



FINANCIALS 2021

Independent Auditor's Report

To the Shareholders of The Premier Bank Limited

Report on the Audit of the Consolidated and Separate Financial Statements

Opinion

We have audited the consolidated financial statements of The Premier Bank Limited and its subsidiary (the "Group") as well as the separate financial statements of The Premier Bank Limited (the "Bank"), which comprise the consolidated and separate balance sheets as at 31 December 2021 and the consolidated and separate profit and loss accounts, consolidated and separate statements of changes in equity and consolidated and separate cash flows statement for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the Bank give a true and fair view of the consolidated financial position of the Group and the separate financial position of the Bank as at 31 December 2021, and of its consolidated and separate profit and loss accounts and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note 3.15.

Basis for Opinion

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

Key Audit Matters

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

Risk	Our response to the risk
Measurement of provision for loans and advances	
<p>The process for estimating the provision for loans and advances portfolio associated with credit risk is significant and complex.</p> <p>For the individual analysis, these provisions consider the estimates of future business performance and the market value of collateral provided for credit transactions.</p> <p>For the collective analysis, these provisions are manually processed that deals with voluminous databases, assumptions and calculations for the provision estimates of complex design and implementation.</p>	<p>We tested the design and operating effectiveness of key controls focusing on the following</p> <ul style="list-style-type: none"> • Tested the credit appraisal, loan disbursement procedures, monitoring and provisioning process; • Identification of loss events, including early warning and default warning indicators; • Reviewed quarterly Classification of Loans (CL); <p>Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following:</p>

<p>At year end the Group reported total gross loans and advances of BDT 251.99 billion (2020: BDT 215.22 billion) and provision for loans and advances of BDT 8.54 billion (2020: BDT 7.73 billion).</p> <p>We have focused on the following significant judgements and estimates which could give rise to material misstatement or management bias:</p> <ul style="list-style-type: none"> • Completeness and timing of recognition of loss events in accordance with criteria set out in BRPD circular no 14; • For individually assessed provisions, the measurement of the provision may be dependent on the valuation of collateral, estimates of exit values and the timing of cash flows; <p>Provision measurement is primarily dependent upon key assumptions relating to probability of default, ability to repossess collateral and recovery rates;</p> <p>See note no. 8, 8(a) and 15.1 to the financial statements</p>	<ul style="list-style-type: none"> • Reviewed the adequacy of the Bank's 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; <p>Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.</p>
<p>Valuation of treasury bill and treasury bond</p>	
<p>The classification and measurement of T-Bill and T-Bond require judgment and complex estimates.</p> <p>In the absence of a quoted price in an active market, the fair value of T-Bills and T-Bonds is determined using complex valuation techniques which may take into consideration direct or indirect unobservable market data and complex pricing models which require an elevated level of judgment.</p> <p>At the year end, total reported gross treasury bills and treasury bonds were BDT 46.88 billion (2020: BDT 33.51 billion).</p> <p>See note no. 7.1 to the financial statements</p>	<p>We assessed the processes and controls put in place by the Group to identify and confirm the existence of financial instruments.</p> <p>We obtained an understanding, evaluated the design and tested the operating effectiveness of the key controls over the financial instrument valuation processes, including controls over market data inputs into valuation models, model governance, and valuation adjustments.</p> <p>We tested a sample of the valuation models and the inputs used in those models, using a variety of techniques, including comparing inputs to available market data.</p> <p>Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.</p>
<p>Measurement of deferred tax assets</p>	
<p>The Bank reports net deferred tax assets to totaling BDT 1.26 billion as at 31 December 2021.</p> <p>Significant judgment is required in relation to deferred tax assets as their recoverability is dependent on forecasts of future profitability over a number of years.</p> <p>See note no. 10.1.2.1 to the financial statements</p>	<p>We obtained an understanding, evaluated the design and tested the operational effectiveness of the Group's key controls over the recognition and measurement of DTAs and the assumptions used in estimating the Group's future taxable income.</p> <p>We also assessed the completeness and accuracy of the data used for the estimations of future taxable income.</p> <p>We involved tax specialists to assess key assumptions, controls, recognition and measurement of DTA's.</p> <p>Finally assessed the appropriateness and presentation of disclosures against IAS 12 Income Tax.</p>

Legal and regulatory matters	
<p>We focused on this area because the Bank and its subsidiaries (the “Group”) operates in a legal and regulatory environment that is exposed to significant litigation and similar risks arising from disputes and regulatory proceedings. Such matters are subject to many uncertainties and the outcome may be difficult to predict.</p> <p>These uncertainties inherently affect the amount and timing of potential outflows with respect to the provisions which have been established and other contingent liabilities.</p> <p>Overall, the legal provision represents the Group's best estimate for existing legal matters that have a probable and estimable impact on the Group's financial position.</p>	<p>We obtained an understanding, evaluated the design and tested the operational effectiveness of the Group's key controls over the legal provision and contingencies process.</p> <p>We enquired to those charged with governance to obtain their view on the status of all significant litigation and regulatory matters.</p> <p>We enquired of the Group's internal legal counsel for all significant litigation and regulatory matters and inspected internal notes and reports.</p> <p>We assessed the methodologies on which the provision amounts are based, recalculated the provisions, and tested the completeness and accuracy of the underlying information.</p> <p>We also assessed the Group's provisions and contingent liabilities disclosure.</p>
IT systems and controls	
<p>Our audit procedures have a focus on IT systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls.</p> <p>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>We tested the design and operating effectiveness of the Group's IT access controls over the information systems that are critical to financial reporting. We tested IT general controls (logical access, changes management and aspects of IT operational controls). This included testing that requests for access to systems were appropriately reviewed and authorized. We tested the Group's periodic review of access rights. We inspected requests of changes to systems for appropriate approval and authorization. We considered the control environment relating to various interfaces, configuration and other application layer controls identified as key to our audit.</p> <p>Where deficiencies were identified, we tested compensating controls or performed alternate procedures. In addition, we understood where relevant, changes were made to the IT landscape during the audit period and tested those changes that had a significant impact on financial reporting.</p> <p>CBS integrated reporting capacity enhancement needs under constant cyber security threats are to be evaluated on a day to day basis, and adequate budget allocations are to be ensured.</p>

Other Information

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

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

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

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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

Management is responsible for the preparation of the consolidated financial statements of the Group and also separate financial statements of the Bank in accordance with International Financial Reporting Standards (IFRSs) as explained in note 3.15, and comply with the Banking Company Act, 1991 (as amended up to date), the Companies Act, 1994, the Rules and Regulations issued by the Bangladesh Bank, the Rules and Regulations issued by the Bangladesh Securities and Exchange Commission (BSEC) and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error. The Bank Company Act, 1991 (as amended up to date) and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Bank. The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

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

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

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

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

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

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

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

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

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

Report on other Legal and Regulatory Requirements

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

- i. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- ii. to the extent noted during the course of our audit work performed on the basis stated under the Auditor's' Responsibility section in forming the above opinion on the consolidated financial statements of the Group and the separate financial statements of the Bank and considering the reports of the Management to Bangladesh Bank on anti- fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the financial statements and internal control:
 - a. internal audit, internal control and risk management arrangements of the Group as disclosed in the financial statements appeared to be materially adequate;
 - b. nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Group and its related entities {other than matters disclosed in these financial statements}
- iii. financial statements of Premier Bank Limited subsidiaries namely, Premier Bank Securities Limited have been audited by us and have been properly reflected in the consolidated financial statements;
- iv. in our opinion, proper books of accounts as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books;
- v. the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- vi. the consolidated balance sheet and consolidated profit and loss account of the Group and the separate balance sheet and separate profit and loss account of the Bank together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
- vii. the expenditures were incurred for the purpose of the Bank's business for the year;
- viii. the consolidated financial statements of the Group and the separate financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as related guidance issued by Bangladesh Bank;
- ix. adequate provisions have been made for loan & advances and other assets as mentioned which are in basis for our opinion, doubtful of recovery;
- x. the information and explanations required by us have been received and found satisfactory;
- xi. we have reviewed over 80% of the risk weighted assets of the Bank and spent over 4,400 person hours; and
- xii. Capital to Risk-weighted Asset Ratio (CRAR) as required by Bangladesh Bank has been maintained adequately at balance sheet date.

Place: Dhaka, Bangladesh
Date: 28 March 2022



Md. Shahidul Islam FCA
Engagement Partner
K. M. HASAN & CO.
Chartered Accountants
DVC No: 2103231758AS816177

The Premier Bank Limited

Consolidated Balance Sheet as at 31 December 2021

		Amount in Taka	
	Notes	2021	2020
PROPERTY AND ASSETS			
Cash	4(a)	16,459,601,913	34,287,295,474
In hand (including foreign currencies)	4.1(a)	2,809,049,860	1,908,972,046
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	4.2	13,650,552,053	32,378,323,428
Balance with other banks and financial institutions	5(a)	4,840,045,701	4,338,899,392
In Bangladesh		1,795,388,343	2,436,538,548
Outside Bangladesh		3,044,657,358	1,902,360,844
Money at call on short notice	6	600,000,000	290,000,000
Investments	7(a)	57,409,629,299	40,793,209,271
Government securities	7.1	46,881,030,376	33,512,417,145
Others	7.2(a)	10,528,598,923	7,280,792,126
Loans, advances and lease/ investments	8(a)	251,991,319,739	215,215,934,863
Loans, cash credits, overdrafts, etc.		229,174,159,439	201,091,832,549
Bills purchased and discounted		22,817,160,300	14,124,102,314
Fixed assets including premises, furniture and fixtures	9(a)	3,335,265,181	3,204,492,647
Other assets	10(a)	22,790,758,047	18,483,143,849
Non-banking assets		-	-
Total Assets		357,426,619,880	316,612,975,496
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11(a)	34,725,903,112	26,790,530,656
Non-convertible Subordinated bonds	12	10,000,000,000	10,000,000,000
Premier Bank Perpetual Bond	13	2,000,000,000	-
Deposits and other accounts	14(a)	268,866,141,164	241,791,216,335
Savings / Mudaraba Saving deposits		20,860,458,810	15,729,821,128
Fixed deposits/Mudaraba term deposits		141,808,661,634	124,943,990,991
Current deposits and other accounts		102,397,355,339	97,217,199,460
Bills payable		3,799,665,381	3,900,204,756
Other liabilities	15(a)	19,470,249,662	17,631,317,126
Total Liabilities		335,062,293,938	296,213,064,117
Capital/ Shareholders' Equity			
Paid-up capital	16	10,430,707,270	9,702,983,510
Statutory reserve	17	7,461,553,588	6,372,883,331
Other reserve	18(a)	114,549,753	164,801,224
General Reserve	19	300,000,000	300,000,000
Retained earnings	20(a)	4,057,490,306	3,859,218,383
Non controlling interest	20(b)	25,025	24,931
Total Shareholders' Equity		22,364,325,942	20,399,911,379
Total Liabilities and Shareholders' Equity		357,426,619,880	316,612,975,496

The Premier Bank Limited

Consolidated Balance Sheet as at 31 December 2021

		Amount in Taka	
	Notes	2021	2020
OFF- BALANCE SHEET ITEMS			
Contingent Liabilities		228,259,542,876	163,144,977,150
Acceptances and endorsements		74,363,830,201	45,237,029,918
Letters of guarantee	21.1	61,313,913,077	62,516,753,660
Irrevocable letters of credit		59,465,264,211	35,875,305,850
Bills for collection		33,116,535,387	19,515,887,722
Other contingent liabilities	21.2	-	-
Other commitments		5,940,855,593	1,865,647,800
Documentary credits and short term trade-related transactions		-	-
Forward assets purchase and forward deposits placed	22	5,940,855,593	1,865,647,800
Spot and forward foreign exchange contracts		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total Off-Balance Sheet Items including contingent liabilities:		234,200,398,469	165,010,624,950
Consolidated Net asset value (NAV) per share	42(a)	21.44	19.56

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



Director



Director



Director



Managing Director

Signed in terms of our separate report of even date annexed

Place: Dhaka, Bangladesh
Date: 28 March 2022



MD. Shahidul Islam FCA

Engagement Partner

Enrolment No: 1758

K. M. Hasan & Co.

Chartered Accountants

DVC No: 2203301758AS452290


The Premier Bank Limited

Consolidated Profit and Loss statement For the year ended 31 December 2021

		Amount in Taka	
	Notes	2021	2020
OPERATING INCOME			
Interest income/profit on islamic investments	24(a)	18,055,348,996	18,025,488,852
Interest/profit paid on deposits, borrowings, etc	25(a)	(13,159,510,700)	(14,690,678,246)
Net interest income/ net profit on investments		4,895,838,296	3,334,810,606
Investment income	26(a)	4,760,642,449	5,325,131,507
Commission, exchange and brokerage	27(a)	4,791,069,604	3,579,313,881
Other operating income	28(a)	1,572,819,751	1,198,208,613
		11,124,531,804	10,102,654,001
Total Operating Income (A)		16,020,370,100	13,437,464,607
OPERATING EXPENSES			
Salary and allowances	29(a)	2,733,897,540	2,457,502,390
Rent, taxes, insurance, electricity, etc.	30(a)	1,533,962,803	1,355,374,228
Legal expenses	31(a)	137,751,290	135,019,314
Postage, stamps, telecommunication, etc.	32(a)	126,510,886	99,249,024
Stationery, printing, advertisement, etc.	33(a)	749,107,582	512,910,502
Chief executive's salary and fees	34	17,460,000	15,300,000
Directors' fees	35(a)	4,464,500	4,308,000
Auditors' fee		603,750	453,750
Depreciation and repair of Bank's assets	36(a)	626,885,170	606,716,319
Losses on disposal of subsidiary	37	-	10,000,000
Other expenses	38(a)	1,569,098,773	1,440,790,000
Total Operating Expenses (B)		7,499,742,294	6,637,623,527
Profit before provision (C = A-B)		8,520,627,806	6,799,841,080
Provision for loans & advances	39	1,670,000,000	1,512,970,632
Provision for off-balance sheet items	39	460,000,000	656,393,165
Provision for investment in shares	39.1 (a)	(51,957,410)	(245,562,033)
Other provisions	39.1 (b)	943,940,113	1,183,225,286
Total provision (D)		3,021,982,703	3,107,027,050
Profit before taxation (C-D)		5,498,645,103	3,692,814,030
Provision for taxation			
Current Tax	15.6(aa)	1,848,652,549	1,368,522,294
Deferred tax expense (Income)	10.1.2.1	369,125,970	259,663,358
		2,217,778,519	1,628,185,652
Profit after taxation		3,280,866,584	2,064,628,378
Retained earnings brought forward	20 (a)	3,859,218,383	3,753,773,952
Profit available for appropriation		7,140,084,967	5,818,402,330
Appropriations			
Statutory reserve	17	1,088,670,257	735,090,275
Start-up fund		53,327,611	-
General Reserve	19	-	300,000,000
Issue of bonus shares and Dividend paid	20 (a)	1,940,596,699	924,093,664
Non controlling interest	20 (b)	94	8
		3,082,594,661	1,959,183,947
Retained earnings carried forward		4,057,490,306	3,859,218,383
Earnings per share (EPS)	40 (a)	3.15	1.98

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


Director

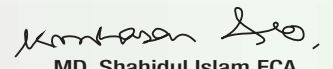

Director


Director


Managing Director

Signed in terms of our separate report of even date annexed

Place: Dhaka, Bangladesh
Date: 28 March 2022


MD. Shahidul Islam FCA
Engagement Partner
Enrolment No: 1758
K. M. Hasan & Co.
Chartered Accountants
DVC No: 2203301758AS452290

The Premier Bank Limited

Consolidated Statement of Changes in Equity For the year ended 31 December 2021

Amount in Taka

Particulars	Equity attributable to shareholder of Premier Bank Ltd.						Non Controlling Interest	Total
	Paid-up capital	Statutory reserve	Other reserve	General Reserve	Retained earnings	Total		
Balance as at 01 January 2021	9,702,983,510	6,372,883,331	164,801,224	300,000,000	3,859,218,383	20,399,886,448	24,931	20,399,911,379
Surplus/deficit on account of revaluation of properties	-	-	-	-	-	(50,251,471)	-	(50,251,471)
Surplus/deficit on account of revaluation of investments	-	-	(50,251,471)	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-	-	-
Net profit for the period ended	-	-	-	-	3,280,866,584	3,280,866,584	-	3,280,866,584
Payment of cash dividend	-	-	-	-	(1,212,872,939)	(1,212,872,939)	-	(1,212,872,939)
Transfer to statutory reserve	-	1,088,670,257	-	-	(1,088,670,257)	-	-	-
Transfer to general and other reserve	-	-	-	-	-	-	-	-
Transfer to start-up fund	-	-	-	-	(53,327,611)	(53,327,611)	-	(53,327,611)
Issue of bonus shares	727,723,760	-	-	-	(727,723,760)	-	-	-
Non controlling interest	-	-	-	-	(94)	(94)	94	-
Balance as at 31 December 2021	10,430,707,270	7,461,553,588	114,549,753	300,000,000	4,057,490,306	22,364,300,917	25,025	22,364,325,942
Balance as at 31 December 2020	9,702,983,510	6,372,883,331	164,801,224	300,000,000	3,859,218,383	20,399,886,448	24,931	20,399,911,379


Director


Director


Director


Managing Director

Place: Dhaka, Bangladesh
Dated: 28 March 2022


The Premier Bank Limited

Consolidated Cash Flow Statement For the period ended 31 December 2021

	Notes	Amount in Taka	
		2021	2020
Cash Flows from Operating Activities			
Interest received in cash		21,403,423,108	22,116,327,756
Interest paid		(13,600,198,086)	(14,892,973,545)
Fee and commission received in cash		2,670,342,193	1,739,705,199
Payments to employees		(2,751,357,540)	(2,472,802,390)
Payments to suppliers		(843,388,871)	(617,485,706)
Income taxes paid		(2,097,251,776)	(2,406,975,027)
Receipts from other operating activities		1,572,819,751	1,198,208,613
Payments for other operating activities		(3,373,010,844)	(3,035,813,158)
Cash generated from operating activities before changes in operating assets and liabilities		2,981,377,935	1,628,191,742
Increase/decrease in operating assets and liabilities			
Loans and advances to customers		(37,641,773,908)	(24,311,460,124)
Other assets		(3,568,970,612)	(3,726,442,796)
Borrowings from other banks		7,935,372,456	13,255,072,209
Deposits from customers		27,515,612,215	33,034,842,818
Other liabilities		183,409,263	958,244,657
		(5,576,350,586)	19,210,256,764
Net cash from operating activities (A)		(2,594,972,651)	20,838,448,506
Cash Flows from Investing Activities			
Purchase/sale of trading securities, shares, bonds, etc.		(3,247,806,797)	(731,507,912)
Purchase of property, plant and equipment		(662,757,574)	(254,712,731)
Net cash used in investing activities (B)		(3,910,564,371)	(986,220,643)
Cash Flows from Financing Activities			
Dividend paid		(1,212,872,939)	(462,046,834)
Issue of perpetual bond		2,000,000,000	-
Issue of non-convertible variable coupon rate bond		-	1,000,000,000
Net cash from financing activities (C)		787,127,061	537,953,166
Net increase in cash (A+B+C)		(5,718,409,961)	20,390,181,029
Effects of exchange rate changes on cash and cash equivalents		2,120,727,411	1,839,608,682
Cash and cash equivalents at the beginning of the year		72,363,303,224	50,133,513,513
Cash and cash equivalents for the period ended (*)		68,765,620,674	72,363,303,224
(*) Cash and cash equivalents at the end of the period:			
Cash in hand (including foreign currencies)	4.1(a)	2,809,049,860	1,908,972,046
Investments in government securities		46,865,973,060	33,447,108,358
Money at call on short notice	6	600,000,000	290,000,000
Balance with Bangladesh Bank and its agent bank(s)	4.2	13,650,552,053	32,378,323,428
Balance with other banks and financial institutions	5(a)	4,840,045,701	4,338,899,392
		68,765,620,674	72,363,303,224
Net operating cash flow per share (NOCFPS)	41 (a)	(2.49)	19.98

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


Director


Director


Director


Managing Director

Place: Dhaka, Bangladesh
Dated: 28 March 2022

The Premier Bank Limited

Consolidated Statement of Liquidity Analysis (Maturity of Assets and Liabilities) As at 31 December 2021

Particulars	Amount in Taka				
	Up to 1 month's maturity	1-3 months' maturity	3-12 months' maturity	1-5 years' maturity	More than 5 years' maturity
Assets					Total
Cash	6,082,501,913	-	-	-	16,459,601,913
Balance with other banks and financial institutions	4,103,145,701	736,900,000	-	-	4,840,045,701
Money at call on short notice	600,000,000	-	-	-	600,000,000
Investments	2,624,400,000	1,574,100,000	8,291,521,054	16,674,100,000	57,409,629,299
Loans and advances	52,047,142,527	37,129,271,735	55,214,297,462	58,383,600,000	251,991,319,739
Fixed assets including premises, furniture and fixtures	-	-	433,163,252	1,767,593,341	3,335,265,181
Other assets	3,249,537,428	3,249,537,428	7,790,456,444	6,001,246,747	22,790,758,047
Non-banking assets	-	-	-	-	-
Total Assets (A)	68,706,727,569	42,689,809,163	71,729,438,212	82,826,540,088	357,426,619,880
Liabilities					
Borrowings from Bangladesh Bank, other banks, financial institutions and agents	3,091,293,704	8,448,194,105	13,540,594,105	9,645,821,198	34,725,903,112
Non-convertible Subordinated bonds	-	-	2,000,000,000	3,000,000,000	10,000,000,000
Premier Bank Perpetual Bond	-	-	-	-	2,000,000,000
Deposits and other accounts	19,150,200,138	69,882,342,234	122,329,388,959	44,776,300,239	268,866,141,164
Provision and other liabilities	2,572,092,305	3,894,700,051	4,283,771,218	4,746,423,568	19,470,249,662
Total Liabilities (B)	24,813,586,147	82,225,236,390	142,153,754,282	62,168,545,005	335,062,293,938
Net Liquidity Excess/(Shortage) (C=A-B)	43,893,141,422	(39,535,427,227)	(70,424,316,070)	20,657,995,083	22,364,325,942



Director



Director



Director



Managing Director

Place: Dhaka, Bangladesh
Dated: 28 March 2022

The Premier Bank Limited

Balance Sheet as at 31 December 2021

		Amount in Taka	
	Notes	2021	2020
PROPERTY AND ASSETS			
Cash	4	16,459,278,343	34,287,250,036
In hand (including foreign currencies)	4.1	2,808,726,290	1,908,926,608
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	4.2	13,650,552,053	32,378,323,428
Balance with other banks and financial institutions	5	4,727,660,107	3,993,720,437
In Bangladesh	5.1	1,683,002,749	2,091,359,593
Outside Bangladesh	5.2	3,044,657,358	1,902,360,844
Money at call on short notice	6	600,000,000	290,000,000
Investments	7	56,603,121,054	40,021,075,117
Government securities	7.1	46,881,030,376	33,512,417,145
Others	7.2	9,722,090,678	6,508,657,972
Loans, advances and lease/ investments	8	249,829,580,581	213,204,682,073
Loans, cash credits, overdrafts, etc.	8.1.1	227,012,420,281	199,080,579,759
Bills purchased and discounted	8.1.2	22,817,160,300	14,124,102,314
Fixed assets including premises, furniture and fixtures	9	3,332,025,016	3,201,151,684
Other assets	10	25,023,315,167	20,725,314,065
Non-banking assets		-	-
Total Assets		356,574,980,268	315,723,193,412
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	11	34,725,903,112	26,790,530,656
Non-convertible Subordinated bonds	12	10,000,000,000	10,000,000,000
Premier Bank Perpetual Bond	13	2,000,000,000	-
Deposits and other accounts	14	268,803,053,082	241,630,242,769
Savings / Mudaraba Saving deposits		20,860,458,810	15,729,821,128
Fixed deposits/Mudaraba term deposits		141,808,661,634	124,943,990,991
Current deposits and other accounts		102,334,267,257	97,056,225,894
Bills payable		3,799,665,381	3,900,204,756
Other liabilities	15	18,851,987,343	17,061,056,549
Total Liabilities		334,380,943,537	295,481,829,974
Capital/ Shareholders' Equity			
Paid-up capital	16	10,430,707,270	9,702,983,510
Statutory reserve	17	7,461,553,588	6,372,883,331
Other reserve	18	56,980,205	107,231,676
General Reserve	19	300,000,000	300,000,000
Retained earnings	20	3,944,795,668	3,758,264,921
Total Shareholders' Equity		22,194,036,731	20,241,363,438
Total Liabilities and Shareholders' Equity		356,574,980,268	315,723,193,412

The Premier Bank Limited

Balance Sheet as at 31 December 2021

		Amount in Taka	
	Notes	2021	2020
OFF- BALANCE SHEET ITEMS			
Contingent Liabilities		228,259,542,876	163,144,977,150
Acceptances and endorsements		74,363,830,201	45,237,029,918
Letters of guarantee	21.1	61,313,913,077	62,516,753,660
Irrevocable letters of credit		59,465,264,211	35,875,305,850
Bills for collection		33,116,535,387	19,515,887,722
Other contingent liabilities	21.2	-	-
Other commitments		5,940,855,593	1,865,647,800
Documentary credits and short term trade-related transactions		-	-
Forward assets purchase and forward deposits placed	22	5,940,855,593	1,865,647,800
Spot and forward foreign exchange contracts		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total Off-Balance Sheet Items including contingent liabilities:		234,200,398,469	165,010,624,950
Net asset value (NAV) per share		21.28	19.41

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



Director



Director



Director



Managing Director

Signed as per our annexed report of even date

Place: Dhaka, Bangladesh

Dated: 28 March 2022



MD. Shahidul Islam FCA

Engagement Partner

Enrolment No: 1758

K. M. Hasan & Co.

Chartered Accountants

DVC No: 2203301758AS452290

The Premier Bank Limited

Profit and Loss Statement For the year ended 31 December 2021

		Amount in Taka	
	Notes	2021	2020
OPERATING INCOME			
Interest income/profit on Islamic investments	24	17,967,682,583	17,881,287,579
Interest/profit paid on deposits, borrowings, etc.	25	(13,159,510,700)	(14,690,678,246)
Net interest income/ net profit on investments		4,808,171,883	3,190,609,333
Investment income	26	4,710,585,767	5,309,092,376
Commission, exchange and brokerage	27	4,566,316,225	3,484,667,597
Other operating income	28	1,559,085,448	1,191,267,897
		10,835,987,440	9,985,027,870
Total Operating Income (A)		15,644,159,323	13,175,637,203
OPERATING EXPENSES			
Salary and allowances	29	2,700,561,533	2,427,036,157
Rent, taxes, insurance, electricity, etc.	30	1,381,651,905	1,180,461,090
Legal expenses	31	137,751,290	134,513,314
Postage, stamps, telecommunication, etc.	32	125,252,002	97,778,380
Stationery, printing, advertisement, etc.	33	748,548,230	512,703,526
Chief executive's salary and fees	34	17,460,000	15,300,000
Directors' fees	35	4,352,000	4,208,000
Auditors' fee		517,500	345,000
Depreciation and repair of Bank's assets	36	626,075,128	606,078,625
Losses on disposal of subsidiary	37	-	10,000,000
Other expenses	38	1,514,825,468	1,404,734,685
		7,256,995,056	6,393,158,777
Total Operating Expenses (B)		7,256,995,056	6,393,158,777
Profit before provision (C = A-B)		8,387,164,267	6,782,478,426
Provision for loans & advances	39	1,670,000,000	1,512,970,632
Provision for off-balance sheet items	39	460,000,000	656,393,165
Provision for investment in shares	39	(87,558,429)	(245,562,033)
Other provision	39	901,371,412	1,183,225,286
		2,943,812,983	3,107,027,050
Total provision (D)		2,943,812,983	3,107,027,050
Profit before taxation (C-D)		5,443,351,284	3,675,451,376
Provision for taxation			
Current tax	15.6	1,805,100,000	1,352,152,201
Deferred tax expense (Income)	10.1.2.1	369,125,970	259,663,358
		2,174,225,970	1,611,815,559
Profit after taxation		3,269,125,314	2,063,635,817
Retained earnings brought forward	20	3,758,264,921	3,653,813,043
Profit available for appropriation		7,027,390,235	5,717,448,860
Appropriations			
Statutory reserve	17	1,088,670,257	735,090,275
Start-up fund		53,327,611	-
General Reserve	19	-	300,000,000
Issue of bonus shares and Dividend paid	20	1,940,596,699	924,093,664
		3,082,594,567	1,959,183,939
Retained earnings carried forward		3,944,795,668	3,758,264,921
Earnings per share (EPS)	40	3.13	1.98

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



Director



Director



Director



Managing Director

Signed as per our annexed report of even date



MD. Shahidul Islam FCA

Engagement Partner

Enrolment No: 1758

K. M. Hasan & Co.

Chartered Accountants

DVC No: 2203301758AS452290

Place: Dhaka, Bangladesh

Date: 28 March 2022

The Premier Bank Limited

Statement of Changes in Equity For the period ended 31 December 2021

Particulars	Amount in Taka				
	Paid-up capital	Statutory reserve	Other reserve	General reserve	Retained earnings
Balance as at 01 January 2021	9,702,983,510	6,372,883,331	107,231,676	300,000,000	3,758,264,921
Surplus/deficit on account of revaluation of properties	-	-	-	-	-
Surplus/deficit on account of revaluation of investments	-	-	(50,251,471)	-	(50,251,471)
Currency translation differences	-	-	-	-	-
Adjustment of deferred tax income	-	-	-	-	-
Net gains and losses not recognised in the Profit and Loss Statement	-	-	-	-	-
Net profit for the year	-	-	-	-	-
Payment of cash dividend	-	-	-	-	3,269,125,314
Transfer to start-up fund	-	-	-	-	(1,212,872,939)
Transfer to statutory reserve	-	-	-	-	(53,327,611)
Transfer to general reserve	-	1,088,670,257	-	-	(1,088,670,257)
Issue of bonus shares	727,723,760	-	-	-	(727,723,760)
New issue of shares through RPO	-	-	-	-	-
Balance as at 31 December 2021	10,430,707,270	7,461,553,588	56,980,205	300,000,000	3,944,795,668
Balance as at 31 December 2020	9,702,983,510	6,372,883,331	107,231,676	300,000,000	3,758,264,921
					20,241,363,438



