All other Credit	1%
Specific provision on	
a. Substandard Loans and Advances	
i. Short Term Agri Credit & Micro Credit	5%
ii. Cottage, Micro & Small Credit	5%
iii. All Other Credit	20%
b. Doubtful Loans and Advances	
i. Short Term Agri Credit & Micro Credit	5%
ii. Cottage, Micro & Small Credit	20%
iii. All Other Credit	50%
c. Bad/Loss Loans and Advances	100%

2.17.4 Provision for off balance sheet exposures

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

2.18 Investments

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

The valuation methods of investment used are:

2.18.1 Held to Maturity (HTM):

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

2.18.2 Held for Trading (HFT):

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

As on December 31, 2020 the amount of investment in Govt. Treasury Bonds under HTM category was BDT 35,118.60 million and under HFT Category was BDT 25,001.33 million. Whereas, as on December 31, 2020 amount of investment in Govt. Treasury Bill under HTM category was Zero and under HFT Category was BDT 22,523.68 million.



Investment in listed securities

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

Investment in unquoted securities

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

Investments in subsidiary

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

2.19 Fixed assets and depreciation

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

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

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

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

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

2.20 Intangible assets

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

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

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

2.21 Impairment of Assets:

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

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

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



2.22 Other assets

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

2.23 Non-Banking Assets

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

2.24 Offsetting

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

2.25 Receivables

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

2.26 Inventories

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

2.27 Leases

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

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

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

- the contract contains an identified asset, which is either explicitly identified in the contract or implicitly specified by being identified at the time the asset is made available to the Bank
- the Bank has the right to obtain substantially all of the economic benefits from use of the asset throughout the period of use. The Bank can obtain economic benefits from use of an asset directly or indirectly in many ways, such as by using, holding or sub-leasing the asset. The Bank also considers whether it has the right to direct 'how and for what purpose' the asset is used throughout the period of use.

Measurement and recognition of leases as a lessee

Recognition:

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

Measurement:

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

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

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

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

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

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

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



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

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

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

Presentation:

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

2.28 Share Capital

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

2.28.1 Authorized Capital

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

2.28.2 Paid up Capital

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

2.29 Statutory reserve

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

2.30 Liabilities and Provisions

2.30.1 Retirement benefits to the employees

i) Provident fund

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

ii) Gratuity fund

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

iii) Superannuation fund

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



2.30.2 Non-controlling interest in subsidiaries

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

2.31 Revenue recognition

i) Interest income/Profit on TIB Investment

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

ii) Investment income/TIB Investment Income

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

iii) Fees and commission income

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

iv) Dividend income

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

v) Interest paid on borrowings and deposits

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

vi) Dividend payments

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

The proposed dividend for the year 2020 has not been recognized as a liability in the balance sheet in accordance with the IAS-10 : Events After the Reporting Period.

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

vii) Management and other expenses

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

2.32 Reconciliation of inter-bank and inter-branch account

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

2.33 Risk Management

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

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



2.33.1 Credit Risk Management

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

In 2020, Credit Risk Management is mostly affected by break out of COVID-19 pandemic. The coronavirus pandemic is a humanitarian crisis that continues to affect lives and livelihoods around the world. It has forced regional and national economies to close for weeks and months at a time, causing hardship-sometimes of existential gravity-for majority of the populations. Considering the situation, Trust Bank Ltd. tried to handle the situation in purview of the guideline of Bangladesh Bank from time to time. Trust Bank Ltd. was granted with a substantial amount of fund from Bangladesh Bank under different Stimulus Packages declared by Govt. of Bangladesh. Meantime, we have already disbursed BDT 7921.00 million under Stimulus Packages to our borrowers who were adversely affected by the pandemic. The support assists to constant financial health of the borrowers to overcome this unwanted situation.

Considering the adverse economic condition in 2020, we focus to consolidate our existing credit portfolio by maintaining regular customer visit, monitoring of the improvement plans, close monitoring of the repayment performances considering different risk indicators, timely review of the facilities, oversight on the improvement areas, Periodical Stock verification and insurance coverage before approving or renewing any credit proposals.

Trust Bank has been consistently maintaining its loan portfolio over the last five years in terms of business volume and profitability. At the end of 2019 total Loans & advances of the Bank was BDT 210,767 million whereas at the end of 2020 it stood at BDT 221,064 million registering a growth of more than 4.89 percent.

2.33.2 Asset liability risk management

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

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

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

2.33.3 Foreign exchange risk management

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

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



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

Types of Exchange Rate Risk:

Transaction risk:

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

Translation risk:

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

Economic risk:

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

Sources of foreign exchange risk:

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

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

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

2.33.4 Internal control and compliance risk management

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

The bank has set up Internal Control & Compliance (IC&C) Division at Head Office to ensure that the Internal Control processes are in place. As per instruction of Bangladesh Bank the Audit Committee of the Board has been constituted to assist the Board in fulfilling its oversight responsibilities including implementation of the objectives, strategies and overall business plans set by the Board for effective functioning of the bank. The committee reviews the financial reporting process, the system of internal control & management of financial risks, the audit process, health report of the bank and the bank's process for monitoring compliance with laws and regulations and its own code of business conduct. In the year 2020, 10 meetings of the Audit Committee were held. The bank has introduced 'Risk Based Internal Audit (RBIA)' to assess the business risk as well as control risk associated with the branches and determines how much follow up, monitoring & periodicity of internal audit would be required to bring a particular branch back to normalcy. If it is found that the performance of the branch is not satisfactory it is presumed that the branch has some weakness which may pose a potential threat for the bank.



IC&C Division set out audit plan for the year 2020 which was approved by the Audit Committee of the Board (ACB) of the Bank. In 2020 IC&C Division conducted Comprehensive Audit in 95 branches & 31 divisions/departments at Head Office. In the same year IC&C Division carried out 23 Spot Inspections and 28 IT audits in different branches. In addition, audit was also conducted in 06 TBIL branches & TBIL Head Office and 64 Pay points for Mobile Banking Operations.

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

2.33.5 Money Laundering & Terrorist Financing Risk Management

Money Laundering and Terrorist Financing threaten financial and non-financial institutions and societies as a whole. Recently, global financial sector transforms into modern technology oriented services. For most countries, money laundering and terrorist financing raise significant issues with regard to prevention, detection and prosecution. Sophisticated techniques used to launder money and finance terrorism have increased the complexity of these issues. Such sophisticated techniques may involve: multiple financial transactions, the use of different financial instruments and other kinds of value-storing assets, different types of financial institutions, accountants, financial advisers, shell corporations and other service providers and complex web of transfers to, through, and from different countries.

Prevention of money laundering and terrorist financing requires collective effort from all relevant government and private sectors. An effective AML/CFT regime can only be implemented if all stakeholders comply with the country's AML/CFT laws, rules and regulations. All financial organization of Bangladesh, as major players in national economy and social system of Bangladesh, should comply with these Guidelines as a preventive measure to keep themselves safe from both the risk of money laundering and terrorist financing.

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

TBL is following the approaches to control Money Laundering and Financing of Terrorism and any types of fraud are mentioned below:

1. Mandatory of KYC management.
2. Sanction Screening for all type of customers
3. Monitoring Transaction and identification of STR/SAR to BFIU.
4. Submission of Cash Transaction Report (CTR) to BFIU
5. Adequate training are providing to the officials of TBL on AML & CFT.
6. Customers' Risk Categorization
7. Following Customer Acceptance Policy.
8. Prevention of Trade Based Money Laundering.

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

2.33.6 IT risk management

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

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

Compliance definitions

a) Data Protection

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

b) Data Retention

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



c) Strategic Governance Risk

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

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

e) Civil & Criminal legal Framework

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

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

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

2.33.7 Liquidity risk management

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

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

Liquidity risks can be classified into four categories:

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

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

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

2.34 Interest rate risk management

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

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



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

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

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

2.35 Operation risk management

Operational Risk is defined as the risk of loss resulting from inadequate or failed internal processes, people and systems or from external events. It includes legal risk but excludes strategic and reputational risk. Operational Risk Management is a continual cyclic process which includes risk assessment, risk decision making, and implementation of risk controls, which results in acceptance, mitigation, or avoidance of risk. The Bank's operational risk management focuses on proactive measures in order to ensure business continuity as well as the accuracy of information used internally and reported externally, a competent and well-informed staff, and its adherence to established rules and procedures as well as on security arrangements to protect the physical and ICT infrastructure of the Bank.

2.36 Basel-III Activities

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

In 2020, the Bank is required to maintain minimum Common Equity Tier-1 (CET-1) capital ratio of 4.50%, capital conservation buffer 2.50%, minimum CET-1 plus conservation buffer of 7.00%, minimum Tier-1 capital ratio of 6.00%, minimum total capital ratio 10.00% and minimum total capital plus capital conservation buffer 12.50%.

Pillar-I: Minimum Capital Requirement

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

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

Pillar-II: Supervisory Review Process (SRP)

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

Following Risk has to be assess for Adequate Capital Requirement under ICAAP as per Bangladesh Bank Guideline:

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



Pillar-III: Market Discipline

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

2.37 Going concern

As discussed in note 2.38, the COVID-19 pandemic has not significantly impacted the Bank's income. The Bank has adequate resources to continue in operation and to meet financial commitments as they fall due for the foreseeable future. For this reason the management continues to adopt going concern basis in preparing the financial statements.

2.38 Impact of COVID-19

Following the declaration of COVID-19 as a pandemic by the World Health Organization (WHO) in early March 2020, like many other governments, the Government of Bangladesh introduced restrictive measures to contain further spread of the virus, affecting free movement of people and goods. These measures included imposing nationwide general holidays from 26 March until 31 May 2020; however this has not had significant impact on the Bank's income due to the resilience of the Bank to the crisis management. Whilst the restrictive measure has been lifted, the Bank continues to proactively monitor the spread of the virus and any impact it may have on the Bank's operations.

2.39 Earning per share (EPS)

Basic earnings per share

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

Diluted earnings per share

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

2.40 Non controlling interest

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

2.41 Compliance of International Financial Reporting Standards (IFRS)

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



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

* Subject to departure described in note 2.1

N/A= Not Applicable

2.42 The financial statements for the year ended 31 December 2020 were approved by the board of Directors on 14 June 2021.

2.43 General

i) Figures have been rounded off to the nearest taka;

ii) Prior year's figures shown for comparison purpose, have been rearranged, whenever necessary, to conform to current year's presentation.



		Amount in Taka	
		31.12.2020	31.12.2019
3	CASH		
3.1	Cash in hand		
	In local currency	4,401,364,832	4,112,415,453
	In foreign currencies	138,676,373	70,334,965
		4,540,041,205	4,182,750,418
3.2	Balance with Bangladesh Bank and its agent bank(s)		
	Balance with Bangladesh Bank		
	In local currency	12,052,985,642	14,292,036,115
	In foreign currencies	654,822,301	849,367,518
		12,707,807,943	15,141,403,633
	Balance with Sonali Bank in local currency (as agent of Bangladesh Bank)	267,954,551	130,832,798
		12,975,762,494	15,272,236,431
3.3	Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR)		
	Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the Section 33 of the Banking Companies Act 1991 (as amended up to 2018), DOS circular nos. 01 dated 19 January 2014, DOS Circular Letter No. 26 dated August 19, 2019 and MPD circular no. 03 dated 09 April 2020.		
	All scheduled banks in Bangladesh (including Shariah based banks) are required to maintain 4.00 (four) percent CRR with Bangladesh Bank on bi-weekly average basis with a provision of minimum 3.50 (three and a half) percent on daily basis of their average total demand and time liabilities (ATDTL) of the month earlier of the previous month and Statutory Liquidity Ratio (SLR) required to be maintained by the conventional banks on daily basis shall not be less than 13.00 (thirteen) percent including the excess amount of Cash Reserve Requirement (CRR) of their average total time and demand liabilities in Bangladesh, and for Shariah-based Islamic Banks this amount shall not be less than 5.50 (five and a half) percent. Both reserves maintained during the year by the Bank are in excess of the statutory requirements.		
	The position of CRR and SLR as on 31 December 2020 is shown below:		
3.3.1	Cash Reserve Requirement (CRR) for Conventional Banking		
	Average Demand and Time Liabilities of the month earlier of the previous month	246,504,346,000	217,912,428,000
3.3.1.1	Daily Required Reserve (3.50% of Average Demand and Time Liabilities, in 2019: 5.00%)	8,616,056,000	10,895,621,000
	Actual Reserve held (4.36% of Average Demand and Time Liabilities, in 2019: 5.94%)	10,753,133,798	12,948,978,708
	Surplus	2,137,077,798	2,053,357,708
3.3.1.2	Bi-weekly Required Reserve (4.00% of Average Demand and Time Liabilities, 2019: 5.50%)	9,848,578,000	11,985,184,000
	Actual Reserve held with B. Bank (4.09% of Average Demand and Time Liabilities, in 2019: 5.58%)	10,085,424,670	12,150,811,411
	Surplus	236,846,670	165,627,411
3.3.1.3	Statutory Liquidity Ratio for Conventional Banking (SLR)		
	Required Reserve (13.00% of Average Demand and Time Liabilities)	32,045,565,000	28,328,616,000
	Actual Reserve held with B. Bank (35.83% of Average Demand and Time Liabilities, in 2019: 18.43%)	88,323,372,845	40,152,821,479
	Surplus	56,277,807,845	11,824,205,479
3.3.1.4	Components of Statutory Liquidity Requirement (SLR)		
	Cash in Hand	4,502,401,515	4,137,828,479
	Balance with Agent Bank(s)	268,031,491	130,832,798
	Excess Reserve	904,555,800	963,794,710
	Government Bills	22,523,683,024	17,906,599,750
	Government Bonds	60,119,933,147	17,006,848,235
	Other Approved Securities (Prize Bond)	5,782,800	6,238,900
		88,324,387,777	40,152,142,872
3.3.2	Cash Reserve Ratio (CRR) for Islamic Banking		
	Average Demand and Time Liabilities of the month earlier of the previous month	36,732,775,000	29,282,138,000

		Amount in Taka	
		31.12.2020	31.12.2019
3.3.2.1	Daily Required Reserve (3.50% of Average Demand and Time Liabilities, in 2019: 5.00%)	1,285,647,000	1,464,107,000
	Minimum Reserve held (4.08% of Average Demand and Time Liabilities, in 2019: 5.65%)	1,498,284,360	1,655,223,802
	Surplus	212,637,360	191,116,802
3.3.2.2	Bi-weekly Required Reserve (4.00% of Average Demand and Time Liabilities, in 2019: 5.50%)	1,469,311,000	1,610,518,000
	Average Reserve held with B. Bank (4.47% of Average Demand and Time Liabilities, in 2019: 7.34%)	1,642,544,120	2,149,664,681
	Surplus	173,233,120	539,146,681
3.3.2.3	Statutory Liquidity Requirement for Islamic Banking (SLR)	2,020,303,000	1,610,518,000
	Required Reserve (5.50% of Average Demand and Time Liabilities)	2,852,553,050	1,730,627,740
	Actual Reserve held with B. Bank (7.77% of Average Demand and Time Liabilities, in 2019: 5.91%)	832,250,050	120,109,740
	Surplus	832,250,050	120,109,740
3.3.2.4	Held for Statutory Liquidity Requirement	37,639,690	44,921,939
	Cash in Hand	28,973,360	44,705,801
	Excess Reserve	2,785,940,000	1,641,000,000
	Government Islamic Investment Bonds	2,852,553,050	1,730,627,740
4	BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS		
4.1	In Bangladesh		
	Current Deposits	28,121,944	55,370,194
	Sonali Bank Limited	43,035	20,000
	Agrani Bank Limited	580,357	-
	Mutual Trust Bank Limited	-	1,018
	Social Islamic Bank Limited	-	-
		28,745,336	55,391,212
	Short Term Deposits	148,840,579	141,619,182
	Sonali Bank Limited	4,121,543	4,057,658
	AB Bank Limited	1,391,805	10,046,667
	Rupali Bank Limited	24,613	4,023
	Janata Bank Limited	1,545,838	2,534,661
	Prime Bank Limited	23,230,804	28,607,673
	Standard Chartered Bank	397,162	402,658
	Bank Asia Limited	3,240,091	3,139,025
	Standard Bank Limited	12,417	109,326
	Al Arafah Islami Bank Limited	48,856	48,924
	NCC Bank Limited	182,853,708	190,569,797
	Mudaraba Short Term Deposit	3,641,906	938,943
	AB Bank Limited	7,059,920	6,905,002
	The City Bank Limited	30,687,775	1,000,113,401
	EXIM Bank Limited	589,101	574,440
	Bank Asia Limited	5,912,977	5,611,788
	Union Bank Limited	733,158,235	1,267,803,211
	Social Islami Bank Limited	781,049,914	2,281,946,785
	Fixed Deposits in local Currency		
	Fixed With Bank		
	Jamuna bank Limited	-	500,000,000
	Dhaka Bank Limited	-	1,500,000,000
	One Bank Limited	2,000,000,000	-
	Mutual Trust Bank Limited	-	1,500,000,000
	Modhumoti Bank Limited	100,000,000	-
	Standard Bank Limited	1,500,000,000	1,000,000,000
		3,600,000,000	4,500,000,000
	Fixed With NBFIs		
	Uttara Finance Limited	200,000,000	200,000,000
	Lanka Bangla Finance Limited	250,000,000	-
		450,000,000	200,000,000

Fixed with Deposit FC
BRAC Bank Limited
The City Bank Limited

Mudaraba Term Deposits
Social Islami Bank Limited
Islamic Finance & Investment Limited
The City Bank Limited
Hajj Finance Co. Limited
EXIM Bank Limited

Amount in Taka	
31.12.2020	31.12.2019
-	849,000,000
1,950,400,000	-
1,950,400,000	849,000,000
1,550,000,000	300,000,000
100,000,000	300,000,000
-	1,000,000,000
200,000,000	300,000,000
3,150,000,000	1,000,000,000
5,000,000,000	2,900,000,000
11,993,048,958	10,976,907,794

4.2 Outside Bangladesh

Current Account

Dollar Account

Standard Chartered Bank, USA
Mashreqbank psc, USA
ICICI Bank Ltd., Hongkong
Commerz Bank, AG Germany

EURO Account

Standard Chartered Bank, UK
Commerz Bank, AG Germany
ICICI Bank Ltd., Mumbai, India

GBP Account

Standard Chartered Bank, UK

Japanese Yen Account

Standard Chartered Bank, Japan
Commerzbank Ag, Frankfurt, Germany

ACU Dollar Account

Standard Chartered Bank, Mumbai, India
Mashreqbank, Mumbai, India
ICICI Bank Ltd., Mumbai, India
AB Bank, Mumbai, India
United Bank of India

CHF Account

Habib Bank, Zurich

AUD Account

Commerzbank Ag, Frankfurt, Germany

SAR Accounts

Bank Aljazira - SAR

CAD Accounts

Commerz Bank AG; Germany-CAD

Offshore Banking Unit (OBU)

Mashreqbank psc, USA
United Bank of India

672,130,179	456,004,611
259,815,695	520,925,615
49,458,901	54,893,490
20,968,993	65,700,125
3,652,638	13,245,147
13,142,064	4,173,051
1,817,938	1,713,958
42,838,331	16,518,397
809,268	777,090
5,075,246	1,812,089
34,625,049	67,143,792
41,263,153	88,016,028
55,245,580	79,898,842
26,393,249	36,680,330
12,456,268	28,435,104
1,855,011	3,073,508
1,790,518	3,412,487
2,990,373	3,390,214
7,632,569	-
149,064,701	44,956,079
72,640,204	3,077,824
1,475,665,928	1,493,847,781
13,468,714,886	12,470,755,575

For details please refer to Annexure - A

4.3 Remaining maturity grouping of balance with other banks and financial institutions

On demand	1,504,411,264	1,549,238,993
Up to 1 month	3,814,303,622	9,221,516,582
Over 1 month but not more than 3 months	6,650,000,000	1,500,000,000
Over 3 months but not more than 1 Year	1,500,000,000	200,000,000
Over 1 Year but not more than 5 Years	-	-
Over 5 Years	-	-
	13,468,714,886	12,470,755,575

4 (a) CONSOLIDATED BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS

In Bangladesh

Trust Bank Limited
Trust Bank Securities Limited
Trust Bank Investment Limited
Trust Axiata Digital Limited

Note - 4.1

11,993,048,958	10,976,907,794
923,116,682	82,590,768
293,489,255	243,699,562
450,964,395	-
13,660,619,290	11,303,198,124
1,556,069,759	249,769,323
12,104,549,531	11,053,428,801
1,475,665,928	1,493,847,781
13,580,215,459	12,547,276,582

Less : Inter Company Transaction

Outside Bangladesh

Note - 4.2



		Amount in Taka	
		31.12.2020	31.12.2019
5	MONEY AT CALL AND SHORT NOTICE		
	In Local Currency		
	NCC Bank Ltd.	-	1,000,000,000
	The City Bank Ltd (Short Notice)	-	500,000,000
		-	1,500,000,000
	Non-Banking Financial Institutions		
	IDLC Finance Ltd.	200,000,000	800,000,000
	IPDC Finance Ltd.	90,000,000	-
	Delta Brac Housing Ltd.	290,000,000	-
	Lanka Bangla Finance Ltd.	100,000,000	-
		680,000,000	800,000,000
		680,000,000	2,300,000,000
	In Foreign Currency	-	-
		680,000,000	2,300,000,000
6	INVESTMENTS		
	Government Securities		
	Treasury Bills	Note - 6.1	
	Treasury Bills -HTM	-	-
	Treasury Bills-HFT	22,523,683,024	17,906,599,750
		22,523,683,024	17,906,599,750
	Treasury Bonds	Note - 6.2	
	Treasury Bond - HFT	25,001,329,026	-
	Treasury Bond - HTM	35,118,604,121	17,006,848,235
		60,119,933,147	17,006,848,235
	Govt. Islamic Investment Bond		
	Govt. Islamic Investment Bond - HFT	2,258,000,000	1,641,000,000
	Bangladesh Government Investment Sukuk (BGIS)	527,940,000	-
		2,785,940,000	1,641,000,000
	Prize Bond		
		5,782,800	6,238,900
		5,782,800	6,238,900
		85,435,338,971	36,560,686,885
	Other Investment		
	Preference Share		
	8,800,000 shares in Summit Barisal Power Ltd.	88,000,000	108,000,000
	16,000,000 shares in Zodiac Power Chittagong Ltd.	160,000,000	200,000,000
	4,800,000 shares in Summit Narayangonj Power Ltd.	48,000,000	60,000,000
		296,000,000	368,000,000
	Ordinary Shares		
	Quoted	Note - 6.4.1	
	Quoted	215,444,585	215,159,535
	Unquoted	Note - 6.4.2	
	Unquoted	18,062,657	18,062,657
		233,507,242	233,222,192
	Investment in Commercial Papers	Note - 6.4.3	
	Investment in Commercial Papers	-	300,000,000
	Investment in Corporate Bonds	Note - 6.4.4	
	Investment in Corporate Bonds	4,980,000,000	3,580,000,000
		5,509,507,242	4,481,222,192
		90,944,846,213	41,041,909,077
6.1	Treasury Bills-at Present Value		
	91 days Treasury Bills	-	4,982,165,000
	182 days Treasury Bills	14,541,026,024	1,964,524,000
	364 days Treasury Bills	7,982,657,000	10,959,910,750
		22,523,683,024	17,906,599,750
6.2	Treasury Bonds-at Present Value		
	02 years Treasury Bonds	25,423,253,849	196,089,162
	05 years Treasury Bonds	5,508,539,033	1,299,211,105
	10 years Treasury Bonds	18,098,750,151	10,173,524,716
	15 years Treasury Bonds	6,092,950,863	3,967,158,680
	20 years Treasury Bonds	4,996,439,251	1,370,864,572
		60,119,933,147	17,006,848,235
6.3	Repo & Reverse Repo Transactions during the period ended on 31 December 2020		
	Disclosure required as per Bangladesh Bank DOS Circular No.-06 Dated: 15 July 2010 regarding of repo and reverse repo during the year ended on 31 December 2020		

Amount in Taka	
31.12.2020	31.12.2019

a. (i) Disclosure Regarding Outstanding Repo as on 31 December 2020:

Sl No.	Counter Party	Agreement Date	Reversal Date	Amount (1st Leg Cash Consideration)
1	Prime Bank Limited	12/29/2020	1/5/2021	398,867,600.00
2	Prime Bank Limited	12/30/2020	1/6/2021	849,693,150.00

(ii) Disclosure Regarding Outstanding Reverse Repo as on 31 December 2020:

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

b. Disclosure Regarding Overall Transaction of Repo and Reverse Repo as on 31 December 2020:

	Minimum Outstanding	Maximum Outstanding	Daily Average Outstanding during
Securities sold under REPO:			
i) with Bangladesh Bank	303,028,453	4,893,335,000	133,550,732
ii) with other Banks & Fis	97,826,500	5,985,497,000	251,083,070
Securities purchased reunder REPO:			
i) with Bangladesh Bank	-	-	-
ii) with other Banks & Fis	241,405,250	7,516,967,699	294,050,654

6.4

Other Investment

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

Particulars	31.12.2020			31.12.2019		
	No. of Securities	At Cost	Market Value	No. of Securities	At Cost	Market Value
Listed Securities	12	215,444,585	185,235,679	12	215,159,535	169,158,198
Unlisted Securities	3	18,062,657	18,062,657	3	18,062,657	18,062,657
Preference Share	3	296,000,000	296,000,000	3	368,000,000	368,000,000
Commercial Papers	1	-	-	1	300,000,000	300,000,000
Investment in Capital market	1	-	-	-	-	-
Corporate Bond	8	4,980,000,000	4,980,000,000	8	3,580,000,000	3,580,000,000
TOTAL	28	5,509,507,242	5,479,298,336	27	4,481,222,192	4,435,220,855

6.4.1 Investment in Ordinary Shares - Quoted

Investment has been recorded at cost and adequate provision for probable future losses as per Bangladesh Bank guideline has been made. Market value of securities has been determined on the basis of the value of securities at the last trading date of the year (Last trading date for the period was 30 December 2020).

6.4.1.1 Sector wise investment in listed securities at cost

Banking Companies	3,010,593	3,010,593
Manufacturing Companies and others	41,922,591	41,922,591
Power Sector	15,426,736	15,426,736
IBBL Bond	54,336,290	54,051,240
Mutual Fund	100,748,375	100,748,375
	215,444,585	215,159,535

6.4.1.2 Investment in Ordinary Share - Quoted

Under Conventional Banking	149,835,565	149,835,566
Under Islamic Banking	65,609,020	65,323,969
	215,444,585	215,159,535

Security wise Investment in Quoted Shares is given below:

Sl	Name of Security	Nos of Share			Average cost rate	31-Dec-20	31-Dec-19
		Conventional	Islamic	Total			
1	IBBL Mudaraba Perpetual Bond	-	56,210	56,210	966.67	54,336,290	54,051,240
2	Popular Life First Mutual Fund	1,089,298	-	1,089,298	6.69	7,284,124	7,284,124
3	Olympic Industries Ltd.	100,000	35,000	135,000	288.57	38,957,270	38,957,269
4	Prime Bank Ltd.	67,760	-	67,760	29.71	2,012,905	2,012,905
5	Pubali Bank Ltd.	27,593	-	27,593	36.16	997,688	997,688
6	Summit Power Ltd.	314,637	-	314,637	45.69	14,375,320	14,375,320
7	Padma Oil Co. Ltd.	-	3000	3,000	350.47	1,051,416	1,051,416
8	IT Consultants Ltd. (ITCL)	288,000	-	288,000	7.60	2,189,115	2,189,115
9	LR Global Bangladesh Mutual Fund One	6,554,016	-	6,554,016	9.64	63,205,696	63,205,696
10	Trust Bank 1st Mutual Fund	4,593,045	-	4,593,045	6.59	30,258,555	30,258,555
11	Golden Harvest Agro Industries Ltd.	-	4015	4,015	44.53	178,800	178,801
12	The ACME Laboratories Ltd.	5,000	-	5,000	119.48	597,406	597,406
						215,444,585	215,159,535



Amount in Taka	
31.12.2020	31.12.2019

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

6.4.2	Unlisted Securities			
	Ordinary Share			
	CAPM Unit Fund		10,000,000	10,000,000
	Central Depository Bangladesh Limited (CDBL)		4,708,330	4,708,330
	SWIFT		3,354,327	3,354,327
			18,062,657	18,062,657
6.4.3	Investment in Commercial Papers			
	Energy pack Engineering Ltd.		-	300,000,000
			-	300,000,000
6.4.4	Investment in Corporate Bonds	Rate of Interest/Profit		
	a) Sub-ordinated Bonds			
	Under Conventional Banking			
	Al-Arafa Islamic Bank Ltd. Subordinated Bond	10.50%	160,000,000	240,000,000
	One Bank Limited Subordinate Bond	8.60%	240,000,000	320,000,000
	SIBL Non-Convertible Zero Coupon Bond	8.25%	300,000,000	400,000,000
	Exim Bank Ltd. Subordinated Bond	7.75%	400,000,000	500,000,000
	UCBL 3rd Subordinated Bond	8.25%	400,000,000	500,000,000
	UCBL 4th Subordinated Bond	7.64%	1,000,000,000	-
	Bank Asia Ltd. Convertible Subordinated Bond	9.50%	500,000,000	500,000,000
	Best Holdings Ltd. Subordinated Bond	10.00%	1,000,000,000	1,000,000,000
			4,000,000,000	3,460,000,000
	Under Islamic Banking			
	Al-Arafa Islamic Bank Ltd. Mudaraba Subordinated Bond	10.50%	330,000,000	120,000,000
			4,330,000,000	3,580,000,000
	b) Perpetual Bonds			
	Under Conventional Banking			
	Mutual Trust Bank Limited Perpetual Bond	9.06%	650,000,000	-
			4,980,000,000	3,580,000,000
6.5	Remaining maturity grouping of Investments			
	On demand		5,782,800	6,238,900
	Up to 1 month		3,367,692,724	232,000,000
	Over 1 month but not more than 3 months		2,032,167,512	1,634,159,534
	Over 3 months but not more than 1 Year		22,572,147,222	18,254,662,408
	Over 1 Year but not more than 5 Years		36,276,471,467	8,897,932,420
	Over 5 Years		26,690,584,488	12,016,915,815
			90,944,846,213	41,041,909,077
6 (a)	Consolidated Investments			
	Government Securities			
	Trust Bank Limited		85,435,338,971	36,560,686,885
	Trust Bank Securities Limited		-	-
	Trust Bank Investment Limited		-	-
	Trust Axiata Digital Limited		-	-
			85,435,338,971	36,560,686,885
	Other Investment			
	Trust Bank Limited		5,509,507,242	4,481,222,192
	Trust Bank Securities Limited		-	-
	Trust Bank Investment Limited		2,502,424,220	2,420,209,807
	Trust Axiata Digital Limited		-	-
			8,011,931,462	6,901,431,999
	Less : Inter Company Transaction		-	-
			93,447,270,433	43,462,118,884

7

LOANS AND ADVANCES/ISLAMI BANKING INVESTMENTS**Loans And Advances Under Conventional Banking**

Repair & Recon. of Dwelling House (RRDH)
Consumer Durable Scheme Loans (CDS)
Marriage Loans (ML)
Car Loans (CL)
House Building Loans (HBL)
Term Loans
Other Retail Loans
Time Loan
Other Loans
Staff Loans
Loans against Credit Card
Loans against Trust Receipts (LTR)
Payment Against Documents (PAD)
Packing Credit (Loan agt. Packing Credit)

Amount in Taka	
31.12.2020	31.12.2019

723,822,353	1,033,193,140
32,587	32,587
169,258,848	211,755,644
65,257,800	74,979,132
6,975,996,107	7,489,865,153
75,564,799,931	72,925,461,353
2,634,840,311	2,618,888,375
36,792,366,341	40,067,321,154
35,913,222,728	28,758,929,225
1,164,080,610	1,185,207,474
497,068,922	454,331,680
4,835,440,906	4,758,365,164
2,542,719,056	971,516,183
34,500,629	35,825,196
167,913,407,129	160,585,671,460

Loans And Advances under Islamic Banking

Bai-Muajjal
Hire Purchase under Shirkatul Melk
IHSAN Apartment Purchase Scheme
BARAKAT Home Construction Scheme
BARAKAT Car Scheme
HPSM-Real Estate
Murabaha TR
Bai-Salam
Household Durable & others scheme
TIB House Building Scheme-HBL (RM)
TIB Household Durable Scheme(Household Durable)
HPSM General
HPSM under Stimulus Package (RMG)
Barkat Doctors Scheme
Murabaha Import Bills (MIB) (BTB LC)
MIB- EDF - TIB
Trust Nibash
Trust Power
Bai Muajjal under Stimulus Package
Bai-Muajjal under Stimulus Package (SME)
Baim WES/ Doc Bills

12,267,849,221	10,907,885,315
2,025,280,305	2,031,468,050
190,862,325	207,994,897
176,802,179	178,046,172
7,374,212	12,325,097
1,516,108,918	1,392,251,484
2,311,380,185	2,542,332,666
6,725,753	6,725,753
1,535,930	718,484
9,010,101	9,670,101
258,731	422,282
3,601,432,785	3,059,757,304
32,287,329	-
1,234,065	826,027
-	-
478,650,256	660,492,490
4,393,924	4,251,009
20,548,609	21,045,844
546,589,325	-
342,459,065	-
51,319,000	-
23,592,102,218	21,036,212,975

Cash Credit

Cash Credit
Cash Collateral

1,310,890,465	1,452,552,346
2,282,288,532	2,755,698,901
3,593,178,997	4,208,251,247

Overdraft

Overdrafts
Secured Overdrafts

17,079,828,134	19,941,322,271
1,405,400,562	1,551,791,589
18,485,228,696	21,493,113,860
213,583,917,040	207,323,249,542

Total Loans, Cash Credits and Overdrafts**Bills Purchased and Discounted**

Under Conventional banking
Under Islamic banking

Note-7.6

7,379,834,362	3,282,543,373
99,934,779	160,946,194
7,479,769,141	3,443,489,567
221,063,686,181	210,766,739,109

7.1

Residual maturity grouping of Loans and Advances including Bills Purchased and Discounted

Repayable on demand
Not more than 3 months
More than 3 months but not more than 1 Year
More than 1 Year but not more than 5 Years
More than 5 Years

34,960,429,144	13,849,978,129
24,256,219,751	40,995,979,895
42,084,237,621	59,251,356,445
58,842,839,997	79,406,894,506
60,919,959,668	17,262,530,134
221,063,686,181	210,766,739,109



Amount in Taka	
31.12.2020	31.12.2019

7.2 Loans and Advances including Bills Purchased and Discounted

Inside Bangladesh

Loans

Cash Credit

Overdraft

Bills purchased and discounted

180,288,163,945	181,621,884,435
1,310,890,465	4,208,251,247
31,984,862,630	21,493,113,860
7,479,769,141	3,443,489,567
221,063,686,181	210,766,739,109

Outside Bangladesh

221,063,686,181	210,766,739,109
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7.3 Loans and Advances on the basis of significant concentration

7.3.1 Advances to Directors and Others

Advance to Directors and their allied concerns

Advances to CEO and Senior Executives

Advances to Customers (Group wise)

Industrial Advances (Project finance)

Other Staff Loan

Other Customers

27,422,398	10,406,005
188,703,664	218,143,704
89,691,242,273	81,979,537,443
30,029,113,516	30,755,368,478
975,376,946	967,063,770
100,151,827,384	96,836,219,709
221,063,686,181	210,766,739,109

7.3.2 Disclosure of Large Loan

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

Total Capital

Total Loans and Advances

No. of Customers

Classified amount thereon

26,891,082,734	23,753,320,824
68,972,968,575	82,799,661,448
16	20
Nil	Nil

Single Borrower Exposure Limit has been calculated on the basis of total eligible capital as on 31 December 2020 according to Details of Large Loans

SL #	Name of the Client	CL Status	Outstanding Loan		Total 31.12.2020	Total 31.12.2019
			Funded	Non-Funded		
1	Bangladesh Machine Tools Factory Limited (BMTF)	UC	3,764,217,184	4,477,812,191	8,242,029,375	11,046,938,291
2	Jolshiri Abashon	UC	-	-	-	3,486,071,642
3	Biswas Trading & Construction, Biswas Builders Limited and JV	UC	3,148,232,782	1,033,633,419	4,181,866,201	5,443,904,595
4	Sena Hotel Development Ltd., SPKS, Trust Transport Services	UC	2,911,875,277	68,717,654	2,980,592,931	3,157,905,361
5	Sena Kalyan Sangstha & allied	UC	2,594,895,012	2,766,977,369	5,361,872,381	5,316,249,076
6	ZABER & ZUBAIR FABRICS LTD + Talha Spinning Mills Ltd. + Yasmin Spinning Mills Ltd. + Nice Denim Ltd. + ZARBA TEXTILE MILLS LIMITED	UC	3,400,425,232	1,293,050,000	4,693,475,232	3,424,736,824
7	MASHIHATA SWEATERS LTD. + MEGA YARN DYEING MILLS LTD.	UC	-	-	-	2,605,231,298
8	Durable Plastic Ltd., Habigonj Agro Ltd., Mymensingh Agro Ltd., Sun Basic Chemicals Ltd., Property Development	UC	1,356,384,257	2,008,622,593	3,365,006,850	4,204,116,093
9	Dhaka Northern Power Generations Ltd., Eastern Cement Industries Ltd., Doreen Power House & Technologies	UC	2,377,753,285	1,400,622,347	3,778,375,632	3,256,117,536
10	Wahid Construction Ltd.	UC	-	-	-	3,245,357,426
11	The ACME Laboratories LTD	UC	-	-	-	2,736,279,330
12	Western Engineering (Pvt) Ltd.	UC	3,740,266,560	1,454,058,707	5,194,325,267	6,096,985,644
13	Bangladesh Steel Re-rolling Mills Ltd., BSRM Steels Ltd., BISCO, BSRM Wires	UC	989,463,619	2,026,691,178	3,016,154,796	2,923,645,135
14	GPH Ispat Ltd.	UC	2,070,441,739	2,283,714,533	4,354,156,272	4,343,960,737
15	Pretty Sweater Ind. Ltd.	UC	3,980,441,113	1,133,539,145	5,113,980,257	4,203,692,195
16	Abdul Monem Ltd.	UC	1,596,524,233	1,723,528,823	3,320,053,056	3,499,377,059
17	Desh Cambridge Kumargaon Power Company Ltd., Jadoo Media Limited, Desh Energy Chandpur Power	UC	4,133,743,498	16,637,067	4,150,380,565	4,399,777,174
18	Khair Strip Processing Ltd., Abul Khair	UC	241,439,973	3,213,417,239	3,454,857,212	3,735,941,926



Amount in Taka	
31.12.2020	31.12.2019

7.3.3 Restructured Loans & Advances

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

Name of the Client	Nature of Loan	Restructure Date	Expiry Date	Limit	Outstanding	Status of Loan
Rising Steel Limited	Term Loan	27-Dec-15	27-Dec-21	95,544,112	103,083,202	BL
	Term Loan	27-Dec-15	27-Dec-21	1,237,212,826	1,331,668,231	BL
Modern Steel Mills Limited	Term Loan	3-Sep-15	3-Mar-28	836,688,762	1,218,676,888	SMA
	Term Loan	3-Sep-15	3-Mar-22	221,695,247	314,274,668	SMA
Total				2,391,140,947	2,967,702,989	

7.3.4 Geographical location-wise concentration of Loans and Advances

Inside Bangladesh

Dhaka Division	142,563,016,572	139,972,866,077
Chittagong Division	45,463,777,485	41,351,431,555
Khulna Division	10,924,674,658	10,055,879,379
Sylhet Division	4,024,358,851	3,575,844,945
Rangpur Division	4,901,723,318	506,717,956
Barisal Division	541,319,244	4,956,696,757
Rajshahi Division	4,394,669,707	4,449,609,186
Mymensingh Division	8,250,146,346	5,897,693,254
	221,063,686,181	210,766,739,109

Outside Bangladesh

	-	-
	221,063,686,181	210,766,739,109

7.3.5 Industry-wise concentration of Loans and Advances

Agro & Fisheries	3,810,252,852	3,362,726,155
RMG	26,412,133,373	22,415,249,570
Textile	8,428,761,984	7,986,703,786
Food and allied industries (Edible Oil included)	15,097,584,749	13,365,820,747
Pharmaceutical industries	2,944,069,105	3,183,218,170
Chemical, fertilizer, etc.	3,660,757,709	3,131,650,463
Cement and ceramic industries	4,717,331,025	5,145,785,864
Ship building industries	1,198,212,293	855,459,621
Ship breaking industries	3,005,928,836	3,053,479,555
Power and gas	11,388,738,745	10,767,196,071
Other manufacturing or extractive industries (Rubber & Plastic, Paper, Steel Engineering & Metal Products included)	29,369,399,581	26,675,475,443
Service Industries (Telecom & ICT, Medical Service included)	16,121,251,464	17,948,454,418
Other Industry	466,089,546	400,535,287
Trade & Commerce	18,473,595,232	16,963,493,974
Residential Real Estate	11,691,257,977	10,790,670,612
Commercial Real Estate	10,160,746,312	9,430,937,855
Infrastructure Development	11,530,423,487	11,164,979,376
Construction & Housing	77,658,430	289,445,316
Transport	847,313,878	2,131,832,067
Consumer Financing (Personal Services)	35,438,850,758	36,845,341,027
Loans to Financial Institution (NBFI & NGO included)	3,862,127,322	2,885,047,318
Miscellaneous (Others)	2,361,201,523	1,973,236,414
	221,063,686,181	210,766,739,109

7.3.6 Nature wise Loans and Advances

Continuous	40,035,226,284	37,066,957,209
Demand Loan	56,992,544,300	53,550,978,158
Term Loans	122,848,360,315	118,938,361,257
Short Term Agri. Credit & Micro Credit	23,474,672	25,235,012
Staff Loan	1,164,080,610	1,185,207,473
	221,063,686,181	210,766,739,109

7.4

Classification of Loans and Advances including Bills Purchased and Discounted

Unclassified Loans and Advances (including staff loan)

Consumer Financing (House Financing, HF)
 Consumer Financing (Loans for Professional, LP)
 Consumer Financing (Other than HF & LP)
 Small & Medium Enterprise Financing (SMEF)
 Loans to BHs/ MBs/ SD's against Shares etc.
 All Other Credit
 Short Term Agri Credit
 Staff Loans

Amount in Taka	
31.12.2020	31.12.2019

5,681,957,722	6,417,798,162
4,249,022	5,901,056
4,320,574,506	4,596,373,204
20,926,521,172	20,230,377,322
1,048,392,309	46,697,431
175,333,358,455	161,083,346,307
19,564,543	19,697,903
1,164,080,610	1,185,207,474
208,498,698,339	193,585,398,859
2,598,841,364	5,604,258,822

Special Mentioned Accounts

Classified Loans and Advances

Sub-Standard Loans and Advances
 Doubtful Loans and Advances
 Bad /Loss Loans and Advances

568,584,192	1,206,881,155
201,488,421	482,694,424
9,196,073,865	9,887,505,849
9,966,146,478	11,577,081,428
221,063,686,181	210,766,739,109

7.5

Particulars of Loans and Advances

(i) Loans considered good in respect of which the bank is fully secured.

152,996,344,841 138,512,049,930

(ii) Loans considered good for which the bank holds no other security than the debtor's personal security.

2,189,236,333 2,318,434,130

(iii) Loans considered good and secured by personal undertaking of one or more parties in addition to the personal guarantee of the debtors.

53,313,117,165 52,754,914,799

(iv) Loans considered doubtful or bad not provided for

- -

(v) Loans due by directors or officers of the bank or any of them either severally or jointly with any other person.

1,191,503,008 1,195,613,479

(vi) Loans due by companies or firms in which the directors of the bank are interested as directors, partners or managing agents or, in the case of private companies as members.

- -

(vii) Maximum total amount of advances including temporary advances made at any time during the year to directors or managers or officers of the banking company or any of them either severally or jointly with any other persons.

1,191,503,008 1,195,613,479

(viii) Maximum total amount of advances including temporary advances granted during the year to the companies or firms in which the directors of the banking company are interested as directors, partners or managing agents or in the case of private company.

Nil Nil

(ix) Due from Banking Companies.