Director



Director



Director



Managing Director


Place: Dhaka, Bangladesh
Dated: 28 March 2022

The Premier Bank Limited

Cash Flow Statement For the year ended 31 December 2021

	Notes	Amount in Taka	
		2021	2020
Cash Flows from Operating Activities			
Interest received in cash		21,265,700,013	21,956,087,352
Interest paid		(13,600,198,086)	(14,892,973,545)
Fee and commission received in cash		2,445,588,814	1,645,058,915
Payments to employees		(2,718,021,533)	(2,442,336,157)
Payments to suppliers		(842,829,519)	(617,278,730)
Income taxes paid		(2,059,275,162)	(2,406,975,027)
Receipts from other operating activities		1,559,085,448	1,191,267,897
Payments for other operating activities		(3,164,969,007)	(2,822,659,311)
Cash generated from operating activities before changes in operating assets and liabilities		2,885,080,968	1,610,191,394
Increase/decrease in operating assets and liabilities			
Loans and advances to customers		(37,491,287,540)	(24,488,312,039)
Other assets		(3,597,334,130)	(3,703,858,759)
Deposits from other banks		7,935,372,456	13,255,072,209
Deposits from customers		27,613,497,699	32,810,177,820
Other liabilities		257,129,789	1,042,684,368
		(5,282,621,726)	18,915,763,599
Net cash from operating activities (A)		(2,397,540,758)	20,525,954,993
Cash Flows from Investing Activities			
Purchase/sale of trading securities, shares, bonds, etc.		(3,213,432,706)	(750,000,000)
Purchase of property, plant and equipment		(662,048,329)	(254,329,166)
Net cash used in investing activities (B)		(3,875,481,035)	(1,004,329,166)
Cash Flows from Financing Activities			
Dividend paid		(1,212,872,939)	(462,046,834)
Issue of perpetual bond		2,000,000,000	-
Issue of non- convertible variable coupon rate bond		-	1,000,000,000
Net cash from financing activities (C)		787,127,061	537,953,166
Net increase in cash (A+B+C)		(5,485,894,732)	20,059,578,993
Effects of exchange rate changes on cash and cash equivalents		2,120,727,411	1,839,608,682
Cash and cash equivalents at beginning of the year		72,018,078,831	50,118,891,156
Cash and cash equivalents at the end of the year (*)		68,652,911,510	72,018,078,831
(*) Cash and cash equivalents at the end of the year:			
Cash in hand (including foreign currencies)	4.1	2,808,726,290	1,908,926,608
Investments in government securities		46,865,973,060	33,447,108,358
Money at call on short notice	6	600,000,000	290,000,000
Balance with Bangladesh Bank and its agent bank(s)	4.2	13,650,552,053	32,378,323,428
Balance with other banks and financial institutions	5	4,727,660,107	3,993,720,437
		68,652,911,510	72,018,078,831
Net operating cash flow per share (NOCFPS)	41	(2.30)	19.68


Director


Director


Director


Managing Director

Place: Dhaka, Bangladesh
Dated: 28 March 2022

The Premier Bank Limited

Statement of Liquidity Analysis (Maturity of Assets and Liabilities) As at 31 December 2021

Particulars	Amount in Taka				
	Up to 1 month's maturity	1-3 months' maturity	3-12 months' maturity	1-5 years' maturity	More than 5 years' maturity
Assets					Total
Cash	6,082,178,343	-	-	-	16,459,278,343
Balance with other banks and financial institutions	3,990,760,107	736,900,000	-	-	4,727,660,107
Money at call on short notice	600,000,000	-	-	-	600,000,000
Investments	2,624,400,000	1,574,100,000	8,291,521,054	16,674,100,000	56,603,121,054
Loans and advances	49,885,403,369	37,129,271,735	55,214,297,462	58,383,600,000	249,829,580,581
Fixed assets including premises, furniture and fixtures	-	-	433,163,252	1,765,973,258	3,332,025,016
Other assets	3,807,676,708	3,807,676,708	8,348,595,725	6,559,386,026	25,023,315,167
Non-banking assets	-	-	-	-	-
Total Assets (A)	66,990,418,527	43,247,948,443	72,287,577,493	83,383,059,284	356,574,980,268
Liabilities					
Borrowings from Bangladesh Bank, other banks, financial institutions and agents	3,091,293,704	8,448,194,105	13,540,594,105	9,645,821,198	34,725,903,112
Non-convertible Subordinated bonds	-	-	2,000,000,000	3,000,000,000	5,000,000,000
Premier Bank Perpetual Bond	-	-	-	-	2,000,000,000
Deposits and other accounts	19,087,112,057	69,882,342,234	122,329,388,958	44,776,300,239	268,803,053,082
Provision and other liabilities	2,448,439,841	3,771,047,587	4,160,118,755	4,622,771,104	18,851,987,343
Total Liabilities (B)	24,626,845,602	82,101,583,926	142,030,101,818	62,044,892,541	334,380,943,537
Net Liquidity Excess/(Shortage) (C=A-B)	42,363,572,925	(38,853,635,483)	(69,742,524,325)	21,338,166,743	22,194,036,731



Director



Director



Director



Managing Director

Place: Dhaka, Bangladesh
Dated: 28 March 2022

The Premier Bank Limited

Notes to the Financial Statements For the year ended 31 December 2021

1 The Bank and its activities

1.1 The Premier Bank Limited

The Premier Bank Limited ("the Bank") is one of the third generation private commercial banks incorporated in Bangladesh on 10 June, 1999 as a public company limited by shares under the Companies Act, 1994, governed by the Banking Companies Act, 1991. The Bank went for public issue of its share by initial public offering in 2007 and its share is listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited. The Registered office of the company is located at Iqbal center, 42 Kemal Ataturk Avenue, Banani, Dhaka-1213, Bangladesh.

At present the Bank has 123 branches including 12 SME Service Centers/Agricultural Branches, 37 Sub-Branches and 100 own ATM booths with no overseas branch. The Bank has one subsidiary companies namely, Premier Bank Securities Limited. The Bank also operates one Offshore Banking Unit (OBU) after obtaining its license from Bangladesh Bank on 10 November, 2009.

1.2 Principal activities

The principal activities of the Bank are to provide all kinds of conventional and Islamic commercial banking services to its customers which includes deposit, loans and advances, export & import financing, local and international remittance facility etc. through its branches, Islamic windows, SME centers, and vibrant alternative delivery channels (ATM booths, mobile banking, internet banking, Fast Track, Agent Banking) in Bangladesh.

1.3 Islamic Banking Unit

The Bank obtained permission from Bangladesh Bank to operate Islamic Banking Unit vide Bangladesh Bank's letter no. BRPD(P-3)745(53)/2008-4804 dated 17 December, 2008. The Bank commenced operation of this Unit from 24 December 2008. The Islamic Banking Unit is governed under the rules and regulations of Bangladesh Bank. Out of the 123 branches, 2 branches are designated Islamic Banking branch complying with the rules of Islamic Shariah, the modus operandi of which is substantially different from other branches run on commercial conventional basis.

Moreover, The Premier Bank opened islamic windows in different branches to facilitate the customers for doing transactions in Islamic module.

1.4 Offshore Banking Units

The Bank obtained two off-shore banking units permission from Bangladesh Bank vide its letter no. BRPD (P-3)744(102)/2009-4138 dated 10 November, 2009 in Dhaka Export Processing Zone and Chittagong Export Processing Zone. Operation of these units commenced from 07 December, 2009 from the Bank's Head Office. Presently, one unit is operating at full-fledged from Banani Branch premises from July 2011. Off-shore banking unit is governed under the rules and regulations of Bangladesh Bank.

1.5 Agent Banking

The Bank obtained permission from Bangladesh Bank on July 13, 2017 vide reference no BRPD (P-3) 745 (47)/2017-4316 to start the operation of Agent Banking and subsequently started its commercial operation on October 12, 2017. Till December 31, 2021 there are 100 agent outlets launched around the country. The services that are currently being offered includes- Account Opening (Savings), Cash deposit & withdrawal (Agent Banking A/C), Cash Deposit in Branch A/C, Inward foreign remittance disbursement, Transfer of funds, Payment of salaries, Generation and issuance of bank statements etc.

1.6 The Bank has 01(One) operational subsidiary with following details as presented in note

1.6 (a) Premier Bank Securities Limited

Premier Bank Securities Limited, a majority owned subsidiary company of The Premier Bank Limited was incorporated as a private company limited by share in Bangladesh on 23 June, 2010 bearing certificate of incorporation no. C-85332/10 under the Companies Act, 1994 having its registered office at Iqbal Centre (3rd Floor), 42 Kemal Ataturk Avenue, Banani, Dhaka-1213, Bangladesh. which commenced its business from 17th April, 2011.

2 Basis of preparation of financial statements & Significant accounting policies

2.1 Statement of Compliance

The financial statements of the Bank have been prepared in accordance with the "First Schedule (Section 38) of the Bank Company Act 1991 (amended upto 2018), BRPD circular no. 14 dated 25, June 2003, other Bangladesh Bank Circulars, International Financial Reporting Standards (IFRSs), International Accounting Standards (IAS), and Financial Reporting Act (FRA) 2015 and the standards set by the Financial Reporting Council (FRC). In addition to this, the bank complied with the requirement of the following regulatory and legal authorities:

- i. Bank Company Act, 1991 (amended upto 2018)
- ii. Companies Act, 1994 (amended upto 2020)
- iii. Rules, regulations and circulars issued by the Bangladesh Bank from time to time
- iv. The Securities and Exchange Ordinance, 1969
- v. The Securities and Exchange Rules, 2020
- vi. Bangladesh Securities and Exchange Commission (Public Issues) Rules, 2015
- vii. Income Tax Ordinance and Rules, 1984
- viii. Value Added Tax Act, 1991
- ix. Dhaka Stock Exchange (DSE), Chittagong Stock Exchange (CSE) and Central Depository Bangladesh (CDBL) rules and regulations.

2.2 Departures from IFRS

The consolidated financial statements of the Group and the Separate financial statements of the Bank as at and for the year ended 31 December, 2021 have been prepared under the historical cost convention except investments and in accordance with the "First Schedule" (section 38) of the Bank Companies Act 1991, as amended by Bangladesh Bank (the Central Bank of Bangladesh) through BRPD Circular No. 14 dated 25 June 2003, other Bangladesh Bank Circulars, International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Securities and Exchange Rules 2020, Dhaka and Chittagong Stock Exchange's listing regulations. In case any requirement of provisions and circulars issued by Bangladesh Bank differs with those of other regulatory authorities, the provisions and circulars issued by Bangladesh Bank shall prevail.

As such the Group and the Bank has departed from those contradictory requirements of IFRSs in order to comply with the rules and regulations of Bangladesh Bank which are disclosed below:

i) Presentation of financial statements

IFRS: As per IAS 1, a complete set of financial statements comprises a statement of financial position, a statement of profit or loss and other Comprehensive income, a statement of changes in equity, a statement of cash flows, notes comprising a summary of significant accounting policies and other explanatory information and comparative information. IAS 1 has also stated the entity to disclose assets and liabilities under current and Non-current classification separately in its statement of financial position.

Bangladesh Bank: A format of financial statements (i.e. balance sheet, profit and loss statement, cash flows statement, statement of changes in equity, liquidity statement) prescribed in the "First Schedule" of section 38 of the Bank Company Act 1991 (amended up to 2018) and BRPD circular no. 14 dated 25 June 2003 of Bangladesh Bank. Assets and liabilities not classified under current and non-current heading in the prescribed format of financial statements.

ii) Investment in shares and Securities

IFRS: As per requirements of IFRS, investment in shares and securities generally falls either under "at fair value through profit and loss account" or under "available for sale" where any change in the fair value (as measured in accordance with IFRS 13) at the year-end is taken to profit and loss account or revaluation reserve respectively.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003, investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited balance sheet respectively. Provision should be made for any loss arising from diminution in value of investment; otherwise investments are recognized at costs.

iii) Revaluation gain/loss on Government securities

IFRS: As per requirement of IFRS where securities T-bills and T-bonds will fall under the category of "held for trading", any change in the fair value of held for trading assets is recognized through profit and loss account.

Securities T-bills designated as held to maturity are measured at amortized cost method and interest income is recognized through the profit & loss account.

Bangladesh Bank: HFT securities are revalued on the basis of mark to market and at 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 reserve as a part of equity.

iv) **Provision for loans and advances**

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

Bangladesh Bank: As per Bangladesh Bank BRPD Circular no.14 dated 23 September 2012, BRPD Circular no. 5 dated 29 May 2013, BRPD Circular no. 8 dated 02 August 2015, BRPD 12 dated 20 August 2017, BRPD 15 dated 27 September 2017, BRPD Circular no.01 dated 20 February 2018, BRPD Circular no.03 dated 21 April 2019, BRPD Circular No.16 dated 21 July 2020 and BRPD Circular No. 07 dated 19 March 2020, BRPD Circular no. 52 dated 20 October 2020, BRPD Circular No.50 dated 14 December 2021, BRPD Circular No.51 & 52 dated 29 December 2021 and BRPD Circular No.53 dated 30 December 2021 provision have been calculated and maintained. Such provision policies are not specifically in line with those prescribed by IFRS.

v) **Recognition of interest in suspense**

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

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

vi) **Other comprehensive income**

IFRS: As per IAS 1 Other Comprehensive Income is a component of financial statements or the elements of Other Comprehensive Income are to be included in a Single Comprehensive Income Statement.

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

vii) **Financial instruments - presentation and disclosure**

In several cases Bangladesh Bank guidelines categorize, recognize, measure and present financial instruments differently from those prescribed in IFRS. As such some disclosure and presentation requirements of IFRS 7 and IAS 32 could not be met in the accounts.

viii) **Repo transactions**

IFRS: 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 accounted for as a deposit, and the underlying asset continues to be recognized in the entity's financial statements. This transaction will be treated as loan and the difference between selling price and repurchase price will be treated as interest expense.

Bangladesh Bank: As per BRPD guidelines, 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 sales transactions and the financial assets are derecognized in the seller's book and recognized in the buyer's book.

ix) **Financial guarantees**

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

Bangladesh Bank: As per BRPD 14/2003, financial guarantees such as L/C, L/G will be treated as Off-Balance Sheet items. No liability is recognized for the guarantee except the cash margin.

x) **Cash and cash equivalent**

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, Prize bond are not shown as cash and cash equivalent. Money at call and on short notice presented on the face of the balance sheet, and Treasury bills, Prize bonds are shown in Investments.

xi) Non-banking asset

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

Bangladesh Bank: As per BRPD 14/2003, there must exist a face item named Non-banking asset.

xii) Cash flow statement

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

Bangladesh Bank: As per BRPD 14/2003, cash flow is the mixture of direct and indirect method.

xiii) Balance with Bangladesh Bank: (CRR)

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

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

xiv) Presentation of intangible asset

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

Bangladesh Bank: There is no requirement for regulation of intangible assets in BRPD 14/2003.

xv) Off-balance sheet items

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

Bangladesh Bank: As per BRPD 14/2003, off balance sheet items (e.g. Letter of credit, Letter of guarantee etc.) must be disclosed separately in face of balance sheet.

xvi) Disclosure of appropriation of profit

IFRS: There is no requirement to show appropriation of profit in the face of statement of comprehensive income.

Bangladesh Bank: As per BRPD 14/2003, an appropriation of profit should be disclosed in the face of profit and loss account.

xvii) Loans and advance net off provision

IFRS: Loans and advances should be presented net off provisions.

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

xviii) Recovery of written off loans

IFRS: As per IAS 1 an entity shall not offset assets and liabilities or income and expenses, unless required or permitted by an IFRS. Again recovery of written off loans should be charged to profit & loss account as per IFRS 15 "Revenue from Contracts with Customers".

Bangladesh Bank: As per BRPD 14, recoveries of amount previously written off should be adjusted with the specific provision for loans and advances.

The financial statements of the Islamic banking branches have also been prepared as per Bank Companies Act 1991, IFRSs and other prevailing laws and regulations applicable in Bangladesh.

2.3 Basis of measurement

These financial statements of the Bank are prepared on the basis of historical cost except for investment in shares and treasury bills and treasury bonds which have been "Marked to market" in accordance with the DOS Circular 05 (28 January 2009) and represent the financial performance and financial position of the branches in operation within Bangladesh.

2.4 Use of estimates and judgment and changes of estimate

The preparation of financial statements 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. Revision to accounting estimates are recognized prospectively. Changes in estimate has been applied with IAS-8.

Impairment losses on loans and advances

In addition to the provision made for loans and advances based on the guidance of Bangladesh Bank, the bank reviews its loans and advances portfolio on a monthly basis to assess whether a further allowance for impairment should be provided in the income statement. Judgements by the management is required in the estimation of these amounts, and such estimations are based on assumptions about a number of factors, though actual results may differ, resulting in future changes to the provisions.

2.5 Islamic banking

The Bank operates Islamic banking in 2 designated branches and Islamic window indifferent branches in compliance with the rules of Islamic Shariah. The Financial Statements of the branches have also been prepared as per International Financial Reporting Standards and Bangladesh Bank circular. A separate balance sheet and profit and loss account are shown in Annexure-I and figures under different heads appearing in the annexure have been converted into relevant heads of accounts under conventional banking for consolidation and incorporation.

2.6 Basis of Consolidation

The consolidated financial statements have been prepared in accordance with International Accounting Standards; International Financial Reporting Standards (IFRS) 10: Consolidated Financial Statements, for the year than ended 31 December 2021.

The financial statements include the main operation of The Premier Bank Ltd and its two business units namely, Islamic banking Unit and Offshore Banking Unit operating in Bangladesh.

The consolidated financial statements include the financial statements of The Premier Bank Limited and its subsidiary which consists of Premier Bank Securities Limited up to the end of the financial year."

2.6.1 Basis of Consolidation

Intra-group balances, income and expenses (except for foreign currency transaction gains or losses) arising from intra-group transactions, are eliminated in preparing the consolidated financial statements. Unrealized losses are eliminated in the same way as unrealized gains, but only to the extent that there is no evidence of impairment.

2.6.2 Non-controlling interest

For each business combination, the Group elects to measure any non-controlling interests in the acquire either:

- a) at fair value; or
- b) at their proportionate share of the acquirer's identifiable net assets, which are generally at fair value.

Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as transactions with owners in their capacity as owners. Adjustments to non-controlling interests are based on a proportionate amount of the net assets of the subsidiary.

Subsidiaries are the entities controlled by the Group. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

2.7 Foreign currency transactions

2.7.a Functional and presentation currencies

Items included in the financial statements of the Bank are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements of the Bank are presented in Bangladesh Taka (BDT) which is the Bank's functional and presentation currency. Functional currency for Off-shore banking unit is US Dollar and for Premier money transfer company limited is UK pound sterling. Except as indicated, financial information have been rounded off to the nearest Taka.

2.7.b Foreign currency transactions

- (a) According to IAS 21 "The Effects of Changes in Foreign Exchange Rates" transactions in foreign currencies are recorded in the functional currency at the rate of exchange prevailing on the date of the transactions.
- (b) Assets and liabilities in foreign currencies as at 31 December, 2021 have been converted into Taka currency at the average of the prevailing buying and selling rates of the relevant foreign currencies at that date except "balances with other banks and financial institution" which have been converted as per directives of Bangladesh Bank vide its circular no. BRPD (R) 717/2004-959 dated 21 November, 2004.
- (c) Differences arising through buying and selling transactions of foreign currencies on different dates of the Year have been adjusted by debiting /crediting exchange gain or loss account in the Profit and Loss Statement.

2.7.c Commitments

Commitments for outstanding forward foreign exchange contracts disclosed in the financial statements have been translated at contracted rates. Contingent liabilities/ commitments for letter of credit, letter of guarantee and acceptance denominated in foreign currencies have been expressed in Taka currency at the rate of notional rate.

2.7.d Translation gain/ losses

Gains/ losses arising out of translation of foreign exchange have been included in the profit and loss statement, except those arising on the translation of net investment in foreign subsidiaries.

2.7.e Foreign operation

As per IAS 21 "The Effect of changes in foreign exchange rates" the result of financial statements of any foreign operation (Off shore Banking Unit) whose functional currency is not Bangladesh taka are translated into Bangladesh taka as follows:

- i. Asset and Liabilities for each statement of Balance sheet have been translated at closing rate on the date of the Balance sheet.
- ii. Income and expenditure for profit and Loss statement have been translated at average rate.
- iii. All resulting exchange difference have been recognized as a separate components of equity.

2.8 Statement of Cash flows

Generally statement of cash flows is prepared in accordance with IAS 7: "Statement of cash flows"; however, Statement of Cash Flows are prepared and presented for the Banks under direct method as per guidelines of BRPD circular no. 14 dated 25 June, 2003 issued by Bangladesh Bank.

2.9 Liquidity statement

The liquidity statement has been prepared in accordance with the remaining maturity grouping of the value of the assets and liabilities as on 31 December 2021 and under the guidelines of Bangladesh Bank BRPD Circular No.14 dated 25 June 2003.

2.10 Reporting period

These financial statements cover one calendar year from 01 January, 2021 to 31 December, 2021.

2.11 Going Concern

The accompanying financial statements have been prepared on a going concern assumption that the Bank will continue in operation over the foreseeable future. The Bank has neither any intention nor any legal or regulatory compulsion to liquidate or curtail materially the scale of any of its operations. Key financial parameters (including liquidity, profitability, asset quality, provision, provision sufficiency and capital adequacy) of the bank continued to demonstrate a healthy trend for a couple of years. The management does not see any issue with respect to going concern due to recent pandemic COVID-19. Besides, the management is not aware of any other material uncertainties that may cast significant doubt upon the bank's ability to continue as going concern.

3 Significant Accounting Policies

The accounting policy set out below have applied consistently to all the periods presented in the financial statements and have been applied consistently by the bank. Any changes in accounting policy are dealt with as per IAS 8: Accounting policies, changes in accounting estimate and errors.

3.1 Assets and basis of their valuation**3.1.1 Cash and cash equivalent**

Cash and cash equivalent includes cash in hand, balance with Bangladesh Bank and its agent Bank, balance with other Banks and financial institution, money at call on short notice.

3.1.2 Investment

Investment in securities (bills and bonds) are initially recognized at purchased price excluding commission and accrued coupon interest. Investments are segregated in two broad categories i.e. held to maturity (HTM) and held for trading (HFT) and prize bonds.

3.1.2.a Held to Maturity (HTM)

Securities that a firm has intention to hold until maturity. Thereof these are reported at amortized cost and which is not affected by the market fluctuation.

3.1.2.b Held for trading (HFT)

Securities that a firm has intention to sell in order to generate profit. HFT securities are revalued at market price.

3.1.2.c Revaluation of bond

As per Bangladesh Bank DOS circular letter no. 5 dated 28 January 2009, HFT securities are revalued each week using Marked to market concept and HTM securities are amortized once a year according to Bangladesh Bank guideline. The HTM securities are also revalued if these are reclassified to HFT category with the Board approval.

Value of Investment has been enumerated as follows:

Items	Applicable accounting value
Government Treasury Bills & Bonds (HTM)	At present value (applying amortization concept)
Government Treasury Bills & Bonds (HFT)	At present value (applying marked to market concept)
Prize Bonds	At cost
Unquoted Shares	At cost
Quoted Shares	At cost

3.1.3 Investment in quoted shares

Investment in quoted shares are bought and held primarily for the purpose of selling them in future or held for dividend income. Such share measured at cost. Unrealized gains are not recognized in the profit and loss statement, but provision kept for unrealized loss (diminution in value of investment).

3.1.4 Investment in unquoted share

Investment in unquoted share is reported at cost. Adjustment is given for any shortage of book value over cost for determining the carrying amounts of investment in unquoted share.

3.1.5 Investment in subsidiary

Investment in subsidiaries are accounted for under the cost method of accounting in the Bank's financial statements in accordance with IAS 27: "Separate Financial Statements" and IFRS 10: "Consolidated Financial Statements".

3.1.6 Property Plant and Equipment

3.1.6.a Recognition and Measurement

- (a) Fixed assets have been shown at cost less accumulated depreciation as per IAS 16: "Property Plant and Equipment" except land, which is measured at cost.
- (b) The cost of an item of property plant and equipment is recognized as an assets if and only if: It is probable that future economic benefits associated with the item will flow to the entity; and the cost of the item can be measured reliably.

3.1.6.b Initial cost

The initial cost of an item of property plant and equipment includes its purchase price, and any directly attributable cost such as import duties, non-refundable vat/ taxes, duties and any cost to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management.

3.1.6.c Subsequent cost

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

3.1.6.d Depreciation

Depreciation is charged at the following rates on reducing balance method on all fixed assets other than vehicles, which are depreciated on straight-line method. For additions during the period, depreciation is charged for the remaining days of the period and in case of disposal, depreciation is charged up to the date of disposal. No depreciation is charged on land.

Asset categories	Rate of depreciation	Method of depreciation
Vehicles	20%	Straight-line
Furniture and fixtures	10%	Reducing balance
Equipment and computers	20%	Reducing balance
Land & Building	2.5%	Reducing balance

3.1.6.e Impairment of assets

As per IAS 36: Impairment of assets, at each balance sheet date, the Bank assess whether there is any indication that the carrying amount of an asset exceeds its recoverable amount. An asset is carried at more than its recoverable amount if its carrying amount exceeds the amount to be recovered through use or sale of the asset. If this is the case, the asset is described as impaired and an impairment loss is recognized as an expense in the profit and loss statement unless the asset is carried at revalued amount in accordance with International Accounting Standard (IAS) 16 - Property, Plant and Equipment, in which case any impairment loss of a revalued asset should be treated as a revaluation decrease under that Accounting Standard. No impairment loss was recognized for the year ended 31 December 2021, as there were no such indication existed as on Balance Sheet date.

3.1.6.f Disposal of Assets:

On disposal of fixed assets, the cost and accumulated depreciation are eliminated from the fixed assets schedule and gain or loss on such disposal is reflected in the income statement, which is determined with reference to the net book value of the assets and net sale proceeds.

3.1.6 g Usage & Maintenance of Bank's Vehicles

Total 35 (thirty five) no. of vehicles are under the possession of Bank. Out of those, 01 Jeep has been allocated for Honorable Chairman of the Bank, 01 Jeep and 01 car for the Managing Director, 01 car for the Advisor, 01 Jeep for Deputy Managing Directors, 01 car for Deputy Managing Director, 04 (four) cars for 04 (four) Branches. The remaining 25 (twenty five) cars are being used in Bank's pool.

During the period from 01-01-2021 to 31-12-2021, total Tk. 7,035,668.00 only has been incurred towards repairing and maintenance (including yearly payment of Tax Token, Fitness Certificate) for the above pool vehicles of the Bank.

3.1.6. h Leases (Implementation of IFRS 16 and its relevant assumptions and disclosures)

The Premier Bank has applied IFRS-16: Leases for the first time with the date of initial application of 01 January, 2019. As IFRS 16 supersedes IAS 17: Leases, the bank has made recognition, measurement and disclosure in the financial statements of December 2021 both as Lessee and Lessor as per IFRS 16.

The Bank as Lessee

The bank assesses at initiation of a contract whether the contract is, or contains a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange of consideration, then the bank considers the contract as a lease contract. The bank as a lessee applied single recognition and measurement approach for all leases, except for short-term leases, or, and lease of low value of assets. The bank recognizes lease liabilities to make lease payment and right-of-use assets representing the right to use the underlying assets.

Right-of-use assets (ROU)

The bank recognizes the right-of-use assets (ROU) at the commencement date of the lease (i.e. the date the underlying asset is available for use). ROU assets are measured at cost less any accumulated depreciation and impairment of losses and adjusted for any measurement of lease liabilities. The cost of ROU assets includes the amount of lease liabilities recognized, initial direct cost incurred, and lease payment made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the lease term, or remaining period of the lease term.

The ROU assets are presented in the note -9 of these financial statements.

Lease Liabilities (Bank as a lessee)

At the commencement of the lease, the bank recognizes lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed and variable lease payment (less any adjustment for initial payment), and amount is expected to be paid under residual value of guarantees. The lease payments also include the exercise price of purchase option reasonably certain to be exercised by the bank and payment of penalties for terminating the lease.

3.1.7 Loans and advances/ investments

Loans and advances of conventional banking and investments of Islamic banking branches are stated in the balance sheet on gross basis.

Interest/ profit is calculated on daily product basis, but charged and accounted for quarterly on accrual basis. Interest/profit on classified loans and advances/ investments are kept in interest/ profit suspense account as per BRPD circular no. 14 dated September 23, 2012 on Master Circular: Loan Classification and Provisioning. Interest/ profit is not charged on bad and loss loans and advances/ investments as per guidelines of Bangladesh Bank. Records of such interest/ profit amounts are kept in separate memorandum accounts.

Commission and discounts on bills purchased and discounted are recognized at the time of realization.

Provision for loans and advances are made on the basis of periodical review by the management through following instruction contained in the Bangladesh Bank BRPD Circular no.14 dated 23 September 2012, BRPD Circular no. 5 dated 29 May 2013, BRPD Circular no. 8 dated 02 August 2015, BRPD 12 dated 20 August 2017, BRPD 15 dated 27 September 2017, BRPD Circular no.01 dated 20 February 2018, BRPD Circular no.03 dated 21 April 2019, BRPD Circular No.16 dated 21 July 2020 and BRPD Circular No. 07 dated 19 March 2020, BRPD Circular no. 52 dated 20 October 2020, BRPD Circular No.50 dated 14 December 2021, BRPD Circular No.51 & 52 dated 29 December 2021 and BRPD Circular No.53 dated 30 December 2021. The rates of provision are given below:

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

Loans and advances/ investment are written off in accordance with Bangladesh bank Guideline to the extent that (i) there is no realistic prospect of recovery, and (ii) against which legal cases are filed and classified as bad loss as per guidelines of Bangladesh Bank. These write off however will not undermine/affect the claim amount from borrower. Detailed memorandum records for all such write off accounts are maintained and followed up.

3.1.8 Details of large loans /Investments

As at 31 December, 2021 There are 17 (Seventeen) Clients with whom amount of outstanding and classified loan and advances have been categorized under large loan criteria. Details are shown in annexure-E

3.1.9 Inventories

Inventories are measured as per IAS 2: Inventories, at the lower of cost and net realizable value.

3.1.10 Receivables

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

3.1.11 Other assets

Other assets include all other financial assets and include fees and other unrealized income receivable, advance for operating and capital expenditure and stocks of stationery and stamps. Details are shown in Note 10.

3.1.12 Non-Banking Assets

Non-banking assets are acquired on account of the failure of a borrower to repay the loan on time after receiving the decree from the Court regarding the right and title of the mortgage property. The Bank have no non-banking assets at the end of the year 31 December 2021.

3.2 Liabilities and basis of their valuation

3.2.1 Borrowings from other banks, financial institutions and agents

Borrowings from other banks, financial institutions and agents includes call money deposit, borrowings, Bangladesh Bank refinance borrowing and other term borrowings from banks. These items are brought to financial statements at the gross value of the outstanding balance. Details are shown in Note-11.

3.2.2 Deposit and other accounts

Deposits are recognized when the banks enter into contractual provisions of the arrangements with the counterparties on arrangements date and initially measured at the consideration received. Which includes non interest-bearing current deposit redeemable at call, bills payable, interest bearing on demand and special notice deposits, savings deposit and fixed deposit. These items are brought to financial statements at the gross value of the outstanding balance. Details are shown in Note-14.

3.2.3 Other liabilities

As per IAS 37 "Provisions, Contingent Liabilities and Contingent Assets" the Bank recognizes provisions only when it has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and when a reliable estimate of the amount of the obligation can be made.

3.2.3.a Provisions on balances with foreign banks and financial institutions (Nostro accounts)

Provisions for unsettled transactions on nostro accounts made are reviewed on a semi - annual basis by management and certified by our external auditors in accordance with Bangladesh Bank Foreign Exchange Policy Department (FEPD) Circular No. 677 (13 September, 2005).

3.2.3.b Provisions for off balance sheet exposures

BRPD Circular No.10 dated 18 September 2007 requires a general provision for off balance sheet exposures to be calculated at 1% on all off balance sheet exposures as defined in BRPD Circular No.10 dated 24 November 2002. Accordingly the bank has recognized a provision of 1% on the following off balance sheet items:

- * Acceptance and endorsements
- * Letters of guarantee
- * Irrevocable letters of credit
- * Foreign exchange contracts

Moreover, BRPD Circular No. 13 dated 18 October 2019 requires provisioning requirement for the bank guarantee has been modified in accordance with respective counter-guarantees in following ways:

BB rating grade equivalence of the Bank/ Financial institution/ Organization	Provision required (% of the exposure amount)
1	nil
2	0.5
3 or 4	0.75
Others	1

3.2.3.c Provisions for other assets

Provision for other assets have been calculated as per BRPD Circular No.14 dated 25 June 2001 and necessary provision have been made accordingly.

3.3 Shareholders' equity**3.3.a Share Capital**

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

3.3.1 Authorized capital

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

3.3.2 Paid-up capital

Paid up capital represents total amount of share capital that has been paid in full by the ordinary shareholders. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of winding-up of the company, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to receive any residual proceeds of liquidation. Details are shown in Note 16.

3.3.3 Statutory reserve

Statutory reserve has been maintained @ 20% of profit before tax in accordance with provisions of section 24 of the Banking Companies Act 1991 until such reserve equal to its paid-up capital together with the share premium.

3.3.4 Revaluation reserve

As per IAS 16: "Property Plant and Equipment" revaluation surplus on fixed assets directly transferred to equity under the head of revaluation reserve.

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

3.3.5 Non-controlling interest

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

3.3.6 Premier Bank Perpetual Bond

Premier Bank Perpetual Bond issued by the Bank under the Basel III guidelines as per approval of Bangladesh Bank Letter No. BRPD/ (BS) 661/14B(P)/2021-9329 dated 12.10.2021 and Bangladesh Securities and Exchange Commission Letter No. BSEC/CI/DS-175/2021/604 dated 30.11.2021 where MTB capital Ltd working as trustees of the Bond. Premier Bank perpetual Bond listed with Dhaka Stock Exchange Ltd. & Chittagong Stock Exchange Ltd. and trading of the same started from 10th January 2022. It will be considered as component of Additional Tier-I Capital (AT-I). The Bonds shall be perpetual i.e. there is no maturity date and there are no step-ups or other incentives to redeem perpetual in nature i.e. no maturity but contingent convertible. Coupon will be paid 20-year Treasury-Bond rate (Latest available rate of 20-year Treasury-Bond rate as published by Debt Management Department of Bangladesh Bank on the quotation day) and an additional 2% margin confirmed by the Trustee of the Bond.

3.3.7 (a) Non Convertible Subordinated Bonds - 1

In the year 2014, The Bank received approval for issuance of Non-Convertible Subordinated Bond for an amount of Taka 200.00 crore as Tier-II Capital of the Bank under Basel - III for a term of 05 (five) years to strengthen the capital base of the Bank from Bangladesh

Bank and Bangladesh Securities and Exchange Commission (BSEC) vide their letter ref. no. BRPD(BIC)661/14B(P)/2013/2497 dated 29 December 2013 and BSEC/CI/DS-03/2013/2912 dated 24 December 2013 respectively. The Bond was fully subscribed in the year 2014 and subsequently redeemed on maturity i.e. 23 December 2019.

3.3.7 (b) Non Convertible Subordinated Bonds - 2

The Bank issued Non-Convertible Subordinated Bond for amount of Taka 200.00 crore (Taka 100.00 crore was executed in 2015 and Taka 100.00 crore was executed in 2016) as Tier-II Capital of the Bank under Basel - III for a term of 07 (seven) years to strengthen the capital base of the Bank after obtaining approval from Bangladesh Bank and Bangladesh Securities and Exchange Commission (BSEC) vide their letter ref. no. BRPD(BFIS)661/14B(P)/2015/18087 dated 27 December 2015 and BSEC/CI/DS-03/2013/601 dated 30 November 2015 respectively.

3.3.7 (c) Non Convertible Subordinated Bonds - 3

The Bank issued Non-Convertible Subordinated Bond for an amount of Taka 500.00 crore (Taka 200.00 crore was executed in 2016, Taka 100.00 crore was executed in 2017 and Taka 200.00 crore was executed in 2018) as Tier-II Capital of the Bank under Basel - III for a term of 05 (five) years to strengthen the capital base of the Bank after obtaining approval from Bangladesh Bank and Bangladesh Securities and Exchange Commission (BSEC) vide their letter ref. no. BRPD(BFIS)661/14B(P)/2016-8384 dated 26 December 2016 and BSEC/CI/DS-03/2013/723 dated 21 December 2016 respectively. At which Taka 200.00 crore is redeemed on maturity i.e. 27 December 2021; and as on 31st December 2021, total outstanding of the said Bond is Taka 300.00 crore.

3.3.7 (d) Non Convertible Subordinated Bonds - 4

In the year 2019, The Bank received approval for issuance of Non-Convertible Subordinated Bond for an amount of Taka 500.00 crore (Taka 200.00 crore was executed in 2019, Taka 100.00 crore was executed in 2020 and Taka 300.00 crore was executed in 2021) as Tier-II Capital of the Bank under Basel - III for a term of 07 (seven) years to strengthen the capital base of the Bank from Bangladesh Bank and Bangladesh Securities and Exchange Commission (BSEC) vide their letter ref. no. BRPD(BFIS)661/14B(P)/2019-5870 dated 28 July, 2019 and BSEC/CI/DS-106/2019/427 dated 03 July, 2019 respectively. As on 31st December 2020, total outstanding of the said Bond is Taka 500.00 crore.

3.4 Provision for Startup:

Provision for Start-Up Fund has been maintained in accordance with Bangladesh bank SMESPD circular no: 04, dated 29 March 2021.

3.5 Contingent liabilities

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

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

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

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

3.6 Revenue recognition

The accounting policies adopted for the recognition of revenue as prescribed by IFRS 15 "Revenues from Contracts with Customers" and Bangladesh Bank guideline are as follows:

3.6.1 Interest income

- (a) Interest is calculated on daily product basis on unclassified loans and advances but charged on quarterly basis.
- (b) Interest is charged on classified loans and advances as per BCD and BRPD circulars of Bangladesh Bank and such interests were not taken into income.
- (c) Profit on investment (Islamic Banking)
Mark-up on investment is taken into income account proportionately from profit receivable account. Overdue charge/compensation on classified investments is transferred to profit suspense account instead of income account.
- (d) Fees and commission income
Commission and discounts on bills purchased and discounted are recognized at the time of realization.
- (e) Investment income
Investment income is recognized on accrual basis. Income on investments is recognized on accrual basis. Investment income includes discount on treasury bills and zero coupon bonds, interest on treasury bonds, debentures and fixed deposits with other banks. Capital gain on investments in shares and dividend on investment in shares are also included in investment income.

3.6.2 Dividend income on shares

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

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

3.6.3 Other operating expenses

All other operating expenses are provided for in the books of the account on accrual basis according to IFRS.

3.6.4 Interest and fees receivable on credit cards

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

3.7 Number of employees

The number of employees employed in the Bank as on 31 December 2021 were 2286 and 1992 as on 31 December 2020.

3.8 Employee benefits**3.8.1 Short-term employee benefits**

Short-term employee benefits are employee benefits, which fall due wholly within twelve months after the end of the period in which the employees render the related service including salaries, bonuses and other allowances. Payments are charged as an expense in the profit and loss account as they fall due. Payments due are accrued as a liability in "Provisions for liabilities and charges" on an undiscounted basis.

3.8.2 Long term employee benefits**3.8.2 (a) Provident Fund**

The Bank operates a contributory provident fund for its eligible employees. The Commissioner of Income Taxes, Dhaka has approved the provident fund as a recognized provident fund as per section 2(1) of Part B of the First Schedule of Income Tax Ordinance 1984. The Fund is administered by a Board of Trustees consisting of 5 (five) members and funded by contributions both from employees and Bank @10% of basic salary. Interest earned from the investment is credited to the members' accounts annually. Provident fund benefits are given to the employees of the Bank in accordance with provident fund rules of the Bank.

3.8.2 (b) Gratuity Fund

Provision for gratuity is made for past services of the employees which would be payable at the time of their retirement/time of eligibility.

3.9 Reconciliation of books of account

Books of account in regard to inter-bank (in Bangladesh and outside Bangladesh) and inter-branch transactions are reconciled and no material difference was found which may affect the financial statements significantly. There exists no unreconciled revenue items in Nostro accounts as at 31 December, 2021.

3.10 Related party transactions

- As on the Balance Sheet date, the Bank had the following transactions with the related parties in respect of banking business like, loans and advances, guarantees and commitments.

Name of Directors	Name of the company/ firm/ Individual	Nature of Advance	Amount in lac
Dr.H.B.M. Iqbal	Beacon Travels International Ltd, Premier Hotel Management Co. Ltd, Premier Hotel & Resort, Bengal Tiger Cement Industries Ltd	Non funded, Credit Card	1,454.00
Mr. B. H. Haroon, MP	Individual	Credit Card	1.84
Mr. Abdus Salam Murshedy, MP	Envoy Textiles Ltd. (Concern of Envoy Group), Manta Apparels Ltd. (Concern of Envoy Group), Bengal Meat Processing Industries Ltd.	Funded	2,104.36
Mr. Mohammad Imran Iqbal	Individual	Credit Card	1.57
Mr. Nahyan Haroon	Individual	Credit Card	5.03

- b) i. The Bank entered into transactions with the following related party, other than banking business for Purchase and repairs of computers, Money counting machine etc.

Name of service provider	Name of Directors Having Interest in the Company	Amount in lac
National System Solutions (Pvt) Ltd.	Mr. Abdus Salam Murshedy MP, Director of the Bank Managing Director of National System Solutions (Pvt) Ltd .	151.18

- b) ii. As per Bangladesh Bank approval, the Bank has taken lease of 41,750 sft. Floor space @ TK. 402.50 per sft.per month at 4th, 5th,7th, 10th and 14th floor and 17,650 @ 420 per sft. per month 12th, 20th & 21st floor of "Iqbal Centre", 42 Kemal Attaturk avenue, Banani, Dhaka-1213 from Dr. H.B.M. Iqbal, Honorable Chairman of the Bank for use of its Head Office.
- b) iii. As per Bangladesh Bank approval, the Bank has taken lease of 550 sft. Floor space @ 400per sft. at 1st Floor & 21,450 sft. Floor space @ TK. 402.50 per sft. per month at 3rd, 6th and 8th floor of "Iqbal Centre", 42 Kemal Attaturk avenue, Banani, Dhaka-1213 and 25000 sft. @ 115 per sft. at central warehouse from Mr. Moin Iqbal, Honorable Vice Chairman of the Bank for use of its Head Office.
- b) iv. As per Bangladesh Bank approval, Bank has taken lease of 21,450 sft. Floor space @ Tk 402.50 per sft. per month at 9th, 11th and 19th floor of "Iqbal center", 42 Kemal Attaturk Avenue, Banani Dhaka-1213 from Mr. Mohammad Imran Iqbal, Honorable Director of the Bank for use of our Head Office.

3.11 Core risk management

Bangladesh Bank has identified 6 (six) core risks for management of the banks and has provided the necessary guidelines for their implementation. The risks are:

Credit risk
Foreign exchange risk
Asset liability/ balance sheet risks
Money laundering risk
Internal control and compliance risk
ICT Risk

The prime objective of the risk management is that the Bank takes well calculated business risk to safeguard its capital, financial resources and growth of sustainable profitability. In this context, the Bank has formed a management committee (MANCOM) to overview proper implementation and regular monitoring of those critical areas.

3.11.1 Credit risk

Credit risk is one of the major risks faced by the Bank. This can be described as potential loss arising from the failure of a counter party to perform with agreed terms with the Bank. To assess and to mitigate the credit risk, the management has implemented Credit Risk Management (CRM) Manual, which is considered an important tool for retaining the quality and performance of the assets. Accordingly, Bank's credit risk management functions have been designed to address all these issues including risk that arises from global changes in banking, finance and related issues.

The Bank has segregated duties of the officers/ executives engaged in the credit related activities. Moreover, credit approval, administration, monitoring and recovery functions have been segregated. For this purpose, four separate units have been formed within the Credit Department. These are:

- (i) Credit Risk Management Division,
- (ii) Credit Administration Division,
- (iii) Credit Monitoring and Recovery Unit, and
- (iv) Credit Recovery Division.

3.11.2 Foreign exchange risk

Foreign exchange risk is defined as the potential change in earnings arising due to unfavorable change in exchange rates. Treasury front office conducts deal for commercial purpose and back office of treasury keeps record and passes entries in books of account. The main risks in treasury and foreign exchange business are exchange rates risk, fund management and liquidity risk. As per Bangladesh Bank guidelines, the Treasury Department was operationally and physically divided into front office and back office to mitigate the risk. Separate telephone and fax lines were installed in the dealing room to meet Bangladesh Bank guidelines.

3.11.3 Asset liability/ balance sheet risks

The Bank has an Asset Liability Committee (ALCO) which is responsible for managing short-term and long-term liquidity to ensure that the Bank has adequate liquidity at all times at the most appropriate funding cost. ALCO reviews liquidity requirements of the Bank, maturity of assets and liabilities, deposit and lending pricing strategy and the liquidity contingency plan. The Asset Liability Committee

also monitors Balance Sheet risk. The Balance Sheet risk is defined as potential changes in earnings due to changes in rate of interest and exchange rates which are not of trading nature and the Bank is completely maintaining the risks.

3.11.4 Money laundering risk

Money laundering risk is defined as the loss of reputation and expenses incurred as penalty for being negligent in prevention of money laundering. For mitigating the risk, the Bank has designated Chief Compliance Officer at Head Office and Compliance Officers at Branches, who independently review the transactions of the accounts to verify suspicious transactions. Manuals for Prevention of Money Laundering have been established and transaction profile has been introduced. Training has been continuously given to all the categories of Executives and Officers for developing awareness and skill for identifying suspicious transactions and other activities relating to money laundering.

3.11.5 Internal control and compliance risk

Operational loss may arise from errors and fraud due to lack of internal control and compliance. Management through Internal Control and Compliance Division controls operational procedure of the Bank. Internal Control and Compliance Division undertakes periodical and special audit of the branches and departments at Head Office for review of the operation and compliance of the statutory requirements. The Audit Committee of the Board subsequently reviews the report of the Internal Control and Compliance Division and guides the Division effectively to monitor the risks.

3.11.6 Information Communication and Technology (ICT) risk

ICT risk management is embedded in Internal Control and Compliance Policy of the Bank which are widely used for managing the union between business processes and information systems effectively. However, this control emphasizes both business and technological regulation and monitoring which in turn support business requirement and governance and at the same time ensure that ICT risks are properly identified and managed. According to Central Bank ICT Guidelines, the Bank ICT Policies have been prepared and reviewed on regular basis based on which operating procedures for all ICT functions are carried out. Besides, in order to assure the appropriate usage of resources and information, the Bank IT Audit Policy ensures that the IT systems are properly protected and is free from unauthorized access illegal tempering and malicious actions and all these actions are continuously monitored and supervised by Bank's IT auditor.

3.11.7 Market Risk

The exposure of market risk of the Bank is restricted to foreign exchange risk, interest rate risk and equity risk.

Foreign exchange risk

As described in note no. 3.11.2

Interest rate risk

Interest rate risk may arise either from trading portfolio or non-trading portfolio. The trading portfolio of the Bank consists of Government treasury bills of 91 days maturity. The short-term movement in interest rate is negligible or nil. Interest rate risk of non-trading business arises from mismatches between the future yield of an asset and its funding cost. Asset Liability Committee (ALCO) monitors the interest rate movement on a regular basis.

Equity Risk

Equity risk arises from movement in market value of equities held. The risks are monitored by Investment Committee under a well designed policy framework.

3.12 Report on the activities of the Audit Committee of the Board of Directors

1 Constitution of the Audit Committee of the Board of Director :

The Board of Directors in its 256th meeting held on February 17, 2022 re-constitute the Audit Committee in line with the Bangladesh Bank BRPD circulars no. 11 dated October 27, 2013 and BSEC notification dated 07 August 2012. The Audit Committee comprises of the following members:

Sl. No.	Names	Status with the Committee	Educational qualification	Status with the Board
1	Mr. Naba Gopal Banik	Chairman	Masters of Science in Statistics	Independent Director
2	Mr. Mohammad Imran Iqbal	Member	Bachelor of Science(Hons), Business Management	Director
3	Mr. Nahyan Haroon	Member	LLB (Hon's)	Director
4	Mr. Kaiser Ahmed Chowdhury	Member	Master of Arts in Economics	Independent Director

The profiles of the members of the Committee are given in the Annual Report.

The Company Secretary of the Bank is the Secretary to the Audit Committee

2 Objectives of the Audit Committee

The Audit Committee is formed to assist to Board of Directors of the Bank in fulfilling its oversight responsibilities including implementation of the objectives, strategies and overall business plan set by the Board for effective functioning of the Bank.

- 3 The Audit Committee of the Board conducted Six (06) Meetings during January to December 2021. Minutes of the Audit Committee Meetings have been reported to the Board of Directors.

Roles & Responsibilities of the Audit Committee:

The Audit Committee of Board of Directors performed the following roles and responsibilities.

A. Internal Control:

1. Evaluate whether management is setting the appropriate compliance culture by communicating the importance of internal control and the management of risks and ensuring that all employees have clear understanding of their roles and responsibilities;
2. Review management's actions in building computerization of the bank and its applications and bank's Management Information System (MIS);
3. Consider whether internal control strategies recommended by internal and external auditors have been implemented by the management;
4. Consider reports relating to fraud, forgery, deficiencies in internal control or other similar issues detected by internal and external auditors and inspectors of the regulatory authority and place it before the board after reviewing whether necessary corrective measures have been taken by the management.

B. Financial Reporting:

1. Audit committee will check whether the financial statements reflect the complete and concrete information and determine whether the statements are prepared according to existing rules & regulations and standards enforced in the country and as per relevant prescribed accounting standards set by Bangladesh Bank;
2. Discuss with management and the external auditors to review the financial statements before its finalization.

C. Internal Audit:

1. Audit committee will monitor whether internal audit working independently from the management.
2. Review the activities of the internal audit and the organizational structure and ensure that no unjustified restriction or limitation hinders the internal audit process;
3. Examine the efficiency and effectiveness of internal audit function;
4. Examine whether the findings and recommendations made by the internal auditors are duly considered by the Management or not.

D. External Audit

1. Review the performance of the external auditors and their audit reports;
2. Examine whether the findings and recommendations made by the external auditors are duly considered by the management or not.
3. Make recommendations to the board regarding the appointment of the external auditors.

E. Compliance with existing laws and Regulations:

Review whether the laws and regulations framed by the regulatory authorities (Central Bank and other bodies) and internal regulations approved by the board are being complied with.

3.13 Taxation

Income tax expenses represent the sum of the tax currently payable and deferred tax.

3.13.1 Current tax

Provision for current income tax for the year has been made @ 37.5% as prescribed in the Finance Act 2021 on the profit from business after considering some of the taxable add back income and disallowance of expenditure. Also, different tax rates as prescribed in the Finance Act 2021 are taken into account for other heads of income

3.13.2 Deferred tax

The Bank has adopted deferred tax accounting policy as per International Accounting Standard (IAS) 12. Accordingly, deferred tax liability/asset is accounted for all temporary timing differences arising between the tax base of the assets and liabilities and their carrying value for financial reporting purpose. Deferred tax is computed at the prevailing tax rate as per Finance Act, 2021. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that taxable profits will be available against which deductible temporary differences, unused tax losses or unused tax credits can be utilized. Such assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the company intends to settle its current tax assets and liabilities on a net basis.

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" (Note 10.1.2.1).

3.14 Disclosure of Documents Verification System (DVS)

As per Financial Reporting Council (FRC) letter no.178/FRC/APR/2021/27(16) dated December 07, 2021 regarding compliance of BRPD Circular NO. 04 and 35 dated January 04,2021 and July 06, 2021 respectively

Particular	Compliance of BRPD Circular No. 04*		Compliance of BRPD Circular No. 35**	
	Number	%	Number	%
Complied File	221	89.11%	35	14.11%
Total File	248	100%	248	100%

Those Financials received based on 30.06.2020 mostly does not contain Document Verification Code [DVC] hence, we are unable to verify these Financials in Document Verification Systems [DVS]. However, in case of Financials received based on 30.06.2021 have been complied all the financials since we don't accept Financials without DVC and we verify all the Financials into DVS.

* BRPD Circular No.04 regarding collection of Audited financial statement and Statutory Audit Report for Loan Sanction/Renewal

* BRPD Circular No.35 regarding financial statement verified with the document Verification System (DVS) of ICAB.

3.15 Compliance checklist of IAS and IFRS:

The Financial Reporting Act, 2015 (FRA), was enacted in the year 2015. The Financial Reporting Council (FRC) under the FRA was constituted in 2017, but the Financial Reporting Standards (FRS) under this council are yet to be issued for public interest entities such as Banks. The Bank Company Act, 1991, was amended to require banks to prepare their financial statements under such financial reporting standards.

As FRS is yet to be issued by FRC, as per the provisions of FRA (Section-69), Consolidated and Separate financial statements of the Group and the Bank, respectively, have been prepared in accordance with the International Financial Reporting Standards (IFRS) and International Accounting Standards (IAS) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and, in addition to this, the bank also complied with the requirements of Laws and Regulations of various Govt. bodies as mentioned in the note no. 2.1.

Name of the standards	Ref.	Status
First-time Adoption of International Financial Reporting Standards	IFRS-1	Not applicable
Share-based Payment	IFRS-2	Not applicable
Business Combinations	IFRS-3	Applied
Insurance Contracts	IFRS-4	Not applicable
Non-current Assets Held for Sale and Discontinued Operations	IFRS-5	Not applicable
Exploration for and Evaluation of Mineral Resources	IFRS-6	Not applicable
Financial Instruments: Disclosures	IFRS-7	Applied with some departure
Operating Segments	IFRS-8	Applied with some departure
Financial Instruments	IFRS-9	Applied with some departure
Consolidated Financial Statements	IFRS-10	Applied
Joint Arrangements	IFRS-11	Not applicable
Disclosure of Interests in other Entities	IFRS-12	Applied
Fair Value Measurement	IFRS-13	Applied
Revenue from Contracts with Customers	IFRS-15	Applied with some departure
Leases	IFRS-16	Applied

Name of the standards	Ref.	Status
Insurance Contracts	IFRS-17	Not applicable
Presentation of Financial Statements	IAS-1	Applied with some departure
Inventories	IAS-2	Applied
Statement of Cash Flows	IAS-7	Applied with some departure
Accounting Policies, Changes in Accounting Estimates and Errors	IAS-8	Applied
Events after the Reporting Period	IAS-10	Applied
Construction Contracts	IAS-11	Not Applicable
Income Taxes	IAS-12	Applied
Property, Plant and Equipment	IAS-16	Applied
Leases	IAS-17	Applied
Employee Benefits	IAS-19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	IAS-20	Not Applicable
The Effects of Changes in Foreign Exchange Rates	IAS-21	Applied
Borrowing Costs	IAS-23	Applied
Related Party Disclosures	IAS-24	Applied
Accounting and Reporting by Retirement Benefit Plans	IAS-26	Not Applicable
Separate Financial Statements	IAS-27	Applied
Investments in Associates & Joint venture	IAS-28	Not Applicable
Interests in Joint Ventures	IAS-31	Not Applicable
Financial Instruments: Presentation	IAS-32	Applied with some departure
Earnings per Share	IAS-33	Applied
Interim Financial Reporting	IAS-34	Applied
Impairment of Assets	IAS-36	Applied
Provisions, Contingent Liabilities and Contingent Assets	IAS-37	Applied with some departure
Intangible Assets	IAS-38	Applied with some departure
Financial Instruments: Recognition and Measurement	IAS-39	Not Applicable
Investment property	IAS-40	Not Applicable
Agriculture	IAS-41	Not Applicable

		Amount in Taka	
		2021	2020
4	Cash		
	Cash in hand (Note - 4.1)	2,808,726,290	1,908,926,608
	Balance with Bangladesh Bank and its agent bank(s) (Note - 4.2)	13,650,552,053	32,378,323,428
		16,459,278,343	34,287,250,036
4(a)	Consolidated Cash and Balance With Bangladesh Bank and its agent Bank(s) In Bangladesh		
	Premier Bank Limited (Note - 4)	16,459,278,343	34,287,250,036
	Premier Bank Securities Limited (Note - 4.1(a))	323,570	45,438
		16,459,601,913	34,287,295,474
4.1	Cash in hand		
	In local currency	2,764,017,236	1,846,077,863
	In foreign currency	44,709,054	62,848,745
		2,808,726,290	1,908,926,608
4.1(a)	Consolidated Cash in hand		
	In Bangladesh		
	Premier Bank Limited (Note - 4.1)	2,808,726,290	1,908,926,608
	Premier Bank Securities Limited	323,570	45,438
		2,809,049,860	1,908,972,046
4.2	Balance with Bangladesh Bank and its agent bank(s)		
	Balance with Bangladesh Bank		
	In local currency	12,888,495,688	30,576,057,937
	In foreign currency	425,171,506	1,211,848,710
		13,313,667,194	31,787,906,647
	Sonali Bank(as an agent bank of Bangladesh Bank)-local currency	336,884,859	590,416,781
		13,650,552,053	32,378,323,428

4.3 Statutory deposits**Cash reserve requirement (CRR) and statutory liquidity ratio (SLR)**

Cash reserve requirement and statutory liquidity ratio have been calculated and maintained in accordance with section 33 of Bank Companies Act 1991 (amended up to 2018) and MPD Circular No.02 dated December 10, 2013 & MPD Circular no.03 dated 09 April 2020.

Cash reserve requirement required on the Bank's time and demand liabilities at the rate of 3.5% daily and 4% bi-weekly has been calculated and maintained with Bangladesh Bank in current account (Taka) and 13% for conventional Banking & 5.50% for Islamic Banking statutory liquidity ratio on the same liabilities is also maintained in the form of treasury bills and bonds including balance with Bangladesh Bank. Both the reserves maintained by the Bank are in excess of the statutory requirements, as shown below:

For Conventional Banking			
(a)	Cash reserve requirement/ratio (Daily 3.5%)		
	Required reserve	8,675,493,000	7,705,876,000
	Actual reserve maintained (4.62%)	11,441,813,592	30,707,374,880
	Surplus / (Deficit)	2,766,320,592	23,001,498,880
(b)	Statutory liquidity reserve (13%)		
	Required reserve	32,384,829,000	28,621,826,000
	Actual reserve maintained (18.73%)	46,660,926,200	56,483,010,730
	Surplus / (Deficit)	14,276,097,200	27,861,184,730

		Amount in Taka	
		2021	2020
For Islamic Banking			
(a) Cash reserve requirement/ratio (Daily 3.5%)			
Required reserve		398,990,000	344,519,000
Actual reserve maintained (5.14%)		585,692,347	477,883,632
Surplus / (Deficit)		186,702,347	133,364,632
(b) Statutory liquidity reserve (5.50%)			
Required reserve		626,985,000	541,386,000
Actual reserve maintained (26.87%)		3,063,221,200	1,511,901,510
Surplus / (Deficit)		2,436,236,200	970,515,510
5 Balance with other banks and financial institutions			
In Bangladesh (Note - 5.1)		1,683,002,749	2,091,359,593
Outside Bangladesh (Note - 5.2)		3,044,657,358	1,902,360,844
		4,727,660,107	3,993,720,437
5(a) Consolidated balance with other banks and financial institutions			
In Bangladesh			
Premier Bank Limited (Note - 5.1)		1,683,002,749	2,091,359,593
Premier Bank Securities Limited		405,496,822	546,951,834
		2,088,499,571	2,638,311,427
Less: Inter Company transaction		293,111,228	201,772,879
		1,795,388,343	2,436,538,548
Outside Bangladesh			
Premier Bank Limited (Note - 5.2)		3,044,657,358	1,902,360,844
Premier Bank Securities Limited		-	-
		3,044,657,358	1,902,360,844
		4,840,045,701	4,338,899,392
5(aa) Account type-wise			
Current account		40,918,599	51,363,654
STD account		784,150	2,295,939
Fixed deposit		1,641,300,000	2,037,700,000
		1,683,002,749	2,091,359,593
5.1 In Bangladesh			
Janata Bank Limited		91,200	91,315
Standard Chartered Bank		40,800,280	51,244,875
National Bank Limited		201,229	197,612
Islami Bank Bangladesh Limited		27,119	27,464
Rupali Bank Limited		34,416	38,681
Agrani Bank Limited		548,505	2,059,646
Bank Al-Falah		200,000,000	300,000,000
NCC Bank Limited		741,300,000	737,700,000
Social Islami Bank Limited		-	1,000,000,000
AB Bank Limited		300,000,000	-
Jamuna Bank Limited		400,000,000	-
		1,683,002,749	2,091,359,593

		Amount in Taka	
		2021	2020
5.2	Outside Bangladesh		
	Mashreq Bank PSC, New York, USA	206,304,859	42,347,083
	Standard Chartered Bank, New York, USA	1,279,151,061	155,921,192
	Commerz Bank AG, Frankfurt, Germany (EURO)	1,438,796	173,342,207
	Bank of China Limited, Shanghai	5,210,599	27,003,062
	Bank of Ceylon, Colombo, Sri Lanka	5,462,950	3,945,784
	Standard Chartered Bank, Mumbai, India	90,024,175	28,777,099
	United Bank Ltd, Karachi, Pakistan	18,417,018	3,899,089
	State Bank of India, Mumbai, India	-	2,010,871
	ICICI Bank Limited, Mumbai, India	75,778,297	15,655,103
	Himalayan Bank Limited, Kathmandu, Nepal	1,460,842	4,737,955
	Commerz Bank AG, Frankfurt, Germany (USD)	80,400,912	55,916,017
	MUFG Bank Limited, Tokyo	21,073,003	59,210,675
	The National Commercial Bank, Jeddah, KSA	35,542,103	4,300,911
	AB Bank Limited, Mumbai, India	25,516,377	9,510,293
	Bank Al Jazira, Jeddah, KSA	45,633,398	124,189,074
	Habib American Bank, New York, USA	103,530,764	243,054,017
	Mashreq Bank PSC, Mumbai, India	186,944,637	20,513,548
	UBI Banca	-	68,018,686
	Riyad Bank, Riyadh, KSA	18,388,394	86,380,189
	Danske Bank A/S Stockholm (SEK)	-	6,226,816
	Danske Bank A/S Copenhagen (DKK)	-	19,972,047
	Danske Bank A/S Trondheim (NOK)	-	7,381,996
	Standard Chartered Bank, London, United Kingdom	12,575,471	160,991,676
	Panjab National Bank	25,735,363	15,892,361
	Commerz Bank AG, Frankfurt, Germany (CHF)	51,785,505	-
	Mashreq Bank PSC, Dubai (AED)	19,097,800	-
	Zhejiang Chouzhou Commercial Bank, China	76,067,515	-
	AXIS Bank Limited, Mumbai, India	3,464,012	-
	Off-shore Banking Unit	9,009,068,510	5,271,230,770
		11,398,072,361	6,610,428,521
	Less: Inter Company Transaction	8,353,415,003	4,708,067,677
		3,044,657,358	1,902,360,844
5.3	Maturity grouping of balance with other banks and financial institutions		
	Repayable on demand	3,990,760,107	3,403,320,437
	Not more than 3 months	736,900,000	590,400,000
	More than 3 months but not more than 1 year	-	-
	More than 1 year but not more than 5 years	-	-
	More than 5 years	-	-
		4,727,660,107	3,993,720,437
5.3(a)	Consolidated maturity grouping of Balance with other banks and financial institutions		
	Repayable on demand	4,103,145,701	3,748,499,392
	Not more than 3 months	736,900,000	590,400,000
	More than 3 months but not more than 1 year	-	-
	More than 1 year but not more than 5 years	-	-
	More than 5 years	-	-
		4,840,045,701	4,338,899,392