- -

(x) Amount of classified loan on which no interest has been charged

9,196,073,865 9,887,505,849

a.i) Increase/(Decrease) in specific provision

3,133,117,500 1,400,839,500

a.ii) Amount of loan written off during the year

335,606,246 81,198,614

a.iii) Amount realized against loan previously written off

81,197,247 48,510,615

b) Provision kept against loans classified as bad debts

8,729,361,500 5,451,868,000

c) Interest credited to interest Suspense Account

2,211,123,962 1,697,904,206

(xi) Cumulative amount of written off loans

Opening Balance

1,420,341,706 1,387,653,707

Amount written off during the year

335,606,246 81,198,614

Amount (recovery) during the year

(81,197,247) (48,510,615)

1,674,750,705 1,420,341,706**1,674,750,705 1,420,341,706**

The amount of written off loans for which law suit has been filed



		Amount in Taka	
		31.12.2020	31.12.2019
7.6	Bills purchased and discounted		
	Payable in Bangladesh	7,007,912,312	3,109,962,724
	Payable out side Bangladesh	471,856,829	333,526,843
		7,479,769,141	3,443,489,567
7.7	Remaining maturity grouping of bills purchased and discounted		
	Payable within one month	4,717,153,187	2,171,653,627
	Over one month but less than three months	1,937,286,384	891,875,849
	Over three months but less than 01 year	825,329,570	379,960,091
	More than 01 year	-	-
		7,479,769,141	3,443,489,567

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

Name of the Branch		
Principal Branch	34,279,251	34,279,251
Sena Kalyan Bhaban Branch	238,933,955	240,270,123
Bogra Cantonment Branch	12,573,040	12,658,039
Comilla Cantonment Branch	98,693,117	48,972,407
Chittagong Cantonment Branch	2,205,568	-
Rangpur Cantonment Branch	9,502,377	10,267,254
Jessore Cantonment Branch	8,635,613	8,642,871
Mymensingh Cantonment Branch	992,956	992,956
Savar Cantt. Branch	2,418,973	4,394,710
Jalalabad Branch	1,415,173	1,415,173
Agrabad Branch	-	52,550,720
SS Cantt. Branch	386,065	627,865
Dhanmondi Branch	-	123,014
Khatunganj Branch	266,544,900	213,972,200
Gulshan Corporate Branch	774,966,254	695,634,858
Dilkusha Corporate Branch	1,366,500,174	1,044,510,055
RWGH Branch	25,253,190	25,253,190
KYAMCH Branch	24,229,964	24,263,964
CDA Avenue Branch	4,025,087,265	4,025,087,265
Sylhet Corp. Branch	11,826,144	11,406,291
Millennium Corporate Branch	392,852,956	132,285,157
Uttara Corporate Branch	302,908,921	146,936,996
Halishahar Branch	108,669,140	140,380,449
Beani Bazar Branch	51,782,384	39,799,627
Moulvibazar Branch	38,690,562	65,138,552
Goala Bazar Branch	4,987,379	5,637,319
Mirpur Branch	68,497,593	54,714,573
Naval Base Branch	-	233,869
Karwan Bazar Branch	643,170,146	496,727,022
Feni Branch	4,923,104	-
Joypara Branch	4,561,061	18,876,345
Joydevpur Branch	17,263,619	461,308
Narsingdi Branch	163,674,886	163,674,886
Narayanganj Branch	16,677,650	4,575,351
Jubilee Road Branch	188,999,274	188,999,274
Shahjalal Upashohor Branch	4,391,440	576,654
Amirabad Lohagara Branch	700,000	700,000
Ashugonj Branch	60,165,368	32,252,810
Khulna Branch	396,171,378	493,805,871
Kafrul Branch	2,448,150	2,448,150
Tongi Branch	31,871,683	57,958,329
Chowmohoni Branch	57,482,144	40,320,435
Bashundhara Branch	852,834	-
Cox's Bazar branch	4,269,778	4,270,278
Comilla Branch	85,358,808	24,321,831
Rajshahi Branch	18,911,613	18,227,022
Kadamtali Branch	912,271	21,916,268
Barisal Branch	5,257,888	2,640,947
Rajendrapur Branch	-	223,109
Elephant Road Branch	719,671,177	554,176,053
Kishoreganj Branch	6,292,158	8,292,158
Faridpur Branch	2,750,182	3,875,963
Mongla Branch	904,620	934,620



	Amount in Taka	
	31.12.2020	31.12.2019
Keraniganj Branch	9,828,216	9,852,239
Jahanabad Cantt Branch	1,400,121	-
Munshiganj Branch	4,255,936	907,825
BUSM Cantonment	985,953	1,907,984
Mohakhali Branch	70,989,837	70,989,837
Kushtia Branch	1,827,323	2,275,323
Auliapur Branch	243,260	25,790,065
Gopalgonj Branch	4,985,943	-
Titas Branch	2,994,246	2,994,246
Shatibari Branch	5,192,733	5,108,052
Lalmonirhat Branch	41,642,003	2,041,569
Matuail Branch	861,025	2,461,585
Kanchpur Branch	3,605,011	2,208,446
BB Cantt. Branch	-	865,105
Centennial Branch	3,537,102	3,165,250
Taranagar Branch	203,301	203,301
Companygonj Branch	11,468,788	-
Daulatpur Branch	830,860	-
Dholaikhal SME Service Centre	5,342,255	5,382,255
Mirerbazar SME/Krishi Branch	9,991,945	9,937,029
Madhobdi SME Branch	101,370,771	54,983,638
Madina Market Branch	3,716,155	4,433,434
Natore SME/ Krishi Branch	28,553,127	18,309,638
Manikganj SME/Krishi Branch	130,667,571	118,612,563
	10,755,007,627	9,523,132,814

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

Loans And Advances

Trust Bank Limited	213,583,917,040	207,323,249,542
Trust Bank Securities Limited	-	-
Trust Bank Investment Limited	2,167,232,695	2,068,876,546
Trust Axiata Digital Limited	-	-
	215,751,149,735	209,392,126,088
Less : Inter Company Transaction	15,003	12,058
	215,751,134,732	209,392,114,030

Bills purchased and discounted

Trust Bank Limited	7,479,769,141	3,443,489,567
Trust Bank Securities Limited	-	-
Trust Bank Investment Limited	-	-
Trust Axiata Digital Limited	-	-
	7,479,769,141	3,443,489,567
	223,230,903,873	212,835,603,597

8 FIXED ASSETS INCLUDING PREMISES, FURNITURE AND FIXTURES

Cost

Leasehold Land	327,276,677	160,469
Office Building	12,680,000	12,680,000
Furniture and Fixtures	664,970,810	658,242,790
Office Equipment	1,031,755,787	997,864,754
Motor Vehicles	93,881,958	93,881,958
	2,130,565,232	1,762,829,971

Less: Accumulated depreciation

Office Building	3,497,658	3,262,218
Furniture and Fixtures	371,742,191	337,201,614
Office Equipment	891,216,254	848,328,032
Motor Vehicles	84,187,604	79,395,338
	1,350,643,707	1,268,187,202
	779,921,525	494,642,769

Lease assets-Premises

Right-of-use assets	1,854,700,034	1,769,642,377
Less: Accumulated depreciation	698,020,783	334,593,130
	1,156,679,251	1,435,049,247
	1,936,600,776	1,929,692,016

Note - 8.1

For details please refer to Annexure - B

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



		Amount in Taka	
		31.12.2020	31.12.2019
8 (a)	Consolidated Fixed assets including premises, furniture and fixtures		
	Trust Bank Limited	1,936,600,776	1,929,692,016
	Trust Bank Securities Limited	1,227,221	1,448,217
	Trust Bank Investment Limited	9,553,893	5,804,891
	Trust Axiata Digital Limited	76,212,721	-
		2,023,594,611	1,936,945,124
9	OTHER ASSETS		
	i) Investment in shares of Subsidiary Companies		
	In Bangladesh	3,579,499,290	3,349,999,290
	Outside Bangladesh	-	-
	ii) Stationery, stamps, printing materials in stock etc.;	39,161,886	31,098,247
	iii) Advance Rent and Advertisement	52,587,462	57,662,588
	iv) Interest/Profit accrued on investment but not collected, commission and brokerage receivable on shares and debentures and other income receivable;		
		3,500,910,785	702,565,156
	v) Security Deposits	7,803,013	8,014,197
	vi) Preliminary, formation and organization expenses, renovation/ development expenses and prepaid expenses;		
		160,912,701	145,601,191
	vii) Branch Adjusting (net)	-	-
	viii) Suspense Account	109,248,490	154,789,207
	ix) Silver	-	-
	x) Others	1,718,553,125	2,478,319,006
		9,168,676,752	6,928,048,882
9.1	Investment in shares of Subsidiary Companies in Bangladesh		
	Trust Bank Investment Limited	2,999,999,300	2,999,999,300
	Trust Bank Securities Limited	349,999,990	349,999,990
	Trust Axiata Digital Limited	229,500,000	-
		3,579,499,290	3,349,999,290
9.2	Interest/Profit accrued on investment but not collected, commission and brokerage receivable on shares and debentures and other income receivable;		
	Interest accrued on investments and deposits	1,611,852,177	648,804,168
	Interest accrued on Loans & advances	1,790,288,197	4,295,361
	Commission Receivable on SP, WEDB & Mobile Banking Activities	98,770,411	49,465,627
		3,500,910,785	702,565,156
9.2.1	Interest accrued on investments and deposits		
	Interest/Profit accrued on Fixed Deposits/MTDR	66,161,920	75,985,318
	Interest Receiv. on Short Notice Lending	-	1,702,083
	Interest accrued on Money at Call	39,653	-
	Interest accrued Corporate Bonds	230,373,810	116,062,519
	Interest accrued on Government Treasury Bond	1,308,719,960	454,392,748
	Interest Receivable on Swap/ Forward Deal	2,340,552	-
	Interest Receiv. on FDR with other Banks- USD	126,606	-
	Dividend Receivable from Non-Listed Companies	2,570,312	-
	Dividend Receivable from Listed Companies	1,315,854	661,500
	Income Receivable on Bangladesh Government Investment Sukuk (BGIS)	203,510	-
		1,611,852,177	648,804,168
9.2.1.1	Interest/Profit accrued on Fixed Deposits/MTDR		
	Interest accrued on Fixed Deposits	21,867,399	75,985,318
	Profit accrued on MTDR	44,294,521	-
		66,161,920	75,985,318
9.2.2	Interest accrued on Loans & advances		
	Interest / Profit receivable from Borrowers for COVID-19 and Interest / Profit receivable from Bangladesh Bank for COVID-19 as subsidy to the Borrowers are included with the interest accrued on loans and advances according to BRPD Circular # 11 dated 03 May 2020, BRPD Circular # 12 dated 10 June 2020 and BRPD Circular Letter # 23 dated 04 May 2020.		

		Amount in Taka			
		31.12.2020	31.12.2019		
9.3	Preliminary, formation and organization expenses, renovation/ development expenses and prepaid expenses;				
	Office Renovation	75,162,200	83,990,847		
	Prepaid Expenses	85,750,501	61,610,344		
		160,912,701	145,601,191		
9.4	Others				
	Deferred Tax Asset	176,443,674	172,083,524		
	Intangible Assets	5,359,500	712,779		
	Intl. Credit Report Agency Charge	-	-		
	Encashment of Sanchaya patra awaiting reimbursement-Principal	477,127,957	849,934,358		
	Encashment of Sanchaya patra awaiting reimbursement-Interest	111,219,573	326,247,699		
	Encashment of WEDB awaiting reimbursement-Principal	18,250,300	74,714,438		
	Encashment of WEDB awaiting reimbursement-Interest	48,845,636	226,090,133		
	US\$ Premium Bond - Interest	957,030	2,535,864		
	US\$ Investment Bond - Principal	-	6,537,300		
	US\$ Investment Bond - Interest	3,436,732	7,168,532		
	Advance against Capital Expenditure	18,332,360	795,441,708		
	Advance against Investment in Capital Market through Special Fund	800,000,000	-		
	Clearing Adjustment	17,729,008	10,662,655		
	Receivable from Exchange House	4,502,906	6,190,016		
	Bangladesh Bank Subsidy Receivables Account	36,310,347	-		
	Credit Card Adjustment - Debit	38,102	-		
		1,718,553,125	2,478,319,006		
9.4.1	Deferred Tax Asset				
	Balance as on 1 January	172,083,524	150,639,170		
	Addition during the year	4,360,150	21,444,354		
	Closing Balance	176,443,674	172,083,524		
9.4.1.1	As per BRPD Circular # 11 Dated: 12 December 2011, the accounting for Deferred Tax policies are as follows:				
	Particulars	Book Value	Tax Base	(Deductible)/Taxable Temporary Differences	Deferred Tax (Assets)/Liability
	Fixed Assets	779,921,525	1,205,184,518	(425,262,993)	(159,473,622)
	Right-of-Use Assets (Adjustment for IFRS 16, Leases)	789,679,373	834,932,844	(45,253,471)	(16,970,052)
		1,569,600,898	2,040,117,362	(470,516,464)	(176,443,674)
9.4.1.2	Position of Deferred Tax as at 31 December 2020				
	Deferred Tax Asset			172,083,524	150,639,170
	Deferred Tax Liability			-	-
	Net Deferred Tax Assets			172,083,524	150,639,170
	Increase of deferred Tax Assets recognized in to the P&L Account			4,360,150	21,444,354
	Decreased of deferred Tax Liability recognized in to the P&L Account			-	-
	Total Deferred tax Income recognized into P&L Account during the period			176,443,674	172,083,524
	Trust Bank Limited recognizes deferred tax asset/liability where it has identified a taxable temporary difference between an asset's or a liability's carrying amount for accounting purposes and its value for tax purposes. A deferred tax liability arises where the carrying amount of an asset/(Liability) for accounting purposes is greater (less) than its tax value as per IAS -12 para 12.15. A deferred tax asset arises where the carrying amount of an asset/(Liability) for accounting purposes is less(greater) than its tax value.				
9.4.1.3	To maintain the deferred tax Asset of Tk.176,443,674 as on 31 December 2020, a deferred tax Income of Tk.4,360,150 has been recognized for the year ended 31 December 2020 as per IAS-12 - Income Taxes.				
9.4.1 (a)	Consolidated Deferred Tax Asset				
	Trust Bank Limited			176,443,674	172,083,524
	Trust Bank Securities Limited			100,027	59,391
	Trust Bank Investment Limited			1,606,899	1,751,958
	Trust Axiata Digital Limited			2,315,273	-
				180,465,873	173,894,873
9.5	Break-up of Other Assets				
	Income generating other assets			3,579,499,290	3,349,999,290
	Non income generating other assets			5,589,177,462	3,578,049,592
				9,168,676,752	6,928,048,882

Amount in Taka	
31.12.2020	31.12.2019

- 9.6 As on 31 December 2020, there were no outstanding balance with inter Branch adjustment Account of the Bank, Hence no disclosure is provided here.
- 9.7 Provision for other asset has been made as per BRPD Circular No. 14 dated 25 June 2001 issued by Bangladesh Bank and shown in Note # 12.2 under Other Liability.
- 9.8 Suspense Account includes BDT 3,038,184.00 as receivable from Trust Axiata Digital Limited for the year ended as on 31 December 2020.

9 (a) Consolidated other assets		Note - 9	
Trust Bank Limited		9,168,676,752	6,928,048,882
Trust Bank Securities Limited		305,392,605	293,908,542
Trust Bank Investment Limited		53,830,980	43,948,661
Trust Axiata Digital Limited		34,620,018	-
		9,562,520,355	7,265,906,085
Less: Investment in Subsidiaries Company		3,582,537,474	3,349,999,290
		<u>5,979,982,881</u>	<u>3,915,906,795</u>

10 BORROWINGS FROM OTHER BANKS, FINANCIAL INSTITUTIONS AND AGENTS

In Bangladesh

Call Borrowings

Call Loan from Banks

Short Notice Borrowings

Other Borrowings

Borrowing from Bangladesh Bank - EDF
 Borrowing from Bangladesh Bank - IPFF
 Borrowing from Bangladesh Bank - IPFF (BDT)
 Bangladesh Bank SME - Refinance
 Bangladesh Bank Refinance - WC (30,000 Cr)
 Bangladesh Bank Green-Refinance
 Borrowing from Bangladesh Bank - LTFF (USD)
 Borrowing From Bangladesh Bank-EDF (USD)-TIB
 Borrowing from Offshore Unit
 Bangladesh Bank: Re-finance

-	-
-	-
2,913,029,126	1,027,944,521
4,455,587,994	4,892,649,532
1,727,659,482	1,272,355,916
520,867,733	-
2,551,524,034	-
925,000	-
343,054,983	423,025,761
-	426,596,963
147,647,513	211,542,213
652,078,884	45,654,887
<u>13,312,374,749</u>	<u>8,299,769,793</u>

Outside Bangladesh

Borrowed by Offshore Banking Unit
 Habib Bank AG Zurich, UAE
 National Bank of RAS - UAE
 ICIC Bank -India

243,440,299	1,615,301,966
424,922,064	681,330,617
-	178,305,791
<u>668,362,363</u>	<u>2,474,938,374</u>

Issuance of Bonds

Sub-ordinated Bond

Note - 10.1

Interest Rate

Trust Bank Limited Subordinated Bond II
 Trust Bank Limited Subordinated Bond III
 Trust Bank Limited Subordinated Bond IV
 Trust Bank Limited Subordinated Bond V

12.50%
 8.24%
 7.19%
 7.78%

400,000,000	800,000,000
2,400,000,000	3,200,000,000
5,000,000,000	5,000,000,000
4,000,000,000	-
<u>11,800,000,000</u>	<u>9,000,000,000</u>

Perpetual Bonds

Note - 10.2

Trust Bank Limited Perpetual Bond

9.06%

650,000,000	-
<u>12,450,000,000</u>	<u>9,000,000,000</u>
<u>26,430,737,112</u>	<u>19,774,708,167</u>

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

10.1.1 Trust Bank Limited Subordinated Bond II

Trust Bank Limited issued an Unsecured Subordinated Non-Convertible Bond of Taka 2,000,000,000 for a term of Seven (7) years to strengthen the capital base of the Bank. The Bond was issued on September 2014 on the consent of BSEC vide Letter Ref# BSEC/CI/DS-211 /2014/444 dated June 24, 2014 and Bangladesh Bank permission Letter Ref# BRPD (BIC)661/14B(P)I2014/4723 dated July 21, 2014. It is fixed interest rated bond. 80% repayment of the Bond has already been made on 06 September 2017, 06 September 2018, 08 September 2019 & 06 September 2020 @ 20% to the respective Bond holders.



		Amount in Taka	
		31.12.2020	31.12.2019
10.1.2	Trust Bank Limited Subordinated Bond III Trust Bank Limited issued an Unsecured Subordinated Non-Convertible Bond of Taka 4,000,000,000 for a term of Seven (7) years to strengthen the capital base of the Bank. The Bond was issued on October 2016 on the consent of BSEC vide Letter Ref# BSEC/CI/DS-44/2016/343 dated 16 June 2016 and Bangladesh Bank permission Letter Ref# BRPD (BFIC)661/14B(P)I2016-5594 dated 18 August 2016. The Bond was issued at floating rate of interest. 40% repayment of the Bond has already been made on 24 October 2019 & 25 October 2020 @ 20% to the respective Bond holders.		
10.1.3	Trust Bank Limited Subordinated Bond IV Trust Bank Limited issued an Unsecured Subordinated Non-Convertible Bond of Taka 5,000,000,000 for a term of Seven (7) years to strengthen the capital base of the Bank. The Bond was issued on December 2018 on the consent of BSEC vide Letter Ref# BSEC/CI/DS-111/2014/694 dated 11 October 2018 and Bangladesh Bank permission Letter Ref# BRPD (BFIC)661/14B(P)I2018-8228 dated 28 October 2018. The Bond was issued at floating rate of interest. The repayment of the Bond will start after three years from the date of issue of the Bond.		
10.1.4	Trust Bank Limited Subordinated Bond V Trust Bank Limited issued an Unsecured Subordinated Non-Convertible Bond of Taka 4,000,000,000 for a term of Seven (7) years to strengthen the capital base of the Bank. The Bond was issued on December 2020 on the consent of BSEC vide Letter Ref#BSEC/CI/DS-125/2020/297 dated December 23, 2020 and Bangladesh Bank permission Letter Ref# BRPD(BFIS)661/14B(P)I2020-10358 dated December 01, 2020. The Bond was issued at floating rate of interest. The repayment of the Bond will start after three years from the date of issue of the Bond.		
10.2	Trust Bank Limited Perpetual Bond Trust Bank Limited has been permitted to issue an unsecured, contingent-convertible, floating rate Perpetual Bond of Taka 4,000,000,000 to strengthen the capital base of the Bank on the consent of BSEC/CI/DS-125/2020/290 dated December 09, 2020 and Bangladesh Bank permission letter ref # BRPD(BFIS)661/14B(P)I2020/7904 dated September 24, 2020. The coupon rate of the Bond will be limited to minimum 6.00% and maximum 10.00%.		
10.3	Security wise borrowings Secured Borrowings Unsecured Borrowings	- 26,430,737,112 <u>26,430,737,112</u>	- 19,774,708,167 <u>19,774,708,167</u>
10.4	Repayment nature wise borrowings Repayment on Demand Others	- 26,430,737,112 <u>26,430,737,112</u>	- 19,774,708,167 <u>19,774,708,167</u>
10.5	Remaining maturity grouping of Borrowings from other banks, financial institutions and agents Payable On demand Up to 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 Years	- 2,371,254,283 3,080,056,396 8,558,659,208 7,770,767,225 4,650,000,000 <u>26,430,737,112</u>	- 2,273,176,140 2,952,428,617 6,403,339,696 7,145,763,714 1,000,000,000 <u>19,774,708,167</u>
10 (a)	Consolidated borrowings from other Banks, financial institutions and agents Trust Bank Limited Trust Bank Securities Limited Trust Bank Investment Limited Trust Axiata Digital Limited Less: Inter company transaction	Note-10 26,430,737,112 - 13,879,261 - <u>26,444,616,373</u> 15,003 <u>26,444,601,370</u>	19,774,708,167 - 1,568,285 - <u>19,776,276,452</u> 12,058 <u>19,776,264,394</u>
11	DEPOSITS AND OTHER ACCOUNTS Current / Al-wadeeah Current Accounts and other Accounts Bills Payable Savings Bank Deposits/Mudaraba Savings Deposits Fixed Deposits/Mudaraba Term Deposits	Note - 11.2 Note - 11.3 Note - 11.4 Note - 11.5 31,881,848,838 5,756,649,635 48,906,165,234 201,859,240,178 <u>288,403,903,885</u>	35,352,423,907 3,316,469,487 36,085,273,119 167,270,591,932 <u>242,024,758,445</u>