		Amount in Taka	
		2021	2020
6	Money at call and short notice		
	Call money		
	With Banking companies (Note 6.1)	600,000,000	290,000,000
	With Non-banking financial institutions	-	-
		600,000,000	290,000,000
6.1	Call Money- with Banking companies:		
	NRB Commercial Bank Limited	600,000,000	-
	Bank Al-Falah	-	290,000,000
		600,000,000	290,000,000
7	Investments		
	Government (Note - 7.1)	46,881,030,376	33,512,417,145
	Others (Note - 7.2)	9,722,090,678	6,508,657,972
		56,603,121,054	40,021,075,117
7(a)	Consolidated Investment		
	Premier Bank Limited (Note - 7)	56,603,121,054	40,021,075,117
	Premier Bank Securities Limited	806,508,245	772,134,154
		57,409,629,299	40,793,209,271
	Less: Intercompany adjustment	-	-
		57,409,629,299	40,793,209,271
7.1	Government		
	Treasury bills (Note - 7.1.1)	-	-
	Treasury bonds (Note - 7.1.1.1)	46,878,480,376	33,510,781,345
	Reverse Repo	-	-
	Prize bonds	2,550,000	1,635,800
		46,881,030,376	33,512,417,145
7.1.1	Treasury bills		
	91 day Treasury bills	-	-
	182 day Treasury bills	-	-
	364 day Treasury bills	-	-
	30 day Bangladesh Bank bills	-	-
		-	-
7.1.1.1	Treasury bonds		
	Bangladesh Bank Islamic Investment Bond	500,000,000	1,400,000,000
	Ijarah Sukuk	2,409,960,000	-
	2 years Bangladesh Government Treasury Bonds	5,452,779,266	9,023,484,774
	5 years Bangladesh Government Treasury Bonds	11,422,872,978	5,103,556,600
	10 years Bangladesh Government Treasury Bonds	8,369,335,063	7,984,148,667
	15 years Bangladesh Government Treasury Bonds	14,040,153,848	5,582,868,328
	20 years Bangladesh Government Treasury Bonds	4,683,379,221	4,416,722,976
		46,878,480,376	33,510,781,345
7.2	Others		
	In shares and bonds (quoted and unquoted)		
	Quoted		
	Investment in shares	3,044,415,973	3,230,983,267
	Capital Market Special Fund	700,000,000	500,000,000
		3,744,415,973	3,730,983,267

		Amount in Taka	
		2021	2020
Unquoted			
Central Depository Bangladesh Limited		3,138,890	3,138,890
SWIFT Membership		5,559,065	5,559,065
Energy Prima Limited		9,500,000	9,500,000
Lanka Bangla Securities Limited		5,000,000	5,000,000
Bangladesh Fixed Income Special Purpose Vehicle		3,000,000,000	2,500,000,000
RACE Special Opportunities Unit Fund		250,000,000	250,000,000
ICB AMCL 2nd NRB		4,476,750	4,476,750
NCC Bank Perpetual Bond		950,000,000	-
AB Bank Perpetual Bond		1,050,000,000	-
SJIBL Mudaraba Perpetual Bond		250,000,000	-
NWPGCL's Coupon Bearing Floating Non-convertible Bond		450,000,000	-
		5,977,674,705	2,777,674,705
		9,722,090,678	6,508,657,972
Details of investment in share are shown in Annexure - H			
7.2(a) Consolidated Others Investment			
Premier Bank Limited (Note - 7.2)		9,722,090,678	6,508,657,972
Premier Bank Securities Limited		806,508,245	772,134,154
		10,528,598,923	7,280,792,126
Less: Intercompany adjustment		-	-
		10,528,598,923	7,280,792,126
7.3 Investments classified as per Bangladesh Bank circular			
Held for trading (HFT)		5,378,565,064	1,515,827,558
Held to maturity (HTM)		38,589,955,313	30,594,953,788
Other securities		12,634,600,677	7,910,293,771
		56,603,121,054	40,021,075,117
7.4 Maturity grouping of Investment			
Not more than 1 month		2,624,400,000	2,802,000,000
Not more than 3 months		1,574,100,000	1,312,500,000
More than 3 months but not more than 1 year		8,291,521,054	3,242,800,000
More than 1 year but not more than 5 years		16,674,100,000	16,158,000,000
More than 5 years		27,439,000,000	16,505,775,117
		56,603,121,054	40,021,075,117
7.4(a) Consolidated Maturity grouping of Investment			
Not more than 1 month		2,624,400,000	2,802,000,000
Not more than 3 months		1,574,100,000	1,312,500,000
More than 3 months but not more than 1 year		8,291,521,054	3,242,800,000
More than 1 year but not more than 5 years		16,674,100,000	16,158,000,000
More than 5 years		28,245,508,245	17,277,909,271
		57,409,629,299	40,793,209,271
8 Loans, advances and lease/investments		249,829,580,581	213,204,682,073
8(a) Consolidated Loans, advances and lease/investments			
Premier Bank Limited (Note - 8.1.1)		227,012,420,281	199,080,579,759
Premier Bank Securities Ltd.		4,256,870,070	3,390,764,216
		231,269,290,351	202,471,343,975
Less: Intercompany adjustment		2,095,130,912	1,379,511,426
		229,174,159,439	201,091,832,549

		Amount in Taka	
		2021	2020
Consolidated bills purchased and discounted			
Premier Bank Limited (Note - 8.1.2)		22,817,160,300	14,124,102,314
Premier Bank Securities Ltd.		-	-
		22,817,160,300	14,124,102,314
		251,991,319,739	215,215,934,863
8.1 Breakup of Loans, advances and lease/investments			
Loans, cash credits, overdrafts, etc. (Note 8.1.1)		227,012,420,281	199,080,579,759
Bills purchased and discounted (Note 8.1.2)		22,817,160,300	14,124,102,314
		249,829,580,581	213,204,682,073
8.1.1 Broad category-wise breakup of Loans, cash credits, overdrafts, etc.			
In Bangladesh			
Loans		155,709,338,829	134,519,196,655
Overdrafts		51,032,820,971	46,186,954,135
Cash credits		17,487,551,394	17,165,091,111
		224,229,711,194	197,871,241,901
Outside Bangladesh			
Loans		-	-
Overdrafts		-	-
Cash credits		-	-
Off-shore Banking Units		2,782,709,087	1,209,337,858
		2,782,709,087	1,209,337,858
		227,012,420,281	199,080,579,759
8.1.1.1 Maturity grouping Loans, cash credits, overdrafts, etc.			
Repayable on demand		46,511,676,101	40,982,600,000
Not more than 3 months		30,899,459,909	32,430,700,000
More than 3 months but not more than 1 year		42,000,676,256	41,648,584,047
More than 1 year but not more than 5 years		58,383,600,000	45,576,197,856
More than 5 years		49,217,008,015	38,442,497,856
		227,012,420,281	199,080,579,759
8.1.2 Bills purchased and discounted			
In Bangladesh		2,362,527,986	2,341,666,145
Outside Bangladesh		12,032,730,225	7,998,444,833
Off-shore Banking Units		8,421,902,089	3,783,991,336
		22,817,160,300	14,124,102,314
8.1.2.1 Maturity grouping of bills purchased & discounted			
Payable within 1 month		3,373,727,268	2,400,219,357
Over 1 month but below 3 months		6,229,811,826	4,034,848,241
3 months but below 6 months		7,838,927,161	2,163,835,359
6 months or over		5,374,694,045	5,525,199,357
		22,817,160,300	14,124,102,314
8.1.3(a) Consolidated Maturity grouping of Loans, advances and lease/investments			
Repayable on demand		52,047,142,527	45,394,072,147
Not more than 3 months		37,129,271,735	36,465,548,241
More than 3 months but not more than 1 year		55,214,297,462	49,337,618,763
More than 1 year but not more than 5 years		58,383,600,000	45,576,197,856
More than 5 years		49,217,008,015	38,442,497,856
		251,991,319,739	215,215,934,863

		Amount in Taka	
		2021	2020
8.2	Industry wise concentration of Loans & Advances including bills purchased & discounted		
	Advances to allied concerns of directors	213,802,181	297,227,274
	Advances to chief executives and senior executives	48,348,064	54,429,770
	Loans & Advances to industries		
	Textile & RMG industries	76,851,540,956	52,852,262,751
	Cement and ceramic industries	2,310,684,747	2,310,536,523
	Food and allied industries	5,176,972,129	4,977,979,198
	Transport and communication industries	584,399,953	1,656,122,407
	Iron and steel industries	5,144,133,395	4,795,674,995
	Other industries	57,934,514,975	51,900,346,972
		148,002,246,155	118,492,922,846
	Loans & Advances to other customer groups		
	Commercial lending	17,936,019,076	34,350,592,316
	Export financing	6,779,016,566	8,714,474,600
	House building	7,101,257,114	8,534,139,528
	Consumer credit	9,476,682,864	7,613,952,397
	Small and medium enterprises	45,758,448,949	24,010,423,414
	Other staff loan	554,429,940	232,016,843
	Other customers	13,959,329,672	10,904,503,086
		101,565,184,181	94,360,102,184
		249,829,580,581	213,204,682,073
8.2 (a)	Consolidated Industry wise concentration of Loans & Advances including bills purchased & discounted		
	Advances to allied concerns of directors	213,802,181	297,227,274
	Advances to chief executives and senior executives	48,348,064	54,429,770
	Loans & Advances to industries		
	Textile & RMG industries	76,851,540,956	52,852,262,751
	Cement and ceramic industries	2,310,684,747	2,310,536,523
	Food and allied industries	5,176,972,129	4,977,979,198
	Transport and communication industries	584,399,953	1,656,122,407
	Iron and steel industries	5,144,133,395	4,795,674,995
	Other industries	57,934,514,975	51,900,346,972
		148,002,246,155	118,492,922,846
	Loans & Advances to other customer groups		
	Commercial lending	17,936,019,076	34,350,592,316
	Export financing	6,779,016,566	8,714,474,600
	House building	7,101,257,114	8,534,139,528
	Consumer credit	9,476,682,864	7,613,952,397
	Small and medium enterprises	45,758,448,949	24,010,423,414
	Other staff loan	554,429,940	232,016,843
	Other customers	16,121,068,830	12,915,755,875
		103,726,923,339	96,371,354,973
		251,991,319,739	215,215,934,863

		Amount in Taka	
		2021	2020
8.3	Geographical location-wise (division) distribution of Loans, advances and lease/investments		
	In Bangladesh		
	Urban		
	Dhaka Division	206,377,239,724	176,263,506,990
	Chittagong Division	20,354,688,202	19,830,590,134
	Khulna Division	1,944,949,135	1,735,248,990
	Sylhet Division	1,998,073,710	1,365,522,511
	Rajshahi Division	3,968,641,525	2,172,602,142
	Barisal Division	456,461,482	556,652,894
	Rangpur Division	817,681,830	452,804,961
	Mymensingh Division	1,411,979,834	525,160,023
		237,329,715,442	202,902,088,645
	Rural		
	Dhaka Division	11,248,216,446	7,582,933,696
	Chittagong Division	936,467,374	2,197,781,673
	Rajshahi Division	50,780,345	41,634,387
	Khulna Division	16,069,503	18,737,152
	Mymensingh Division	248,331,471	461,506,520
		12,499,865,139	10,302,593,428
		249,829,580,581	213,204,682,073
8.3 (a)	Consolidated Geographical location-wise (division) distribution of Loans, advances and lease/investments		
	In Bangladesh		
	Urban		
	Dhaka Division	208,538,978,882	178,274,759,780
	Chittagong Division	20,354,688,202	19,830,590,134
	Khulna Division	1,944,949,135	1,735,248,990
	Sylhet Division	1,998,073,710	1,365,522,511
	Rajshahi Division	3,968,641,525	2,172,602,142
	Barisal Division	456,461,482	556,652,894
	Rangpur Division	817,681,830	452,804,961
	Mymensingh Division	1,411,979,834	525,160,023
		239,491,454,600	204,913,341,435
	Rural		
	Dhaka Division	11,248,216,446	7,582,933,696
	Chittagong Division	936,467,374	2,197,781,673
	Rajshahi Division	50,780,345	41,634,387
	Khulna Division	16,069,503	18,737,152
	Mymensingh Division	248,331,471	461,506,520
		12,499,865,139	10,302,593,428
		251,991,319,739	215,215,934,863
8.4	Classification of Loans, advances and lease/investments		
	Unclassified		
	Standard (Including staff loans)	237,133,333,575	202,316,910,545
	Special mention account	5,878,274,970	5,530,560,767
		243,011,608,545	207,847,471,312
	Classified		
	Substandard	618,667,389	585,166,390
	Doubtful	593,287,565	471,274,999
	Bad/Loss	5,606,017,082	4,300,769,372
		6,817,972,036	5,357,210,761
		249,829,580,581	213,204,682,073

		Amount in Taka	
		2021	2020
8.4 (a)	Consolidated Classification of Loans, advances and lease/investments		
	<u>Unclassified</u>		
	Standard (Including staff loans)	239,295,072,733	204,328,163,335
	Special mention account	5,878,274,970	5,530,560,767
		245,173,347,703	209,858,724,102
	<u>Classified</u>		
	Substandard	618,667,389	585,166,390
	Doubtful	593,287,565	471,274,999
	Bad/Loss	5,606,017,082	4,300,769,372
		6,817,972,036	5,357,210,761
		251,991,319,739	215,215,934,863

8.5 Particulars of required provision for Loans, advances and lease/investments

Unclassified	Base for provision	Rate (%)	2021	2020
Standard	236,938,445,796	(*) Various	2,349,015,951	1,638,530,533
Special mentioned account	4,263,088,379	(*) Various	1,322,540,958	1,317,502,992
Special General Provision-Covid-19	48,498,759,765	2/1.5	915,981,167	253,986,252
Sub-total (A)			4,587,538,076	3,210,019,777

(*) General provision is kept @ 2% on loan for professional, 1% on housing loan, 2% on consumer financing and 2% on Brokerage House, 0.25% on cottage, micro small and medium enterprise (CMSME) sector (both standard and SMA category) and at the rate of 1% on all other unclassified loans and advances.

Classified	Base for provision	Rate(%)	2020	2019
Substandard	271,199,335	20/5	25,328,248	15,234,148
Doubtful	281,682,673	50/20/5	80,138,521	31,773,572
Bad/loss	2,346,650,364	100	2,346,650,364	2,008,277,410
Unclassified loan (stay order-Additional Provision)			617,580,653	875,562,967
Sub-total (B)			3,069,697,786	2,930,848,097
Required provision for loans and advances (C=A+B)			7,657,235,862	6,140,867,874

Specific provision is kept on substandard loans @ 5% for short term agro credit & micro credit and SME loans and 20% for rest amount, on doubtful loans @ 5% for short term agro credit & micro credit, 20% for SME loans and 50% for rest amount; on all bad/ loss loans @ 100%.

8.6 Particulars of Loans, advances and lease/investments

(i) Loans considered good in respect of which the Bank is fully secured;	144,620,959,584	115,492,508,357
(ii) Loans considered good against which the Bank holds no security other than the debtors' personal security;	46,938,763,860	43,160,648,835
(iii) Loans considered good secured by the personal undertaking of one or more parties in addition to the personal security of the debtors.	58,269,857,137	54,551,524,881
(iv) Loans adversely classified but provision not maintained there against;	-	-
	249,829,580,581	213,204,682,073
(v) Loans due by directors or officers of the Bank or any of them either separately or jointly with any other persons;	816,580,185	893,847,858
(vi) Loans due from companies or firms in which the directors of the Bank are interested as directors, partners or managing agents or in case of private companies, as members;	213,802,181	297,227,274

		Amount in Taka	
		2021	2020
(vii)	Maximum total amount of advances, including temporary advances made any time during the year to directors or managers or officers of the Bank or any of them either separately or jointly with any other persons;	816,580,185	893,847,858
(viii)	Maximum total amount of advances, including temporary advances granted during the year to companies or firms in which the directors of the Bank are interested as directors, partners or managing agents or, in case of private companies, as members;	213,802,181	297,227,274
ix)	Due from banking companies;	-	-
(x)	Amount of classified loans on which interest has not been charged	6,817,972,036	5,357,210,761
	(a) Increase/decrease of provision (specific)	854,117,150	211,279,780
	Amount of loan written off	4,924,470	50,063,077
	Amount realised against loan previously written off	3,360,262,721	4,521,727,283
	"(b) Provision kept against loans classified as bad /loss	2,578,280,912	2,209,946,189
	(c) Interest charged in interest suspense account		
(xi)	Written off loan		
	Opening balance	3,098,108,595	2,886,828,815
	During the year	854,117,150	211,279,780
	Closing balance	3,952,225,745	3,098,108,595
8.7	Details of pledged collaterals received against Loans, advances and lease/investments		
	Collateral of movable/immovable assets	132,834,428,270	105,533,437,477
	Local banks and financial institutions guarantee	13,269,857,137	14,551,524,881
	Government guarantee	-	-
	Foreign Banks guarantee	-	-
	Export documents	12,817,160,300	12,041,649,589
	Fixed deposit receipts	11,786,531,314	9,959,070,880
	Personal guarantee	79,121,603,560	71,118,999,246
		249,829,580,581	213,204,682,073
8.7(a)	Consolidated details of pledged collaterals received against Loans, advances and lease/investments		
	Collateral of movable/immovable assets	134,996,167,428	107,544,690,267
	Local banks and financial institutions guarantee	13,269,857,137	14,551,524,881
	Government guarantee	-	-
	Foreign Banks guarantee	-	-
	Export documents	12,817,160,300	12,041,649,589
	Fixed deposit receipts	11,786,531,314	9,959,070,880
	Personal guarantee	79,121,603,560	71,118,999,246
		251,991,319,739	215,215,934,863
9	Fixed assets including premises, furniture and fixtures	3,332,025,016	3,201,151,684
	Details are shown in Annexure - B .		
9.1	Fixed assets including premises, furniture & fixture at cost		
	Cost		
	Land and Building	1,786,103,674	1,383,543,311
	Furniture and fixtures	1,634,840,934	1,506,547,624
	Equipment and computers	1,420,713,809	1,289,519,153
	Vehicles	99,612,164	99,612,164
	Right of Use Assets	1,351,067,238	1,351,067,238
		6,292,337,819	5,630,289,490
	Less: Accumulated depreciation (details are in Annexure - B)	(2,960,312,803)	(2,429,137,806)
	Net book value at the end of the year	3,332,025,016	3,201,151,684

		Amount in Taka	
		2021	2020
9(a)	Consolidated fixed assets including premises, furniture and fixtures		
	Premier Bank Limited (Note - 9)	3,332,025,016	3,201,151,684
	Premier Bank Securities Limited	3,240,165	3,340,963
		3,335,265,181	3,204,492,647
	Details are shown in Annexure - A.		
10	Other assets		
	Income generating assets	2,499,980,000	2,499,980,000
	Non-income generating assets	22,523,335,167	18,225,334,065
		25,023,315,167	20,725,314,065
10(a)	Consolidated other assets		
	Premier Bank Limited (Note - 10)	25,023,315,167	20,725,314,065
	Premier Bank Securities Limited	267,422,880	280,740,785
		25,290,738,047	21,006,054,850
	Less: intercompany adjustment		
	Premier Bank Securities Ltd.	2,499,980,000	2,522,911,001
		22,790,758,047	18,483,143,849
10.1	Breakup of other assets:		
	Adjusting account	5,620,903,925	4,203,411,118
	Advance office rent and maintenance	2,075,468,075	739,563,276
	Advance Income Tax	2,059,275,162	2,406,975,027
	Head office general account	2,793,935,443	2,662,830,306
	Investment in share of subsidiary Companies (Note- 10.1.2)	2,499,980,000	2,499,980,000
	Stationery, stamps, printing materials, etc.	29,469,949	38,180,446
	Protested bills	50,433,370	50,433,370
	Receivable on Sanchaya Patras (from Bangladesh Bank)	82,540,425	68,906,043
	Security deposits	3,058,503	3,026,453
	Off-shore Banking Units	7,828,420	7,745,847
	Others (Note - 10.1.3)	9,800,421,895	8,044,262,179
		25,023,315,167	20,725,314,065
10.1.1	Consolidated Advance Income Tax		
	Premier Bank Limited	2,059,275,162	2,406,975,027
	Premier Bank Securities Limited	131,608,988	93,632,374
		2,190,884,150	2,500,607,401
10.1.2	Investment in share of subsidiary Companies		
	Premier Bank Securities Limited	2,499,980,000	2,499,980,000
		2,499,980,000	2,499,980,000
10.1.3	Others		
	Sundry debtors	3,773,015,670	2,669,889,046
	Prepaid expenses	4,218,214,919	3,493,394,709
	Advance against petty cash	838,953	678,138
	Advance against suits/ cases	85,089,503	78,271,133
	Deferred tax asset (Note-10.1.2.1)	1,255,021,528	1,624,147,498
	Advance against proposed branch	13,851,087	6,552,524
	Cash remittance	2,200	37,850,280
	Advance payment for remittance	38,000,000	35,000,000
	Advance against margin for bank guarantee	-	34,591,820
	Advance for card operations	3,540,063	3,540,063
	Advance against postage	-	3,000
	Advance against TA/DA	248,550	332,800
	Other sundry debtors	379,264,378	882,435
	Receivable A/C for POS & ATM	33,335,044	59,127,733
	DD paid without advice	-	1,000
		9,800,421,895	8,044,262,179

Amount in Taka

10.1.2.1 Deferred tax asset

	2021	2020
(a) Deferred tax asset		
Provision for classified loans and advances	3,360,262,721	4,521,727,283
Provision for gratuity	876,404,746	612,917,626
Total provision	4,236,667,467	5,134,644,909
Tax base of provision	-	-
Total Temporary difference	4,236,667,467	5,134,644,909
Effective tax rate @ 37.5%	-	-
Closing balance of deferred tax asset	1,588,750,300	1,925,491,841
Opening balance of deferred tax asset	1,925,491,841	2,164,733,502
Deferred tax income	(336,741,541)	(239,241,661)
(b) Deferred tax liability		
Opening balance	301,344,343	280,922,646
add: Provision made during the year	32,384,429	20,421,697
Closing balance	333,728,772	301,344,343
Net Deferred tax Income(expense)	(369,125,970)	(259,663,358)
Net deferred tax assets (a-b)	1,255,021,528	1,624,147,498

*Retained earnings includes tax income of TK. 1,588,750,300 which has been created with the specific provision of classified loan and provision of gratuity. As per Bangladesh Bank BRPD circular No. 11 dated 12 December 2011 the tax income amount is not permissible to distribute as dividend.

10.2 Head Office General account

Head Office general account represents outstanding inter Branch and Head Office transactions originated before but remaining un-reconciled as at 31 December 2021.

Aging of outstanding transactions	Number of unresponded entries		Number of unresponded entries (Amount in Taka)	
	Debit	Credit	Debit	Credit
Up to 3 months	405	1,038	3,185,666,981	591,738,870
Over 3 months but within 6 months	82	14	103,313,851	7,294,398
Over 6 months	61	11	113,164,468	9,176,590
Total	548	1,063	3,402,145,300	608,209,858

11 Borrowings from other banks, financial institutions and agents

In Bangladesh (Note - 11.1)	34,725,903,112	26,790,530,656
Outside Bangladesh	-	-
	34,725,903,112	26,790,530,656

11(a) Consolidated Borrowings from other banks, financial institutions and agents

Premier Bank Limited (Note - 11)	34,725,903,112	26,790,530,656
Premier Bank Securities Limited	2,095,130,912	1,379,511,426
	36,821,034,024	28,170,042,082
Less: Inter Company Transaction	2,095,130,912	1,379,511,426
	34,725,903,112	26,790,530,656

11.1 In Bangladesh

Bangladesh Bank (Islamic Bond)	2,000,000,000	3,000,000,000
FC Placement borrowing from other Banks	2,051,275,000	422,125,000
Bangladesh Bank (Refinance facility under SME)	1,269,327,033	681,813,882
Bangladesh Bank (EDF)	18,112,086,629	16,845,642,076
Bangladesh Bank Refinance Under 10/-TK Account Holder	5,590,000	5,801,250
Bangladesh Bank (Refinance facility under HBL)	1,651,081	1,987,547
Quard From Bangladesh Bank	928,329,812	526,426,882
Bangladesh Bank (Refinance facility against salary wages for RMG workers)	2,338,477,754	3,043,091,867

		Amount in Taka	
		2021	2020
	Bangladesh Bank (Refinance facility against working capital for Agricultural sector)	562,850,000	117,600,000
	Bangladesh Bank (Refinance facility against working capital for CMSME sector)	2,682,805,000	1,162,623,588
	Bangladesh Bank (Refinance facility against working capital for RMG & large industry)	1,014,557,157	638,700,000
	Bangladesh Bank (Refinance facility against working capital for Micro Finance)	245,347,149	13,500,000
	SME Foundation	200,000,000	-
	Off-shore Banking Unit	11,254,465,003	5,031,731,410
	Bangladesh Bank (GTF)	400,708,333	-
	Bangladesh Bank (Refinance facility under Women Enterprise)	11,848,164	7,554,831
		43,079,318,115	31,498,598,333
	Less: Inter Company transaction	8,353,415,003	4,708,067,677
		34,725,903,112	26,790,530,656
11.2	Analysis by security		
	Secured	34,725,903,112	26,790,530,656
	Unsecured	-	-
		34,725,903,112	26,790,530,656
11.3	Repayment pattern		
	Repayable on demand	-	-
	Repayable on maturity	34,725,903,112	26,790,530,656
		34,725,903,112	26,790,530,656
12	Non-convertible Subordinated Bond	10,000,000,000	10,000,000,000
12.1	Premier Bank Non-convertible Subordinated Bond (2nd Issue)(Tranche-1)		
	Sonali Bank Limited	300,000,000	300,000,000
	Bank Asia Limited	200,000,000	200,000,000
	First Bangladesh Fixed Income Fund	100,000,000	100,000,000
	PHP First Mutual Fund	100,000,000	100,000,000
	AB Bank 1st Mutual Fund	100,000,000	100,000,000
	Multi Securities & Services Limited	200,000,000	200,000,000
		1,000,000,000	1,000,000,000
	Premier Bank Non-convertible Subordinated Bond (2nd Issue)(Tranche-2)		
	IFIC Bank 1st Mutual Fund	10,000,000	10,000,000
	1st Janata Bank Mutual Fund	50,000,000	50,000,000
	Popular Life 1st Mutual Fund	80,000,000	80,000,000
	PHP 1st Mutual Fund	10,000,000	10,000,000
	EBL NRB Mutual Fund	50,000,000	50,000,000
	Bank Asia Limited	300,000,000	300,000,000
	Sonali Bank Limited	500,000,000	500,000,000
		1,000,000,000	1,000,000,000
	Premier Bank Non-convertible Subordinated Bond (3rd Issue)(Tranche-1)		
	Trust Bank 1st Mutual Fund	-	100,000,000
	IFIC Bank 1st Mutual Fund	-	150,000,000
	1st Janata Mutual Fund	-	150,000,000
	PHP 1st Mutual Fund	-	40,000,000
	Popular Life 1st Mutual Fund	-	540,000,000
	EBL NRB Mutual Fund	-	170,000,000
	AB Bank 1st Mutual Fund	-	170,000,000
	First Bangladesh Fixed Income Fund	-	130,000,000
	EXIM Bank 1st Mutual Fund	-	30,000,000
	EBL 1ST Mutual Fund	-	90,000,000
	Multi Securities & Services Limited	-	430,000,000
		-	2,000,000,000
	Premier Bank Non-convertible Subordinated Bond (3rd Issue)(Tranche-2)		
	Agrani Bank Limited	200,000,000	200,000,000
	First Bangladesh Fixed Income Fund	370,000,000	370,000,000
	1st Janata Mutual Fund	150,000,000	150,000,000
	AB Bank 1st Mutual Fund	70,000,000	70,000,000
	PHP 1st Mutual Fund	140,000,000	140,000,000
	IFIC Bank 1st Mutual Fund	50,000,000	50,000,000
	Multi Securities & Services Limited	20,000,000	20,000,000
		1,000,000,000	1,000,000,000

		Amount in Taka	
		2021	2020
Premier Bank Non-convertible Subordinated Bond (3rd Issue)(Tranche-3)			
Jananta Bank Limited	1,000,000,000	1,000,000,000	1,000,000,000
Rupali Bank Limited	1,000,000,000	1,000,000,000	1,000,000,000
	2,000,000,000	2,000,000,000	2,000,000,000
Premier Bank Non-convertible Subordinated Bond (4th Issue)(Tranche-1)			
Agrani Bank Limited	500,000,000	500,000,000	500,000,000
Sonali Bank Limited	750,000,000	750,000,000	750,000,000
Trust Bank 1st Mutual Fund	50,000,000	50,000,000	50,000,000
Popular Life 1st Mutual Fund	110,000,000	110,000,000	110,000,000
PHP 1st Mutual Fund	180,000,000	180,000,000	180,000,000
EBL NRB Mutual Fund	120,000,000	120,000,000	120,000,000
EXIM Bank 1st Mutual Fund	20,000,000	20,000,000	20,000,000
First Bangladesh Fixed Income Fund	110,000,000	110,000,000	110,000,000
AB Bank 1st Mutual Fund	100,000,000	100,000,000	100,000,000
1st Janata Mutual Fund	50,000,000	50,000,000	50,000,000
IFIC Bank 1st Mutual Fund	10,000,000	10,000,000	10,000,000
	2,000,000,000	2,000,000,000	2,000,000,000
Premier Bank Non-convertible Subordinated Bond (4th Issue)(Tranche-2)			
First Bangladesh Fixed Income Fund	80,000,000	80,000,000	80,000,000
First Janata Mutual Fund	30,000,000	30,000,000	30,000,000
IFIC First Mutual Fund	40,000,000	40,000,000	40,000,000
PHP First Mutual Fund	80,000,000	80,000,000	80,000,000
EBL NRB Mutual Fund	40,000,000	40,000,000	40,000,000
AB Bank First Mutual Fund	40,000,000	40,000,000	40,000,000
Trust Bank 1st Mutual Fund	40,000,000	40,000,000	40,000,000
Exim Bank First Mutual Fund	20,000,000	20,000,000	20,000,000
Popular Life 1st Mutual Fund	100,000,000	100,000,000	100,000,000
EBL 1st Mutual Fund	30,000,000	30,000,000	30,000,000
Infrastructure Financing Series II - Sinking Fund	500,000,000	500,000,000	500,000,000
Sonali Bank Limited	500,000,000	-	-
Multi Securities & Services Limited	250,000,000	-	-
Multi Securities & Services Limited	250,000,000	-	-
	2,000,000,000	1,000,000,000	1,000,000,000
Premier Bank Non-convertible Subordinated Bond (4th Issue)(Tranche-3)			
Sonali Bank Limited	500,000,000	-	-
Multi Securities & Services Limited	250,000,000	-	-
Trust Bank 1st Mutual Fund	30,000,000	-	-
1st Janata Bank Mutual Fund	30,000,000	-	-
Popular Life 1st Mutual Fund	30,000,000	-	-
First Bangladesh Fixed Income Fund	30,000,000	-	-
AB Bank 1st Mutual Fund	30,000,000	-	-
IFIC Bank 1st Mutual Fund	30,000,000	-	-
IFIC Bank 1st Mutual Fund	30,000,000	-	-
Exim Bank First Mutual Fund	20,000,000	-	-
EBL 1st Mutual Fund	20,000,000	-	-
	1,000,000,000	-	-
13 Premier Bank Perpetual Bond	2,000,000,000	-	-
13.1 Details of Investors			
One Bank Limited	1,937,955,000	-	-
Meghna Life Securities And Investment Limited.	340,000	-	-
Shanta First Income Unit Fund	51,730,000	-	-
Shanta Fixed Income Fund	9,310,000	-	-
Individual Investor	665,000	-	-
	2,000,000,000	-	-