		Amount in Taka		
		31.12.2020	31.12.2019	
11.1	Remaining maturity grouping of Deposits and other accounts			
	Inside Bangladesh Payable	Banks	Other than Banks	
	Repayable on Demand	230,517,322	36,468,852,611	36,699,369,933
	Repayable within 1 month	396,804,595	49,450,302,683	49,847,107,278
	Over 1 month but within 6 months	-	69,081,165,306	69,081,165,306
	Over 6 months but within 1 Year	-	90,050,781,892	90,050,781,892
	Over 1 Year but within 5 Years	-	29,901,068,011	29,901,068,011
	Over 5 Years	-	12,824,411,465	12,824,411,465
		627,321,917	287,776,581,968	288,403,903,885
	Outside Bangladesh	-	-	-
		627,321,917	287,776,581,968	288,403,903,885
11.2	Current / Al-wadeeah Current Accounts and other			
	Conventional Banking	Note-11.2.1	30,595,717,426	34,020,335,983
	Islamic Banking	Note-11.2.2	1,286,131,412	1,332,087,924
			31,881,848,838	35,352,423,907
11.2.1	Conventional Banking			
	Current Account		20,287,561,473	24,490,368,024
	Unclaimed Dividend	Note-11.2.3		
	Other Accounts	Note-11.2.4	10,308,155,953	9,529,967,959
			30,595,717,426	34,020,335,983
11.2.2	Islamic Banking			
	Al-wadeeah Current Accounts		648,283,187	479,005,761
	Foreign Currency Deposits		40,771,407	113,804,351
	Sundry Deposits		259,779,587	246,783,468
	Profit payable on Deposits		337,297,231	492,494,344
			1,286,131,412	1,332,087,924
11.2.3	Unclaimed Dividend			
	As per Bangladesh Securities and Exchange Commission directive no. BSEC/CMRRCD/2021-386/03 dated 14 January 2021, year wise unclaimed dividend information is given below:			
	2019		2,394,514	-
	2018		42,105	42,105
	2017		3,459,845	3,499,274
	2016		2,947,377	2,968,322
	2015		2,421,443	2,433,675
	2014		2,966,096	2,976,967
	2013		41,685	41,685
	2012		30,994	30,994
	2011		2,379,570	2,379,570
	2010		2,432,883	2,432,883
	2009		3,034,117	3,034,117
	2007		910,594	910,594
			23,061,222	20,750,185
11.2.4	Other Accounts			
	Foreign Currency Deposits		5,562,735,856	3,940,409,917
	Interest Payable on Deposits		2,068,381,320	2,414,449,211
	Sundry Deposits		2,677,038,777	3,175,108,831
			10,308,155,953	9,529,967,959
11.3	Bills Payable			
	Conventional Banking			
	Demand Draft payable		3,724,829	3,818,430
	Pay Order payable		5,750,602,794	3,306,653,085
			5,754,327,623	3,310,471,515
	Islamic Banking			
	Demand Draft payable		-	-
	Pay Order payable		2,322,012	5,997,972
			2,322,012	5,997,972
			5,756,649,635	3,316,469,487
11.4	Savings Bank Deposits/Mudaraba Savings Deposits			
	Savings Bank Deposits		45,002,251,212	33,571,406,967
	Mudaraba Savings Deposits		3,903,914,022	2,513,866,152
			48,906,165,234	36,085,273,119

		Amount in Taka	
		31.12.2020	31.12.2019
11.5	Fixed Deposits/Mudaraba Term Deposits		
11.5.1	Conventional Banking		
	Fixed Deposits	128,011,252,908	109,743,409,232
	Short Notice Deposits	26,623,312,767	14,710,766,484
	Scheme Deposits	17,640,191,433	16,241,419,074
		172,274,757,108	140,695,594,790
11.5.2	Islamic Banking		
	Mudaraba Term Deposits	24,751,574,657	24,009,711,537
	Mudaraba Short Notice Deposits	493,229,485	289,320,209
	Mudaraba Scheme Deposits	4,339,678,928	2,275,965,396
		29,584,483,070	26,574,997,142
		201,859,240,178	167,270,591,932

11.5.3 Fixed Deposits		31.12.2020		31.12.2019	
Inside Bangladesh Payable	Banks	Other than Banks	Taka	Taka	Taka
One month	-	283,211,384	283,211,384	275,484,126	
Three months	-	60,166,433,999	60,166,433,999	55,159,411,891	
Six months	-	26,781,245,835	26,781,245,835	18,366,705,554	
One year	-	40,514,252,395	40,514,252,395	35,650,794,081	
Two years	-	20,395,977	20,395,977	22,986,289	
Three years	-	204,605,671	204,605,671	226,229,307	
Four years	-	45,337	45,337	42,856	
Five Years	-	33,681,733	33,681,733	34,008,522	
More than five years	-	7,380,577	7,380,577	7,746,607	
	-	128,011,252,908	128,011,252,908	109,743,409,232	

11.5.3 (a) Mudaraba Term Deposits		31.12.2020		31.12.2019	
Inside Bangladesh Payable	Banks	Other than Banks	Taka	Taka	Taka
One month	-	6,049,153	6,049,153	6,343,714	
Three months	-	12,113,500,944	12,113,500,944	11,864,898,074	
Six months	-	6,506,494,587	6,506,494,587	6,205,968,772	
One year	-	6,101,891,458	6,101,891,458	5,909,054,629	
Two years	-	-	-	-	
Three years	-	23,338,994	23,338,994	22,763,891	
Five Years	-	299,521	299,521	682,457	
More than five years	-	-	-	-	
	-	24,751,574,657	24,751,574,657	24,009,711,537	

11.6 Geographical location-wise concentration of Deposits & Other Accounts

Inside Bangladesh

Dhaka Division	207,737,281,516	177,336,472,343
Chittagong Division	45,215,030,820	34,635,454,391
Khulna Division	10,007,956,010	8,046,309,337
Sylhet Division	8,581,426,555	7,575,955,639
Rangpur Division	4,345,401,034	4,030,629,736
Barisal Division	1,476,960,531	888,520,056
Rajshahi Division	9,525,691,311	8,254,279,358
Mymensingh Division	1,514,156,108	1,257,137,585
	288,403,903,885	242,024,758,445

Outside Bangladesh

288,403,903,885 **242,024,758,445**

11.7 Sector-wise deposits

Government	40,951,683,194	29,867,367,905
Deposit money banks	627,321,917	497,244,636
Other public	9,963,265,019	10,508,249,799
Private	228,852,447,941	194,190,738,282
Foreign Currency Deposits	5,603,507,263	4,054,214,268
Interest Payable on Deposits	2,405,678,551	2,906,943,555
	288,403,903,885	242,024,758,445

		Amount in Taka	
		31.12.2020	31.12.2019
11 (a)	CONSOLIDATED DEPOSITS AND OTHER ACCOUNTS		
	Current / Al-wadeeah Current Accounts and other		
	Trust Bank Limited	31,881,848,838	35,352,423,907
	Trust Bank Securities Limited	-	-
	Trust Bank Investment Limited	86,843,950	47,035,990
	Trust Axiata Digital Limited	-	-
		31,968,692,788	35,399,459,897
	Less : Inter Company Transaction	1,556,069,759	249,769,323
		30,412,623,029	35,149,690,574
	Bills Payable	5,756,649,635	3,316,469,487
	Savings Bank Deposits/Mudaraba Savings Deposits	48,906,165,234	36,085,273,119
	Fixed Deposits/Mudaraba Term Deposits	201,859,240,178	167,270,591,932
		286,934,678,076	241,822,025,112
12	OTHER LIABILITIES		
	Provision for Loans and Advances	11,469,299,000	8,852,441,000
	General Provision for Off Balance Sheet Exposures	855,160,000	793,589,000
	Provision for Investment	27,608,872	27,289,935
	Provision for other asset	169,298,525	169,298,525
	Provision for CSR Fund	120,000,000	120,000,000
	Start Up Fund	17,881,973	-
	Rebate of interest payable to good borrowers	19,502,477	19,502,477
	Unearned profit on TIB Investment	407,434,274	387,293,161
	Interest Suspense Account	5,063,712,219	2,959,262,738
	Provision for Income Tax Less Advance Income Tax	1,804,495,449	1,830,770,498
	Interest Payable on Borrowings	66,224,020	111,139,408
	Accrued Expenses	280,708,428	104,164,816
	Audit Fees Payable	575,000	575,000
	Sundry Creditors	1,258,130,871	982,030,522
	Compensation Fund Account	14,834,479	200,774,270
	Sale proceed from Government Securities	-	-
	Lease Liability	1,128,432,226	1,356,632,580
	Others	201,361,679	238,201,881
		22,904,659,492	18,152,965,811
12.1	Provision for Loans and Advances/Islami Banking Investments and Off Balance Sheet Exposure		
	Specific Provision		
	Against Classified Loans & Advances	8,891,472,500	5,758,355,000
	General Provision		
	Against Unclassified Loans & Advances	1,834,409,000	3,024,787,000
	Special General Provision for COVID-19	703,116,000	-
	Against Special Mention Accounts	40,301,500	69,299,000
		2,577,826,500	3,094,086,000
		11,469,299,000	8,852,441,000
	Against Off Balance Sheet Exposures	855,160,000	793,589,000
		12,324,459,000	9,646,030,000
12.1.1	Specific Provision for Classified Loans & Advances		
	Provision held on 1 January	5,758,355,000	4,357,515,500
	Fully provided debts written off	(335,606,246)	(81,198,614)
	Recoveries from previously written off debts	81,197,247	48,510,615
	Specific provision for the year	3,387,526,499	1,433,527,499
	Recoveries and provisions no longer required	-	-
	Net Charge to the Profit Loss Account	3,133,117,500	1,400,839,500
	Provision held at end of year	8,891,472,500	5,758,355,000
12.1.2	General Provision for Unclassified Loans & Advances		
	Provision held on 1 January	3,024,787,000	1,990,930,000
	Provisions made during the year	(1,190,378,000)	1,033,857,000
	Provision held at end of year	1,834,409,000	3,024,787,000
12.1.3	General Provision for Special Mention Accounts		
	Provision held on 1 January	69,299,000	93,357,500
	Provisions made during the year	(28,997,500)	(24,058,500)
	Provision held at end of year	40,301,500	69,299,000

		Amount in Taka	
		31.12.2020	31.12.2019
12.1.4	Special General Provision for COVID-19 for Tk. 703,116,000.00 has been maintained as per Bangladesh Bank's BRPD Circular Letter No.-56, dated 10 December 2020.		
12.1.5	General Provision for Off Balance Sheet Exposures		
	Provision held on 1 January	793,589,000	968,197,000
	Provisions made during the year	61,571,000	(174,608,000)
		855,160,000	793,589,000
12.1.6	Required Provision against Loans and Advances		
	Required General Provision		
	Unclassified Loans & Advances	1,834,409,000	3,024,787,000
	Special General Provision for COVID-19	703,116,000	-
	Special Mention Account	40,301,500	69,299,000
	Off Balance Sheet Items	855,160,000	793,589,000
		3,432,986,500	3,887,675,000
	Required Specific Provision		
	Sub Standard	55,893,000	161,140,500
	Doubtful	106,218,000	145,346,500
	Bad	8,729,361,500	5,451,868,000
		8,891,472,500	5,758,355,000
		12,324,459,000	9,646,030,000
12.1 (a)	Consolidated General Provision for Loans and Advances		
	Trust Bank Limited	3,432,986,500	3,887,675,000
	Trust Bank Securities Limited	-	-
	Trust Bank Investment Limited	145,009,724	103,649,697
	Trust Axiata Digital Limited	-	-
		3,577,996,224	3,991,324,697
12.1.4 (a)	Consolidated General Provision for Off Balance Sheet Exposures		
	Trust Bank Limited	855,160,000	793,589,000
	Trust Bank Securities Limited	-	-
	Trust Bank Investment Limited	605,300	605,300
	Trust Axiata Digital Limited	-	-
		855,765,300	794,194,300
12.2	Provision for Investment		

Cost price of holding of quoted shares and mutual funds (both close end and open end) as on 31 December 2020 is Tk. 225,444,585 whereas the market of these securities is Tk. 195,235,680 showing a loss on fall of market price Tk. 30,208,906.

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

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

Consequently, the required provision as per DOS circular letter No. 03 issued on 12 March 2015 is Tk. 6,616,820.

Details workings relating to provision on Investment is given below:

Sl #	Name of the Company	No. of shares	Average cost rate	Total Investment Cost Price	Market rate as on 31 Dec 2020	NAV at Market Value for MF	85% / 95% of NAVcmp of MF	Applicable Rate for Provision	Market Price	Aggregate Net off (Loss) / Gain	Value of MF / Share for Provision	Required Provision Excess / (Shortage)
1	Popular Life First Mutual Fund	1,089,298	6.69	7,284,124	5.40	10.75	9.14	9.14	5,882,209	(1,401,915)	9,953,460	-
2	Trust Bank 1st Mutual Fund	4,593,045	6.59	30,258,555	6.10	11.06	9.40	9.40	28,017,575	(2,240,981)	43,179,216	-
3	LR Global Bangladesh Mutual Fund One	6,554,016	9.64	63,205,696	6.60	11.60	9.86	9.86	43,256,506	(19,949,190)	64,622,598	-
4	CAPM Unit Fund	100,000	100.00	10,000,000	100.00	106.65	101.32	100.00	10,000,000	-	10,000,000	-
	<i>Provision Required for Mutual Funds</i>											
5	IBBL Mudaraba Perpetual Bond	56,210	966.67	54,336,290	1,010.00				56,772,100	2,435,810	56,772,100	2,435,810
6	Prime Bank Ltd.	67,760	29.71	2,012,905	17.10				1,158,696	(854,209)	1,158,696	(854,209)
7	Pubali Bank Ltd.	27,593	36.16	997,688	24.10				664,991	(332,697)	664,991	(332,697)
8	Summit Power Ltd.	314,637	45.69	14,375,320	38.90				12,239,379	(2,135,941)	12,239,379	(2,135,941)
9	Olympic Industries Ltd.	135,000	288.57	38,957,269	191.10				25,798,500	(13,158,769)	25,798,500	(13,158,769)
10	Golden Harvest Agro Industries Ltd.	4,215	42.42	178,801	16.70				70,391	(108,410)	70,391	(108,410)
11	Padma Oil Co. Ltd.	3,000	350.47	1,051,416	205.10				615,300	(436,116)	615,300	(436,116)
12	IT Consultants Ltd.	323,568	7.10	2,189,115	32.10				10,386,533	8,197,418	10,386,533	8,197,418
13	ACMELAB	5,000	119.48	597,406	74.70				373,500	(223,906)	373,500	(223,906)
	<i>Provision Required for Shares</i>											(6,616,820)
	TOTAL			225,444,585					195,235,680	(30,208,906)	235,834,664	(6,616,820)



		Amount in Taka	
		31.12.2020	31.12.2019
12.2.1	Provision for Diminution in value of Investment		
	Balance on 1 January	27,289,935	9,385,978
	Provisions made for Investment in Shares during the year	318,937	17,903,957
		<u>27,608,872</u>	<u>27,289,935</u>
12.2.2	Break-up of Provision for Investment		
	Provision for Diminution in value of Investment	24,049,859	27,289,935
	Provision for impairment of investment in Trust Axiata Digital Limited	3,559,013	-
		<u>27,608,872</u>	<u>27,289,935</u>
12.3	Provision for other asset		
	Balance on 1 January	169,298,525	48,518,467
	Provisions made during the year	-	120,780,058
		<u>169,298,525</u>	<u>169,298,525</u>
12.3.1	Provision for other asset		
	Provision for Prepaid Legal Expenses	56,092,916	50,403,923
	Provision for Decoration & Renovation	1,800,000	-
	Provision for Protested Bill	79,406,602	79,406,602
	Provision for Advance/Suspense Account	31,999,007	39,488,000
		<u>169,298,525</u>	<u>169,298,525</u>
12.4	Provision for Special Reserve Fund		
	Special Reserve Fund (SRF) under Section 29(V) of the Income Tax Ordinance, 1984 was formed according to the approval of Finance Ministry of Bangladesh Government vide thier Letter no. OM/OB/Ba: Ni: Shakha-1/11(2)/2000/30 dated 06 February 2007 in the year 2007 for Corporate Social Responsibility (CSR) activities. CSR activities includes humanitarian belief, disaster management, health care, education, training, green initiatives and environmental degradation. As per Bangladesh Bank FFD Circular no. 03, dated 16 June 2020, at the beginning of the year, the fund has been allocated for education, health care and climate risk @ 30%, 60% & 10% respectively and expensed over the year accordingly.		
12.5	Start Up Fund		
	According to SMESPD Circular no. 04 dated 29 March 2021 as well as SMESPD Circular Letter no. 05 dated 26 April 2021, 1% of Net Profit has been transferred to Start Up Fund Account under Other Liabilities at the time of finalization of Financial Statements for the year ended as on 31 December 2020.		
12.6	Rebate of interest payable to good borrowers		
	According to BRPD Circular no. 06 dated 19 March 2015, BRPD Circular no. 16 Dated 30 December 2015 and BRPD Circular Letter no. 03 dated 04 February 2016, the Bank has to keep provision for incentive of Good Borrowers in every year. As Bank's existing provision in this issue is more than requirement, so the Bank has not been accounted for additional provision for incentive of Good Borrowers during the year 2020.		
12.7	Interest Suspense Account		
	Balance on 1 January	2,959,262,738	2,209,515,763
	Amount transferred during the year	2,211,123,962	1,697,904,206
	Amount recovered during the year	(81,197,247)	(910,231,727)
	Amount written off / waived during the year	(25,477,234)	(37,925,504)
	Balance at the end of the year	<u>5,063,712,219</u>	<u>2,959,262,738</u>
12.8	Provision for Income Tax Less Advance Income Tax		
	Provision for Income Tax		
	Balance on 1 January	11,102,389,605	8,344,799,258
	Provisions made during the year	2,568,180,000	2,696,000,000
	Provision for Doubtful Income of Islamic Banking	6,957,436	61,590,347
	Settlement for previous year(s)	-	-
		<u>13,677,527,041</u>	<u>11,102,389,605</u>
	Less: Advance Income Tax		
	Balance on 1 January	9,271,619,107	6,644,466,585
	Paid during the year	2,601,412,485	2,627,152,522
	Settlement for previous year(s)	-	-
		<u>11,873,031,592</u>	<u>9,271,619,107</u>
	Net Closing Balance	<u>1,804,495,449</u>	<u>1,830,770,498</u>
12.8.1	Provision for current tax of Tk.2,568,180,000.00 has been made @ 37.50% on Business Income and @ 20% on Dividend Income of the accounting profit made by the Bank during the year after considering some of the add backs to income and disallowances of expenditure as per Income Tax Ordinance and Rules, 1984.		

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



		Amount in Taka	
		31.12.2020	31.12.2019
12.8.2	Compensation Fund Account		
	Opening Balance	200,774,270	100,673,403
	Amount credited during the year		
	Compensation Realized during the year	18,553,163	164,240,924
	Income Tax Provision @ 37.50%	6,957,436	61,590,347
		11,595,727	102,650,577
		212,369,997	203,323,980
	Amount distributed during the period	197,535,518	2,549,710
		14,834,479	200,774,270

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

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

12.8 (a)	Consolidated Current Tax Expenses	Note-12.5		
	Trust Bank Limited		2,568,180,000	2,696,000,000
	Trust Bank Securities Limited		5,769,946	6,325,831
	Trust Bank Investment Limited		14,330,000	17,396,000
	Trust Axiata Digital Limited		197,256	-
			2,588,477,202	2,719,721,831

12.9	Lease Liability			
	Balance as at 1 January		1,356,632,580	1,621,105,707
	Add: Interest charge during the year		61,742,652	75,169,408
	Less: Payment made during the year		289,943,006	339,642,535
	Balance as at 31 December		1,128,432,226	1,356,632,580

12.10	Others			
	ITCL A/c - Fees payable		8,185,621	2,295,740
	Miscellaneous		361,883	300,141
	Imprest Fund for Cash-Incentive against Remittance		192,234,701	235,606,001
	Trust Money Fees Received- Credit Card		81,617	-
	UPI Member Bank Payable		497,857	-
			201,361,679	238,201,882

12 (a)	Consolidated other liabilities	Note-12		
	Trust Bank Limited		22,904,659,492	18,152,965,811
	Trust Bank Securities Limited		860,119,945	25,781,944
	Trust Bank Investment Limited		1,588,917,535	1,397,044,895
	Trust Axiata Digital Limited		118,775,590	-
			25,472,472,562	19,575,792,650
	Less: Inter company transaction		3,038,184	-
			25,469,434,378	19,575,792,650

13 CAPITAL

13.1	Authorized Capital			
	1,000,000,000 Ordinary shares of Tk. 10 each		10,000,000,000	10,000,000,000

13.2 Issued, Subscribed and Paid Up Capital

116,667,000	Ordinary shares of Tk. 10 each issued for cash	1,166,670,000	1,166,670,000
11,666,700	Ordinary shares of Tk. 10 each issued bonus shares	116,667,000	116,667,000
25,666,740	Ordinary shares of Tk. 10 each issued for right 1R:5	256,667,400	256,667,400
30,800,080	Ordinary shares of Tk. 10 each issued bonus shares	308,000,800	308,000,800
36,960,100	Ordinary shares of Tk. 10 each issued bonus shares	369,601,000	369,601,000
44,352,120	Ordinary shares of Tk. 10 each issued bonus shares	443,521,200	443,521,200
26,611,274	Ordinary shares of Tk. 10 each issued bonus shares	266,112,740	266,112,740
53,222,550	Ordinary shares of Tk. 10 each issued for right 1R:5	532,225,500	532,225,500
34,594,656	Ordinary shares of Tk. 10 each issued bonus shares	345,946,560	345,946,560
45,664,946	Ordinary shares of Tk. 10 each issued bonus shares	456,649,460	456,649,460
42,620,616	Ordinary shares of Tk. 10 each issued bonus shares	426,206,160	426,206,160
37,506,142	Ordinary shares of Tk. 10 each issued bonus shares	375,061,420	375,061,420
50,633,292	Ordinary shares of Tk. 10 each issued bonus shares	506,332,920	506,332,920
55,696,621	Ordinary shares of Tk. 10 each issued bonus shares	556,966,210	556,966,210
30,633,141	Ordinary shares of Tk. 10 each issued bonus shares	306,331,410	-
		6,432,959,780	6,126,628,370



		Amount in Taka	
		31.12.2020	31.12.2019
13.3	Capital to Risk-weighted Asset Ratio (CRAR)		
	In terms of section 13 (2) of the Banking Companies Act, 1991 and Bangladesh Bank BRPD circulars no. 18 dated 21 December 2014 relating to implementation of Basel III in Bangladesh, risk weighted assets (RWA), required capital, available common equity tier 1 capital, additional tier 1 capital and tier 2 capital of the Bank as on 31 December 2020 are shown below:		
13.3.1	Capital to Risk-weighted Asset Ratio (CRAR) under SOLO basis		
	A. Total Risk Weighted Assets (RWA)		
	Credit Risk Weighted Assets	169,917,045,406	166,780,772,691
	Market Risk Weighted Assets	7,853,410,777	1,197,827,092
	Operational Risk Weighted Assets	18,156,620,745	16,224,394,499
		195,927,076,928	184,202,994,282
	B. Minimum Capital Requirement (MCR) with Capital Conservation Buffer (CCB) [12.50% of risk weighted assets]	24,490,884,616	23,025,374,285
	C. Common Equity Tier 1 (CET1) (Going-concern capital)		
	Paid up share capital	6,432,959,780	6,126,628,370
	Share premium	-	-
	Statutory reserve	6,979,751,092	6,579,751,092
	Retained earnings	2,966,440,052	2,208,787,515
		16,379,150,924	14,915,166,977
	Less : Regulatory Adjustments		
	Deferred tax assets	176,443,674	172,083,524
	Intangible assets	5,359,500	712,779
		16,197,347,750	14,742,370,674
	D. Additional Tier 1 (AT1) Capital		
	Non-cumulative Irredeemable Preference Shares	-	-
	Trust Bank Limited Perpetual Bond	650,000,000	-
	Others (if any item approved by Bangladesh Bank)	-	-
		650,000,000	-
	Less : Regulatory Adjustments	-	-
		650,000,000	-
	E. Total Tier- 1 Capital (C+D)	16,847,347,750	14,742,370,674
	F. Tier 2 Capital (Gone-Concern Capital)		
	F.1 Actul Tier-2 Capital		
	General Provision	3,432,986,500	3,887,675,000
	Trust Bank Limited Subordinated Bond	9,600,000,000	7,800,000,000
	Revaluation reserves	-	273,661
		13,032,986,500	11,687,948,661
	Less : Regulatory Adjustments		
	Revaluation Reserves (according to Phase-in deductions as per Basel III Guideline)	-	273,661
		13,032,986,500	11,687,675,000
	F.2 Maximum Limit of Tier 2 Capital		
	4% of Risk Weighted Assets	7,837,083,077	7,368,119,771
	Add: 88.89% of Excess CET 1 Capital (Excess CET I Capital = (CETI Cap-RWA X 7%)	2,206,651,907	1,642,830,379
		10,043,734,984	9,010,950,150
	Total Admissible Tier-2 Capital (Actul or limit whichever is lower)	10,043,734,984	9,010,950,150
	G. Total Eligible Regulatory Capital (Tier 1 & 2) (C+D+F)	26,891,082,734	23,753,320,824
	Surplus Capital as per Bank weighted Assets (G - B)	2,400,198,118	727,946,539
	Capital to Risk-weighted Asset Ratio (CRAR) (G/A)*100	13.73%	12.90%
	Common Equity Tier 1 to RWA (C/A)*100	8.27%	8.00%
	Tier I Capital to RWA (E/A)*100	8.60%	8.00%
	Tier-2 Capital to RWA (F/A)*100	5.13%	4.90%

As on 31 December 2019, the CRAR was 14.34% and the Tier-2 Capital was 6.34% considering Tier 2 capital could be maximum up to 4.00% of the total RWA or 88.89% of CET 1, whichever is higher. If similarly considered, Tier-2 Capital as on 31 Decemer 2020 would be 6.65% as well as CRAR would be 15.25%.