		Amount in Taka	
		2021	2020
14	Deposits and other accounts		
	Inter-bank deposits (Note - 14.1)	8,805,807,154	7,704,431,483
	Other deposits (Note - 14.2)	259,997,245,928	233,925,811,286
		268,803,053,082	241,630,242,769
14(a)	Consolidated deposits and other accounts		
	Premier Bank Limited (Note - 14)	268,803,053,082	241,630,242,769
	Premier Bank Securities Ltd.	356,199,310	362,746,445
		269,159,252,392	241,992,989,214
	Less: Inter Company transaction	293,111,228	201,772,879
		268,866,141,164	241,791,216,335
14.1	Inter-bank deposits		
	Fixed Deposits		
	Shahjalal Islami Bank Limited	750,000,000	1,500,000,000
	Al Arafat Islami Bank Limited	2,000,000,000	2,000,000,000
	NCC Bank Limited	-	500,000,000
	Islami Bank Bangladesh Limited	3,000,000,000	2,000,000,000
	Shimanto Bank Limited	200,000,000	200,000,000
	Mutual Trust Bank Limited	400,000,000	-
	United Commercial Bank Limited	1,200,000,000	-
	Uttara Bank Limited	1,000,000,000	-
	Padma Bank Limited	-	1,500,000,000
		8,550,000,000	7,700,000,000
	Special Notice Deposits		
	Basic Bank Limited	5,125	7,242
	AB Bank Limited	712,919	702,620
	Shahjalal Islami Bank Limited	250,006,624	-
	Padma Bank Limited	239	1,935
		250,724,907	711,797
	Current Deposits		
	Padma Bank Limited	21,264	22,299
	Trust Bank Limited	70,024	70,024
	Midland Bank Limited	4,990,959	3,627,363
		5,082,247	3,719,686
		8,805,807,154	7,704,431,483
14.2	Other deposits		
	Savings bank deposits	20,860,458,810	15,729,821,128
	Fixed deposits:		
	One month	3,334,626,157	2,903,514,032
	Three months	46,481,008,027	34,242,537,552
	Four months	3,289,950,859	5,385,177,546
	Six months	33,920,562,701	26,651,357,764
	One year	38,851,603,043	45,589,245,826
	Two years	7,171,626,939	2,369,085,595
	Three years but not more than five years	209,283,908	103,072,676
		133,258,661,634	117,243,990,991
	Others:		
	Current account	19,171,677,686	20,421,794,457
	Unclaimed Cash Dividend (Note-14.2.2)	25,930,066	18,545,381
	Special -notice deposits	17,549,265,311	16,290,659,932
	Staff security deposits	9,439,438	8,561,185
	Deposit in foreign currency	4,386,200,226	2,955,291,651
	Monthly savings scheme	13,811,015,642	11,299,104,482
	Monthly income account	10,747,935,543	8,356,702,717
	Education savings scheme	351,228	260,541
	Special deposit scheme	901,811,690	853,449,505
	Double benefit scheme	18,064,605,696	16,747,562,354
	Mudaraba Hajj deposit	8,328,656	6,530,077
	Off-shore Banking Unit	937,665	927,775
	Sundry deposits (Note - 14.3)	17,400,961,256	20,092,404,354
		102,078,460,103	97,051,794,411
	Bills payable (Note - 14.4)	3,799,665,381	3,900,204,756
		259,997,245,928	233,925,811,286

Amount in Taka

	2021	2020
14.2.1 Maturity analysis of other deposits		
Repayable on demand	46,661,875,908	48,803,924,501
Repayable within 1 month	22,385,867,521	20,696,150,017
Over 1 month but within 3 months	65,464,025,544	48,556,674,778
Over 3 months but within 1 year	107,355,692,900	100,007,541,817
Over 1 year but within 5 years	7,380,910,847	2,472,158,271
Over 5 years but within 10 years	10,748,873,208	13,389,361,902
	259,997,245,928	233,925,811,286
14.2.2 Unclaimed Cash Divided		
Cash dividend remained unclaimed which were declared for the year:		
2016	-	7,183,680
2019	10,464,890	11,361,701
2020	15,465,176	-
	25,930,066	18,545,381
14.3 Sundry deposits		
Sundry creditors	233,277,016	504,490,531
Margin on letter of credit	5,394,086,748	5,895,783,391
Margin on letter of guarantee	4,209,189,331	290,931,386
Interest/Profit payable on deposit	1,549,554,303	1,990,241,689
Income tax deducted at source	765,816,772	668,834,439
VAT payable to government	275,322,898	285,967,904
Margin on foreign documentary bill purchases	2,489,284	2,489,284
Other sundry deposits	4,963,499,221	10,453,665,730
	17,400,961,256	20,092,404,354
14.4 Bills payable		
Inside Bangladesh	3,799,665,381	3,900,204,756
Outside Bangladesh	-	-
	3,799,665,381	3,900,204,756
15 Other liabilities		
Provision against loans and advances (Note - 15.1)	8,540,282,498	7,731,747,060
Provision for gratuity (Note - 15.2)	876,404,746	612,917,626
Provision for off-balance sheet items (Note - 15.3)	1,561,831,995	1,101,831,995
Provision for start-up fund (Note - 15.4)	53,327,611	-
Other provision (Note - 15.5)	2,235,527,713	1,685,201,850
Provision for corporate taxation (Note - 15.6)	2,042,103,085	2,643,978,112
Interest suspense account (Note - 15.7)	2,578,280,912	2,209,946,189
Adjusting account	363,901,062	380,706,639
Credit card	15,808,833	51,523,917
Investment compensation	12,879,776	10,461,030
BEFT settlement Account	11,830,888	23,814,823
LDBD Exchange Risk Premium	5,890	5,890
Government cash incentive fund on wage earners Remittance	150,200,129	40,157,129
2% cash incentive for all account credit transaction	11,469,120	6,561,214
Lease Liability	316,647,071	523,512,504
Automatic Challan Settlement Account	12,162,431	-
Interest Subsidy	32,158	-
Fees and Charges From Agent Banking Customers	30,990	10,164
Settlement Account	887,344	-
Off-shore Banking Unit	68,373,091	38,680,407
	18,851,987,343	17,061,056,549
15(a) Consolidated other liabilities		
Premier Bank Limited (Note - 15)	18,851,987,343	17,061,056,549
Premier Bank Securities Ltd.	618,262,319	593,191,578
	19,470,249,662	17,654,248,127
Less: Intercompany adjustment	-	22,931,001
	19,470,249,662	17,631,317,126

		Amount in Taka	
		2021	2020
15.1	Accumulated provision against loans and advances		
	<u>On classified loans</u>		
	Opening balance	4,521,727,283	5,526,215,139
	Less : Fully provided debts written off during the year	788,871,008	211,279,780
	Add : Recovery of amounts previously written off	4,924,470	50,063,077
	Less : Release for final settlement	77,518,024	17,816,564
	Add : Specific provision made during the year	(300,000,000)	(825,454,589)
	Closing balance	3,360,262,721	4,521,727,283
	<u>On unclassified loans</u>		
	Opening balance	2,956,033,525	871,594,556
	Add : Provision made during the year	1,259,149,841	2,084,438,969
	Closing balance	4,215,183,366	2,956,033,525
	<u>Special General Provison-COVID-19</u>		
	Opening Balance	253,986,252	-
	Add : Provision made during the year	780,385,257	253,986,252
	Less : Adjustment during the year	69,535,098	-
	Closing balance	964,836,411	253,986,252
	Total closing balance	8,540,282,498	7,731,747,060
15.2	Provision for gratuity		
	Opening balance	612,917,626	246,407,532
	Add: Provision made during the year	263,487,120	366,510,094
	Closing balance	876,404,746	612,917,626
15.3	Provision for off-balance sheet items		
	Opening balance	1,101,831,995	445,438,830
	Add: Provision made during the year	460,000,000	656,393,165
	Closing balance	1,561,831,995	1,101,831,995
15.4	Provision for start-up fund		
	Opening balance	-	-
	Add: Provision made during the year	53,327,611	-
	Closing balance	53,327,611	-
15.5	Other provisions		
	Provision for protested bills (Note - 15.5.1)	50,433,370	16,888,341
	Provision for suspense account (Note - 15.5.2)	1,429,939,619	825,600,356
	Provision for investment on shares (Note - 15.5.3)	750,154,724	837,713,153
	Provision for good borrowers (Note - 15.5.4)	5,000,000	5,000,000
		2,235,527,713	1,685,201,850
15.5.1	Provision for protested bills		
	Opening balance	16,888,341	16,888,341
	Add: Provision made during the year	33,545,029	-
	Closing balance	50,433,370	16,888,341
15.5.2	Provision for suspense account		
	Opening balance	825,600,356	8,885,164
	Add: Provision made during the year	604,339,263	816,715,192
	Closing balance	1,429,939,619	825,600,356
15.5.3	Provision for investment in shares		
	Opening balance	837,713,153	1,083,275,186
	Less: Adjustment during the year	87,558,429	245,562,033
	Closing balance	750,154,724	837,713,153

		Amount in Taka	
		2021	2020
15.5.4 Provision for good borrowers			
Opening balance		5,000,000	5,000,000
Add: Provision made during the year		-	-
Closing balance		5,000,000	5,000,000
15.5 (a) Consolidated other provisions			
Premier Bank Limited (Note - 15.5)		2,235,527,713	1,685,201,850
Premier Bank Securities Ltd.		52,768,701	10,200,000
		2,288,296,414	1,695,401,850
15.6 Provision for corporate taxation			
Opening balance		2,643,978,112	3,274,803,469
Add: Provision made during the period		1,805,100,000	1,352,152,201
Less: Adjustment during the year		2,406,975,027	1,982,977,558
Closing balance		2,042,103,085	2,643,978,112
15.6 (a) Consolidated Provision for taxation			
Premier Bank Limited (Note - 14.6)		2,042,103,085	2,643,978,112
Premier Bank Securities Limited		133,098,347	89,545,798
		2,175,201,432	2,733,523,910
15.6 (aa) Consolidated Provision for taxation			
Premier Bank Limited		1,805,100,000	1,352,152,201
Premier Bank Securities Limited		43,552,549	16,370,093
		1,848,652,549	1,368,522,294
15.7 Interest suspense account			
Opening balance		2,209,946,189	1,578,525,356
Add: Transfer during the year		941,905,070	1,813,667,579
Less: Adjusted during the year		573,570,347	1,182,246,746
Closing balance		2,578,280,912	2,209,946,189
16 Share Capital		10,430,707,270	9,702,983,510
16.1 Authorised Capital			
1500,000,000 ordinary shares of Taka 10 each		15,000,000,000	10,000,000,000
16.2 Issued, subscribed and paid-up capital			
Issued for cash			
Directors & Sponsors: 48,650,355 ordinary shares of Taka 10 each		486,503,550	486,503,550
		486,503,550	486,503,550
Issued for other than cash as bonus shares			
Directors & Sponsors: 393,949,611 bonus shares of Taka 10 each		3,939,496,110	3,682,383,000
		3,939,496,110	3,682,383,000
No. of shares owned by other than Directors & Sponsors (General shareholders)			
600,470,761 ordinary shares of Taka 10 each		6,004,707,610	5,534,096,960
		10,430,707,270	9,702,983,510

		Amount in Taka		
		2021	2020	
16.3	Percentage of shareholding			
		31.12.2021	31.12.2020	
Particulars	No. of shares	% of share holding	No. of shares	% of share holding
(i) Sponsors & Directors				
Local (individual)	336,654,996	32.27	293,227,943	30.22
Govt. of Bangladesh	-	-	-	-
Foreign (individual)	28,119,943	2.70	29,138,033	3.00
Independent Director (individual)	-	-	-	-
(ii) Associated companies	-	-	-	-
(iii) Govt. of Bangladesh	-	-	-	-
(iv) Corporate bodies				
Local	186,453,906	17.88	156,074,195	16.09
Foreign	20,334,639	1.95	22,194,505	2.29
(v) General investors				
Local (individual)	470,241,977	45.08	468,385,731	48.27
Non-resident Bangladeshis	1,265,266	0.12	1,277,944	0.13
Foreign individual	-	-	-	-
(vi) Others	-	-	-	-
	1,043,070,727	100	970,298,351	100

16.4 Names of the directors/sponsor shareholders and their shareholdings as on 31 December 2021

SL. NO.	Name of the Director/Shareholder	Status	Shareholding (Number of shares)	
			31.12.2021	31.12.2020
1	Dr. H. B. M. Iqbal	Chairman	40,147,009	37,346,055
2	Mr. Moin Iqbal	Vice Chairman	20,862,485	19,406,963
3	Mr. Mohammad Imran Iqbal	Director	20,862,399	19,406,883
4	Mr. B. H. Haroon, MP	Director	20,867,198	19,411,348
5	Mr. Abdus Salam Murshedy, MP	Director	43,924,134	40,859,660
6	Mr. Shafiqur Rahman	Director	20,870,622	19,414,533
7	Mr. Nahyan Haroon*	Director	21,434,963	13,111,594
8	Mr. Jamal G. Ahmed	Director	52,153,453	48,514,840
9	Mrs. Shaila Shelley Khan	Director	52,136,132	48,498,728
10	Mr. Yeh Cheng Min	Director	28,119,943	29,138,033
11	Mr. Chowdhury Jafarullah Sharafat**	Independent Director	-	-
12	Mr. Naba Gopal Banik	Independent Director	-	-
13	Dr. Arifur Rahman	Sponsor Shareholder	36,141,065	33,619,596
14	Mr. Nurul Amin	Sponsor Shareholder	7,255,536	6,749,337
Sub-total			364,774,939	335,477,570
No. of shares owned by other than Directors & Sponsors (General shareholders)			678,295,788	634,820,781
Total			1,043,070,727	970,298,351

* Mr. Nahyan Haroon was appointed on February 10, 2021.

** Mr. Chowdhury Jafarullah Sharafat retired on December 08, 2021.

16.5 Classification of shareholders by holding as on 31 December 2021

Shareholding Range	No. of Shareholders	No. of Shares	Percentage of share holding
01 - 500	12,003	2,182,784	0.21%
501 - 5000	21,975	45,008,160	4.31%
5,001 - 10,000	3,342	24,628,318	2.36%
10,001 - 20,000	1,868	27,283,522	2.62%
20,001 - 30,000	658	16,587,567	1.59%
30,001 - 40,000	346	12,228,358	1.17%
40,001 - 50,000	240	11,211,254	1.07%
50,001 - 100,000	416	30,602,591	2.93%
100,001 - 1,000,000	369	93,259,948	8.94%
Over 1,000,000	93	780,078,225	74.79%
Total	41,310	1,043,070,727	100.00%

Amount in Taka

16.6 Capital to risk weighted assets ratio (CRAR)

In terms of section 13(2) of Bank Companies Act 1991 and Bangladesh Bank BRPD circulars no. 18 dated 21 December 2014, Minimum Capital Requirement (MCR) of the Bank as on 31 December 2021 was Taka 2,496.03 crore on solo basis and Taka 2,506.41 Crore on Consolidated basis against available capital of Taka 3,488.18 crore on solo basis and Taka 3,499.45 crore on consolidated basis thereby showing Surplus holding of Capital. Details are shown below:

16.6.1 Tier I Capital (Solo Basis)

Common Equity Tier I Capital		
Paid-up capital	10,430,707,270	9,702,983,510
Statutory reserve	7,461,553,588	6,372,883,331
General Provision	300,000,000	300,000,000
Retained earnings	3,944,795,668	3,758,264,921
Sub-total	22,137,056,526	20,134,131,762
Less: Regulatory adjustment (As per Basel III Guideline)	1,197,093,594	1,610,865,345
Total Common Equity Tier I Capital	20,939,962,932	18,523,266,417
Additional Tier I Capital	2,000,000,000	-
Total Tier I Capital (Solo Basis)	22,939,962,932	18,523,266,417

16.6.2 Tier II Capital (Solo Basis)

General provision	6,741,851,772	4,311,851,772
Subordinated debt (As per Basel III Guideline)	5,200,000,000	6,000,000,000
Revaluation Reserve for Securities and Fixed Assets (As per Basel III Guideline)	-	-
Sub-total	11,941,851,772	10,311,851,772
Less: Regulatory adjustment (As per Basel III Guideline)	-	-
Total Admissible Tier II Capital	11,941,851,772	10,311,851,772
Total Regulatory Capital (Tier I & Tier II Capital) on Solo Basis	34,881,814,704	28,835,118,189
(A) Total risk-weighted assets (RWA) on Solo Basis	249,602,835,273	211,448,413,006
(B) Minimum capital requirement (MCR)	24,960,283,527	21,144,841,301
(C) Capital Conservation Buffer Requirement	6,240,070,882	5,286,210,325
(D) Minimum Required Capital plus Capital Conservation Buffer (B+C)	31,200,354,409	26,431,051,626
(E) Actual capital maintained	34,881,814,704	28,835,118,189
(G) Surplus/(Deficit) (E-D)	3,681,460,295	2,404,066,563

Capital to risk weighted assets ratio (CRAR) on Solo Basis	13.97%	13.64%
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16.6.1(a) Tier I Capital (Consolidated Basis)

Common Equity Tier I Capital		
Paid-up capital	10,430,707,270	9,702,983,510
Statutory reserve	7,461,553,588	6,372,883,331
General reserve	300,000,000	300,000,000
Retained earnings	4,057,490,306	3,859,218,383
Minority interest	25,025	24,931
Sub-total	22,249,776,189	20,235,110,155
Less: Regulatory adjustment (As per Basel III Guideline)	1,197,093,594	1,610,865,345
Total Common Equity Tier I Capital	21,052,682,595	18,624,244,810
Additional Tier I Capital	2,000,000,000	-
Total Tier I Capital (Consolidated Basis)	23,052,682,595	18,624,244,810

16.6.2(a) Tier II Capital (Consolidated Basis)

General provision	6,741,851,772	4,311,851,772
Subordinated debt (As per Basel III Guideline)	5,200,000,000	6,000,000,000
Revaluation Reserve for Securities and Fixed Assets (As per Basel III Guideline)	-	-
Sub-total	11,941,851,772	10,311,851,772
Less: Regulatory adjustment (As per Basel III Guideline)	-	-
Total Admissible Tier II Capital	11,941,851,772	10,311,851,772

		Amount in Taka	
		2021	2020
Total Regulatory Capital (Tier I & Tier II Capital) on Consolidated Basis		34,994,534,367	28,936,096,582
(A) Total risk-weighted assets(RWA) on Consolidated Basis		250,641,151,344	212,467,375,365
(B) Minimum capital requirement (MCR)		25,064,115,134	21,246,737,537
(C) Capital Conservation Buffer Requirement		6,266,028,784	5,311,684,384
(D) Minimum Required Capital plus Capital Conservation Buffer (B+C)		31,330,143,918	26,558,421,921
(F) Actual capital maintained		34,994,534,367	28,936,096,582
(G) Surplus/(Deficit) (C-D)		3,664,390,449	2,377,674,661
Capital to risk weighted assets ratio (CRAR) on Consolidated Basis		13.96%	13.62%
16.7 Capital requirement			
	Particulars	2021 Under Basel-III	2020 Under Basel-III
		Required	Maintained
	Minimum Tier I capital Ratio	8.50%	8.76%
	Minimum Total Capital Ratio	10.00%	13.64%
	Minimum Total Capital plus Capital Conservation Buffer	12.50%	13.64%
16.7(a) Consolidated Capital requirement			
	Particulars	2021 Under Basel-III	2020 Under Basel-III
		Required	Maintained
	Minimum Tier I capital Ratio	8.50%	8.77%
	Minimum Total Capital Ratio	10.00%	12.62%
	Minimum Total Capital plus Capital Conservation Buffer	12.50%	13.62%
17 Statutory reserve			
An amount equivalent to 20% of the profit before tax has been transferred to the statutory reserve fund as under:			
Opening Balance		6,372,883,331	5,637,793,056
Add : Addition during the year (20% of profit before tax)		1,088,670,257	735,090,275
Closing balance		7,461,553,588	6,372,883,331
18 Other reserve			
Revaluation on HFT securities Treasury bond (Note - 18.1)		9,706,000	59,941,742
Revaluation on HFT securities Treasury bill (Note - 18.2)		-	-
Amortization Reserve on HTM Treasury Bond (Note - 18.3)		5,351,316	5,367,045
Amortization Reserve on HTM Treasury Bill (Note - 18.4)		-	-
Fixed Assets Revaluation (Note - 18.5)		41,922,889	41,922,889
		56,980,205	107,231,676
18.1 Revaluation on HFT securities Treasury bond			
Opening balance		59,941,742	13,912,078
Add : Addition during the year		-	46,029,664
Less : Adjustment during the year		50,235,742	-
Closing balance		9,706,000	59,941,742
18.2 Revaluation on HFT securities Treasury bill			
Opening balance		-	4,353,144
Less : Adjustment during the year		-	4,353,144
Closing balance		-	-
18.3 Amortization Reserve on HTM Treasury Bond			
Opening balance		5,367,045	11,718,227
Add : Addition during the year		-	-
Less : Adjustment during the year		15,729	6,351,182
Closing balance		5,351,316	5,367,045

		Amount in Taka	
		2021	2020
18.4	Amortization Reserve on HTM Treasury Bill		
	Opening balance	-	-
	Add : Addition during the year	-	-
	Less : Adjustment during the year	-	-
	Closing balance	-	-
18.5	Fixed Assets Revaluation		
	Opening balance	41,922,889	41,922,889
	Add : Addition during the year	-	-
	Closing balance	41,922,889	41,922,889
18(a)	Consolidated Other reserve		
	Premier Bank Limited (Note - 18)	56,980,205	107,231,676
	Premier Money Transfer Company Ltd.	57,569,548	57,569,548
		114,549,753	164,801,224
19	General Reserve		
	Opening balance	300,000,000	-
	Add: Transfer from Retained Earnings	-	300,000,000
		300,000,000	300,000,000
20	Retained earnings		
	Opening balance	3,758,264,921	3,653,813,043
	Add: Post-tax profit for the year	3,269,125,314	2,063,635,817
	Less: Transfer to statutory reserve	1,088,670,257	735,090,275
	Less: Transfer to Start-up fund	53,327,611	-
	Less: Transfer to General Reserve	-	300,000,000
	Less: Issue of dividend	1,940,596,699	924,093,664
	Closing balance	3,944,795,668	3,758,264,921
20(a)	Consolidated retained earnings		
	Opening balance	3,859,218,383	3,753,773,952
	Add: Post-tax profit for the year	3,280,866,584	2,064,628,378
	Less: Transfer to statutory reserve	1,088,670,257	735,090,275
	Less: Transfer to Start-up fund	53,327,611	-
	Less: Transfer to General Reserve	-	300,000,000
	Less: Issue of dividend	1,940,596,699	924,093,664
	Less: Non controlling interest	94	8
	Closing balance	4,057,490,306	3,859,218,383
20(b)	Non-controlling interest		
	Opening balance	24,931	24,923
	Add : Addition during the year	94	8
	Closing balance	25,025	24,931
21	Contingent Liabilities		
21.1	Letter of guarantee		
	Money for which the Bank is contingently liable in respect of guarantees issued favoring:		
	Directors	500,000	500,000
	Government	-	-
	Banks and other financial institutions	-	-
	Others	61,313,413,077	62,516,253,660
		61,313,913,077	62,516,753,660
21.2	Other contingent liabilities		
	Litigation pending against the Bank	-	-
	Value of traveller's cheques	-	-
		-	-

		Amount in Taka	
		2021	2020
22	Other Commitments		
	Documentary credits and short term trade-related transactions	-	-
	Forward assets purchase and forward deposits placement	5,940,855,593	1,865,647,800
	Undrawn formal standby facilities, credit lines and commitments to lend		
	Below 3 months	-	-
	Over 3 months but below 1 year	-	-
	Over 1 year but below 5 years	-	-
	Over 5 years	-	-
	Spot and forward foreign exchange contracts	-	-
	Other exchange contracts	-	-
		5,940,855,593	1,865,647,800
23	Income		
	Interest, discount and similar income	17,967,682,583	17,881,287,579
	Dividend income	411,183,115	230,529,031
	Fee, commission and brokerage	2,445,588,814	1,645,058,915
	Gains less losses arising from dealing in foreign currencies	2,120,727,411	1,839,608,682
	Investment income	4,299,402,652	5,078,563,345
	Other operating income	1,559,085,448	1,191,267,897
		28,803,670,023	27,866,315,449
	Expenses		
	Interest, fee and commission	13,159,510,700	14,690,678,246
	Administrative expenses	5,210,375,749	4,486,920,671
	Other operating expenses	1,514,825,468	1,404,734,685
	Depreciation on banking assets	531,793,839	501,503,421
		20,416,505,756	21,083,837,023
		8,387,164,267	6,782,478,426
24	Interest income/profit on Islamic investments		
	Interest on call loans	18,640,944	65,697,639
	Interest received from other banks and financial institutions	11,583,084	943,171
	Interest received from foreign banks and Bangladesh Bank F/C accounts	90,261,650	58,779,946
	Interest received from customers, other than banks	17,451,369,970	17,431,827,072
	Interest income on Off-shore Banking Unit	426,630,275	340,839,593
		17,998,485,923	17,898,087,421
	Less: Inter Company Transaction	30,803,340	16,799,842
		17,967,682,583	17,881,287,579
24(a)	Consolidated interest income		
	Premier Bank Limited	17,967,682,583	17,881,287,579
	Premier Bank Securities Ltd.	157,313,176	216,673,487
		18,124,995,759	18,097,961,066
	Less: Inter Company Adjustment	69,646,763	72,472,214
		18,055,348,996	18,025,488,852
25	Interest/profit paid on deposits, borrowings, etc.		
	Interest paid on deposits	12,097,090,686	13,414,476,449
	Interest paid on borrowings	1,061,370,820	1,275,059,529
	Interest paid on repo	1,049,194	1,142,268
	Interest paid on Deposit, Off- shore Banking Unit	30,803,340	16,799,842
		13,190,314,040	14,707,478,088
	Less: Inter Company Transaction	30,803,340	16,799,842
		13,159,510,700	14,690,678,246
25(a)	Consolidated interest paid on deposits, borrowings, etc.		
	Premier Bank Limited	13,159,510,700	14,690,678,246
	Premier Bank Securities Ltd.	69,646,763	72,472,214
		13,229,157,463	14,763,150,460
	Less: Inter Company Transaction	69,646,763	72,472,214
		13,159,510,700	14,690,678,246

Amount in Taka

		2021	2020
26	Investment income		
	Interest on Treasury bills, Bangladesh Bank bills, repo & reverse repo	11,684,786	292,195,207
	Interest on Treasury bonds, corporate bonds & Perpetual bond	2,780,145,365	3,046,302,838
	Dividend Income	411,183,115	230,529,031
	Capital gain on govt securities	1,112,805,916	1,555,324,795
	Capital gain on sale of investment in shares (Note - 26.1)	394,766,585	184,740,505
		4,710,585,767	5,309,092,376
26(a)	Consolidated Investment income		
	Premier Bank Limited	4,710,585,767	5,309,092,376
	Premier Bank Securities Ltd.	50,056,682	16,039,131
		4,760,642,449	5,325,131,507
26.1	Gain on sale of shares		
	Investment in portfolio	394,766,585	184,740,505
		394,766,585	184,740,505
27	Commission, exchange and brokerage		
	Commission	2,445,588,814	1,645,058,915
	Exchange earnings	2,120,727,411	1,839,608,682
		4,566,316,225	3,484,667,597
27(a)	Consolidated Commission exchange and brokerage		
	Premier Bank Limited	4,566,316,225	3,484,667,597
	Premier Bank Securities Ltd.	224,753,379	94,646,284
		4,791,069,604	3,579,313,881
28	Other operating income		
	Services and other charges	430,384,060	410,067,484
	Income from rent of lockers	3,217,500	2,656,750
	Postage recoveries	59,173,997	43,467,107
	Fax/e-mail charges received	127,218,813	94,610,765
	Incidental charges	60,825,244	48,132,736
	Rent on property	22,495,411	18,214,800
	Miscellaneous earnings	855,770,423	574,118,255
		1,559,085,448	1,191,267,897
28(a)	Consolidated other operating income		
	Premier Bank Limited	1,559,085,448	1,191,267,897
	Premier Bank Securities Ltd.	13,734,303	6,940,716
		1,572,819,751	1,198,208,613
29	Salary and allowances		
	Basic pay	1,067,511,515	953,535,347
	Allowances	1,156,581,341	1,076,160,417
	Bonus	310,949,514	273,521,948
	Provident fund contribution	96,570,173	87,801,785
	Retirement benefits and gratuity	68,948,990	36,016,660
		2,700,561,533	2,427,036,157
29(a)	Consolidated salary and allowances		
	Premier Bank Limited	2,700,561,533	2,427,036,157
	Premier Bank Securities Ltd.	33,336,007	30,466,233
		2,733,897,540	2,457,502,390
30	Rent, taxes, insurance, electricity, etc.		
	Rent, rates and taxes	1,055,809,806	932,871,083
	Insurance	214,118,243	138,365,642
	Electricity, gas, water, etc.	111,723,856	109,224,365
		1,381,651,905	1,180,461,090

Note: Our Tax and VAT adviser, M/S Zia & Associates advised us vide a letter dated March 11, 2011 not to deduct VAT on office rent and pay at source in view of VAT & SD Act 2012 section 3(1). Subsequently a writ petition was submitted before the honorable High Court. On the basis of this advice, the Bank has not deposited any VAT on Rent collected from the Head Office as well as Branches till March 2019.

Honorable High Court issued a rule directing the Govt as to why SRO Nos. 202-Ain/2010/551-Mushok, dated 10/05/2010 and 105-Ain/2009/513-Mushok, dated 11.06.2009 should not be declared to have been issued without lawful authority and are of no legal effect as being ultravires to the provisions of section 3(1) and Second Schedule of the Value Added Tax & SD Act, 2012. The matter is under adjudication and the outcome is uncertain. In spite of this the bank has started paying VAT at source on office rent from April 2019.

		Amount in Taka	
		2021	2020
30(a)	Consolidated Rent, taxes, insurance, electricity, etc.		
	Premier Bank Limited	1,381,651,905	1,180,461,090
	Premier Bank Securities Ltd.	152,310,898	174,913,138
		1,533,962,803	1,355,374,228
31	Legal expenses		
	Law charges	164,960	56,564
	Other professional charges	137,586,330	134,456,750
		137,751,290	134,513,314
31(a)	Consolidated Legal expenses		
	Premier Bank Limited	137,751,290	134,513,314
	Premier Bank Securities Ltd.	-	506,000
		137,751,290	135,019,314
32	Postage, stamp, telecommunication, etc.		
	Telephone	16,426,748	17,330,614
	Postage, stamp and swift charges	76,468,295	49,924,347
	Telegram, internet, fax and e-mail	32,356,959	30,523,419
		125,252,002	97,778,380
32(a)	Consolidated Postage, stamp, telecommunication, etc.		
	Premier Bank Limited	125,252,002	97,778,380
	Premier Bank Securities Ltd.	1,258,884	1,470,644
		126,510,886	99,249,024
33	Stationery, printing, advertisement, etc.		
	Printing and stationery	205,248,871	111,755,353
	Publicity, advertisement, contribution, etc.	543,299,359	400,948,173
		748,548,230	512,703,526
33(a)	Consolidated Stationery, printing, advertisement, etc.		
	Premier Bank Limited	748,548,230	512,703,526
	Premier Bank Securities Ltd.	559,352	206,976
		749,107,582	512,910,502
34	Chief executive's salary and fees		
	Basic pay	9,230,000	8,400,000
	Bonus	2,600,000	2,100,000
	Other Allowances	5,630,000	4,800,000
		17,460,000	15,300,000
35	Directors' fees		
		4,352,000	4,208,000
		4,352,000	4,208,000
35 (a)	Consolidated Directors' fees		
	Premier Bank Limited	4,352,000	4,208,000
	Premier Bank Securities Ltd.	112,500	100,000
		4,464,500	4,308,000

		Amount in Taka	
		2021	2020
36	Depreciation and repair of Bank's assets		
	Repairs:		
	Furniture and fixtures	6,318,762	4,817,278
	Office equipment	52,484,989	61,553,652
	Renovation and maintenance of premises	35,477,538	38,204,274
		94,281,289	104,575,204
	Depreciation: (Annexure - B)		
	Vehicles	3,462,923	8,312,194
	Furniture and fixtures	75,292,509	73,010,000
	Equipment & Computer	102,598,214	96,856,508
	Land and building	37,224,852	29,148,852
	ROU Assets	312,596,499	293,557,025
	Amortisation of license fee	618,842	618,842
		531,793,839	501,503,421
	Total Depreciation and repair of Bank's assets	626,075,128	606,078,625
36(a)	Consolidated Depreciation and repair of Bank's assets		
	Repairs:		
	Premier Bank Limited	94,281,289	104,575,204
	Premier Bank Securities Ltd.	-	-
		94,281,289	104,575,204
	Depreciation: (Annexure - A)		
	Premier Bank Limited	531,793,839	501,503,421
	Premier Bank Securities Ltd.	810,042	637,694
		532,603,881	502,141,115
		626,885,170	606,716,319
37	Losses on disposal of subsidiary	-	10,000,000
Premier Money Transfer Company Limited was a 100% owned subsidiary company of the Bank. As per decision of the executive committee of the Board of Directors, the Company ceased its operations in August 2015. As per Bangladesh Bank letter reference no. BOIMUBI/729/BIBIDHO/2016-3464 dated 28 December 2016 and Bangladesh Bank letter reference no. BOIMUBI/729/BIBIDHO/2019-32 dated January 02, 2019, all outstanding liabilities of the company have been adjusted by 31 December 2020.			
38	Other expenses		
	Training expenses	4,422,309	3,789,947
	Car maintenance	16,807,651	13,451,431
	Washing and cleaning	12,591,719	10,517,734
	Subscription	12,692,384	11,867,848
	Entertainment	48,743,765	40,352,305
	Travelling	4,716,339	4,005,588
	Conveyance	60,592,577	26,858,261
	Cartage and freight	97,375	93,450
	Liveries and uniform	1,159,786	1,182,589
	Cash carrying charges	20,612,686	14,915,028
	Credit card fees	72,980,136	58,642,875
	Security and auxiliary service	74,324,276	50,359,425
	Loss for Revaluation HFT Bond	855,129,283	875,201,817
	Loss on Amortization for HTM TB	215,303,204	155,154,401
	AGM expenses	400,000	402,500
	Interest charge of lease liability	35,381,436	29,034,945
	Remittance charges	30,555	56,515
	Sundry expenses	78,839,987	108,848,026
		1,514,825,468	1,404,734,685

		Amount in Taka	
		2021	2020
38(a) Consolidated other expenses			
Premier Bank Limited	1,514,825,468	1,404,734,685	
Premier Bank Securities Ltd.	54,273,305	36,055,315	
	1,569,098,773	1,440,790,000	
39 Provision against loans and advances, off-balance sheet items, investment in share and others			
Provision for loans & advances	1,670,000,000	1,512,970,632	
Provision for off-balance sheet items	460,000,000	656,393,165	
Provision for investment in shares	(87,558,429)	(245,562,033)	
Other Provision (Note-39.1)	901,371,412	1,183,225,286	
	2,943,812,983	3,107,027,050	
39.1 Other Provision			
Provision for gratuity	263,487,120	366,510,094	
Provision for protested bills	33,545,029	-	
Provision for suspense account	604,339,263	816,715,192	
	901,371,412	1,183,225,286	
39.1 (a) Provision for investment in shares			
Premier Bank Limited (Note - 39.1)	(87,558,429)	(245,562,033)	
Premier Bank Securities Ltd.	35,601,019	-	
	(51,957,410)	(245,562,033)	
39.1 (b) Consolidated Other Provision			
Premier Bank Limited (Note - 39.1)	901,371,412	1,183,225,286	
Premier Bank Securities Ltd.	42,568,701	-	
	943,940,113	1,183,225,286	
40 Earnings per share (EPS)			
Net profit after taxation	3,269,125,314	2,063,635,817	
Number of ordinary shares outstanding	1,043,070,727	1,043,070,727	
Earnings per share (EPS)	3.13	1.98	
40(a) Consolidated earnings per share (CEPS)			
Net profit after taxation	3,280,866,584	2,064,628,378	
Number of ordinary shares outstanding	1,043,070,727	1,043,070,727	
Consolidated earnings per share (CEPS)	3.15	1.98	
Earnings per share (EPS) for the reporting period was higher than the previous year mainly due to control of interest expenses as well as significant increase in non-funded income.			
41 Net operating cash flow per share (NOCFPS)			
Cash generated from operating activities	(2,397,540,758)	20,525,954,993	
Average number of ordinary shares outstanding	1,043,070,727	1,043,070,727	
Net operating cash flow per share (NOCFPS)	(2.30)	19.68	
41(a) Consolidated net operating cash flow per share (CNOCFPS)			
Cash generated from operating activities	(2,594,972,651)	20,838,448,506	
Average number of ordinary shares outstanding	1,043,070,727	1,043,070,727	
Consolidated net operating cash flow per share (CNOCFPS)	(2.49)	19.98	
To optimize the Advance Deposit ratio (ADR) in this year, cash outflows through advances were much higher than the deposit mobilization which resulted in significant decrease in NOCFPS.			

Amount in Taka

	2021	2020
42 Net asset value (NAV) per share		
Net asset value attributable to shareholders	22,194,036,731	20,241,363,438
Average number of ordinary share outstanding	1,043,070,727	1,043,070,727
Net asset value per share (NAVPS)	21.28	19.41
42 (a) Consolidated Net asset value (NAV) per share		
Net asset value attributable to shareholders	22,364,325,942	20,399,911,379
Average number of ordinary share outstanding	1,043,070,727	1,043,070,727
Consolidated Net asset value per share (CNAVPS)	21.44	19.56
43 Number of Employees		
The number of employees engaged for the whole year or part thereof who received total remuneration of Tk. 36,000 p.a. or above were 2,286 as on 31 December 2021 and 1,992 as on 31 December 2020 respectively.		
44 Highlights of Activities		
Paid-up capital	10,430,707,270	9,702,983,510
Total capital	34,881,814,704	28,835,118,189
Capital surplus/(shortfall)	3,681,460,295	2,404,066,563
Total assets	356,574,980,268	315,723,193,412
Total deposits	268,803,053,082	241,630,242,769
Total loans and advances	249,829,580,581	213,204,682,073
Total contingencies	234,200,398,469	165,010,624,950
Loan-deposit ratio	76.22%	73.51%
Ratio of classified loans against total loans	2.73%	2.58%
Profit after tax and provision	3,269,125,314	2,063,635,817
Provision against classified loans	3,360,262,721	4,521,727,283
Cost of funds	4.67%	6.06%
Profit-earning assets	309,532,681,635	253,515,757,190
Non-profit earning assets	47,042,298,633	62,207,436,222
Return on investments (ROI)	9.75%	13.40%
Return on assets (ROA)	0.97%	0.72
Income from investment	4,710,585,767	5,309,092,376
Earnings per share	3.13	1.98
Net income per share	3.13	1.98
Net operating cash flow per share (NOCFPS)	(2.30)	19.68
Price Earning ratio (approximate)	4.76 Times	5.16 Times
44(a) Consolidated Highlights of Activities		
Paid-up capital	10,430,707,270	9,702,983,510
Total capital	34,994,534,367	28,936,096,582
Capital surplus/(shortfall)	3,664,390,449	2,377,674,661
Total assets	357,426,619,880	316,612,975,496
Total deposits	268,866,141,164	241,791,216,335
Total loans and advances	251,991,319,739	215,215,934,863
Total contingencies	234,200,398,469	165,010,624,950
Loan-deposit ratio	76.60%	75.93%
Ratio of classified loans against total loans	2.71%	2.56%
Profit after tax and provision	3,280,866,584	2,064,628,378
Provision against classified loans	3,360,262,721	4,521,727,283
Cost of funds	4.67%	6.06%
Profit-earning assets	310,000,949,038	256,299,144,134
Non-profit earning assets	47,425,670,842	60,313,831,362
Return on investments	9.70%	13.18%
Return on assets (profit after tax)	0.97%	0.72%
Income from investment	4,760,642,449	5,325,131,507
Earnings per share	3.15	1.98
Net income per share	3.15	1.98
Net operating cash flow per share (NOCFPS)	(2.49)	19.98
Price Earning ratio	4.73 Times	5.16 Times

Amount in Taka

2021

2020

- 45 Assets and liabilities at 31 December 2021 denominated in foreign currencies have been converted to local currency Bangladesh Taka (BDT) at the following exchange rates:

Currency	Abbreviation	Unit	Equivalent BDT
British Pound Sterling	GBP	1.00	116.3791
European Currency	EURO	1.00	97.7770
Canadian Dollar	CAD	1.00	66.7227
Australian Dollar	AUD	1.00	61.9375
Japanese Yen	JPY	1.00	0.7419
US Dollar	USD	1.00	85.3250
Chinese yuan	CNY	1.00	13.3984
Saudi Arabian Riyal	SAR	1.00	22.7785
Swiss Franc	CHF	1.00	93.2260
Arab Emirates Dirham	AED	1.00	23.2900

- 46 Figures in these notes and in the annexed financial statements have been rounded off to the nearest Taka.
- 47 Wherever considered necessary, previous year figures have been rearranged for the purpose of comparison with current year presentation without causing any impact on the profit as well as on the value of assets and liabilities as reported in the said financial year.
- 48 These notes form an integral part of the said financial statements and accordingly are to be read in conjunction therewith.



Director



Director



Director



Managing Director

Place: Dhaka, Bangladesh

Dated: 28 March 2022

The Premier Bank Limited

Consolidated schedule of fixed assets including premises, furniture and fixtures As at 31 December 2021

Annexure -A
Amount in Taka

Asset Category	Cost		Rate (%)	Depreciation			Written Down Value at 31 December 2021
	As at 01 January 2021	Additions during the year		As at 01 January 2021	Charge for the year	As at 31 December 2021	
Land and Building	1,384,393,311	401,998,409	2.5	241,305,703	37,224,852	278,530,555	1,507,861,165
Furniture and fixtures	1,506,760,758	128,344,834	10	768,727,390	75,302,598	844,029,988	791,075,604
Equipment and computers	1,296,562,763	132,414,331	20	800,336,450	103,398,167	903,734,617	525,242,477
Vehicles	99,620,164	-	20	93,018,314	3,462,923	96,481,237	3,138,926
ROU Assets	1,351,067,238	-		530,523,730	312,596,499	843,120,229	507,947,009
Total at 31 December 2021	5,638,404,234	662,757,574		2,433,911,587	531,985,039	2,965,896,626	3,335,265,181
Total at 31 December 2020	4,585,600,583	1,052,803,651		1,932,389,314	501,522,273	2,433,911,587	3,204,492,647

Schedule of fixed assets including premises, furniture and fixtures As at 31 December 2021

Annexure -B
Amount in Taka

Asset Category	Cost		Rate (%)	Depreciation			Written Down Value at 31 December 2021
	As at 01 January 2021	Additions during the year		As at 01 January 2021	Charge for the year	As at 31 December 2021	
Land and Building	1,383,543,311	402,560,363	2.5	241,017,656	37,224,852	278,242,508	1,507,861,166
Furniture and fixtures	1,506,547,624	128,293,310	10	768,433,248	75,292,293	843,725,541	791,115,393
Equipment and computers	1,289,519,153	131,194,656	20	796,144,858	102,598,430	898,743,288	521,970,521
Vehicles	99,612,164	-	20	93,018,314	3,462,923	96,481,237	3,130,927
ROU Assets	1,351,067,238	-		530,523,730	312,596,499	843,120,229	507,947,009
Total as at 31 December 2021	5,630,289,490	662,048,329		2,429,137,806	531,174,997	2,960,312,803	3,332,025,016
Total as at 31 December 2020	4,577,869,404	1,052,420,086		1,928,253,227	500,884,579	2,429,137,806	3,201,151,684

The Premier Bank Limited

Balance with other banks and financial institutions - Outside Bangladesh As at 31 December 2021

Annexure - c

Name of the Bank	Location	Currency	31.12.2021			31.12.2020		
			Amount in foreign currency	Conversion rate	Amount in Taka	Amount in foreign currency	Conversion rate	Amount in Taka
Mashreq Bank PSC	New York	USD	2,417,871	85.3250	206,304,859	501,594	84.4250	42,347,083
Standard Chartered Bank	New York	USD	14,991,516	85.3250	1,279,151,061	1,846,860	84.4250	155,921,192
Commerz Bank AG	Frankfurt	EURO	14,715	97.7770	1,438,796	1,668,449	103.8942	173,342,207
Bank of Ceylon	Colombo	ACUD	64,025	85.3250	5,462,950	46,737	84.4250	3,945,784
Standard Chartered Bank	Mumbai	ACUD	1,055,074	85.3250	90,024,175	340,860	84.4250	28,777,099
United Bank Limited	Karachi	ACUD	215,846	85.3250	18,417,018	46,184	84.4250	3,899,089
Bank of China Limited	Shanghai	CNY	388,897	13.3984	5,210,599	2,086,548	12.9415	27,003,062
State Bank of India	Mumbai	ACUD	-	-	-	23,818	84.4250	2,010,871
IOICI Bank Limited	Mumbai	ACUD	888,114	85.3250	75,778,297	185,432	84.4250	15,655,103
Himalayan Bank Limited	Kathmandu	ACUD	17,121	85.3250	1,460,842	56,120	84.4250	4,737,955
Commerz Bank AG	Frankfurt	USD	942,290	85.3250	80,400,912	662,316	84.4250	55,916,017
MUFG Bank Limited	Tokyo	JPY	28,404,102	0.7419	21,073,003	72,455,549	0.8172	59,210,675
The National Commercial Bank	Jeddah	SAR	1,560,336	22.7785	35,542,103	190,746	22.5479	4,300,911
Mashreq Bank PSC	Mumbai	ACUD	2,190,971	85.3250	186,944,637	242,980	84.4250	20,513,548
Bank Al-Jazira	Jeddah	SAR	2,003,354	22.7785	45,633,398	5,507,789	22.5479	124,189,074
AB Bank Limited	Mumbai	ACUD	299,049	85.3250	25,516,377	112,648	84.4250	9,510,293
Habib American Bank	New York	USD	1,213,370	85.3250	103,530,764	2,878,934	84.4250	243,054,017
UBI Banka	Milano	EURO	-	-	-	654,692	103.8942	68,018,686
Riyad Bank	Riyad	SAR	807,270	22.7785	18,388,394	3,830,964	22.55	86,380,189
Danske Bank A/S	Stockholm	SEK	-	-	-	603,473	10.32	6,226,816
Danske Bank A/S	Copenhagen	DKK	-	-	-	1,556,170	12.83	19,972,047
Danske Bank A/S	Trondheim	NOK	-	-	-	760,372	9.71	7,381,996
Standard Chartered Bank	London	GBP	108,056	116.3791	12,575,471	1,408,099	114.33	160,991,676
Panjab National Bank	Mumbai	ACUD	301,616	85.3250	25,735,363	188,242	84.43	15,892,361
Commerz Bank	Frankfurt	CHF	555,484	93.2260	51,785,505	-	-	-
Mashreq Bank PSC	Dubai	AED	820,000	23.2900	19,097,800	-	-	-
Zhejiang Chouzhou Commercial Bank	Hangzhou	USD	891,503	85.3250	76,067,515	-	-	-
Axis Bank Limited	Mumbai	ACUD	40,598	85.3250	3,464,012	-	-	-
Total					2,389,003,851			1,339,197,751
Off-shore Banking Unit					9,009,068,510			5,271,230,770
Grand Total					11,398,072,361			6,610,428,521

The Premier Bank Limited

Statement of tax position for the year ended 31 December 2021
For the year ended 31 December 2021

Annexure-D

Accounting Year	Assessment Year	Presect status
2004	2005-2006	Appeal filed with High Court
2005	2006-2007	Appeal filed with High Court
2006	2007-2008	Appeal filed with High Court
2007	2008-2009	Appeal pending with Tribunal
2008	2009-2010	Appeal pending with Tribunal
2009	2010-2011	Appeal pending with Tribunal
2010	2011-2012	Appeal filed with High Court
2011	2012-2013	Appeal filed with High Court
2012	2013-2014	Appeal pending with Tribunal
2013	2014-2015	Appeal pending with Tribunal
2014	2015-2016	Appeal pending with Tribunal
2015	2016-2017	Appeal pending with Tribunal
2016	2017-2018	Appeal pending with Tribunal
2017	2018-2019	Assessment completed by DCT Decision Pending for Appeal
2018	2019-2020	Return filed but assessment yet to be completed
2019	2020-2021	Return filed but assessment yet to be completed
2020	2021-2022	Return filed but assessment yet to be completed
2021	2022-2023	Return yet to be submitted

The Premier Bank Limited

Details of Large Loan as at 31 December 2021

Annexure-E

(Taka in crore)

Sl. No.	Name of Parties Group	Outstanding December 2021		
		Funded	Non-Funded	Total
1	ShaSha	422.68	449.50	872.18
2	Western Engineering (Pvt.) Ltd	461.36	184.85	646.21
3	Jaj Bhuyan	579.34	-	579.34
4	Abdul Monem Limited	186.00	381.36	567.36
5	Ms Dyeing, Printing and Finishing Ltd.	272.89	282.72	555.61
6	Meghna	356.97	170.42	527.39
7	Mithela	273.10	253.22	526.32
8	Oppo	-	524.03	524.03
9	Asiatic	355.52	82.30	437.82
10	Fakir Apparels Ltd	151.09	265.19	416.28
11	Doreen	160.48	244.46	404.94
12	Saad Musa	396.88	-	396.88
13	Diamond	347.92	3.48	351.40
14	Bitopi	151.32	195.11	346.43
15	Vincen Consultancy Pvt. Ltd.	169.18	170.09	339.27
16	Karnafuly	172.21	142.36	314.57
17	ABA	130.71	167.93	298.64
Total		4,587.65	3,517.02	8,104.67

The Premier Bank Limited

Segment reporting

The Bank reports its operations under the following business segment as per International Financial Reporting Standards (IFRS) 8 "Operating Segment"
As at 31 December 2021

Annexure F
Amount in Taka

Particulars	The Premier Bank Limited					Group	
	Inside Bangladesh					Inside Bangladesh	
	Conventional Banking	Islamic banking branches	Off-shore banking Unit	Inter Company adjustment	Total	PBSL	Inter company adjustment
PROPERTY AND ASSETS							
Cash	15,848,706,919	610,571,424	-	-	16,459,278,343	323,570	16,459,601,913
Balance with other banks and financial institutions	12,573,912,011	-	507,163,099	(8,353,415,003)	4,727,660,107	405,496,822	4,840,045,701
Money at call on short notice	600,000,000	-	-	-	600,000,000	-	600,000,000
Investments	53,443,161,054	3,159,960,000	-	-	56,603,121,054	806,508,245	57,409,629,299
Loans, advances, and lease/ investments	221,335,236,049	17,289,733,356	11,204,611,176	-	249,829,580,581	4,256,870,070	251,991,319,739
"Fixed assets including premises, furniture and fixtures"	3,313,329,225	18,695,791	-	-	3,332,025,016	3,240,165	3,335,265,181
Other assets	23,065,896,626	1,949,590,121	7,828,420	-	25,023,315,167	267,422,880	22,790,758,047
Non-banking assets	-	-	-	-	-	-	-
Total Assets	330,180,241,885	23,028,550,693	11,719,602,695	(8,353,415,003)	356,574,980,268	5,739,861,752	357,426,619,880
LIABILITIES AND CAPITAL							
Liabilities							
Borrowings from other banks, financial institutions and agents	27,098,302,798	4,726,550,314	11,254,465,003	(8,353,415,003)	34,725,903,112	2,095,130,912	34,725,903,112
Non-convertible variable coupon rate bonds	10,000,000,000	-	-	-	10,000,000,000	-	10,000,000,000
Premier Bank Perpetual Bond	2,000,000,000	-	-	-	2,000,000,000	-	2,000,000,000
Deposits and other accounts	250,811,251,430	17,990,863,987	937,665	-	268,803,053,082	356,199,310	268,866,141,164
Other liabilities	18,076,650,926	311,136,392	464,200,027	-	18,851,987,343	618,262,319	19,470,249,662
Total Liabilities	307,986,205,154	23,028,550,693	11,719,602,695	(8,353,415,003)	334,380,943,537	3,069,592,541	335,062,293,938
Paid up	-	-	-	-	-	-	-
Shareholders' Equity	22,194,036,731	-	-	-	22,194,036,731	2,670,269,211	22,364,325,942
Total Liabilities and Shareholders' Equity	330,180,241,885	23,028,550,693	11,719,602,695	(8,353,415,003)	356,574,980,268	5,739,861,752	357,426,619,880

The Premier Bank Limited

Name of Directors and the entities in which they had interest as at 31 December 2021

Annexure -G

Sl. No.	Name	Designation	Entities where they had interest	Position
1.	Dr. H. B. M. Iqbal	Chairman	Premier Group of Companies Ltd. Premier Hotels & Resorts Ltd. Premier Hotel Management Co. Ltd. Bengal Tiger Cement Industries Ltd Premier Technology & Holdings Ltd. ATAB Centre Ltd. Air Concern International Ltd. Bukhara Restaurant (Pvt) Ltd. Aero Bengal Airlines Ltd. IBC Power Ltd. Beacon Travel In't Ltd. Centaur Limited. Nawrin Electronics Ltd. Iqbal Centre Concern International	Chairman Chairman Chairman Chairman Chairman Chairman Chairman Chairman Chairman Chairman Managing Director Managing Director Managing Director Proprietor Proprietor
2.	Mr. Moin Iqbal	Vice Chairman	Premier Property Development Co. Ltd. Bentley Sweater Ltd. Premier Group of Companies Ltd. Premier Hotels & Resorts Ltd. Premier Hotel Management Co. Ltd. ATAB Centre Ltd. Air Concern International Ltd. Bukhara Restaurant (Pvt) Ltd. Nawrin Electronics Ltd.	Chairman Chairman Managing Director Managing Director Managing Director Managing Director Director Director Director
3	Mr. B. H. Haroon, MP	Director	Al Arab Enterprise International Rajbithi Travels Ltd. Al Humyra Group: Al Humyra Health Center Ltd. Al Humyra Development Ltd.	Proprietor Chairman Chairman Chairman
4.	Mr. Abdus Salam Murshedy, MP	Director	Envoy Garments Ltd. Armour Garments Ltd. Pastel Apparels Ltd. Astras Garments Ltd. Regal Garments Ltd. Epoch Garments Ltd. Fontina Fashions Ltd. Manta Apparels Ltd. Envoy Fashions Ltd. Envoy Design Ltd. Olio Apparels Ltd. Texas Dresses Ltd. Envoy Textiles Ltd. Laundry Industries Ltd. National System Solutions (Pvt.) Ltd. Advanced Comtech Machines Ltd. Sharmin Holdings Ltd. Treasure Securities Ltd Tristar Securities Ltd Square Hospitals Ltd. Bengal Meat Processing Industries Limited	Managing Director Managing Director Managing Director Managing Director Managing Director Managing Director Managing Director Managing Director Managing Director Managing Director Managing Director Managing Director Managing Director Managing Director Managing Director Managing Director Managing Director Chairman Shareholder Director Director

The Premier Bank Limited

Name of Directors and the entities in which they had interest as at 31 December 2021

Annexure -G

Sl. No.	Name	Designation	Entities where they had interest	Position
5.	Mr. Mohammad Imran Iqbal	Director	Premier Property Development Co. Ltd. Bentley Sweater Ltd. Premier Group of Companies Ltd. Premier Hotels & Resorts Ltd. Premier Hotel Management Co. Ltd. Nawrin Electronics Ltd. Bukhara Restaurant (Pvt) Ltd. ATAB Centre Ltd.	Managing Director Additional Managing Director Director Director Director Director Director Director
6.	Mr. Shafiqur Rahman	Director	Rupsha Tyres & Chemical Ltd.	Managing Director
7.	Mr. Jamal G. Ahmed	Director	Premier Group of Companies Ltd. ATAB centre Ltd. Premier Property Development Co. Ltd. Bentley Sweater Ltd.	Director Director Director Managing Director
8.	Mr. Nahyan Haroon	Director	The Raintree Dhaka Ltd. Rajbithi Travels Ltd.	Chairman Managing Director
9.	Mrs. Shaila Shelley Khan	Director	-	-
10.	Mr. Yeh Cheng Min	Director	Alita (BD) Ltd. Ace Bicycle (BD) Ltd.	Chairman Managing Director
11.	Mr. Chowdhury Jafarullah Sharafat (Till-08/12/2021)	Independent Director	-	-
12.	Mr. Naba Gopal Banik	Independent Director	Anwar Galvanizing Ltd.	"Independent Director"

The Premier Bank Ltd

Investment in Shares as at 31 December 2021

Annexure-H

SL. No.	Name of the company	Face value	No. of share including bonus share	Cost of holding	Average cost	Quoted rate per share as at 31.12.2021	Total market value as at 31.12.2021
		Taka		Taka	Taka	Taka	Taka
A. Quoted							
1	AB Bank Limited	10	227,316	6,847,476	30.12	13.50	3,068,766
2	ACI Limited	10	100,000	29,209,381	292.09	285.40	28,540,000
3	ADN Telecom Limited	10	1,958,000	148,906,154	76.05	52.40	102,599,200
4	AFC Agro Biotech Ltd.	10	200,000	6,650,351	33.25	28.10	5,620,000
5	Aftab Automobiles Limited	10	914,886	85,355,955	93.30	27.30	24,976,388
6	Al-Haj Textile Mills Limited	10	50,000	3,527,347	70.55	72.20	3,610,000
7	Apex Foods Limited	10	5,000	1,015,538	203.11	153.70	768,500
8	Apex Footwear Limited	10	243,096	108,278,109	445.41	268.10	65,174,038
9	Asia Insurance Limited	10	150,000	16,564,748	110.43	115.00	17,250,000
10	Asia Pacific General Insurance Co. Ltd.	10	1,248,755	100,824,289	80.74	68.50	85,539,718
11	Atlas Bangladesh Ltd.	10	174,799	29,592,116	169.29	125.70	21,972,234
12	Baraka power Limited	10	278,087	7,595,057	27.31	23.80	6,618,471
13	British American Tobacco Bangladesh Company Ltd.	10	60,500	43,097,035	712.35	635.60	38,453,800
14	Bay Leasing & Investment Limited	10	200,000	8,904,501	44.52	31.00	6,200,000
15	Beximco Limited	10	150,000	22,692,728	151.28	148.40	22,260,000
16	Baraka Patenga Power Limited	10	200,000	10,049,488	50.25	34.20	6,840,000
17	Bangladesh Submarine Cable Company Limited	10	1,341,320	307,268,203	229.08	210.10	281,811,332
18	Bangladesh Steel Re-rolling Mills Limited	10	175,000	19,990,905	114.23	103.30	18,077,500
19	Beximco Pharma Limited	10	50,000	11,492,200	229.84	192.70	9,635,000
20	Delta Life Insurance Company Ltd.	10	50,000	9,887,320	197.75	196.50	9,825,000
21	Delta Spinners Ltd.	10	860,750	12,970,253	15.07	8.90	7,660,675
22	Dhaka Electric Supply Company Ltd.	10	1,438,399	95,961,127	66.71	35.50	51,063,165
23	Dutch-Bangla Bank Limited	10	320,880	30,030,617	93.59	78.10	25,060,728
24	Eastern Cables Ltd.	10	3,000	1,029,078	343.03	132.30	396,900
25	eGeneration Limited	10	305,000	18,234,903	59.79	47.50	14,487,500
26	Evince Textiles Limited	10	666,843	9,501,346	14.25	9.90	6,601,746
27	Fareast Islami Life Insurance Co. Ltd.	10	41,348	3,275,089	79.21	53.70	2,220,388
28	First Finance Limited	10	1,735,625	50,086,552	28.86	6.70	11,628,688
29	Fortune Shoes Limited	10	1,300,000	128,667,385	98.97	92.10	119,730,000
30	Fu Wang Food Ltd.	10	618,673	14,489,094	23.42	15.30	9,465,697
31	Gemini Sea Food Ltd.	10	3,162	1,103,304	348.93	277.20	876,506
32	Genex Infosys Limited	10	150,000	25,273,100	168.49	165.40	24,810,000
33	Generation Next Fashions Limited	10	20,148	251,437	12.48	5.80	116,858
34	Grameen Phone Limited	10	20,000	7,546,230	377.31	349.50	6,990,000
35	GPH Ispat Limited	10	110,000	6,480,916	58.92	53.00	5,830,000
36	GSP Finance Company (Bangladesh) Limited	10	400,000	10,912,640	27.28	27.00	10,800,000
37	Hamid Fabrics Limited	10	171,000	5,463,381	31.95	23.10	3,950,100
38	Investment Corporation of Bangladesh	10	25,000	3,015,703	120.63	123.90	3,097,500
39	Ifad Autos Limited	10	497,280	39,282,473	78.99	47.30	23,521,344
40	IFIC Bank Limited	10	600,000	12,025,100	20.04	16.90	10,140,000
41	Index Agro Industries Limited	10	140,000	19,305,692	137.90	122.20	17,108,000
42	Intraco Refuelling Station Limited	10	200,000	4,998,940	24.99	19.40	3,880,000
43	Islamic Insurance Bangladesh Limited	10	186,323	13,391,166	71.87	65.00	12,110,995
44	Jamuna Oil Company Limited	10	329,619	74,386,696	225.67	171.10	56,397,811
45	JMI Syringes & Medical Devices Ltd.	10	21,150	9,325,304	440.91	333.70	7,057,755
46	Keya Cosmetics Ltd.	10	316,544	7,515,926	23.74	6.90	2,184,154
47	Khulna Power Company Limited	10	27,500	3,459,528	125.80	29.90	822,250
48	Lankabangla Finance Limited	10	350,000	12,659,687	36.17	37.30	13,055,000
49	LafargeHolcim Bangladesh Limited	10	650,000	61,351,975	94.39	71.10	46,215,000
50	Linde Bangladesh Limited	10	10,000	16,579,333	1,657.93	1,579.80	15,798,000
51	Lub-rref (Bangladesh) Limited	10	203,400	10,623,643	52.23	37.70	7,668,180
52	Meghna Cement Mills Ltd.	10	101,997	11,181,960	109.63	72.50	7,394,783
53	Meghna Life Insurance Co. Ltd.	10	58,575	6,538,000	111.62	71.20	4,170,540
54	Mozaffar Hossain Spinning Mills Limited	10	125,000	3,464,700	27.72	25.20	3,150,000
55	M.I. Cement Factory Limited	10	107,880	13,296,252	123.25	62.20	6,710,136
56	Nahee Aluminium Composite Panel Ltd	10	100,000	5,234,200	52.34	40.10	4,010,000
57	National Bank Ltd	10	3,194,051	58,302,792	18.25	7.50	23,955,383
58	National Housing Fin. & Inv. Ltd.	10	1,500,907	134,761,380	89.79	49.70	74,595,078
59	Northern General Insurance Company Limited	10	250,000	15,217,143	60.87	53.80	13,450,000
60	National Tubes Limited	10	100,000	11,099,010	110.99	89.40	8,940,000