13.3 (a)

Capital Adequacy Ratio under Consolidated basis**A. Total Risk Weighted Assets (RWA)**

Credit Risk Weighted Assets
Market Risk Weighted Assets
Operational Risk Weighted Assets

Amount in Taka	
31.12.2020	31.12.2019

168,906,535,722	165,615,491,200
11,225,942,342	3,898,105,299
18,545,673,263	16,649,628,223
198,678,151,327	186,163,224,722

B. Minimum Capital Requirement (MCR) with Capital Conservation Buffer (CCB) [12.50% of risk weighted assets]

24,834,768,916	23,270,403,090
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C. Common Equity Tier 1 (CET1) (Going-concern capital)

Paid up capital
Non-controlling interest
Share premium
Statutory reserve
Retained earnings

6,432,959,780	6,126,628,370
217,081,346	789
-	-
6,979,751,092	6,579,751,092
3,319,387,820	2,547,843,316
16,949,180,038	15,254,223,567

Less: Regulatory Adjustments

Deferred Tax-Assets
Intangible assets

180,465,873	173,894,873
5,359,500	712,779
16,763,354,665	15,079,615,915

D. Additional Tier 1 (AT1) Capital

Non-cumulative irredeemable preference shares
Trust Bank Limited Perpetual Bond
Others (if any item approved by Bangladesh Bank)

-	-
650,000,000	-
-	-
650,000,000	-

Less : Regulatory Adjustments

650,000,000	-
17,413,354,665	15,079,615,915

E. Total Tier- 1 Capital (C+D)**F. Tier 2 Capital (Gone-Concern Capital)**

General Provision (Maximum 1.25% of Credit RWA)
Trust Bank Limited Subordinated Bond
Revaluation Reserves

3,432,986,500	3,887,675,000
9,600,000,000	7,800,000,000
-	273,661
13,032,986,500	11,687,948,661

Less : Regulatory Adjustments

Revaluation Reserves (according to Phase-in deductions as per Basel III Guideline)

-	273,661
13,032,986,500	11,687,675,000

F.2 Maximum Limit of Tier 2 Capital

4% of Risk Weighted Assets
Add: 88.89% of Excess CET 1 Capital
(Excess CET I Capital = (CETI Cap-RWA X 7%)

7,947,126,053	7,446,528,989
2,538,595,351	1,820,636,255
10,485,721,404	9,267,165,244

Total Admissible Tier-2 Capital (Actual or limit whichever is lower)**G. Total Eligible Regulatory Capital (Tier 1 & 2) (C+D+F)**

Surplus Capital as per Bank weighted Assets (G - B)

10,485,721,404	9,267,165,244
27,899,076,069	24,346,781,159
3,064,307,153	1,076,378,069

Capital to Risk-weighted Asset Ratio (CRAR) (G/A)*100

Common Equity Tier 1 to RWA (C/A)*100

Tier I Capital to RWA (E/A)*100

Tier II Capital to RWA (F/A)*100

14.04%	13.08%
8.44%	8.10%
8.76%	8.10%
5.28%	4.98%

As on 31 December 2019, the CRAR was 14.38% and the Tier-2 Capital was 6.28% considering Tier 2 capital could be maximum up to 4.00% of the total RWA or 88.89% of CET 1, whichever is higher. If similarly considered, Tier-2 Capital as on 31 Decemer 2020 would be 6.56% as well as CRAR would be 15.32%.

13.4

Leverage Ratio under SOLO basis**A. Tier-1 Capital - considering all regulatory adjustments**

16,847,347,750	14,742,370,674
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B. On- Balance Sheet Exposure**C. Off-Balance Sheet Exposure****D. Total Deduction from On and Off-Balance Sheet Exposure/**

Regulatory adjustments made to Tier 1 capital

E. Total Exposure (B+C-D)

345,886,856,006	289,133,776,508
46,324,650,137	43,028,380,396
181,803,174	172,796,304
392,029,702,969	331,989,360,600

Leverage Ratio (A/E)*100

4.30%	4.44%
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		Amount in Taka			
		31.12.2020	31.12.2019		
13.4 (a)	Leverage Ratio under Consolidated basis				
	A. Tier-1 Capital - considering all regulatory adjustments	17,413,354,665	15,079,615,915		
	B. On- Balance Sheet Exposure	347,569,737,652	290,694,542,830		
	C. Off-Balance Sheet Exposure	46,385,180,137	43,088,910,396		
	D. Total Deduction from On and Off-Balance Sheet Exposure/ Regulatory adjustments made to Tier 1 capital	186,230,386	174,607,653		
	E. Total Exposure (B+C-D)	393,768,687,403	333,608,845,573		
	Leverage Ratio (A/E)*100	4.42%	4.52%		
13.5	Percentage of shareholdings at the closing date				
		Amount (in Taka)		Percentage (%)	
		31.12.2020	31.12.2019	31.12.2020	31.12.2019
	Sponsors	3,859,720,380	3,675,924,180	60.00%	60.00%
	Financial Institutions	1,050,967,290	1,047,464,260	16.34%	17.10%
	Foreign Investors	37,654,450	68,106,720	0.59%	1.11%
	Non-Resident Bangladeshi	10,551,260	11,904,740	0.16%	0.19%
	General Public	1,474,066,400	1,323,228,470	22.91%	21.60%
	Total	6,432,959,780	6,126,628,370	100.00%	100.00%
13.6	Shareholding Range on the basis of shareholdings as on 31 December 2020				
	Shareholding Range	No. of Sh. Holders	Number of Shares	%	
	1 to 500	5,216	836,725	0.13%	
	501 to 5,000	6,595	12,786,669	1.99%	
	5,001 to 10,000	585	3,986,714	0.62%	
	10,001 to 20,000	314	4,287,363	0.67%	
	20,001 to 30,000	92	2,331,818	0.36%	
	30,001 to 40,000	50	1,729,500	0.27%	
	40,001 to 50,000	20	911,137	0.14%	
	50,001 to 100,000	54	3,872,676	0.60%	
	100,001 to 1,000,000	63	18,934,532	2.94%	
	1,000,001 and More	30	593,618,844	92.28%	
	Total	13,019	643,295,978	100.00%	
13 (a)	Non-Controlling Interest				
	Share Capital				
	07 nos. shares of Trust Bank Investment Limited @ Tk. 100 each	700	700		
	01 no Share of Trust Bank Securities Limited @ Tk. 10 each	10	10		
	22,050,000 nos Shares of Trust Axiata Digital Limited @ Tk. 10 each	220,500,000	-		
		220,500,710	710		
	Undistributed Profit				
	Cumulative Profit as of 1 January	79	79		
	Profit for the year	(3,419,443)	-		
		(3,419,364)	79		
		217,081,346	789		
14	STATUTORY RESERVE				
	Balance on 1 January	6,579,751,092	5,638,527,443		
	Reserve made during the year	400,000,000	941,223,649		
	Closing Balance	6,979,751,092	6,579,751,092		
14.1	As per Section 24(1) of The Banking Companies Act, 1991, every banking company shall create a statutory reserve and if the amount of such fund together with the amount in such fund together with the amount in the share premium account is less than its paid-up capital, it shall transfer at an amount not less than 20% of net profit before taxes to statutory reserve fund. Trust Bank Limited has maintained the required fund for statutory reserve, an amount of Tk. 400,000,000 has been transferred to statutory reserve in current year on lump sum basis.				
15	OTHER RESERVE				
	Revaluation Reserve				
	Balance on 1 January	22,299,687	1,978,275		
	Reserve made/(adjusted) during the year	635,379,061	20,321,412		
	Closing Balance	657,678,748	22,299,687		

Amount in Taka	
31.12.2020	31.12.2019

Investments which have 'fixed or determinable payments', and are intended to be 'held to maturity' other than those which are floating and/or free to trade in the market at prevailing prices are classified as held to maturity and must be amortized at the end of the year before maturity. Investments classified in the category of 'Held for Trading' are held indeed selling or purchasing -in short- trading as decided by the management of the bank or treasury. After initial recognition, investments of such categories are measured at their fair value once in a week. The increase in case of amortization of Investment under 'Held to maturity' and any change in the fair value in case of Investment under 'held for Trading' is to be accounted for in the 'Statement of changes in Equity' under the head Other Reserve as Surplus/Deficit on revaluation of investment.

16	RETAINED EARNINGS			
	Balance on 1 January		2,208,787,515	1,675,414,773
	Issue of Bonus Shares		(306,331,410)	(556,966,210)
	Cash Dividend		(306,331,419)	-
			<u>1,596,124,686</u>	<u>1,118,448,563</u>
	Net Profit for the year transferred from Profit and Loss Account		1,788,197,339	2,031,562,601
	Less: Transferred to Statutory Reserve		400,000,000	941,223,649
	Less: Transferred to Start up Fund		17,881,973	-
			<u>1,370,315,366</u>	<u>1,090,338,952</u>
	Closing Balance		<u>2,966,440,052</u>	<u>2,208,787,515</u>
16 (a)	Consolidated retained earnings			
	Trust Bank Limited	Note - 16	2,966,440,052	2,208,787,515
	Trust Bank Securities Limited		19,616,563	2,165,583
	Trust Bank Investment Limited		336,890,297	336,890,297
	Trust Axiata Digital Limited		(6,978,456)	-
			<u>3,315,968,456</u>	<u>2,547,843,395</u>
	Less: Transfer to non-controlling interest		(3,419,364)	79
	Closing Balance		<u>3,319,387,820</u>	<u>2,547,843,316</u>
17	CONTINGENT LIABILITIES			
	Acceptances and endorsements	Note - 17.1	21,015,859,746	18,083,824,075
	Letters of Guarantee	Note - 17.2	28,545,333,973	35,803,241,879
	Irrevocable Letter of Credits	Note - 17.3	33,158,638,906	27,263,413,482
	Bills for Collection	Note - 17.4	4,683,845,177	3,971,133,916
			<u>87,403,677,802</u>	<u>85,121,613,352</u>
	Other commitments			
	Documentary Credit and short term trade -related transactions		-	-
	Forward assets purchased and forward deposits placed		4,626,951,550	-
	Undrawn note issuance and revolving facilities		-	-
	Undrawn formal standby facilities, credit lines and		-	-
			<u>4,626,951,550</u>	<u>-</u>
			<u>92,030,629,352</u>	<u>85,121,613,352</u>
17.1	Acceptances and endorsements			
	Acceptance Bills - Local		1,512,620,845	1,591,731,005
	Acceptance Bills - Foreign		18,913,134,942	15,716,555,210
	Acceptance Liabilities - Back to Back L/C		590,103,959	775,537,860
			<u>21,015,859,746</u>	<u>18,083,824,075</u>
17.2	Letters of Guarantee			
	Letters of Guarantee - Local		27,293,861,336	34,599,332,146
	Letters of Guarantee -Foreign		1,251,472,637	1,203,909,733.00
			<u>28,545,333,973</u>	<u>35,803,241,879</u>
17.2.1	Money for which the bank is contingently liable in respect of guarantees given favoring :			
	Directors or Officers		-	-
	Government		714,425,240	2,511,555,370
	Banks and other financial institutions		1,489,696,428	1,908,664,411
	Others		26,341,212,305	31,383,022,098
			<u>28,545,333,973</u>	<u>35,803,241,879</u>
17.2 (a)	Consolidated Letters of Guarantee			
	Trust Bank Limited	Note-17.2	28,545,333,973	35,803,241,879
	Trust Bank Securities Limited		-	-
	Trust Bank Investment Limited		60,530,000	60,530,000
	Trust Axiata Digital Limited		-	-
			<u>28,605,863,973</u>	<u>35,863,771,879</u>



		Amount in Taka	
		31.12.2020	31.12.2019
17.3	Irrevocable Letter of Credits		
	Letter of Credit - Local	334,946,385	673,317,061
	Letter of Credit - Foreign	22,890,623,657	19,504,915,646
	Letter of Credit - Back to Back L/C	2,251,739,212	2,136,198,556
	Letter of Credit - Usance (Foreign)	7,081,623,204	4,485,845,769
	Letter of Credit - Back to Back (EDF) - Foreign	599,706,448	463,136,450
		33,158,638,906	27,263,413,482
17.4	Bills for Collection		
	Outward Bills for Collection	13,328,574	11,315,710
	Local Documentary Bill for Collection	1,830,316,863	1,805,915,793
	Foreign Documentary Bills for Collection	2,840,199,740	2,153,902,413
		4,683,845,177	3,971,133,916
17 (a)	Consolidated Contingent Liabilities		
	Trust Bank Limited	92,030,629,352	85,121,613,352
	Trust Bank Securities Limited	-	-
	Trust Bank Investment Limited	60,530,000	60,530,000
	Trust Axiata Digital Limited	-	-
		92,091,159,352	85,182,143,352
18	INCOME STATEMENTS		
	Income:		
	Interest/Profit, discount and similar income	23,077,667,126	22,549,440,048
	Dividend income	42,736,013	28,721,051
	Fees, commission and brokerage	1,324,176,433	1,490,638,448
	Gains less losses arising from dealing in securities	489,184,801	20,444,682
	Other operating income	473,468,166	506,796,346
		25,407,232,539	24,596,040,575
	Expenses:		
	Interest / profit paid on deposits, borrowings etc.,	13,678,470,839	13,473,906,936
	Administrative expenses	3,336,010,424	3,142,632,347
	Other operating expenses	1,013,030,677	794,232,992
	Depreciation on banking assets	94,546,474	71,748,039
		18,122,058,414	17,482,520,314
	Profit before provision	7,285,174,125	7,113,520,261
19	INTEREST INCOME		
19.1	Interest Income under Conventional banking		
	Interest from Loans and Advances		
	Interest on Repair & Recon. of Dwelling House (RRDH)	59,311,215	74,789,857
	Interest on Consumer Durable Scheme	12,713	977
	Interest on Marriage Loans	126,452	392,035
	Interest on Car Loans	6,400,039	9,879,352
	Interest on House Building Loans	586,797,731	618,063,625
	Interest on Term Loans	5,130,736,340	5,996,219,748
	Interest on Other Loans	5,789,884,479	5,855,537,842
	Interest on SME Loan	698,691,075	806,303,033
	Interest on PAD - EDF	65,648,700	42,102,264
	Interest on Staff Loan	36,698,042	37,317,398
	Interest on LTR	428,667,649	593,685,856
	Interest on Payment Against Documents (PAD)	5,720,976	5,748,980
	Interest on Cash Credit	114,391,870	135,588,737
	Interest on Cash Collateral	264,386,395	361,053,620
	Interest on Overdraft	1,635,108,881	2,127,142,810
	Interest on SOD	105,796,884	129,613,988
	Interest on Inland Bills Purchased and Discounted	236,021,440	169,969,779
	Interest on Foreign Bills Purchased and Discounted	18,262,448	15,264,306
		15,182,663,329	16,978,674,207
	Interest from Banks and Other Financial Institutions		
	Interest on FDR Account	379,057,783	133,853,093
	Interest on Bangladesh Bank Foreign Currency Accounts	12,529,667	35,958,848
	Interest on SND Account	1,047,791	521,492
	Interest Received on Call Lending to Banks- USD	16,620,527	-
	Interest Received on FDR with other Banks- USD	4,661,095	-
	Interest on Short Notice Lending	106,318,473	64,432,639
	Interest on Call Deposits	29,252,222	129,022,750
		549,487,558	363,788,822
	Interest received from Foreign Banks	1,053,087	16,065,345
		15,733,203,974	17,358,528,374

		Amount in Taka	
		31.12.2020	31.12.2019
19.2	Profit under Islamic banking		
	Profit on Bai-Muajjal	987,777,219	1,072,958,079
	Profit on HPSM-Capital Machinery	185,761,262	276,600,331
	Profit on IHSAN Apartment Purchase Scheme	19,191,374	23,162,134
	Profit on BARAKAT Home Construction Scheme	16,650,428	19,340,139
	Profit on BARAKAT Car Scheme	803,008	1,449,444
	Profit on HPSM- Real Estate	102,935,906	117,624,412
	Profit on Murabaha TR	167,619,579	270,199,989
	Profit on Bai-Salam	-	223,098
	Profit on Murabaha Import Bills (MIB)	-	826,036
	Profit on TIB House Building Scheme-HBL (RM)	3,514	-
	Profit on TIB Car Scheme(Car Loan)	-	775
	Profit on TIB Household Durable Scheme(Household Durable)	151,650	220,329
	Profit on MIB - EDF - TIB	26,163,581	31,662,898
	Profit on TIB HB Inv. for Rtd. Def. Officer (M)	-	127,702
	Profit on HPSM General	268,574,018	290,701,912
	Profit on Barkat Doctors Scheme	131,829	179,064
	Profit on Trust Nibash	423,477	580,828
	Profit on Trust Power	129,448	60,730
	Profit on FDBP - TIB	2,449	-
	Profit on Bai Muajjal under Stimulus Package	9,721,169	-
	Profit on Bai-Muajjal under Stimulus Package (SME)	7,677,856	-
	Profit on Baim WES/Doc Bills	39,211	-
	Profit on HPSM under Stimulus Package (RMG)	605,349	-
	Profit on Musharaka agt. IBP	3,553,954	30,908,446
	Profit Suspense - Musharaka IBP USD	3,324,121	4,728,044
		1,801,240,402	2,141,554,390
	Profit from Banks and Other Financial Institutions		
	Profit on Mudaraba Term Deposits	287,724,140	221,949,065
		2,088,964,542	2,363,503,455
		17,822,168,516	19,722,031,829

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

To comply with the aforementioned circulars, the Bank had transferred a sum of Tk. 2,211,123,962 to Interest Suspense Account during the year, resulting in total Interest Suspense of Tk. 5,063,712,219 as at 31 December 2020.