The Premier Bank Ltd

Investment in Shares as at 31 December 2020

Annexure-H

SL. No.	Name of the company	Face value	No. of share including bonus share	Cost of holding	Average cost	Quoted rate per share as at 31.12.2020	Total market value as at 31.12.2020
		Taka		Taka	Taka	Taka	Taka
61	Orion Infusion Ltd.	10	50,000	4,565,405	91.31	86.90	4,345,000
62	Padma Islami Life Insurance Limited	10	119,400	7,704,394	64.53	47.90	5,719,260
63	Padma Oil Co. Ltd.	10	302,475	104,759,244	346.34	212.50	64,275,938
64	Paramount Insurance Limited	10	500,000	51,153,000	102.31	73.30	36,650,000
65	The Peninsula Chittagong Limited	10	100,000	3,811,440	38.11	35.40	3,540,000
66	Pharma Aids	10	20,000	11,813,069	590.65	600.40	12,008,000
67	Phoenix Finance and Investments Ltd.	10	149,666	4,785,750	31.98	24.80	3,711,717
68	Peoples Leasing and Fin. Services Ltd.	10	414,839	19,034,750	45.88	3.00	1,244,517
69	Popular Life Insurance Co. Ltd	10	33,320	4,196,703	125.95	78.60	2,618,952
70	Power Grid Company of Bangladesh Limited	10	90,000	5,099,868	56.67	59.60	5,364,000
71	Premier Cement Mills Limited	10	370,800	42,357,129	114.23	65.10	24,139,080
72	Premier Leasing & Finance Limited	10	314,602	8,151,936	25.91	8.00	2,516,816
73	Prime Finance & Investment Ltd	10	278,819	8,883,103	31.86	15.80	4,405,340
74	Pubali Bank Ltd.	10	41,389	1,317,500	31.83	26.80	1,109,225
75	Ring Shine Textiles Limited	10	261	2,566	9.83	9.60	2,506
76	R.N. Spinning Mills Limited	10	1,081,476	24,079,091	22.27	6.00	6,488,856
77	Robi Axiata Limited	10	270,000	11,726,591	43.43	34.60	9,342,000
78	Ratanpur Steel Re-Rolling Mills Limited	10	10,000	350,047	35.00	23.10	231,000
79	Runner Automobiles Limited	10	4,180,000	190,214,300	45.51	51.30	214,434,000
80	Saif Powertec Limited	10	750,000	31,166,725	41.56	38.30	28,725,000
81	S. Alam Cold Rolled Steels Ltd.	10	70,000	3,991,052	57.02	25.20	1,764,000
82	Sinobangla Industries Ltd.	10	107,100	8,743,462	81.64	50.00	5,355,000
83	Square pharmaceuticals Limited	10	12,000	2,832,076	236.01	214.30	2,571,600
84	S.S. Steel Limited	10	270,000	6,953,958	25.76	18.90	5,103,000
85	Sunlife Insurance Company Limited	10	518,000	20,458,072	39.49	34.10	17,663,800
86	Titas Gas Transmission & Dist. Co. Ltd	10	1,737,388	117,693,783	67.74	36.30	63,067,184
87	United Commercial Bank Ltd.	10	852,819	20,793,125	24.38	15.30	13,048,131
88	Union Capital Limited	10	1,178,458	30,336,643	25.74	9.90	11,666,734
89	Unique Hotel & Resorts Limited	10	295,500	37,243,202	126.03	50.20	14,834,100
90	United Finance Limited	10	300,000	7,974,930	26.58	21.10	6,330,000
91	United Insurance Ltd	10	681,494	48,041,587	70.49	65.70	44,774,156
92	United Power Generation & Distribution Company Ltd	10	53,240	17,439,141	327.56	244.20	13,001,208
93	VFS Thread Dyeing Limited	10	200,000	5,456,600	27.28	20.30	4,060,000
94	Yeakin Polymer Limited	10	300,000	4,353,450	14.51	11.00	3,300,000
Sub total (A)			40,689,859	2,813,525,648			2,063,370,927

B. Mutual Fund

1	AB Bank 1st Mutual fund	10	534,649	4,372,325	5.50	5.5	2,940,569.50
2	EBL NRB Mutual Fund	10	4,000,000	28,059,076	6.00	6	24,000,000
3	First Janata Bank Mutual Fund	10	3,500,000	31,861,900	6.20	6.2	21,700,000
Sub total (B)			8,034,649	64,293,301			48,640,570
Total (A+B)			48,724,508	2,877,818,949			2,112,011,497
Available cash balance				166,597,024			
Total				3,044,415,973			

C. Capital Market Special Fund

Sl. No.	Name of the company	Face value	No. of share including bonus share	Cost of holding
1	Aamra Networks Limited	10	115,182	5,886,538
2	Aman Cotton Fibrous Limited	10	100,000	4,818,030
3	Asia Pacific General Insurance Co. Ltd.	10	1,874,257	149,013,496
4	Bangladesh Finance and Investment Co. Ltd	10	510,000	35,318,775
5	Baraka Power Limited	10	500,000	14,603,570
6	British American Tobacco Bangladesh Company Ltd	10	75,000	53,097,158
7	Bangladesh Steel Re-Rolling Mills Limited	10	300,000	33,925,295
8	Confidence Cement Limited	10	255,087	38,941,442
9	Eastern Housing Ltd	10	100,000	6,135,320
10	Eastern Insurance Limited	10	871,892	103,415,197
11	Grameenphone Limited	10	30,000	10,374,994
12	Investment Coporation of Bangladesh	10	150,500	20,972,343
13	Islamic Finance & Investment Limited	10	500,000	16,605,383
14	Jamuna Oil Company Limited	10	10,000	1,710,461
15	LafargeHolcim Bangladesh Limited	10	200,000	18,840,200
16	Meghna Petroleum Limited	10	10,250	1,966,731

C. Capital Market Special Fund

Sl. No.	Name of the company	Face value	No. of share including bonus share	Cost of holding
16	Meghna Petroleum Limited	10	10,250	1,966,731
17	MJL Bangladesh Ltd.	10	200,000	21,310,340
18	Power Grid Company of Bangladesh Ltd.	10	500,000	29,771,523
19	Premier Cement Mills Limited	10	250,000	22,174,220
20	Saif Powertec Limited	10	650,000	25,701,195
21	Square Pharmaceuticals Ltd.	10	43,000	9,154,683
22	Summit Power Limited	10	500,000	23,125,605
23	Titas Gas Transmission & Distribution Co. Ltd.	10	200,000	8,124,300
24	United Finance Limited	10	200,000	5,068,780
25	United Power Generation & Distribution Company Ltd.	10	101,600	30,122,648
26	Wata Chemicals Limited	10	30,000	9,854,240
			8,276,768	700,032,467
	Less: Realized income from sale of shares			32,467
	Sub total (C)			700,000,000

D. Unquoted

1	Central Depository Bangladesh Limited	3,138,890	-	-	3,138,890
2	SWIFT Membership	5,559,065	-	-	5,559,065
3	Energy Prima Limited	9,500,000	-	-	9,500,000
4	Lanka Bangla Securities Limited	5,000,000	-	-	5,000,000
5	Bangladesh fixed Income special purpose vehicle	3,000,000,000	-	-	3,000,000,000
6	RACE special opportunities unit fund	250,000,000			250,000,000
7	NWPGCL's Coupon Bearing Floating Non-convertible Bond	450,000,000			450,000,000
8	ICB AMCL 2nd NRB	4,476,750			4,476,750
9	NCC Bank Perpetual Bond	950,000,000			950,000,000
10	AB Bank Perpetual Bond	1,050,000,000			1,050,000,000
11	SJIBL Mudaraba Perpetual Bond	250,000,000			250,000,000
	Sub total (D)	5,977,674,705			5,977,674,705
	Total	9,722,090,678			

The Premier Bank Limited

Balance Sheet of Islamic Banking As at 31 December 2021

Annexure- I

	Notes	Amount in Taka	
		2021	2020
PROPERTY AND ASSETS			
Cash		610,571,424	29,163,877
In hand (including foreign currencies)	1.1	23,557,857	27,753,879
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)	1.2	587,013,567	1,409,998
Balance with other banks and financial institutions	2	-	-
In Bangladesh	2.1	-	-
Outside Bangladesh		-	-
Placement with banks other financial institutions		-	-
Investment in shares & securities	3	3,159,960,000	1,400,000,000
Government	3.1	2,909,960,000	1,400,000,000
Others	3.2	250,000,000	-
Investments (including bills)	4	17,289,733,356	17,226,460,423
General investment		13,968,182,660	14,647,570,794
Bills purchased and discounted		3,321,550,696	2,578,889,629
Fixed assets including premises, furniture and fixtures	5	18,695,791	11,221,712
Other assets	6	1,949,590,121	1,773,169,160
Non-banking assets		-	-
Total Assets		23,028,550,692	20,440,015,173
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	7	4,726,550,314	3,526,426,882
Deposits and other accounts		17,990,863,987	16,494,588,428
Mudaraba savings deposits		812,814,068	650,676,904
Mudaraba term deposits		13,112,821,978	10,483,135,662
Al -wadia Current deposits and other accounts		4,002,586,395	5,300,062,486
Bills payable		62,641,546	60,713,376
Other liabilities	8	311,136,392	418,999,863
Total Liabilities & Capital		23,028,550,692	20,440,015,173
Contingent Liabilities			
Acceptances and endorsements		6,670,904,723	4,337,093,067
Letters of guarantee		533,958,099	306,904,501
Irrevocable letters of credit		6,054,623,940	3,173,799,812
Bills for collection		2,574,930,138	1,001,785,078
Other contingent liabilities		-	-
Other commitments		15,834,416,901	8,819,582,458
Total Off-Balance Sheet Items		15,834,416,901	8,819,582,458

The Premier Bank Limited

Profit and Loss Statement of Islamic Banking for the year ended 31 December 2021

		Amount in Taka	
		2021	2020
OPERATING INCOME			
Investment income	9	1,702,883,391	1,919,165,698
Profit paid on deposits, borrowings, etc.	10	(938,221,970)	(1,170,259,953)
Net investment income		764,661,421	748,905,745
Commission, exchange and brokerage	11	236,529,403	158,405,419
Other operating income	12	114,091,706	66,279,341
Total operating income (A)		1,115,282,530	973,590,505
Salary and allowances	13	76,304,818	49,460,338
Rent, taxes, insurance, lighting, etc.	14	18,332,483	17,161,666
Postage, stamps, telecommunication, etc.	15	4,465,930	2,978,395
Stationery, printing, advertisement, etc.	16	1,461,788	792,592
Depreciation and repair of Bank's assets	17	2,816,718	1,360,142
Other expenses	18	4,698,131	5,569,340
Total operating expenses (B)		108,079,868	77,322,473
Total operating profit (C=A-B)		1,007,202,662	896,268,032

The Premier Bank Limited

Notes to Financial Statements of Islamic Banking As at 31 December 2021

		Amount in Taka	
		2021	2020
1	Cash		
1.1	Cash in hand		
	In local currency	22,828,287	22,990,494
	In foreign currency	729,570	4,763,385
		23,557,857	27,753,879
1.2	Balance with Bangladesh Bank and its agent bank(s)		
	Balance with Bangladesh Bank		
	In local currency	587,013,567	1,409,998
	In foreign currency	-	-
		587,013,567	1,409,998
		610,571,424	29,163,877
2.	Balance with other banks and financial institutions		
	In Bangladesh	-	-
	Outside Bangladesh	-	-
		-	-
3.	Investment in shares and securities		
3.1	Government securities		
	Treasury bills	-	-
	Bangladesh Bank bills	-	-
	Islamic Investment Bond	2,909,960,000	1,400,000,000
	Treasury bonds	-	-
	Repo	-	-
	Prize bonds	-	-
		2,909,960,000	1,400,000,000
3.2	Others		
	Mudaraba Perpetual Bond	250,000,000	-
		250,000,000	-
4.	Investments (including bills)		
	General investment	13,968,182,660	14,647,570,794
	Bills purchased and discounted	3,321,550,696	2,578,889,629
		17,289,733,356	17,226,460,423
5.	Fixed assets including premises, furniture and fixtures		
	Land and Building	-	-
	Furniture and fixtures	12,648,244	6,659,205
	Equipment and computers	6,047,547	4,562,507
	Vehicles	-	-
		18,695,791	11,221,712
6.	Other assets		
	Head Office general account	952,847,163	1,163,876,464
	Adjusting account	932,452,044	607,252,044
	Stock of stationery	282,496	267,421
	Stamp in hand	438,355	36,375
	Advance income tax	-	-
	Prepaid expenses	5,560	275,856
	Sundry assets	63,564,504	1,461,000
		1,949,590,121	1,773,169,160
7.	Borrowings from other banks, financial institutions and agents		
	In Bangladesh (note 7.1)	4,726,550,314	3,526,426,882
	Outside Bangladesh	-	-
		4,726,550,314	3,526,426,882

The Premier Bank Limited

Notes to Financial Statements of Islamic Banking As at 31 December 2021

		Amount in Taka	
		2021	2020
7.1	In Bangladesh		
	Bangladesh Bank (Refinance facility)	2,000,000,000	3,000,000,000
	Quard from Banks	2,726,550,314	526,426,882
		4,726,550,314	3,526,426,882
8.	Other liabilities		
	Adjusting account	298,224,457	408,524,721
	Profit suspense A/C	32,158	14,112
	Investment compensation	12,879,776	10,461,030
		311,136,392	418,999,863
9.	Investment income		
	Profit received from customers other than banks	1,464,314,269	1,599,017,791
	Profit received on Head Office general account	225,068,010	305,144,137
	Profit received on deposit with other banks	-	-
	Profit on Government Securities	13,501,111	15,003,770
	Dividend Income	-	-
	Capital gain on sale of investment in shares	-	-
		1,702,883,391	1,919,165,698
10.	Profit paid on deposits, borrowings, etc.		
	Profit paid on deposits	938,221,970	1,170,259,953
		938,221,970	1,170,259,953
11.	Commission, exchange and brokerage		
	Commission	185,881,161	117,736,589
	Exchange earnings	50,648,242	40,668,831
		236,529,403	158,405,419
12.	Other income		
	Services and other charges	9,168,409	6,367,685
	Postage recovers	1,531,410	868,592
	Telex/fax/e-mail charges received	10,910,552	6,773,343
	Incidental charges	1,908,966	1,357,373
	Miscellaneous earnings	90,572,369	50,912,348
		114,091,706	66,279,341
13.	Salary and allowances		
	Basic pay	32,283,935	19,918,000
	Allowances	31,792,714	21,013,618
	Bonus	9,492,149	6,608,727
	Provident fund contribution & retirement benefit	2,736,020	1,919,993
		76,304,818	49,460,338
14.	Rent, taxes, insurance, electricity, etc.		
	Rent, rates and taxes	11,607,304	10,805,432
	Insurance	5,961,811	5,715,071
	Electricity, gas, water, etc.	763,367	641,163
		18,332,483	17,161,666
15.	Postage, stamp, telecommunication, etc.		
	Telephone	122,987	145,707
	Postage, stamp and swift charges	3,908,243	2,418,751
	Telegram, telex, fax and e-mail	434,700	413,937
		4,465,930	2,978,395
16.	Stationery, printing, advertisement, etc.		
	Printing and stationery	1,421,847	787,340
	Publicity and advertisement	39,941	5,252
		1,461,788	792,592

Amount in Taka

17. Depreciation and repair of Bank's assets

Repairs:

Furniture and fixtures
Office equipment
Renovation and maintenance of premises

Depreciation:

Vehicles
Furniture and fixtures
Office equipment

	2021	2020
	32,865	8,850
	645,740	329,899
	34,858	22,815
	713,463	361,564
	-	-
	1,361,839	373,851
	741,416	624,727
	2,103,255	998,578
	2,816,718	1,360,142
	497,959	474,030
	25,991	19,337
	1,514,785	2,783,319
	15,200	13,700
	1,972,060	1,029,610
	24,310	27,490
	455,400	272,800
	7,300	-
	185,126	949,054
	4,698,131	5,569,340

18. Other expenses

Washing and cleaning
Subscription
Entertainment
Travelling
Conveyance
Liveries and uniform
Cash carrying charges
Law charges
Sundry expenses

The Premier Bank Limited

Off-shore Banking Unit Balance Sheet As at 31 December 2021

Annexure- J

Particulars	Notes	2021		2020	
		USD	Taka	USD	Taka
PROPERTY AND ASSETS					
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	3	5,943,898	507,163,099	4,670,573	394,313,093
Outside Bangladesh					
		5,943,898	507,163,099	4,670,573	394,313,093
Loans and advances					
Loans, cash credits, overdrafts, etc.	4	32,613,057	2,782,709,087	14,324,405	1,209,337,858
Bills purchased and discounted	5	98,703,804	8,421,902,089	44,820,744	3,783,991,336
		131,316,861	11,204,611,176	59,145,149	4,993,329,194
Fixed assets including premises, furniture and fixtures					
Other assets		91,748	7,828,420	91,748	7,745,847
Non - banking assets		-	-	-	-
Total assets		137,352,507	11,719,602,695	63,907,470	5,395,388,134
LIABILITIES AND CAPITAL					
Liabilities					
Borrowings from other banks, financial institutions and agents		131,901,143	11,254,465,003	59,600,016	5,031,731,369
Deposits and other accounts					
Current deposits	6	10,989	937,665	10,989	927,775
Savings bank deposits		-	-	-	-
Term deposits		-	-	-	-
Sundry Deposit		-	-	-	-
		10,989	937,665	10,989	927,775
Other liabilities	7	5,440,375	464,200,026	4,296,465	362,728,990
Total liabilities		137,352,507	11,719,602,695	63,907,470	5,395,388,134
Capital / Shareholders' equity					
Paid up capital		-	-	-	-
Statutory reserve		-	-	-	-
Foreign currency gain		-	-	-	-
Other reserve		-	-	-	-
Total Shareholders' equity		-	-	-	-
Total liabilities and Shareholders' equity		137,352,507	11,719,602,695	63,907,470	5,395,388,134

The Premier Bank Limited

Off-shore Banking Unit Balance Sheet As at 31 December 2021

Particulars	Notes	2021		2020	
		USD	Taka	USD	Taka
OFF- BALANCE SHEET ITEMS					
Contingent liabilities					
Acceptances and endorsements		-	-	-	-
Letters of guarantee		-	-	-	-
Irrevocable letters of credit		-	-	-	-
Bills for collection		-	-	-	-
Other contingent liabilities		-	-	-	-
		-	-	-	-
Other commitments					
Documentary credits and short term trade -related transactions		-	-	-	-
Forward assets purchased and forward deposits placed		-	-	-	-
Undrawn note issuance and revolving underwriting facilities		-	-	-	-
Undrawn formal standby facilities , credit lines and other commitments		-	-	-	-
Liabilities against forward purchase and sale		-	-	-	-
Other commitments		-	-	-	-
		-	-	-	-
Other memorandum items					
Value of travellers' cheques in hand		-	-	-	-
Value of Bangladesh sanchay patras in hand		-	-	-	-
		-	-	-	-
Total Off-Balance Sheet items including contingent liabilities		-	-	-	-

The Premier Bank Limited

Off-shore Banking Unit Profit and loss account for the year ended 31 December 2021

Particulars	Notes	2021		2020	
		USD	Taka	USD	Taka
Interest income	8	5,000,062	426,630,275	4,037,188	340,839,597
Interest paid on deposits, borrowings, etc.	9	(361,012)	(30,803,340)	(198,991)	(16,799,842)
Net interest		4,639,050	395,826,935	3,838,197	324,039,755
In hand (including foreign currencies)		-	-	-	-
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)		-	-	-	-
Total operating income (A)		4,639,050	395,826,935	3,838,197	324,039,755
In Bangladesh		-	-	-	-
Outside Bangladesh		-	-	-	-
Legal expenses		-	-	-	-
Postage, stamp, telecommunication, etc.		-	-	-	-
Loans, cash credits, overdrafts, etc.		-	-	-	-
Bills purchased and discounted		-	-	-	-
Depreciation and repair of Bank's assets		-	-	-	-
Other expenses		-	-	-	-
Total operating expenses (B)		-	-	-	-
Profit / (loss) before provision (C=A-B)		4,639,050	395,826,935	3,838,197	324,039,755

The Premier Bank Limited

Off-shore Banking Unit

Notes to the Financial Statements For the year ended 31 December 2021

1.1 Status of the unit

Off-shore Banking Unit of Premier Bank Limited, governed under the rules and guidelines of Bangladesh Bank. The Bank obtained permission to operate 02 (Two) Off-shore Banking Unit in Dhaka EPZ and Chittagong EPZ vide letter no. BRPD (P3) 744 (102)/2009-4138 dated 10 November 2009. The Bank commenced the operation of its Off-shore Banking Unit from 07 December, 2009 from the Head Office. Presently 01 (one) unit is operating at full-fledged from Banani Branch premises from July 2011.

1.1.1 Principal activities

The principal activities of the unit are to provide all kinds of commercial banking services to its customers ez. non-resident individuals/institutions specially of Export Processing Zone.

1.2 Significant accounting policies and basis of preparation of financial statements

1.2.1 Basis of accounting

The Off-shore Banking Unit maintain its accounting records in USD from which accounts are prepared according to the Bank Companies Act 1991, International Accounting Standards and other applicable directives issued by Bangladesh Bank.

1.2.2 Use of estimates and judgements

The preparation of financial statements requires management to make judgements, 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.

1.2.3 Foreign currency transaction

Foreign currency transactions are converted into equivalent Taka using the ruling 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 Taka 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 Taka equivalent.

1.2.4 Reporting period

These financial statements cover from 1 January 2021 to 31 December 2021

2 General

- 1) These financial statements are presented in Taka, which is the Bank's functional currency. Figures appearing in these financial statements have been rounded off to the nearest Taka.
- 2) Profit Transferred into Taka Currency @ US\$1 = Taka 85.3250 at mid rate of December 31, 2021.

		2021		2020	
		USD	Taka	USD	Taka
3	Balance with other banks and financial institutions				
	In Bangladesh (note-3.1)	5,943,898	507,163,099	4,670,573	394,313,093
	Outside Bangladesh (note-3.2)	-	-	-	-
		5,943,898	507,163,099	4,670,573	394,313,093
3.1	In Bangladesh	5,943,898	507,163,099	4,670,573	394,313,093
3.2	Outside Bangladesh (Nostro accounts)				
	Current account	-	-	-	-
4	Loans and advances				
	i) Loans, cash credits, overdrafts, etc.				
	Loan (General)	32,613,057	2,782,709,087	14,324,405	1,209,337,858
	Lease finance	-	-	-	-
	Syndication Term Loans	-	-	-	-
		32,613,057	2,782,709,087	14,324,405	1,209,337,858
5	ii) Bills purchased and discounted (note-5)				
	Payable Inside Bangladesh				
	Inland bills purchased	-	-	-	-
	Payable Outside Bangladesh				
	Foreign bills purchased and discounted	98,703,804	8,421,902,089	44,820,744	3,783,991,336
		98,703,804	8,421,902,089	44,820,744	3,783,991,336
		131,316,861	11,204,611,176	59,145,149	4,993,329,194
	Bills purchased and discounted				
	Payable in Bangladesh	-	-	-	-
	Payable outside Bangladesh	98,703,804	8,421,902,089	44,820,744	3,783,991,336
		98,703,804	8,421,902,089	44,820,744	3,783,991,336
6	Deposits and other accounts				
	Bank deposits	-	-	-	-
	Customer deposits and other accounts (note-6.1)	10,989	937,665	10,989	927,775
		10,989	937,665	10,989	927,775
6.1	Customer deposits and other accounts				
	Current deposits	10,989	937,665	10,989	927,775
	Term deposits	-	-	-	-
	Savings bank deposits	-	-	-	-
	Sundry deposits	-	-	-	-
		10,989	937,665	10,989	927,775
7	Other liabilities				
	Interest Suspense	23,516	2,006,541	22,386	1,889,920
	Due to Head Office(Retained Earnings)	4,639,050	395,826,935	3,838,197	324,039,755
	Accrued interest	777,809	66,366,550	435,882	36,799,314
		5,440,375	464,200,026	4,296,465	362,728,990

8 Interest income

Loan (general)
LTR loan
Lease finance
Payment against documents
Interest on loans and advances

Commission
Others
Interest on balance with other
banks and financial institutions
Interest received from foreign banks

Total income

9 Interest on deposits, borrowings, etc.

a) Interest paid on deposits, borrowings
b) Interest paid on local bank accounts
c) Interest paid on foreign bank accounts

2021		2020	
USD	Taka	USD	Taka
5,000,062	426,630,275	4,037,188	340,839,597
-	-	-	-
-	-	-	-
-	-	-	-
5,000,062	426,630,275	4,037,188	340,839,597
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
5,000,062	426,630,275	4,037,188	340,839,597
361,012	30,803,340	198,991	16,799,842
-	-	-	-
-	-	-	-
361,012	30,803,340	198,991	16,799,842

The Premier Bank Limited

Annexure- K

Reconciliation of net profit with cash flows from operating activities before changes in operating assets and liabilities
For the year ended 31 December 2021

	Notes	Amount in Taka	
		2021	2020
Reconciliation of net profit with cash flows from operating activities before changes in operating assets and liabilities (Consolidated Basis)			
Net profit after taxation		3,280,866,584	2,064,628,378
Addition :			
Provision (loan & advance)		1,674,924,470	1,563,033,709
Provision (Off-Balance Sheet items)		460,000,000	656,393,165
Provision (Others)		943,940,113	1,183,225,286
Depreciation		531,985,039	501,522,273
Disposal of Subsidiary		-	10,000,000
Decrease of advance income tax		309,723,251	-
Decrease in deferred tax assets		369,125,970	259,663,358
Deduction :			
Provision (Investment of Shares)		(51,957,410)	(245,562,033)
Decrease in provision of taxation		(558,322,478)	(1,038,452,733)
Increase of interest receivable		(1,417,492,807)	(1,284,355,680)
Decrease of interest payable		(440,687,386)	(202,295,299)
Effects of exchange rate changes on cash and cash equivalents		(2,120,727,411)	(1,839,608,682)
		2,981,377,935	1,628,191,742
Reconciliation of net profit with cash flows from operating activities before changes in operating assets and liabilities (Solo Basis)			
Net profit after taxation		3,269,125,314	2,063,635,817
Addition :			
Provision (loan & advance)		1,674,924,470	1,563,033,709
Provision (Off-Balance Sheet items)		460,000,000	656,393,165
Provision (Others)		901,371,412	1,183,225,286
Depreciation		531,174,997	500,884,579
Disposal of Subsidiary		-	10,000,000
Decrease of advance income tax		347,699,865	-
Decrease in deferred tax assets		369,125,970	259,663,358
Deduction :			
Provision (Investment of Shares)		(87,558,429)	(245,562,033)
Decrease in provision of taxation		(601,875,027)	(1,054,822,826)
Increase of interest receivable		(1,417,492,807)	(1,284,355,680)
Decrease of interest payable		(440,687,386)	(202,295,299)
Effects of exchange rate changes on cash and cash equivalents		(2,120,727,411)	(1,839,608,682)
		2,885,080,968	1,610,191,394

Premier Bank Securities Limited

Iqbal Center (12th Floor)
42, Kemal Ataturk Avenue,
Banani, Dhaka-1213

PREMIER BANK SECURITIES LIMITED
INDEPENDENT AUDITOR'S REPORT AND FINANCIAL STATEMENTS
For the year ended 31 December 2021

Contents
* Independent Auditor's Report
* Statement of Financial Position
* Statement of Profit or Loss and Other Comprehensive Income
* Statement of Changes in Equity
* Statement of Cash Flows
* Notes to the Financial Statements
* Annexure - A

K. M. HASAN & CO.

Chartered Accountants
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Independent Auditor's Report

To The Shareholders of Premier Bank Securities Limited

Report on the audit of the Financial Statements

Opinion

We have audited the financial statements of PREMIER BANK SECURITIES LIMITED which comprise the statement of financial position as at 31 December 2021 and the statements of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view, in all material respects of the financial position of the company as at 31 December 2021 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act, 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board of 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 requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 in accordance with International Financial Reporting Standards (IFRSs), the Companies Act, 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations 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.

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

Auditor's Responsibilities for the audit of the financial statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, designed and performed 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 procedure that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the company's audit. We remain 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 provided those charged with governance regarding that we 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.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994, and the Securities and Exchange Rules 1987, we also report the following:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books; and
- c) the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account.

Place : Dhaka, Bangladesh
Dated : 27 March 2022



HEDAYET ULLAH FCA
Senior Partner, Enrol. No. 218
K. M. HASAN & CO.
Chartered Accountants
DVC No. 2203290281AS959663

Premier Bank Securities Limited

Statement of Financial Position As at 31 December 2021

Statement of Financial Position As at 31 December 2021		Amount in Taka	
Particulars	Notes	2021	2020
ASSETS			
Current assets			
Cash and Bank Balances	5	405,820,392	546,997,272
Accounts Receivable from Securities Trading	6	10,708,075	548,969
Receivable from Margin Clients	7	4,256,870,070	3,390,764,216
Investment in securities (Own portfolio)	8	139,008,245	104,634,154
Other Assets	9	83,565,590	124,249,100
Advance Income Tax	10	131,608,987	93,632,374
		5,027,581,359	4,260,826,086
Non-current assets			
Fixed assets	11	3,240,166	3,340,963
Dhaka Stock Exchange Ltd.	12	487,500,000	487,500,000
Loss on Sale of Strategic Investment in Shares (DSE)	13	41,540,227	62,310,341
Chittagaon Stock Exchange	14	180,000,000	180,000,000
		712,280,393	733,151,304
Total assets		5,739,861,752	4,993,977,390
LIABILITIES AND EQUITY			
Current Liabilities			
Payable to Clients	15	356,199,310	362,746,445
Short Term Loan from PBL	16	1,595,130,912	879,511,426
Payable to Exchanges	17	5,175,755	65,730,878
Other Liabilities and Provisions	18	613,086,565	527,460,702
		2,569,592,542	1,835,449,449
Non-current Liabilities			
Long Term Loan	19	500,000,000	500,000,000
Shareholder Equity			
Share Capital	20	2,500,000,000	2,500,000,000
Retained Earnings	21	170,269,210	158,527,940
		2,670,269,210	2,658,527,940
Total equity and liabilities		5,739,861,752	4,993,977,390

The financial statements should be read in conjunction with the annexed notes
and were approved by the Board of Directors on 27 March 2022
and were signed on its behalf by :



Director



Director

Signed in terms of our separate report of even date annexed.



Chief Executive Officer

Place: Dhaka, Bangladesh
Dated : 27 March 2022



HEDAYET ULLAH FCA

Senior Partner, Enrol. No. 218

K. M. HASAN & CO.

Chartered Accountants

DVC No. 2203290281AS959663

Premier Bank Securities Limited

Statement of Profit or Loss And Other Comprehensive Income For The Year Ended 31 December 2021


Particulars	Notes	Amount in Taka	
		2021	2020
Revenue	22	380,071,455	305,250,240
Less: Direct Expenses	23	29,624,377	12,750,486
Gross Profit		350,447,078	292,499,754
Less: Operating Expenses	24	212,976,358	231,559,496
Less: Finance Expenses	25	69,793,266	72,626,982
Operating Profit/ (Loss)		67,677,454	(11,686,724)
Add: Other Income	26	65,786,085	29,049,378
Profit Before Provision and Income Tax		133,463,539	17,362,654
Less: Provision for Margin Loan		42,568,701	-
Less: Fair value adjustments for fall in values of investment in securities		35,601,019	-
Net Profit before Income Tax		55,293,819	17,362,654
Less: Provision for Income Tax		43,552,549	16,370,093
Net Profit /(Loss) After Income Tax		11,741,270	992,561
Add: Other Comprehensive Income		-	-
Total Comprehensive Income		11,741,270	992,561

The financial statements should be read in conjunction with the annexed notes
and were approved by the Board of Directors on 27 March 2022
and were signed on its behalf by :

FOR PREMIER BANK SECURITIES LIMITED.



Director



Director



Chief Executive Officer

Place: Dhaka, Bangladesh
Dated : 27 March 2022


HEDAYET ULLAH FCA
Senior Partner, Enrol. No. 218
K. M. HASAN & CO.
Chartered Accountants
DVC No. 2203290281AS959663

Premier Bank Securities Limited

Statement Of Changes In Equity For The Year Ended 31 December 2021

Amount in Taka

Particulars	Share Capital	Retained Earnings	Total
Balance as at 01 January 2021	2,500,000,000	158,527,940	2,658,527,940
Net Profit /(Loss) After Income Tax	-	11,741,270	11,741,270
Balance as at 31 December 2021	2,500,000,000	170,269,210	2,670,269,210

For the year ended 31 December 2020

Amount in Taka

Particulars	Share Capital	Retained earnings	Total
Balance as at 01 January 2020	2,500,000,000	157,535,379	2,657,535,379
Net Profit /(Loss) After Income Tax	-	992,561	992,561
Balance as at 31 December 2020	2,500,000,000	158,527,940	2,658,527,940

The financial statements should be read in conjunction with the annexed notes
and were approved by the Board of Directors on 27 March 2022
and were signed on its behalf by :

FOR PREMIER BANK SECURITIES LIMITED.



Director



Director



Chief Executive Officer

Signed in terms of our separate report of even date annexed.

Place: Dhaka, Bangladesh
Dated : 27 March 2022


HEDAYET ULLAH FCA

Senior Partner, Enrol. No. 218
K. M. HASAN & CO.

Chartered Accountants

DVC No. 2203290281AS959663

Premier Bank Securities Limited


Statement of Cash Flows for the Year Ended 31 December 2021

	Amount in Taka	
	2021	2020
A. Cash flows from Operating activities:		
Net Profit Before Income Tax	55,293,819	17,362,654
Add: Depreciation	810,042	637,694
Loss on Sale of Strategic Investment in Shares (DSE)	20,770,114	20,770,114
Operating Profit before Changes in Operating Assets and Liabilities	76,873,974	38,770,462
Increase/Decrease in Operating Assets and Liabilities		
Increase/Decrease in Advance, deposit & prepayment	2,706,896	(68,818,393)
Increase/Decrease in receivable from Stock Exchange	(10,159,106)	2,527,599
Increase/Decrease in receivable from Margin Clients	(866,105,854)	(185,505,863)
Increase/Decrease in payable to Stock Exchange	(60,555,123)	53,615,606
Increase/Decrease in payable to Clients	(6,547,135)	254,130,441
Increase/Decrease in Other Liabilities & Provisions	85,625,865	(231,529,875)
Income Tax Paid	(43,552,549)	(16,370,093)
Net cash used in Operating activities	(821,713,029)	(153,180,115)
B. Cash flows from Investing activities:		
Acquisition of Property, Plant and Equipment	(1,271,199)	(383,565)
Adjustment of Property, Plant and Equipment	561,954	-
Investment in Dealer Account	(34,374,091)	18,492,088
Net cash (used in)/Provided from Investing activities	(35,083,336)	18,108,523
C. Cash flows from Financing activities:		
Short Term Loan from PBL	715,619,486	495,139,072
Net cash provided from financing activities	715,619,485	495,139,072
Net surplus in cash and bank balance for the period (A+B+C)	(141,176,880)	360,067,479
Cash and Bank Balances at the beginning of the year	546,997,272	186,929,793
Cash and Bank Balances as at 31 December 2021	405,820,392	546,997,272

The financial statements should be read in conjunction with the annexed notes
and were approved by the Board of Directors on 27 March 2022
and were signed on its behalf by :

FOR PREMIER BANK SECURITIES LIMITED.


Director


Director


Chief Executive Officer

Place: Dhaka, Bangladesh
Dated : 27 March 2022

Premier Bank Securities Limited

Notes To The Financial Statements For The Year Ended 31 December 2021

1. The Company and its Activities

1.1 Legal status and nature of the company

PREMIER BANK SECURITIES LIMITED was incorporated on 29 June 2010 as a private limited company under the Companies Act, 1994 vide certificate of incorporation no. C-85332/10.

The registered office of the company is at Iqbal Center (3rd Floor), 42 Kemal Atatürk Avenue, Banani, Dhaka-1213, Bangladesh.

2. Significant Accounting Policies

2.1 Basis of Presentation of Financial Statements

The financial statements have been prepared on a going concern basis applying accrual basis of accounting except for statement of cash flows in accordance with and in compliance with International Financial Reporting Standards (IFRS), the Companies Act 1994, Securities and Exchange Rules 1987, Securities and Exchange Act 1993, conditions and regulations issued by the Bangladesh Securities and Exchange Commission (BSEC), Schedule-B reference no. BSEC/CMRRCD/2017-357/221/Admin/89 Date: 29, May 2019 and other applicable laws and regulations. Statement of Cash Flows is prepared in accordance with International Accounting Standard (IAS) 7: "Statement of Cash Flows" and the cash flows from operating activities are presented under the indirect method as prescribed by the Securities and Exchange Rules, 1987.

2.2 Basis of Measurement

The financial statements have been prepared based on historical cost convention basis. The accounting policies, unless otherwise stated, have been consistently applied by the Company and are consistent with those of the previous year.

2.3 Use of Estimates and Judgements

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenue and expenses. It also requires disclosures of contingent assets and liabilities at the date of the financial statements. Provisions and accrued expenses are recognized in the financial statements in line with the International Accounting Standard (IAS) 37 "Provisions, Contingent Liabilities and Contingent Assets" when - The Company has a legal or constructive obligation as a result of past event.

- i) it is probable that an outflow of economic benefit will be required to settle the obligation.
- ii) a reliable estimate can be made for the amount of the obligation.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

However, the estimates and underlying assumptions are reviewed on an ongoing basis and the revision is recognized in the period in which the estimates are revised.

2.4 Components of Financial Statements

The financial statements referred to here comprises:

- a) Statement of Financial Position
- b) Statement of Profit or Loss and Other Comprehensive Income
- c) Statement of changes in Equity
- d) Statement of Cash Flows and
- e) Notes, comprising a summary of significant accounting policies and other explanatory notes

2.5 Statement of Cash Flows

Statement of Cash Flows is prepared in accordance with International Accounting Standard (IAS) 7: "Statement of Cash Flows" and the cash flows from operating activities are presented under the indirect method as prescribed by the Securities and Exchange Rules, 1987.

2.6 Going Concern

The Company has adequate resources to continue in operation for foreseeable future. For this reasons the directors continue to adopt going concern basis in preparing the financial statements. The current credit facilities and adequate resources of the Company provide sufficient funds to meet the present requirements of its existing businesses and operations.

2.7 Recognition and measurement of financial assets

A financial asset or financial liability is classified as held for trading if it is acquired or incurred principally for the purpose of selling or repurchasing it in the near term.

2.8 Revenue Recognition

Revenue is recognized only when it is probable that the economic benefits associated with the transaction will flow to the enterprise and in accordance with the International Financial Reporting Standard (IFRS) 15 "Revenue from Contracts with Customers":

a. Brokerage Commission

Brokerage commission is recognized as income when selling or buying order is signed and trade is executed.

b. Interest Income from Margin Loan

Interest income from margin loan is recognized on accrual basis. Such income is calculated on daily margin loan balance of the respective clients. Income is recognized on Quarterly basis.

c. Dividend income and gain/ (loss) on sale of marketable securities

Dividend income is recognized when the right to receive payment is established whereas profit or loss arising from the sale of securities is accounted for only when shares are sold in the market and profit is realized or loss is incurred.

2.9 Cash and Bank Balances

Cash and Bank Balances include cash in hand and cash at bank which are held and are available for use by the Company without any restriction. There is insignificant risk of change in the value of the above items.

2.10 Property, Plant & Equipment

Fixed assets are recorded at cost and have limited useful lives (except land). All expenses incurred for the purpose of acquiring, installing and bringing the fixed assets into its present location for intended use have to be capitalized and included in the cost of the fixed assets.

2.11 Depreciation

Depreciation is calculated on the cost of fixed assets in order to write off such amounts over the estimated useful lives of such assets. The rates of depreciation used on a reducing balance method are as follows:

<u>Name Of Assets</u>	<u>Rate of Depreciation</u>
Office Equipment's	20%
Software	20%
Electrical Equipment's	20%
IT Infrastructure	20%
Land & Building	2.5%

2.12 Right on Use Asset

The company has complied with International Financial Reporting standards IFRS (16): Lease and accordingly accounted for asset under appropriate head. However upon review of company's lease rental agreement, termination clause include a clause like " Both party can cancel the agreement with 3 (three) months prior notice, which indicates that lease term is not more then 1 year. So company need not to include in Right of Use (ROU) assets.

2.13 Investment in Shares

Investment in quoted shares (or shares held for sale) and unquoted shares are initially recognized at cost plus transaction costs that are directly attributable to the acquisition of the shares. After initial recognition, investment in quoted shares has been revalued at cost at reporting date. Net of unrealized gain and loss has not been recognized in the Statement of Profit or Loss and Other Comprehensive Income.

2.14 Advance, deposits and prepayments

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deductions, adjustments or charges to other account heads such as property, plant and equipment, inventory, etc.

2.15 Advance Income Tax

The amount of advance income tax is mainly deduction at sources by DSE & CSE on daily transactions of broker & dealer operation. Tax deduction on interest income and dividend income are also included here.

2.16 Provision for current Tax

Provision for current tax is made in accordance with the provision of Income Tax Ordinance, 1984 and subsequent amendments made thereto from time to time.

2.17 Provision for expenses

Provision for expenses is recognized when the Company has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations and reliable estimate of the amount can be made.

2.18 Provision against unrealized loss in shares purchased as dealer and Margin Loan

As per Bangladesh Securities and Exchange Commission Order No. BSEC/SRI/Policy/3/2020/68 dated on 12 January 2020, the company kept 20% Provision against Unrealized Loss in Securities of 2020.

2.19 Related Party Disclosures

As per IAS 24 "Related Party Disclosures", a related party is a person or entity that is related to the entity (i.e. Mercantile Bank Securities Limited) that is preparing its financial statements. Related party transaction is a transfer of resources, services, or obligations between a reporting entity and a related party, regardless of whether a price is charged as per IAS 24.

Related parties include the company's directors, key management personnel, associates, companies under common directorship etc. as per IAS 24 "Related Party Disclosures". All transactions involving related parties arising in the normal course of business are conducted at arm's length at normal commercial rates on the same terms and conditions as third party transactions using valuation modes, as admissible.

2.20 Events after the balance sheet date

Events after the balance sheet date that provide additional information about the company's position at the balance sheet date are reflected in the financial statements. Events after the balance sheet date that are not adjusting event are disclosed in the notes when material.

2.21 Management' responsibility on financial statements

The management of the company is responsible for the preparation and presentation of these financial statements.

3 Reporting period

These financial statements cover period from 1 January 2021 to 31 December 2021.

4 General

- i) These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.
- ii) Previous year's figures have been re-arranged/re-grouped where necessary to conform to the current year's financial presentation.
- iii) Figures in these notes and annexed financial statements have been rounded off to the nearest taka.

		Amount in Taka	
		2021	2020
5 Cash and Bank Balances			
Cash in hand (Note-5.1)		323,570	45,438
Cash at Bank in Company's account (Note-5.2)		129,734	1,343,026
Cash at Bank in trading accounts (Stock Dealer A/C) (Note-5.3)		2,214,025	34,281,011
Cash at Bank clients (consolidated customer account) (Note-5.4)		356,856,629	461,618,177
Cash at Bank at IPO Account (Note-5.5)		1,087,004	6,651,815
Investment on FDR (Note-5.6)		45,209,430	43,057,806
		405,820,392	546,997,272
5.1 Cash in hand			
Head Office		196,368	19,352
Gulshan extended Office of HO		22,062	1,296
Kakrail		20,230	60
Kawran Bazar		22,411	2,445
Kalabagan		20,735	95
Motijheel		22,757	17,884
O. R. Nizam Road (Ctg.)		19,007	4,307
		323,570	45,438
5.2 Cash at Bank in Company's account			
The Premier Bank Ltd. (Banani Branch)			
Revenue Account No. 0104 13100002817		30,395	1,243,650
SND Account No. 010413100002818		92,387	92,423
SND Account No. 705		6,952	6,952
		129,734	1,343,026
5.3 Cash at Bank in trading accounts (Stock Dealer A/C)			
The City Bank Ltd. (Banani Branch)			
PBSL Dealer Account No. 3101521765001		2,214,025	34,281,011
		2,214,025	34,281,011
5.4 Cash at Bank accounts for clients (consolidated customer account)			
The Premier Bank Ltd. (Banani Branch)			
SND Account No.0104 13500000008		246,685,060	150,720,232
The City Bank Ltd. (Banani Branch)			
SND Account No. 3101307505001		110,171,569	310,897,945
		356,856,629	461,618,177
5.5 Cash at Bank at IPO Account			
The Premier Bank Ltd. (Banani Branch)			
SND Account No. 0104 13100002858		1,087,004	6,651,815
		1,087,004	6,651,815
5.6 Investments in FDR			
The Premier Bank Ltd. (Banani Branch)			
A/C No. 0140-25400000150		45,209,430	43,057,806
		45,209,430	43,057,806
6 Accounts Receivable from securities Trading			
Receivable from DSE (Note-6.1)		10,708,075	456,741
Receivable from CSE (Note-6.2)		-	-
Receivable from others (Accrued Interest of FDR & Others)		-	92,228
		10,708,075	548,969
6.1 Receivable from DSE			
Receivable against A, B, G & N category		10,157,962	456,741
Receivable against Z category		550,113	-
		10,708,075	456,741
6.2 Receivable from CSE			
Receivable against Z category		-	-
		-	-

		Amount in Taka	
		2021	2020
7	Receivable from Margin Clients		
	Receivable from Clients having no margin or full erosion of clients' equity (e.g. no equity against debit balance)	2,906,015,151	2,991,569,032
	Receivable from Clients fall under force sale condition (e.g. equity is between 100% and 125% of DB)	117,574,570	27,726,110
	Receivable from Clients fall under margin call (e.g. equity is > 125% of DB but < 150% of DB)	119,350,380	25,629,843
	Receivable from regular margin clients (e.g. equity is > 150% of debt balance) Clients	1,113,929,969	345,839,231
		4,256,870,070	3,390,764,216
8	Investment in securities (Own portfolio)		
	Proprietary Positions in Equity Securities		
	Value of "A" Category Instruments	158,230,330	104,634,154
	Value of "B/G/N" Category Instruments	16,378,934	-
	Unrealized (Gain)/Loss Unrealized (Gain)/Loss	(35,601,019)	-
		139,008,245	104,634,154
9	Other Assets		
	Prepaid Expenses (Note-9.1)	74,890,590	124,224,100
	Receivable from DSE against IPO Shares	8,650,000	-
	Security Deposit against Clearing House-CSE	25,000	25,000
		83,565,590	124,249,100
9.1	Prepaid Expenses		
	Advance to RJSC	36,000	36,000
	Advance Office Rent , Head Office	73,803,890	90,090,000
	Advance office rent of gulshan office	-	32,487,000
	Advance office rent of Motijheel office	1,050,700	1,611,100
		74,890,590	124,224,100
10	Advance Income Tax		
	Opening balance	93,632,374	77,262,281
	Add: Tax Deducted at Source Against Dividend Income	1,377,420	900,954
		95,009,794	78,163,235
	Add: Tax Deducted at Source DSE and CSE/ Others	36,046,900	14,597,550
		131,056,694	92,760,785
	Add: Tax Deducted at Source Against Bank Interest	552,293	871,589
		131,608,987	93,632,374
11	Fixed assets		
	Fixed Assets (net off depreciation & amortization):		
	Land & Building	-	561,954
	Other Tangible Assets:		
	Office Equipment's	1,986,131	1,726,989
	Electrical Equipment's	1,030,653	824,317
	Office Furniture's & Renovation	41,219	-
	IT Infrastructure	118,543	148,179
		3,176,547	3,261,439
	Intangible Assets :		
	Software	63,619	79,524
		63,619	79,524
		3,240,166	3,340,963
	Details are given in Annexure-A		
12	Dhaka Stock Exchange Ltd.		
	Opening Balance	487,500,000	487,500,000
	Add: Investment made during the year	-	-
		487,500,000	487,500,000
	Less: Sale/ Recovery during the year	-	-
	Closing Balance	487,500,000	487,500,000

As per the provision of the Exchange Demutualization Act, 2013 and in accordance with the Bangladesh Securities and Exchange Commission (BSEC) approved Demutualization Scheme, Dhaka Stock Exchange allotted 7,215,106 ordinary Shares of Taka 10 each and Trading Right Entitlement Certificate (TREC) in favor of the company against the membership of DSE. Out of the total 7,215,106 Shares DSE transferred and credited 2,886,042 shares directly to Company's BO Account (1294590050888175) and rest 4,329,064 shares were credited to the "Demutualization Blocked Account" maintained by the DSE. Later DSE have transferred 25% shares to Chinese Consortium-Strategic Partner of DSE by taking over 25% shares of TREC holders. As such Premier Bank Securities Limited sold 1,803,777 shares at Tk. 21 per share amount in Tk. 37,879,317, but the cost value of Tk. 90 per share amount in Tk. 162,500,045, however realized loss amount in Tk.124,620,728. The sale of shares to Chinese Consortium-Strategic Partner of DSE, is decision of government and the loss on such disposal is one-off nature. The management has decided to allocates loss equally to Six successive years.

		Amount in Taka	
		2021	2020
13 Loss on Sale of Strategic Investment in Shares (DSE)			
Particulars			
Opening balance		62,310,341	83,080,455
Less: Sale value of share		-	-
		62,310,341	83,080,455
Less: Adjusted during the year (1/6)		20,770,114	20,770,114
Closing balance		41,540,227	62,310,341
Loss on Sale of Strategic Investment in Shares (DSE) adjusted 3 year and unadjusted 2 year.			
14 Chattogram Stock Exchange			
Opening Balance			
Add: Investment made during the year		180,000,000	180,000,000
		-	-
Less: Sale/ Recovery during the year		180,000,000	180,000,000
Closing Balance		-	-
		180,000,000	180,000,000
As per the provision of the Exchange Demutualization Act, 2013 and in accordance with the Bangladesh Securities and Exchange Commission (BSEC) approved Demutualization Scheme, Chattogram Stock Exchange allotted 4,287,330 ordinary Shares of Taka 10 each and Trading Right Entitlement Certificate (TREC) in favor of the company against the membership of CSE. Out of the total 4,287,330 Shares CSE transferred and credited 1,714,932 shares directly to Company's BO Account (1204590050888175) and rest 2,572,398 shares were credited to the "Demutualization Blocked Account" maintained by the CSE.			
15 Payable to Clients			
Payable to Clients-General		347,549,310	362,746,445
Payable to Clients-IPO		8,650,000	-
		356,199,310	362,746,445
16 Short Term Loan from PBL			
Opening Balance		879,511,426	-
Borrowing for Margin Loan paid to Clients		-	384,372,354
Add: Borrowing for Investment in Stocks & Margin Loan paid to Clients		623,000,000	295,000,000
Add: Interest Capitalized in this Year		69,688,485	26,859,464
Add: Interest Capitalized from Interest Payable		22,931,001	173,279,608
		1,595,130,912	879,511,426
17 Payable to Exchanges			
Payable to Dhaka Stock Exchanges Ltd.		5,175,755	65,730,878
		5,175,755	65,730,878
18 Other Liabilities and Provisions			
Payable to Leads Corporation		430,000	430,000
Payable to Issuer (IPO)		200	200
Payable against. Audit Fees		86,250	172,500
Payable to PBL against Adv. Off. Rent-H.O.		1,430,000	1,430,000
Payable to Vat against office Rent Head Office		20,141,250	14,800,500
Payable to Vat against office Rent H/O Ext. Gulshan		52,694,850	39,328,770
Payable to Vat against office Rent Motijheel		1,074,160	796,960

		Amount in Taka	
		2021	2020
	Payable to CDBL	-	650,000
	TDS Payable against. Off. Rent-Motijheel	-	5,390
	Provision for Expenses	1,737,210	1,125,904
	VAT Withheld-Director Fees	42,750	29,250
	TDS-Director Fees	28,500	19,500
	Payable against VAT deducted at source	2,029	-
	Payable against Tax deducted at source	56,731	-
	Payable against rent for gulshan office	1,547,000	-
	TDS-Services	154	153
	Payable to Clients against CCBA interest	1,953,659	-
	Payable against. Salary-Kalabagan	13,675	13,675
	Payable against. Salary-Motijheel	11,914	11,914
	Interest Suspense A/C (Note-18.1)	345,969,186	345,969,186
	Provision for Margin Loan (Note-18.2)	52,768,701	10,200,000
	Provision for Income Tax (Note-18.3)	133,098,347	89,545,798
	Liability for Expenses (Note-18.4)	-	22,931,001
		613,086,565	527,460,702
18.1 Interest Suspense A/C			
	Opening balance	345,969,186	488,593,123
	Add/(Less): Interest Suspense Account	-	(142,623,937)
		345,969,186	345,969,186
	Liabilities made (to suspense A/C) against interest income-margin loan which was charged on the clients bearing negative equity.		
18.2 Provision for Margin Loan			
	Opening Balance	10,200,000	10,200,000
	Addition during the year	42,568,701	-
		52,768,701	10,200,000
18.3 Provision for Income Tax			
	Opening balance	89,545,798	73,175,705
	Add: Addition during the year	43,552,549	16,370,093
		133,098,347	89,545,798
	Less: Adjustment During the Year	-	-
		133,098,347	89,545,798
18.4 Liability for Expenses			
	Interest on Borrowing		
	Opening balance	22,931,001	150,597,859
	Add: Addition during the year	-	45,612,751
		22,931,001	196,210,610
	Less: Interest Capitalized from Interest Payable	22,931,001	173,279,608
		-	22,931,001
19 Long Term Loan (Other than Current Portion)			
	Borrowings from Premier Bank Limited	500,000,000	500,000,000
20 Share Capital			
	Authorized Capital		
	300,000,000 Ordinary Shares of Tk. 10 each	3,000,000,000	3,000,000,000
	Issued, Subscribed and Paid Up Capital		
	250,000,000 Ordinary Shares of Tk. 10 each	2,500,000,000	2,500,000,000

		Amount in Taka	
		2021	2020
Name of Shareholders	No. of Shares		
The Premier Bank Ltd.	249,998,000	2,499,980,000	2,499,980,000
Mrs. Fauzia Rekza Banu	1,000	10,000	10,000
Mrs. Eliza Rahman	1,000	10,000	10,000
	250,000,000	2,500,000,000	2,500,000,000
21 Retained Earnings			
Opening Balance		158,527,940	157,535,379
Net profit/ (loss) during the year		11,741,270	992,561
		170,269,210	158,527,940
22 Revenue			
Commission-DSE		223,310,671	93,955,411
Commission-CSE		1,327,268	638,953
Interest Income - Margin Loan		151,837,581	207,971,403
BO Account Opening Fees		227,500	143,053
BO Account Maintenance Fees		1,870,900	1,885,150
CDBL Income		1,497,535	656,270
		380,071,455	305,250,240
23 Direct expenses			
Laga Charges-DSE		17,701,342	7,240,504
Laga Charges-CSE		466,582	47,775
CDBL Charges-CDS Charges		9,901,403	4,059,757
CDBL Charges-BO Acc. Maintenance Charges		1,555,050	1,402,450
		29,624,377	12,750,486
24 Operating expenses			
Salaries & Allowances		28,363,723	26,691,515
Festival Bonus		2,408,652	2,378,817
Incentive Bonus		1,109,037	-
Casual Labor		902,016	1,085,706
Car Maintenance		59,710	298,550
Office Rent		146,375,830	168,751,217
Electricity Bill		5,609,643	5,815,721
Audit Fees		86,250	108,750
Tour & Travel		-	56,914
Conveyance		785,795	69,813
Mobile Bill		355,500	316,000
Network Connection Charges		890,604	890,604
Office Maintenance		407,424	246,962
Entertainment		644,625	386,512
PF Comp. Contribution		1,454,595	1,395,901
Printing & Stationeries		559,352	192,711
Paper & Periodicals		11,110	14,265
Postage & Courier		2,665	1,540
Renewal and Registration		259,199	392,630
Repair & Maintenance		172,318	80,823
Provision for CSE Expenses		261,313	-
Legal & Professional Fees		-	506,000
Loss on Sale of Strategic Investment in Shares (DSE)		20,770,114	20,770,114
Telephone Bill		10,115	15,538
Gas Bill		19,425	22,200
WASA Bill		306,000	324,000
Director Fees		112,500	100,000
IPO Bidding/ Subscription Fee		3,000	9,000
Computer Accessories		150,800	-
Miscellaneous Expenses		75,000	-
Depreciation		810,042	637,694
		212,976,358	231,559,496

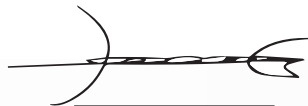
		Amount in Taka	
		2021	2020
25	Financing expenses		
	Bank Charges	146,503	154,768
	Interest Exp. on Loan from PBL (Margin)	69,646,763	72,472,214
		69,793,266	72,626,982
26	Other income		
	IPO Commission	115,440	51,920
	Service Charges	9,210,367	3,979,518
	Dividend Income	6,887,154	4,504,770
	Gain from Investment in Share	43,169,528	11,534,361
	Miscellaneous Income	928,001	276,725
	Interest Income on FDR	2,328,420	2,878,664
	Interest Income-Bank Acc.	3,147,175	5,823,420
		65,786,085	29,049,378

27 Events after the reporting period

- (a) The Board of Directors of the company in its meeting held on 27 March 2022 approved the financial statements of the company for the year ended 31 December 2021 and authorized the same for issue.
- (b) There is no other significant event that has occurred between the date of financial position and the date when the financial statements were authorized for issue by the Board of Directors.



Director



Director



Chief Executive Officer

Place: Dhaka, Bangladesh
Dated : 27 March 2022

Premier Bank Securities Limited

Fixed Assets Schedule

For the year ended 31 December 2021

Annexure -A
Amount in Taka

PARTICULARS	COST			Rate (%)	DEPRECIATION				Written down value as at 31.12.2021
	Opening balance as at 01.01.2021	Addition during the year	Closing balance as at 31.12.2021		Opening balance as at 01.01.2021	Charged during the year	Adjustment during the period	Closing balance as at 31.12.2021	
Office Equipment's	4,660,106	755,675	5,415,781	20	2,933,117	496,532.76	-	3,429,650	1,986,131
Software	485,000	-	485,000	20	405,476	15,905	-	421,381	63,619
Electrical Equipment's	968,512	464,000	1,432,512	20	144,195	257,663	-	401,859	1,030,653
Office Furniture's & Renovation	-	51,524	51,524	20	-	10,305	-	10,305	41,219
IT Infrastructure	870,100	-	870,100	20	721,921	29,636	-	751,557	118,543
Land & Building	850,000	-	850,000	2.5	288,046	-	561,954	850,000	-
Total as at 31 December 2021	7,833,718	1,271,199	9,104,917		4,492,755	810,042	561,954	5,864,751	3,240,166
Total as at 31 December 2020	7,450,153	383,565	7,833,718		3,855,061	637,694	-	4,492,755	3,340,963

Note: *Office Equipment's include Computer, Computer Server, Phone, Fax machine, UPS and Other equipment's.

*Software including TWS software.