19 (a) **Consolidated Interest Income/profit on investment**

Trust Bank Limited	Note-19	17,822,168,516	19,722,031,829
Trust Bank Securities Limited		-	-
Trust Bank Investment Limited		36,941,260	33,933,092
Trust Axiata Digital Limited		-	-
		17,859,109,776	19,755,964,921
Less : Inter Company Transaction		6,187	597
		17,859,103,589	19,755,964,324

20 **INTEREST PAID ON DEPOSITS AND BORROWINGS**

20.1 **Interest paid on deposits**

Interest on SND Account	307,580,522	233,050,121
Interest on FDR Account	7,232,105,637	7,255,701,000
Interest on Foreign Currency Deposit	77,433,284	118,411,571
Interest on Savings Account	879,638,351	747,763,091
Interest on Scheme Deposits	1,997,905,492	1,769,430,504
	10,494,663,286	10,124,356,287

		Amount in Taka	
		31.12.2020	31.12.2019
20.2	Profit paid on Islamic Banking Deposits		
	Profit Paid on Mudaraba Savings Account	95,021,694	75,500,607
	Profit Paid on Mudaraba SND	8,715,102	9,585,804
	Interest Paid on Mudaraba TDR	1,570,243,379	1,429,179,484
	Profit Paid on Mudaraba MTDR - 1 Month	186,299	1,567,836
	Profit Paid on TBL Barakat Hajj Deposit Scheme	2,334,168	2,000,782
	Profit on Mudaraba Kotipati Scheme (MKS)	19,348,637	14,976,679
	Profit on Mudaraba Millionaire Scheme (MMS)	33,054,538	33,173,822
	Profit on Mudaraba Money Double Scheme (MMDS)	20,009,608	13,611,015
	Profit Paid on DPMSA	652,909	333,813
	Profit Paid on TEMSA	1,889,723	1,556,558
	Profit Paid on Mudaraba Monthly Savings Scheme	68,722,018	54,844,931
	Profit paid on Trust Bank Mudaraba Cash Waqf	58,664	105,461
	Profit Paid On - FC Deposits	-	84
	Profit paid on MMPS	113,991,391	30,881,970
	Profit paid on TIB Payroll	505,511	372,832
	Profit paid on Provident Fund Account (TIB Payroll)	77,113	36,376
	Profit Paid on Trust Mudaapah Deposit Scheme (TMDS)	6,634,229	2,267,750
	Profit Paid on Mudaraba Seniors Deposit Account [MSDA]	99	-
	Profit Paid on MTDR-Seniors	109,602	-
	Profit Paid on MMPS-Seniors	30,631	-
	Profit paid on 10 Taka Farmers-MSA	650	638
	Profit Paid on Mudaraba Porua Account	173	-
	Profit Paid on Mudaraba Junior Savings Scheme (MJSS)	56	-
		1,941,586,194	1,669,996,442
20.3	Interest paid on borrowings		
20.3.1	Conventional Banking		
	Interest on Call Deposits.	38,980,208	32,278,680
	Interest on Repo	60,490,028	28,351,971
	Interest on Lease Finance	61,742,652	75,169,408
	Interest on Other Borrowings	1,068,385,538	1,518,609,700
		1,229,598,426	1,654,409,759
20.3.2	Islamic Banking		
	Profit paid on Other Borrowings	12,622,933	25,144,448
		13,678,470,839	13,473,906,936
20 (a)	Consolidated Interest / profit paid on deposits,		
	Trust Bank Limited	13,678,470,839	13,473,906,936
	Trust Bank Securities Limited	-	-
	Trust Bank Investment Limited	6,187	597
	Trust Axiata Digital Limited	-	-
		13,678,477,026	13,473,907,533
	Less : Inter Company Transaction	6,187	597
		13,678,470,839	13,473,906,936
21	INCOME FROM INVESTMENTS		
21.1	Income from Conventional Banking		
	Income from Treasury bills	1,827,918,078	893,033,341
	Income from Treasury bonds	2,930,880,237	1,514,476,141
	Income from Reverse REPO	45,480,757	-
	Income from Corporate Bonds	335,840,316	329,960,914
	Dividend Income	42,337,190	28,514,051
	Income on Investment in Commercial Paper	32,908,133	43,460,000
	Interest Income on Swap/ Forward Deal	10,522,202	-
	Gain from sales of shares	-	14,754,032
	Capital Gain on Sale of Treasury Bill/Bonds	489,184,801	5,690,650
		5,715,071,714	2,829,889,129
21.2	Income from Islamic Banking Investments		
	Profit on Bangladesh Govt. Islamic Investment Bond	52,470,687	37,109,466
	Income from Corporate Bonds	14,002,192	15,591,781
	Profit on Investment of TIB	5,272,498	5,043,533
	Dividend Income	398,823	207,000
	Income on Bangladesh Government Investment Sukuk (BGIS)	203,510	-
		72,347,710	57,951,780
		5,787,419,424	2,887,840,909



		Amount in Taka	
		31.12.2020	31.12.2019
21(a)	Consolidated Income from Investment		
	Trust Bank Limited	5,787,419,424	2,887,840,909
	Trust Bank Securities Limited	12,835,997	2,283,339
	Trust Bank Investment Limited	65,171,612	97,292,920
	Trust Axiata Digital Limited	-	-
		5,865,427,033	2,987,417,168
22	COMMISSION, EXCHANGE AND BROKERAGE		
	Demand Draft, Money Transfer, Telegraphic Transfer, Pay Order etc.	4,541,039	5,821,243
	Bills	21,577,166	21,062,797
	Letter of Guarantees	246,352,433	322,896,412
	Letter of Credits	264,610,915	339,446,286
	Foreign Remittances	4,212,808	6,689,821
	Commission on Sale of Government Securities	42,307,467	29,317,061
	Fund Transfer Commission	8,305	1,700
	Under writing Commission	5,093	-
	Acceptance Commission	155,822,797	139,582,035
	EMI Comm. on Credit Card	2,013,634	1,465,586
	Miscellaneous Commission	14,458,722	19,232,799
		755,910,379	885,515,740
	Foreign Currency Exchange Gain	568,266,054	605,122,708
		1,324,176,433	1,490,638,448
22 (a)	Consolidated Commission, exchange and brokerage		
	Trust Bank Limited	1,324,176,433	1,490,638,448
	Trust Bank Securities Limited	18,724,716	15,542,422
	Trust Bank Investment Limited	667	553
	Trust Axiata Digital Limited	-	-
		1,342,901,816	1,506,181,423
23	OTHER OPERATING INCOME		
	Locker Rent	1,754,600	2,025,375
	Swift Charge (Net)	27,692,163	24,749,918
	Postage Charge (Net)	2,274,477	-
	Sale Proceeds of Forms	157,040	190,684
	Service Charges	69,582,114	81,441,937
	Service Compensation	707,202	471,074
	Front End Fees	38,964,286	48,705,438
	Notice Pay	1,069,159	2,854,974
	Closing Charge	2,320,404	2,807,207
	Sale Proceeds of Cheque books	5,500	31,500
	Income form Mobile Banking	7,283,581	24,246,566
	O/W Cheque Processing Fees	548,507	668,303
	Syndication Fees	6,425,000	9,480,762
	Income through Credit & ATM Card	134,440,618	118,653,335
	Profit on sale of Fixed Assets	201,161	-
	Insurance Premium Income	4,883	7,328
	SMS Notification Fees	43,324,165	38,156,468
	Service Charges on e-GP	885,827	2,366,356
	Miscellaneous Foreign Exchange Income	60,575,544	73,237,016
	Trustee Fees	4,100,000	4,100,000
	RTGS Settlement Charge	2,595,582	1,339,109
	Charges for Footage	28,950	14,100
	Income from SWIFT - Export	19,153	4,543
	Indemnity for Shipping Guarantee Charge - Export	4,500	11,838
	Miscellaneous Earnings	68,503,750	71,232,515
		473,468,166	506,796,346
23 (a)	Consolidated other operating income		
	Trust Bank Limited	473,468,166	506,796,346
	Trust Bank Securities Limited	8,181,271	10,139,143
	Trust Bank Investment Limited	17,356,489	21,074,465
	Trust Axiata Digital Limited	1,795,837	-
		500,801,763	538,009,954

Amount in Taka	
31.12.2020	31.12.2019

		Amount in Taka	
		31.12.2020	31.12.2019
24	Salaries and allowances		
	Basic Salary	933,129,082	919,081,236
	House Rent Allowances	466,561,925	459,614,443
	Conveyance Allowances	51,036,207	50,643,223
	Medical Allowances	187,268,834	186,689,035
	Leave Fare Assistances	73,843,847	74,151,645
	Leave Encashment	8,624,187	11,381,000
	Utility Allowances	3,901,826	4,155,578
	Telephone Allowance	372,577	412,440
	Club Membership Allowance	1,393,309	1,489,877
	Contractual Staffs Salary	23,264,185	25,768,586
	Managers' Charge Allowance	3,283,500	3,230,000
	Key Holding Allowance	1,152,000	1,129,500
	Festival Bonus	171,123,320	167,906,370
	Special Incentive for Covid 19	78,735,762	-
	Incentive Bonus	108,817,200	35,069,521
	Bank's Contribution to Provident Fund	91,163,442	89,990,908
	Bank's Contribution to Superannuation Fund	6,677,000	6,690,000
	Bank's Contribution to Employees' Gratuity Fund	94,018,320	90,754,543
	Termination Benefit	53,600	-
	SME DSR Commission	166,850	497,000
	Salary & Allowances to the Advisor of the Bank	3,600,000	1,500,000
		2,308,186,973	2,130,154,905

According to BRPD Circular Letter no. 17 dated 12 April 2020 and BRPD Circular Letter no. 24 dated 05 May 2020, special incentive to the employees has been given who were attending office during general leave period declared by the Government in connection with prevention of COVID 19 Pandemic.

24 (a)	Consolidated salaries and allowances			
	Trust Bank Limited	Note-24	2,308,186,973	2,130,154,905
	Trust Bank Securities Limited		10,200,183	9,603,004
	Trust Bank Investment Limited		18,553,018	21,218,110
	Trust Axiata Digital Limited		-	-
			2,336,940,174	2,160,976,019
25	RENT, TAXES, INSURANCE, ELECTRICITY, ETC.			
	Rent	Note-25.1	133,056,810	133,846,860
	Electricity and Lighting		49,220,904	69,797,798
	Insurance		179,487,461	165,474,348
	Rates, Taxes & Excise Duty		19,019,881	1,517,582
	Fees & Renewals		29,925,414	17,513,150
	Generator Fuel		3,041,223	3,462,118
	Gas/Water Bill		1,168,821	1,261,990
			414,920,514	392,873,846
25.1	While implementing IFRS 16 (leases), the Bank recorded interest expense on lease liabilities (note 20) and depreciation on ROU assets (note 29) instead of charging rental expense of BDT 413,006,924 in 2020 against those rental premises that have been treated as lease assets (ROU) and shown in the financial statements according to IFRS 16.			
25 (a)	Consolidated rent,taxes,insurance, electricity, etc..			
	Trust Bank Limited	Note-25	414,920,514	392,873,846
	Trust Bank Securities Limited		1,570,311	2,072,966
	Trust Bank Investment Limited		1,736,418	14,546,326
	Trust Axiata Digital Limited		-	-
			418,227,243	409,493,138

		Amount in Taka	
		31.12.2020	31.12.2019
26	POSTAGE, STAMPS, TELECOMMUNICATION, ETC.		
	Postage	-	1,560,321
	Stamp	7,130	65,645
	VISA Connectivity Charges	544,600	623,700
	VISA Membership Fees	352,000	128,000
	VISA SBRL Commission	502,553	465,000
	VISA Authorization Fees	2,089,495	-
	VISA VIROL Fees	183,616	106,240
	Bulk SMS Charge	8,495,000	10,226,000
	USSD Gateway Service Charge	4,365,000	45,000
	Security Compliance Charge	106,175	103,200
	ATM Driving Charge	864,000	787,350
	PCI-DSS, VbV, e-Mail Notification charges	264,600	158,200
	(t-cash) for Mobile Banking Re-Branding	-	9,560,975
	Link (Fibre/Radio) Charge	35,155,708	32,764,186
	ATM Card Expenditure	21,146,142	9,563,598
	Internet Charge	2,281,808	2,321,796
	Reuter Charge	2,908,547	2,680,033
	Telegram, Telex, Telephone, Trunk Call etc. (Net)	8,793,937	10,674,712
		88,060,311	81,833,956
26 (a)	Consolidated postages, stamps, telecommunication, etc.		
	Trust Bank Limited	88,060,311	81,833,956
	Trust Bank Securities Limited	322,870	388,671
	Trust Bank Investment Limited	352,659	339,356
	Trust Axiata Digital Limited	-	-
		88,735,840	82,561,983
27	Stationery, Printing, Advertisement, Etc.		
	Printing and Stationery (Net)	34,399,956	40,066,525
	Publicity and Advertisement	9,594,830	13,735,691
		43,994,786	53,802,216
27 (a)	Consolidated stationery, printing, advertisement, etc. etc.		
	Trust Bank Limited	43,994,786	53,802,216
	Trust Bank Securities Limited	90,395	178,687
	Trust Bank Investment Limited	183,960	252,079
	Trust Axiata Digital Limited	-	-
		44,269,141	54,232,982
28	DIRECTORS' FEES		
	Meeting fees	2,952,000	2,736,000
	Shariah Supervisory Committee's Fees	59,000	75,000
	Other benefits	-	-
		3,011,000	2,811,000
Directors' fees include fees for attending the meeting of the Board, Executive Committee and Audit Committee. Each Director was remunerated @ Tk. 8,000 per meeting according to Bangladesh Bank BRPD Circular Letter no. 11 dated 4 October 2015.			
28 (a)	Consolidated directors fees		
	Trust Bank Limited	3,011,000	2,811,000
	Trust Bank Securities Limited	66,000	78,000
	Trust Bank Investment Limited	72,000	78,000
	Trust Axiata Digital Limited	148,190	-
		3,297,190	2,967,000
29	AUDITORS' FEES		
	Statutory Audit	575,000	575,000
	Special Audit	345,000	-
		920,000	575,000
29 (a)	Consolidated auditors' fees		
	Trust Bank Limited	920,000	575,000
	Trust Bank Securities Limited	86,250	57,500
	Trust Bank Investment Limited	172,500	115,000
	Trust Axiata Digital Limited	180,000	-
		1,358,750	747,500



		Amount in Taka	
		31.12.2020	31.12.2019
30	DEPRECIATION AND REPAIR OF BANK'S ASSETS		
	Depreciation		
	Fixed assets (For details please refer to Annexure - B)	100,370,654	130,307,066
	Right of Use Asses	363,427,653	334,593,131
		463,798,307	464,900,197
	Repairs		
	Building	8,260	12,750
	Furniture and fixtures	8,664,100	5,356,453
	Office equipment	19,186,477	15,512,587
	Bank's vehicles	2,642,661	3,178,232
	Maintenance	64,044,976	47,688,017
		94,546,474	71,748,039
		558,344,781	536,648,236
30 (a)	Consolidated depreciation and repair of bank's assets		
	Trust Bank Limited	558,344,781	536,648,236
	Trust Bank Securities Limited	446,688	505,523
	Trust Bank Investment Limited	10,683,391	1,492,161
	Trust Axiata Digital Limited	664,799	-
		570,139,659	538,645,920
31	OTHER EXPENSES		
	Business Development Expenses	9,509,238	13,085,037
	Clearing House Charge	68,599	65,772
	Conveyance	10,457,446	10,800,254
	Entertainment	17,569,358	24,923,980
	Car Expenses	107,816,538	105,622,539
	Cash Handling Charge	5,804,500	3,588,190
	Bank charges	1,131,623	513,827
	Donation, Subscription and Membership Fees	6,038,108	4,846,726
	News Paper and Periodicals	728,933	1,174,477
	Oil and Lubricant	5,582,399	7,095,923
	Remittance Charges	519,412	530,035
	Support Staff Service	353,371,405	358,990,040
	Internship Allowances	727,800	1,309,000
	Honorarium for Banking Diploma	620,000	1,241,000
	Training & Recruitment Expenses	2,281,345	7,726,947
	Traveling Expenses	7,898,179	20,709,925
	Up Keep of Office Premises	9,017,805	8,403,378
	Washing Charges	3,131,194	2,177,407
	Loss on Amortisation of T.Bond -HTM	101,422,467	11,266,957
	Loss on Revaluation of Treasury Bond	7,601,521	-
	Loss on Sale of Fixed Assets	-	1,396,428
	Foreign Correspondence Expenses	5,893,984	4,679,437
	Amortization of Intangible Assets	3,664,421	5,255,650
	Special Reserve Fund	120,000,000	120,000,000
	CDBL Charges	1,810	-
	Share/Bond Issue Expense	34,039,950	551,700
	Cash Carrying Charges	10,938,455	10,610,750
	Wages paid to daily Labor	219,545	400,450
	Purchase of Utensils	1,046,964	895,452
	NID Verification Charge	336,157	164,737
	Contact Point Verification Fees (RB)	133,189	209,550
	Loss on sale of Treasury Bills	126,492,155	28,652,528
	Commission Paid to NPSB	15,813,985	20,243,820
	Trustee Fees	2,096,250	1,408,750
	Priority Pass Expense	1,993,966	2,368,112
	T Cash Expenses	-	8,040
	T cash account opening incentive	958,931	826,253
	Amortization of Renovation Expense	37,444,349	23,494,470
	Miscellaneous Expenses	658,696	262,408
		1,013,030,677	805,499,949
31 (a)	Consolidated other expenses		
	Trust Bank Limited	1,013,030,677	805,499,949
	Trust Bank Securities Limited	3,479,792	3,449,439
	Trust Bank Investment Limited	9,737,014	7,642,189
	Trust Axiata Digital Limited	9,899,321	-
		1,036,146,804	816,591,577

		Amount in Taka	
		31.12.2020	31.12.2019
32	PROVISION FOR LOANS AND ADVANCES / INVESTMENTS		
	Specific Provisions-against classified loans & advances	3,387,526,499	1,433,527,499
	General Provisions-against un-classified loans & advances	(1,190,378,000)	1,033,857,000
	Special General Provision for COVID-19	703,116,000	-
	General Provisions-against special mentioned accounts	(28,997,500)	(24,058,500)
		2,871,266,999	2,443,325,999
32 (a)	Consolidated Provision for Loans & Advances / Investment		
	Trust Bank Limited Note-32	2,871,266,999	2,443,325,999
	Trust Bank Securities Limited	-	-
	Trust Bank Investment Limited	62,034,060	23,400,000
	Trust Axiata Digital Limited	-	-
		2,933,301,059	2,466,725,999
33	PROVISION FOR DIMINUTION IN VALUE OF INVESTMENTS:		
	Decline in value of investment should consist of the following divisions:		
	(a) Dealing securities		
	- Quoted	-	-
	- Unquoted	-	-
	(b) Investment securities		
	- Quoted	318,937	17,903,957
	- Unquoted	-	-
		318,937	17,903,957
33 (a)	Consolidated Provision for diminution in value of investments		
	Trust Bank Limited Note-33	318,937	17,903,957
	Trust Bank Securities Limited	281,427	-
	Trust Bank Investment Limited	-	62,742,073
	Trust Axiata Digital Limited	-	-
		600,364	80,646,030
34	OTHER PROVISION		
	General Provision for Off Balance Sheet Exposures	61,571,000	(174,608,000)
	Provision for Other Assets	-	120,780,058
		61,571,000	(53,827,942)
34.1	As per BRPD circular no. 10 dated 18 September 2007, the Bank has maintain provision @ 1% against off-balance sheet exposures complying BRPD Circular No. 07, dated 21 June 2018 and BRPD circular letter no. 01 dated 03 Jan 2018.		
34.2	Provision for Other Assets has been made on the amount of Prepaid Legal Expenses that remained unadjusted as at 31 December 2020 as per rules & regulations enumerated in the BRPD Circular No. 14 dated 25 June 2001 issued by Bangladesh Bank.		
34 (a)	Consolidated Other Provision		
	Trust Bank Limited Note-34	61,571,000	(53,827,942)
	Trust Bank Securities Limited	-	-
	Trust Bank Investment Limited	-	-
	Trust Axiata Digital Limited	-	-
		61,571,000	(53,827,942)
35	The Bank has no secured liabilities on the reporting date and therefore the Bank has no asset pledged as security against such liabilities.		
36	Reconciliation of effective tax rate (Standalone)		

Particulars	31 December 2020		31 December 2019	
Profit before tax		4,352,017,189		4,706,118,247
Income Tax as per applicable tax rate	37.50%	1,632,006,446	37.50%	1,764,794,343
Factors affecting the Tax Change for the current year				
Inadmissible Expenses	73.16%	3,184,067,496	-0.04%	(2,468,832,021)
Admissible Expenses	-31.66%	(1,377,863,093)	20.01%	941,658,418
Tax Exempted Income	0.00%	-	0.00%	-
Tax Savings from reduced tax rate for dividend	-0.17%	(7,478,802)	-0.09%	(4,276,510)
Tax loss/ savings from reduced tax rate rate for capital gain	-4.22%	(183,444,300)	-0.09%	(4,070,229)
Effect of deferred tax	-0.10%	(4,360,150)	-0.46%	(21,444,354)
Total Income Tax expenses	58.91%	2,563,819,850	56.83%	2,674,555,646

		Amount in Taka	
		31.12.2020	31.12.2019
37	EARNING PER SHARE (EPS)		
	Profit attributable to outstanding ordinary share holders	1,788,197,339	2,031,562,601
	Nos of Ordinary Outstanding Share	643,295,978	643,295,978
	Basic Earning per Share	2.78	3.16
37 (a)	Consolidated Earning per Share (EPS)		
	Profit attributable to outstanding ordinary share holders	1,798,669,863	2,036,656,647
	Nos of Ordinary Outstanding Share	643,295,978	643,295,978
	Earning per Share	2.80	3.17
38	Net Asset Value (NAV) per Share		
	Net Asset Value (NAV)	17,039,028,018	14,939,699,085
	Number of Ordinary Shares Outstanding	643,295,978	643,295,978
	Net Asset Value (NAV) per Share	26.49	23.22
38 (a)	Consolidated Net Asset Value (NAV) per Share		
	Net Asset Value (NAV)	17,609,057,132	15,278,755,675
	Number of Ordinary Shares Outstanding	643,295,978	643,295,978
	Net Asset Value (NAV) per Share	27.37	23.75
39	Net Operating Cash Flow per share (NOCFPS)		
	Net Operating Cash Flow	39,794,899,569	20,015,578,305
	Nos of Ordinary Outstanding Shares outstanding	643,295,978	643,295,978
	Net Operating Cash Flow per share (NOCFPS)	61.86	31.11
39 (a)	Consolidated Net Operating Cash Flow per share (NOCFPS)		
	Net Operating Cash Flow	39,374,157,388	19,991,721,021
	Nos of Ordinary Outstanding Shares outstanding	643,295,978	643,295,978
	Net Operating Cash Flow per share (NOCFPS)	61.21	31.08
40	INCOME RECEIVED FROM OTHER OPERATING ACTIVITIES		
	Locker Rent	1,754,600	2,025,375
	Swift Charge (Net)	26,649,026	27,598,713
	Postage Charge (Net)	2,274,477	-
	Sale Proceeds of Forms	157,040	190,684
	Service Charges	69,582,114	81,441,937
	Service Compensation	707,202	471,074
	Front End Fees	38,964,286	48,705,438
	Notice Pay	1,069,159	2,854,974
	Closing Charge	2,320,404	2,807,207
	Sale Proceeds of Cheque books	5,500	31,500
	Income form Mobile Banking	7,283,581	24,246,566
	O/W Cheque Processing Fees	548,507	668,303
	Syndication Fees	6,425,000	9,480,762
	Income through Credit & ATM Card	134,440,618	118,653,335
	Income from Government Securities	4,377,528,179	2,209,951,730
	Interest on Corporate Bonds	235,531,217	337,315,069
	Income on Investment in Commercial Paper	32,908,133	43,460,000
	Interest Income on Swap/ Forward Deal	8,181,650	-
	Profit on Investment in Islamic Bank Bond	5,272,498	5,043,533
	Income from sale proceed of shares	-	67,674,621
	Gain on Sale of Treasury Bills/Bonds	-	46,800
	Insurance Premium Income	4,883	7,328
	SMS Notification Fees	43,324,165	38,156,468
	Service Charges on e-GP	885,827	2,366,356
	Miscellaneous Foreign Exchange Income	60,575,544	73,237,016
	Trustee Fees	4,100,000	4,100,000
	RTGS Settlement Charge	2,595,582	1,339,109
	Charges for Footage	28,950	14,100
	Income from SWIFT - Export	19,153	4,543
	Indemnity for Shipping Guarantee Charge - Export	4,500	11,838
	Miscellaneous Earnings	68,503,750	71,232,515
		5,131,645,545	3,173,136,894
40 (a)	Consolidated Income from Other Operating Activities		
	Trust Bank Limited	5,131,645,545	3,173,136,894
	Trust Bank Securities Limited	82,528,101	118,367,385
	Trust bank Investment Limited	36,610,904	21,859,538
	Trust Axiata Digital Limited	1,972,556	-
		5,252,757,106	3,313,363,817

Note-40



41

EXPENSES PAID FOR OTHER OPERATING ACTIVITIES

Amount in Taka		
31.12.2020	31.12.2019	
Business Development Expenses	(9,509,238)	(13,092,512)
Clearing House Charge	(68,599)	(65,772)
Conveyance	(10,457,446)	(10,800,254)
Entertainment	(17,731,214)	(24,984,847)
Car Expenses	(107,816,538)	(105,622,539)
Cash Handling Charge	(5,804,500)	(3,588,190)
Bank charges	(1,131,623)	(513,827)
Meeting Expenses	-	-
Donation, Subscription and Membership Fees	(6,038,108)	(4,846,726)
News Paper and Periodicals	(903,790)	(972,706)
Oil and Lubricant	(5,923,037)	(6,747,828)
Remittance Charges	11,361,913	(531,961)
Other Contractual Service	(353,349,215)	(358,969,914)
Internship Allowances	(727,800)	(1,309,000)
Honorarium for Banking Diploma	(620,000)	(1,241,000)
Ex- Gratia	-	-
Pre-opening Expenses	-	-
Training Expenses	(2,281,345)	(7,726,947)
Traveling Expenses	(7,898,179)	(20,709,925)
Up Keep of Office Premises	(9,017,805)	(8,403,378)
Washing Charges	(3,131,194)	(2,177,407)
Financial Assistance	-	-
Loss on Sale of Fixed Assets	-	-
Loss on sale of Share	-	-
Car Leasing Expenses	-	-
Penalty	-	-
Outsource Agency Fees	-	-
Foreign Correspondence Expenses	(5,893,984)	(4,679,437)
Special Reserve Fund	(120,000,000)	(120,000,000)
CDBL Charges	(1,810)	-
Security Expenses	-	-
Foreign Remittance Expenses	-	-
Broker's Expenses	-	-
Share/ Bond Issue Expense	(34,039,950)	(551,700)
Sales Commission	-	-
Fixed assets written off	-	-
Cash Carrying Charges	(10,952,225)	(9,956,854)
Wages paid to daily Labor	(219,545)	(400,450)
Purchase of Utensils	(1,046,964)	(895,452)
WEB Site Maintenance	-	-
NID Verification Charge	(336,157)	(164,737)
IPO Bidding/Subscription Fees	-	-
Medical Expenses	-	-
Contact Point Verification Fees (RB)	(133,189)	(209,550)
Commission Paid to NPSB	(13,369,977)	(16,887,454)
Trustee Fees	(2,096,250)	(1,408,750)
Priority Pass Expense	(1,993,966)	(2,368,112)
T Cash Expenses	-	(8,040)
T cash account opening incentive	(958,931)	(826,253)
Amortization of Renovation Expense	(28,615,702)	(22,762,841)
Miscellaneous Expenses	30,199,963	(32,958,725)
Publicity and Advertisement	(9,594,830)	(13,810,691)
Rent, Taxes, Insurance, Lighting etc.	(792,990,623)	(729,054,966)
Legal Expenses	(9,226,387)	(15,090,008)
Postage, Telegram, Telephone	(71,659,748)	(93,835,203)
Audit Fee	(920,000)	(575,000)
Directors Fee	(3,011,000)	(2,811,000)
Repairs and maintenance of Fixed Assets	(95,151,918)	(67,008,903)
	(1,703,060,911)	(1,708,568,859)

41 (a)

Consolidated Expenses paid for Other Operating Activities

Trust Bank Limited	Note-41
Trust Bank Securities Limited	
Trust Bank Investment Limited	
Trust Axiata Digital Limited	

(1,703,060,911)	(1,708,568,859)
(12,511,190)	(23,582,642)
(15,739,484)	(15,868,381)
-	-
(1,731,311,585)	(1,748,019,882)



Amount in Taka	
31.12.2020	31.12.2019

42 CHANGES IN OTHER OPERATING ASSETS

Security Deposits	211,184	1,728,566
Encashment of Sanchaya patra awaiting reimbursement-Principal	372,806,401	(237,669,046)
Encashment of Sanchaya patra awaiting reimbursement-Interest	215,028,126	47,454,478
Encashment of WEDB awaiting reimbursement-Principal	56,464,138	(51,276,138)
Encashment of WEDB awaiting reimbursement-Interest	177,244,497	(175,022,810)
US\$ Premium Bond - Interest	1,578,834	(1,014,522)
US\$ Investment Bond - Principal	6,537,300	4,118,000
US\$ Investment Bond - Interest	3,731,800	34,528,929
Receivable from Exchange House	1,687,110	6,261,667
Advance against Capital Expenditure	777,109,348	(338,440,208)
Advance against Investment in Capital Market through Special Fund	(800,000,000)	-
Clearing Adjustment	(7,066,353)	6,483,446
Account Current - VAT	-	7,973,456
Credit Card Adjustment - Debit	(38,102)	-
Suspense Account	45,540,717	(41,191,016)
	850,835,000	(736,065,198)

42 (a) Consolidated Changes in Other Operating Assets

Trust Bank Limited	Note-42	850,835,000	(736,065,198)
Trust Bank Securities Limited		-	-
Trust Bank Investment Limited		(10,029,028)	(4,232,369)
Trust Axiata Digital Limited		-	-
		840,805,972	(740,297,567)
Less : Inter Company Transaction		-	-
		840,805,972	(740,297,567)

43 CHANGES IN OTHER LIABILITIES

Sundry Creditors	276,100,349	220,163,180
Provision for Rebate of Interest	(185,939,791)	100,100,867
Others	(36,840,202)	225,785,710
	53,320,356	546,049,757

43 (a) Consolidated Changes in Other Operating Liabilities

Trust Bank Limited	Note-43	53,320,356	546,049,757
Trust Bank Securities Limited		833,769,041	(59,280,149)
Trust bank Investment Limited		127,849,024	149,758,906
Trust Axiata Digital Limited		-	-
		1,014,938,421	636,528,514

44 CLOSING CASH AND CASH EQUIVALENT

Cash in hand (including foreign currencies)	4,540,041,205	4,182,750,418
Balance with Bangladesh Bank & Sonali Bank (Incl. FCs)	12,975,762,494	15,272,236,431
Balance with Other Bank and Financial Institutions	13,468,714,886	12,470,755,575
Call Loan to other Banks	680,000,000	2,300,000,000
Prize Bond	5,782,800	6,238,900
	31,670,301,385	34,231,981,324

44 (a) CONSOLIDATED CLOSING CASH AND CASH EQUIVALENT

Trust Bank Limited	31,670,301,385	34,231,981,324
Trust Bank Securities Limited	111,500,573	76,521,007
Trust bank Investment Limited	-	-
Trust Axiata Digital Limited	-	-
	31,781,801,958	34,308,502,331

45

Reconciliation of Consolidated Net Profit after tax with Cash flows from Operating Activities

	Amount in Taka	
	31.12.2020	31.12.2019
Net profit/(loss) after taxation	1,798,669,863	2,036,656,647
Adjustments to reconcile net income to net cash		
Interest Income	(1,912,239,822)	138,314,511
Interest Expense	(484,437,740)	925,634,472
Fees and commission Income	(224,775,057)	(68,679,085)
Recoveries of loans previously written off	81,197,247	48,510,615
Salary and Allowances	115,033,464	9,532,174
Printing and Stationeries	(8,250,584)	(6,843,774)
Income Taxes	(35,989,102)	108,896,257
Other Operating Income	(1,070,829,263)	(167,820,987)
Other operating Expenses	398,315,970	110,840,877
Provision for loans & advances / Investments / Other Assets	2,995,472,423	2,493,544,087
Operating profit before changes in operating Assets and Liabilities	1,652,167,399	5,628,585,794
Increase/(Decrease) in operating assets & liabilities		
Net Investment in trading securities	(1,110,499,463)	(849,872,199)
Loan & advance to customers	(8,637,172,909)	(13,097,781,078)
Other assets (item-wise)	840,805,972	(740,297,567)
Deposits from other banks	3,262,027,176	(2,634,705,259)
Deposits from customers	42,351,890,792	31,049,262,816
Other liabilities (item-wise)	1,014,938,421	636,528,514
	37,721,989,989	14,363,135,227
Net cash flows from operating activities	39,374,157,388	19,991,721,021



46 EXPENDITURE INCURRED FOR EMPLOYEES

Salaries, allowances and benefits

Number of employees at 31 December 2020 was 1951; (31 December 2019 was 1940) who were in receipt of remuneration for that period which in the aggregate was not less than Tk 36,000 and those employed for a part of that year who were in receipt of remuneration of not less than Tk. 3,000 per month.

47 AUDIT COMMITTEE

47.1 Particulars of Audit Committee

An audit committee has been formed by the Board of Directors of the Bank in its 64th Board meeting held on 05 February 2003. In accordance with the BRPD circular letter no. 12 dated 23 December 2002, the committee constituted with a chairman, two members and a member secretary.

As on 31 December 2020, the Honorable Members of the committee were as follows:

Name	Status with Bank	Status with Committee	Educational Qualification
Mr. Shahedul Islam	Independent Director	Chairman	BA, CS
Brig Gen Saleem Ahmad Khan, SGP, ndc, afwc, psc, te, PhD	Director	Member	Masters, PhD
Mr. Arshad Jamal	Independent Director	Member	MBA, MDS, MDP

47.2 During the year ended on 31.12.2020 the following number of meetings of the Audit Committee held with the bank's Senior Management to consider and review the Bank's Financial Statements and Risk Management:

Meeting Number	Date of Meeting
90 (01/2020)	06-Jan-20
91 (02/2020)	02-Mar-20
92 (03/2020)	24-Jun-20
93 (04/2020)	16-Jul-20
94 (05/2020)	02-Sep-20
95 (06/2020)	29-Sep-20
96 (07/2020)	27-Oct-20
97 (08/2020)	29-Nov-20
98 (09/2020)	20-Dec-20
99 (10/2020)	27-Dec-20

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

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

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

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

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

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

Formulation of HRM policy and other operating procedures.



Related Party Disclosures

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

i) Directors' interest in different entities as at 31 December 2020:

Sl.	Name of the Directors	Status with Bank	Entities where they have interest	% of Interest
1	Gen Aziz Ahmed, SBP (BAR), BSP, BGBM, PBGM, BGBMS, psc, G	Chairman (Representing Army Welfare Trust)	Sena Kalyan Sangstha, Chairman	Nominated
			Sena Hotel Development Ltd, Chairman	Nominated
			Bangladesh Machine Tools Factory Ltd., Chairman	Nominated
			Army Welfare Trust, Chairman	Nominated
			Trust Bank Investment Ltd., Chairman	Nominated
			Military Institute of Science & Technology, Vice Chairman	Nominated
			Council of the College, Armed Forces Medical College, Chairman	Nominated
			Sena Paribar Kalyan Samiti, Chief Patron	Nominated
			Advisory Committee of Proyash, President	Nominated
			National Defence College & Defence Services Command and Staff College Governing Body, Vice Chairman	Nominated
			Kurmitola Golf Club, President	Nominated
			Bangladesh Golf Federation, President	Nominated
			Defence Officers Housing Scheme Committee, Chairman	Nominated
			BAIUST Cumilla/BAUET Quadirabad/BAUST Saidpur, Chairman	Nominated
			Bangladesh Diesel Plant Ltd., Chairman	Nominated
			Jolshiri Abashon Project, President.	Nominated
			Bangladesh Olympic Association, President	Nominated
Bangladesh Amateur Boxing Federation, President	Nominated			
Trust Axiata Digital Ltd, Chairman	Nominated			
2	Maj Gen Md Enayet Ullah, OSP, BSP, ndu, psc	Vice Chairman (Nominated Director)	Army Housing Scheme, Chairman	Nominated
			Sena Kalyan Sangstha, Chairman	Nominated
			Army Welfare Trust, Vice Chairman	Nominated
			Sena Hotel Developments Ltd., Vice Chairman	Nominated
			Trust Technical Training Institute, Chairman	Nominated
			Governing Bodies of Cadet Colleges, Chairman	Nominated
			Trust Bank Securities Limited, Chairman	Nominated
			Trust Bank Investment Ltd., Vice Chairman	Nominated
			Trust Axiata Digital Ltd, Director	Nominated
3	Brig Gen Saleem Ahmad Khan, SGP, ndc, afwc, psc, te, PhD	Director (Nominated)	Service	Nominated
4	Brig Gen Abu Naser Md Elias, SGP, ndc, afwc, psc	Director (Nominated)	Service	Nominated
5	Brig Gen Rakib Uddin Ahmed, SUP, SPP, psc, G	Director (Nominated)	Service	Nominated
6	Brig Gen Abul Mansur Md Ashraf Khan, ndc, psc	Director (Nominated)	Army Welfare Trust, Managing Director	Nominated
			Sena Hotel Developments Ltd., Director,	Nominated
			Trust Technical Training Institute, Director	Nominated
			Army Housing Scheme, Managing Director	Nominated
			Trust Bank Investment Ltd., Director	Nominated
			Trust Bank Securities Limited, Vice Chairman	Nominated
			Trust Transport Service, Chairman	Nominated
Trust Axiata Digital Ltd, Director	Nominated			

7	Brig Gen Md Golam Faruque, SGP, SUP, nswc, afwc, psc	Director (Nominated)	Service	Nominated
8	Brig Gen Sheikh Mohammad Sarwar Hossain, SUP, psc	Director (Nominated)	Service	Nominated
9	Mr. Shahedul Islam	Independent Director	Bengal Pacific (Pvt.) Ltd., Managing Director	35.55%
			Bengal Braided Rugs Ltd., Managing Director	47.50%
			Promises Medical Ltd., Chairman	11.00%
			Desh General Insurance Company Ltd., Independent Director	-
			Trust Bank Investment Ltd., Independent Director	Nominated
10	Mr. Arshad Jamal	Independent Director	Texel Ltd., Director	-
			Tusuka Fashions Ltd., Director	-
			Tusuka Jeans Ltd., Director	-
			Tusuka Trousers Ltd., Director	-
			Tusuka Processing Ltd., Director	-
			Tusuka Apparels Ltd., Director	-
			Tusuka Denim Ltd., Director	-
			Tusuka Washing Ltd., Director	-
			Novo Tel Ltd., Director	-
			Novo Air Ltd., Director & CFO	-
			Tusuka Stitches Ltd., Director	-
			Tusuka Laundry Ltd., Director	-

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

Nature of Contract	Branch Name	Name of Directors and related by
Lease Agreement with Army Welfare Trust	Principal Branch	Gen Aziz Ahmed, SBP (BAR), BSP, BGBM, PBGM, BGBMS, psc, G Chairman, Board of Trustees, Army Welfare Trust
		Maj Gen Md Enayet Ullah, OSP, BSP, ndu, psc Vice Chairman, Board of Trustees, Army Welfare Trust
		Brig Gen Md Golam Faruque, SGP, SUP, nswc, afwc, psc Director (Nominated), Army Welfare Trust
Lease Agreement with Sena Kalyan Sangstha	Sena Kalyan Bhaban Branch	Gen Aziz Ahmed, SBP (BAR), BSP, BGBM, PBGM, BGBMS, psc, G Chairman, Board of Trustees, Sena Kalyan Sangstha
	Khulna Branch Tongi Branch	Maj Gen Md Enayet Ullah, OSP, BSP, ndu, psc Vice chairman, Board of Trustees, Sena Kalyan Sangstha.
Lease Agreement with Sena Paribar Kalyan Samiti	Head Office Millenium Corporate Branch	Gen Aziz Ahmed, SBP (BAR), BSP, BGBM, PBGM, BGBMS, psc, G Chief Patron, Sena Paribar Kalyan Samiti
Advertisement Agreement with Army Welfare Trust	Head Office	Gen Aziz Ahmed, SBP (BAR), BSP, BGBM, PBGM, BGBMS, psc, G Chairman, Board of Trustees, Army Welfare Trust
		Maj Gen Md Enayet Ullah, OSP, BSP, ndu, psc Vice Chairman, Board of Trustees, Army Welfare Trust
		Brig Gen Md Golam Faruque, SGP, SUP, nswc, afwc, psc Director (Nominated), Army Welfare Trust

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



iv) Related party Transactions:

During the year ended 31 December 2020, the Bank concluded business deals with the following organizations in which the directors had interest:

Name of the Company/Person	Nature of Relationship	Nature of Transaction	Amount of transaction made during the Period ended		Balance as on	
			31 Dec 2020 Taka	31 Dec 2019 Taka	31 Dec 2020 Taka	31 Dec 2019 Taka
Army Welfare Trust	Common Director	Office Rent	31,561,680	30,917,660	-	-
Sena Kalyan Sangstha	Common Director	Office Rent	13,744,842	15,995,463	-	-
Sena Paribar Kalyan Samiti	Common Director	Office Rent	256,202,315	246,966,676	-	-
Astha Life Insurance Company Ltd.	Common Director	Insurance Premium	19,482,898	-	-	-
Jolshiri Abashon Project	Common Director	Land Purchase	327,116,208	-	-	-
Trust Bank Investment Ltd.	Subsidiary company	Deposit Balance			83,052,599	36,437,966
Trust Bank Securities Ltd.	Subsidiary company	Deposit Balance			808,681,479	6,070,652
Trust Axiata Digital Limited	Subsidiary company	Deposit Balance & Income	3,038,184		447,926,211	-
Trust Securities & Logistic Support Ltd.	Common Director	Securities services to the Bank	353,371,405	358,990,040	-	-

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

SI	Name of the Director(s)	Related Party	Purpose of the Loan	Total O/S	Status
1	Gen Aziz Ahmed, SBP (BAR), BSP, BGBM, PBGM, BGBMS, psc, G	Chairman	Housing Finance (HBL-Mortgage)	488,812	Regular
2	Maj Gen Md Enayet Ullah, OSP, BSP, ndu, psc	Vice Chairman	Housing Finance (Army Officer House Loan Scheme)	85,191	Regular
			Personal requirement (OD)	124,103	Regular
			Housing Finance (HBL-Res.)	10,421,399	Regular
3	Brig Gen Abu Naser Md Elias, SGP, ndc, afwc, psc	Director	Purchase of household items (Term Loan)	867,679	Regular
			Housing Finance (HBL-Mortgage)	973,537	Regular
			Personal requirement (OD)	636,695	Regular
4	Brig Gen Abul Mansur Md Ashraf Khan, ndc, psc	Director	Housing Finance (Army Officer House Loan Scheme)	215,633	Regular
5	Brig Gen Md Golam Faruque, SGP, SUP, nswc, afwc, psc	Director	Personal use (Defence Personnel Special Loan)	1,172,550	Regular
			Personal use (Defence Personnel Special Loan)	3,185,586	Regular
			Personal requirement (OD)	814,897	Regular
6	Brig Gen Sheikh Mohammad Sarwar Hossain, SUP, psc	Director	Housing Finance (Army Officer House Loan Scheme)	512,378	Regular
			Personal requirement (OD)	77,911	Regular
			Personal requirement (Cash Collateral)	7,846,027	Regular
Total :				27,422,398	

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

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

Nil

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Credit Rating of the Bank

As per BRPD Circular no. 6 dated 5 July 2016, the Bank has done its credit rating by Credit Rating Agency of Bangladesh Ltd. (CRAB) based on the financial statements as at and for the year ended 31 December 2019. The following ratings have been awarded:



Periods	Date of Rating	Surveillance Rating		Outlook
		Long Term	Short Term	
January to December 2019	10-Sep-20	AA ₂	ST-2	Stable
January to December 2018	24-Jun-19	AA ₂	ST-2	Stable
January to December 2017	27-Jun-18	AA ₂	ST-2	Stable

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DIVIDEND

The Board of Directors in its 321 (05/2021) meeting held on 14 June 2021 recommended 10% stock Dividend i.e., 10 (Ten) Bonus shares for every 100 (One Hundred) Shares held and 10% Cash Dividend subject to the approval of the shareholders at the next Annual General Meeting (AGM). The proposed Dividend for the year is more than 30% of Net Profit after Tax.

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FINANCIAL HIGHLIGHTS

As per BRPD Circular # 14, dated 25 June 2003, Financial Highlights of the Bank for the half-year ended on 31 December 2020 shown in Annexure - C.



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

Name of the Bank	Name of the foreign currency	31.12.2020			31.12.2019		
		Amount in foreign currency	Exchange rate as on 31.12.2020	Total amount equivalent to Taka	Amount in foreign currency	Exchange rate as on 31.12.2019	Total amount equivalent to Taka
Standard Chartered Bank, USA	USD	7,926,063.42	84.80	672,130,179	5,371,079.05	84.90	456,004,611
Mashreqbank psc, USA	USD	3,063,864.33	84.80	259,815,695	6,135,755.18	84.90	520,925,615
ICICI Bank Ltd., Hongkong	USD	583,241.76	84.80	49,458,901	646,566.43	84.90	54,893,490
Commerz Bank, AG Germany	USD	247,275.86	84.80	20,968,993	773,853.06	84.90	65,700,125
Sonali Bank Limited, UK	USD	-	-	-	-	-	-
NFCD ACCOUNT OBU-USD	USD	-	-	-	-	-	-
United Bank of India	USD	-	-	-	-	-	-
Commerzbank Ag, Frankfurt, Germa	AUD	27,622.46	64.82	1,790,518	55,658.83	61.31	3,412,487
Standard Chartered Bank, UK	GBP	373,176.35	114.79	42,838,331	144,506.66	114.31	16,518,397
Sonali Bank Limited, UK	GBP	-	-	-	-	-	-
Standard Chartered Bank, Japan	YEN	986,070.00	0.82	809,268	965,449.00	0.80	777,090
Commerzbank Ag, Frankfurt, Germa	YEN	6,184,045.00	0.82	5,075,246	2,251,322.00	0.80	1,812,089
		-	-	-	-	-	-
Standard Chartered Bank, UK	EURO	35,073.33	104.14	3,652,638	134,782.26	98.27	13,245,147
Commerz Bank, AG Germany	EURO	126,192.61	104.14	13,142,064	42,464.85	98.27	4,173,051
ICICI Bank Ltd., Mumbai, India	EURO	17,456.19	104.14	1,817,938	17,441.19	98.27	1,713,958
Standard Chartered Bank, Mumbai,	ACU	408,314.26	84.80	34,625,049	790,857.39	84.90	67,143,792
Mashreqbank, Mumbai, India	ACU	486,593.78	84.80	41,263,153	1,036,702.33	84.90	88,016,028
ICICI Bank Ltd., Mumbai, India	ACU	651,480.90	84.80	55,245,580	941,093.54	84.90	79,898,842
AB Bank, Mumbai, India	ACU	311,241.14	84.80	26,393,249	432,041.58	84.90	36,680,330
United Bank of India	ACU	146,889.95	84.80	12,456,268	334,924.67	84.90	28,435,104
Bank Aljazira	SAR	132,330.84	22.60	2,990,373	145,530.84	23.30	3,390,214
Habib Bank, Zurich	CHF	19,302.62	96.10	1,855,011	34,176.78	89.93	3,073,508
Commerz Bank AG; Germany-CAD	CAD	115,172.61	66.27	7,632,569			
Offshore Banking Unit (OBU)							
Mashreqbank psc, USA	USD	1,757,838	84.80	149,064,701	529,518	84.90	44,956,079
United Bank of India	ACU	856,606	84.80	72,640,204	36,252	84.90	3,077,824
Total				1,475,665,928			1,493,847,781



Schedule of Fixed Assets
As at 31 December 2020

PARTICULARS	COST				DEPRECIATION				WRITTEN DOWN VALUE at 31 December 2020
	Balance on 1 January 2020	Additions during the year	Disposal/ adjustment during the year	Balance at 31 December 2020	Balance on 1 January 2020	Charge for the year	Disposal/ adjustment during the year	Balance at 31 December 2020	
Land	160,469	327,116,208	-	327,276,677	-	-	-	-	327,276,677
Office Building	12,680,000	-	-	12,680,000	3,262,218	235,440	-	3,497,658	9,182,342
Furniture and Fixtures	658,242,790	8,602,389	1,874,369	664,970,810	337,201,614	36,020,416	1,479,839	371,742,191	293,228,619
Office Equipment	997,864,754	51,331,959	17,440,926	1,031,755,787	848,328,032	59,322,532	16,434,310	891,216,254	140,539,533
Motor Vehicles	93,881,958	-	-	93,881,958	79,395,338	4,792,266	-	84,187,604	9,694,354
Right of Use Assets	1,769,642,377	85,057,657	-	1,854,700,034	334,593,130	363,427,653	-	698,020,783	1,156,679,251
31 December 2020	3,532,472,348	472,108,213	19,315,295	3,985,265,266	1,602,780,332	463,798,307	17,914,149	2,048,664,490	1,936,600,776
31 December 2019	1,812,280,314	1,868,136,967	147,944,933	3,532,472,348	1,234,268,525	464,900,196	96,388,389	1,602,780,332	1,929,692,016



Financial Highlights

SI No	Particulars	Base	31-12-2020	31-12-2019
1	Paid up Capital	Taka	6,432,959,780	6,126,628,370
2	Total Capital	Taka	27,899,076,069	24,346,781,159
3	Capital surplus/ (deficit)	Taka	3,064,307,153	1,076,378,069
4	Total Assets	Taka	354,778,328,507	294,892,131,508
5	Total Deposits	Taka	288,403,903,885	242,024,758,445
6	Total Loans and Advances	Taka	221,063,686,181	210,766,739,109
7	Total Contingent Liabilities and Commitments	Taka	92,030,629,352	85,121,613,352
8	Credit Deposit Ratio	%	76.65	87.08
9	Percentage of classified loans against total loans and advances	%	4.51	5.49
10	Profit after tax and provision	Taka	1,788,197,339	2,031,562,601
11	Amount of classified loans during current year	Taka	(1,610,934,950)	(4,002,927,495)
12	Provisions kept against classified loan	Taka	8,891,472,500	5,758,355,000
13	Provision surplus/ (deficit)	Taka	-	-
14	Cost of fund	%	4.71	5.40
15	Interest Earning Assets	Taka	302,608,028,606	245,622,164,491
16	Non-interest earning Assets	Taka	52,170,299,901	49,269,967,017
17	Return on Investment (ROI)	%	6.41	8.34
18	Return on Asset (ROA)	%	0.50%	0.73%
19	Income from Investment	Taka	5,787,419,424	2,887,840,909
20	Earning per Share (EPS)	Taka	2.78	3.16
21	Net income per Share	Taka	2.78	3.16
22	Price Earning Ratio	Times	12.02	8.25
23	Net Asset Value (NAV)	Taka	17,039,028,018	14,939,699,085
24	Net Operating Cash Flow Per Share (NOCFPS)	Taka	61.86	32.67



Profit and loss of Islami Banking Branch is calculated annually as at 31 December in every year. After retaining 35% as Mudareeb commission, the remaining 65% of the funded income has already been distributed to the depositors as per declared weightage and balance amount of final profit has been credited to depositors account on 30th December, 2020 after deducting statutory Taxes & charges at source.

In the year 2020, final profit has been paid to the depositors as per following rates:

Deposit Type	Final Profit Rate 2020
10 Taka Farmers MSA	3.09
Mudaraba Savings Account	2.85
TBL Employee Mudaraba Salary A/C	2.85
Defense Personnel Mudaraba Salary Account (DPMSA)	2.85
TIB Payroll	2.85
Provident Fund A/C (TIB Payroll)	2.85
Mudaraba Short Notice Deposit (MSND)	1.9
Mudaraba Term Deposit-1 month	2.38
Mudaraba Term Deposit-3 month	4.28
Mudaraba Term Deposit-6 month	4.37
Mudaraba Term Deposit-12 month	4.51
Mudaraba Term Deposit- 24 & 36 month	4.66
Mudaraba Term Deposit- 60 month	4.75
Mudaraba Monthly Savings Scheme-36 Month	4.66
Mudaraba Monthly Savings Scheme-60 month	4.75
Mudaraba Monthly Savings Scheme-96 month	4.85
Mudaraba Monthly Savings Scheme-120 month	4.99
Mudaraba Monthly Savings Scheme-144 month	5.13
Barakat Hajj Deposit Scheme up to 10 years	5.23
Barakat Hajj Deposit Scheme 10 years & above	5.46
Mudaraba Millionaire Scheme up to 10 years	5.13
Mudaraba Millionaire Scheme above to 10 years	5.23
Mudaraba Kotipati Scheme up to 10 years	5.13
Mudaraba Kotipati Scheme above to 10 years	5.23
Mudaraba Money Double Scheme	4.99
Mudaraba Monthly Profit Scheme- 1 & 2 Years	4.66
Mudaraba Monthly Profit Scheme- 3 Years	4.66
Mudaraba Monthly Profit Scheme- 5 Years	4.75
Mudaraba Cash Waqf Scheme 3 Years	4.66
Trust Mudaapah Deposit Scheme 3 Years	4.66
Trust Mudaapah Deposit Scheme 5 Years	4.75
Mudaraba Porua Account (MPA)	3.09
Mudaraba junior Saving Scheme (MJSS)	4.66
Mudaraba Seniors Deposit Account (MSDA)	3.09
Mudaraba Term Deposit-Seniors [3 Months]	4.28
Mudaraba Term Deposit-Seniors [6 Months]	4.37
Mudaraba Monthly Profit Scheme-Seniors [1, 2 & 3 Years]	4.66

Balance Sheet of Islami Banking Division
As at 31 December 2020

Notes	Amount in Taka	
	31.12.2020	31.12.2019
PROPERTY AND ASSETS		
Cash		
Cash in hand (including foreign currencies)	37,639,694	44,921,939
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	1,498,284,364	1,655,223,802
	1,535,924,058	1,700,145,741
Balance with other banks and financial institutions		
In Bangladesh	5,781,049,914	5,181,946,785
Outside Bangladesh	-	-
	5,781,049,914	5,181,946,785
Placement with banks and other financial institution		
Investments in Shares and Securities		
Government	2,785,940,000	1,641,000,000
Others	395,609,020	185,323,969
	3,181,549,020	1,826,323,969
Investments		
General Investments etc.	23,592,102,218	21,036,212,975
Bills purchased and discounted	99,934,779	160,946,194
	23,692,036,997	21,197,159,169
Fixed assets including premises		
Other assets	200,907	50,907
Non-banking assets		
	-	-
Total Assets:	36,576,393,618	33,196,042,268
LIABILITIES AND CAPITAL		
Liabilities:		
Placement from banks and other financial institutions	13,091,921	640,480,765
Deposits and other accounts:		
Al-wadeeah Current Accounts and Other Deposit Accounts	1,286,131,412	1,332,087,924
Mudaraba Savings Deposits	3,903,914,022	2,513,866,152
Mudaraba Term Deposits	29,584,483,070	26,574,997,142
Other Mudaraba Deposits	-	-
Bills Payable	2,322,012	5,997,972
	34,776,850,516	30,426,949,190
Other liabilities		
	1,578,952,261	1,665,091,267
Total Liabilities:	36,368,894,698	32,732,521,222
Capital/Shareholders' Equity		
Paid up Capital		
Foreign Currency Transaction Difference		
Statutory Reserve		
Other Reserve		
Retained Earnings	207,498,920	463,521,046
Total Shareholders' Equity	207,498,920	463,521,046
Total Liabilities and Shareholders' Equity	36,576,393,618	33,196,042,268



Profit and Loss Account of Islami Banking Division
For the year ended 31 December 2020

Notes	Amount in Taka	
	31.12.2020	31.12.2019
Investment Income	2,088,964,542	2,363,503,455
Profit paid on deposits	1,954,209,127	1,695,140,890
Net Investment Income	134,755,415	668,362,565
Income from investments in Shares/Securities	72,347,710	57,951,780
Commission, exchange and brokerage	44,145,659	51,719,955
Other operating income	31,680,068	29,263,164
	148,173,437	138,934,899
Total operating income	282,928,852	807,297,464
Salaries and allowances	54,047,270	44,201,774
Rent, taxes, insurance, electricity, etc.	695,000	346,000
Legal expenses	-	-
Postage, stamps, telecommunications, etc.	1,379,000	464,000
Stationery, printing, advertisement etc.	170,327	748,669
Chief Executive's Salary & Fees	-	-
Directors' Fees and Expenses	-	-
Shariah Supervisory Committee's Fees ad Expenses	59,000	75,000
Auditors' Fees	-	-
Changes in Investment Losses	-	-
Depreciation and repair to bank's assets	-	7,091
Zakat Expenses	-	-
Other expenses	3,528,335	9,306,384
Total operating expenses	59,878,932	55,148,918
Profit before provision	223,049,920	752,148,546
Provision for loans & advances / Investments	17,141,500	294,902,500
Provision for Diminution in value of Investment	(5,000,000)	1,046,000
Other provision	3,409,500	(7,321,000)
	15,551,000	288,627,500
Total Profit before Taxes	207,498,920	463,521,046

Cash Flow Statements of Islami Banking Division
For the year ended 31 December 2020

	Note	Amount in Taka	
		31.12.2020	31.12.2019
A. Cash flow from operating activities			
Interest/Investment Income received in cash		2,058,816,391	2,308,432,017
Interest/Profit paid on Deposits		(1,954,209,127)	(1,695,140,890)
Dividend receipts		398,823	207,000
Fees and commission receipts in cash		-	-
Recoveries of written off Loans/Investments		-	-
Cash paid to employees		(54,047,270)	(44,201,774)
Cash paid to suppliers		-	-
Income Taxes paid		-	-
Received from other operating activities (item-wise)		147,774,614	138,727,899
Payments for other operating activities (item-wise)		(5,831,662)	(10,947,144)
Operating profit before changes in operating Assets and Liabilities		192,901,769	697,077,108
Increase/(Decrease) in operating assets & liabilities			
Statutory Deposits		-	-
Net Investment in trading securities		(210,285,051)	40,000,000
Loan & advance/Investments to other banks		-	-
Loan & advance/Investments to customers		(2,494,877,828)	(314,124,182)
Other assets (item-wise)	38	934,931,126	(3,115,884,522)
Deposits from other banks		-	-
Deposits from customers		4,349,901,326	6,604,154,066
Other liabilities account of customers		-	-
Trading liabilities		-	-
Other liabilities (item-wise)	39	(565,211,052)	(443,686,220)
Net cash from operating activities (A)		2,207,360,290	3,467,536,250
B. Cash flow from investing activities			
Proceeds from sale of securities		-	-
Payments for purchase of government securities		(1,144,940,000)	(338,500,000)
Purchase of property, plant & equipment		(150,000)	(50,907)
Purchase of intangible assets		-	-
Sale of property, plant & equipment		-	-
Net cash from investing activities (B)		(1,145,090,000)	(338,550,907)
C. Cash flow from financing activities			
Increase/(Decrease) in Borrowing:			
Call loan		-	-
Other borrowings		(627,388,844)	(188,215,135)
Share Capital A/c		-	-
Share Premium A/c		-	-
Net cash from financing activities (C)		(627,388,844)	(188,215,135)
D. Net increase in Cash and Cash Equivalent (A+B+C)		434,881,446	2,940,770,208
E. Effects of exchange rate changes on cash and cash equivalents		-	-
F. Opening Cash and Cash Equivalent		6,882,092,526	3,941,322,319
Cash and cash equivalents at end of period (D+E+F)	40	7,316,973,972	6,882,092,527

TRUST BANK LIMITED
Offshore Banking Unit
Balance Sheet
as of 31 December 2020

Notes	31.12.2020		31.12.2019	
	USD	Taka	USD	Taka
PROPERTY AND ASSETS				
Cash				
Cash in hand (including foreign currencies)	-	-	-	-
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	-	-	-	-
Balance with other banks and financial institutions				
In Bangladesh	-	-	-	-
Outside Bangladesh	2,614,444.64	221,704,905	565,770.35	48,033,903
	2,614,444.64	221,704,905	565,770.35	48,033,903
Money at call and short notice				
Investments				
Government	-	-	-	-
Others	-	-	-	-
Loans and Advances/Islami Banking Investments				
Loans, Cash Credit, Overdrafts etc./ Investment	1,912,679.95	162,195,260	4,170,625.14	354,086,074
Bills purchased and discounted	79,474,919.71	6,739,473,191	30,903,429.52	2,623,701,166
	81,387,599.66	6,901,668,451	35,074,054.66	2,977,787,240
Fixed assets including premises, furniture and fixtures				
Other assets	-	-	16,656.70	1,414,154
Non-banking assets				
Total Assets	84,002,044.30	7,123,373,356	35,656,481.71	3,027,235,297
LIABILITIES AND CAPITAL				
Liabilities				
Borrowings from other banks, financial institutions and agents	7,881,631.64	668,362,363	29,151,217.61	2,474,938,375
Deposits and other accounts				
Current / Al-wadeeah Current Accounts and other Accounts	75,438,937.85	6,397,221,930	6,090,109.73	517,050,316
Bills Payable	-	-	-	-
Savings Bank / Mudaraba Savings Deposits	-	-	-	-
Fixed Deposits / Mudaraba Term Deposits	-	-	-	-
Bearer Certificates of Deposit	-	-	-	-
Other Deposits	-	-	-	-
	75,438,937.85	6,397,221,930	6,090,109.73	517,050,316
Other liabilities				
Total Liabilities	83,320,569.49	7,065,584,293	35,241,327.34	2,991,988,691
Capital/Shareholders' Equity				
Paid up Capital	-	-	-	-
Foreign Currency Translation Difference	-	(34,075)	-	207,577
Statutory Reserve	-	-	-	-
Other Reserve	-	-	-	-
Retained Earnings	681,474.81	57,823,138	415,154.37	35,039,029
Total Shareholders' Equity	681,474.81	57,789,063	415,154.37	35,246,606
Total Liabilities and Shareholders' Equity	84,002,044.30	7,123,373,356	35,656,481.71	3,027,235,297



TRUST BANK LIMITED
Offshore Banking Unit
Profit and Loss Account
For the year ended as of 31 December 2020

	Notes	31.12.2020		31.12.2019	
		USD	Taka	USD	Taka
Interest income / Profit on Investment	8	2,762,243.98	234,376,402	2,041,395.02	172,293,740
Interest / Profit paid on deposits and borrowings etc.	9	2,050,693.16	174,001,315	1,597,837.98	134,857,526
Net interest income		711,550.82	60,375,087	443,557.04	37,436,214
Income from investments		-	-	-	-
Commission, exchange and brokerage		-	-	-	-
Other operating income		-	-	-	-
Total operating income		711,550.82	60,375,087	443,557.04	37,436,214
Salaries and allowances		-	-	-	-
Rent, taxes, insurance, electricity, etc.		-	-	-	-
Legal expenses		-	-	-	-
Postage, stamps, telecommunications, etc.		-	-	-	-
Stationery, printing, advertisement etc.		-	-	-	-
Managing Director's salary and benefits		-	-	-	-
Directors' fees		-	-	-	-
Auditors' fee		-	-	-	-
Charges on loan losses		-	-	-	-
Depreciation and repair of bank's assets		-	-	-	-
Other expenses		30,076.01	2,551,949	28,402.67	2,397,185
Total operating expenses		30,076.01	2,551,949	28,402.67	2,397,185
Profit before provision		681,474.81	57,823,138.00	415,154.37	35,039,029
Provision for loans & advances / Investments		-	-	-	-
Provision for Diminution in value of Investment		-	-	-	-
Other provision		-	-	-	-
Total Profit before Taxes		681,474.81	57,823,138	415,154.37	35,039,029
Provision for Taxation		-	-	-	-
Current tax		-	-	-	-
Deferred tax		-	-	-	-
Net Profit after Taxation		681,474.81	57,823,138	415,154.37	35,039,029
Appropriations					
Statutory Reserve		-	-	-	-
General reserve		-	-	-	-
		-	-	-	-
Retained surplus		681,474.81	57,823,138	415,154.37	35,039,029



TRUST BANK LIMITED
Offshore Banking Unit
Cash Flow Statements
For the year ended as of 31 December 2020

	31.12.2020		31.12.2019	
	USD	Taka	USD	Taka
A. Cash flow from operating activities				
Interest received in cash	2,762,243.98	234,376,402	2,041,395.02	172,293,740
Interest payments	(2,050,693.16)	(174,001,315)	(1,597,837.98)	(134,857,526)
Dividend receipts	-	-	-	-
Fees and commission receipts in cash	-	-	-	-
Recoveries of loans previously written off	-	-	-	-
Cash paid to employees	-	-	-	-
Cash paid to suppliers	-	-	-	-
Income Taxes paid	-	-	-	-
Received from other operating activities (item-wise)	-	-	-	-
Payments for other operating activities (item-wise)	(30,076.01)	(2,551,949)	(28,402.67)	(2,397,185)
Operating profit before changes in operating Assets and Liabilities	681,474.81	57,823,138	415,154.37	35,039,029
Increase/(Decrease) in operating assets & liabilities				
Statutory Deposits	-	-	-	-
Net Investment in trading securities	-	-	-	-
Loan & advance to other banks	-	-	-	-
Loan & advance to customers	(46,313,545)	(3,923,881,211)	6,948,471.30	547,902,688
Other assets (item-wise)	16,657	1,414,154	(16,656.70)	(1,414,154)
Deposits from other banks	69,348,828	5,880,171,614	(9,017,966.57)	(750,517,286)
Deposits from customers	-	-	-	-
Other liabilities account of customers	-	-	-	-
Trading liabilities	-	-	-	-
Other liabilities (item-wise)	-	-	-	-
Net cash from operating activities (A)	23,733,414.63	2,015,527,695	(1,670,997.60)	(168,989,723)
B. Cash flow from investing activities				
Proceeds from sale of securities	-	-	-	-
Payments for purchase of government securities	-	-	-	-
Purchase of property, plant & equipment	-	-	-	-
Purchase of intangible assets	-	-	-	-
Sale of property, plant & equipment	-	-	-	-
Net cash from investing activities (B)	-	-	-	-
C. Cash flow from financing activities				
Increase/(Decrease) in Borrowing:				
Call loan	(21,269,586)	(1,806,576,012)	2,019,944.39	198,624,552
Re-Purchase agreement (REPO)	-	-	-	-
Other borrowings	-	-	-	-
Share Capital A/c	-	-	-	-
Share Premium A/c	-	-	-	-
Profit transfer to Head Office	(415,154.37)	(35,039,029)	(697,066.27)	(58,239,887)
Net cash from financing activities (C)	(21,684,740.34)	(1,841,615,041)	1,322,878.12	140,384,665
D. Net increase in Cash and Cash Equivalent (A+B+C)	2,048,674.29	173,912,654	(348,119.48)	(28,605,058)
E. Effects of exchange rate changes on cash and cash equivalents	-	(241,652)	-	(36,396)
F. Opening Cash and Cash Equivalent	565,770.35	48,033,903	913,889.83	76,675,357
G. Cash and cash equivalents at end of year (D+E+F)	2,614,444.64	221,704,905	565,770.35	48,033,903



TRUST BANK LIMITED
Off-shore Banking Unit (OBU)
Notes to the Financial Statements
For the year ended 31 December 2020

1 Status of the unit

Off-shore banking Unit ("the Unit") is a separate business unit of Trust Bank Limited, governed under the Rules and Guidelines of Bangladesh Bank. The Bank obtained the Off-shore banking unit permission vide letter no. BRPD(P-3)744(116)/2010-2462 dated 02 June 2010. The Bank commenced the operation of its Off-shore Banking Unit from 24 October 2013 and its office is located at Dilkusha Corporate Branch, Dhaka.

1.1 Principal activities

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

2 Significant accounting policies and basis of preparations

2.1 Basis of preparation

The financial statements are prepared on the basis of a going concern and represent the financial performance and financial position of the Off-shore Banking Unit (OBU). The financial statements of the OBU are prepared in accordance with the Bank Companies Act 1991, in particular, Banking Regulation and Policy Department (BRPD) Circular No. 14 dated 25 June 2003, Bangladesh Bank BCD Circular No. (P) 744(27), dated 17 December, 1985, other Bangladesh Bank Circulars, Bangladesh Financial Reporting Standards (BFRSs) and other rules and regulations where necessary.

2.2 Foreign currency transaction

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

2.3 Cash flow statement

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

2.4 Reporting period

These financial statements of the Unit cover the financial year from 01 January to 31 December, 2020.

2.5 Cash and cash equivalents

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

2.6 Loans and advances

a) Loans and advances are stated in the balance sheet on gross basis.

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

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



6.1	Borrowing From Other Banks				
	Mashreq Bank PSC	-	-	1,521,939	129,212,642
	Noor Bank	-	-	2,040,152	173,208,893
	Standard Chartered Bank	-	-	15,079,926	1,280,285,739
	Habib Bank AG, Zurich, UAE	2,870,758	243,440,299	-	-
	The National Bank Of RAS, Al-Khaimah	5,010,873	424,922,064	10,509,200	892,231,101
		15,763,263	668,362,363	29,151,218	2,474,938,375
7	Deposits and other accounts				
	Customer deposits and other accounts	75,438,938	6,397,221,930	6,090,110	517,050,316
		75,438,938	6,397,221,930	6,090,110	517,050,316
8	Interest income / Profit on Investment				
	Interest on Term Loan (Commercial)	-	-	13539.14	1142703
	Interest on Term Loan (Industrial)	157,291	13,346,141	272,272	22,979,757
	Interest on Loan to Others	-	-	3,792	320,016
			208,560,427		
	Interest On Bill Purchase & Discounting	2,457,990		1,650,090	139,267,566
	Interest on Loan to Branch	103,574	8,788,254	60,490	5,105,357
	Interest Received from FC Deposit	43,389	3,681,580	41,213	3,478,341
		2,762,244	234,376,402	2,041,395	172,293,740
9	Interest / Profit paid on deposits and borrowings etc.				
		1,257,966	106,738,415	284,802	24,037,289
	Interest Paid on Deposit from other Bank				
	Interest Paid on Borrowing from other Bank	792,727	67,262,900	1,313,036	110,820,237
		2,050,693	174,001,315	1,597,838	134,857,526