

ANIL SALAM IDRIS & CO.
Chartered Accountants

G. KIBRIA & CO.
Chartered Accountants

Probashi Kallyan Bank

Auditors' Report & Financial Statements

As at and for the year ended 30 June 2021

Anil Salam Idris & Co.
Chartered Accountants
House-57(2nd Floor), Road -04, Block -C,
Banani, Dhaka -1213, Bangladesh
Phone: +88-9611677343
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G. Kibria & Co.
Chartered Accountants
Shadaran Bima Sadan(5th Floor),
24-25, Dilkusha, C/A,
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Independent Auditors' Report To the Shareholders of Probashi Kallyan Bank

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Probashi Kallyan Bank (the "Bank"), which comprise the balance sheets as at June 30, 2021 and profit and loss accounts, statement of changes in equity and cash flow statements for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the company as at 30 June 2021, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note # 2.1 and comply with the Banking Companies Act, 1991 (as amended up to date), the Companies Act, 1994, the Rules and Regulations issued by the Bangladesh Bank 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of 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 financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



Description of key audit matters	Our response to key audit matters
Measurement of provision for loans and advances	
<p>The process for estimating the provision for customer loans associated with credit risk is significant and complex.</p> <p>For the individual analysis for large exposure, provisions calculation consider the estimates of future business performance and the market value of collateral provided for availing investment facilities.</p> <p>For the collective analysis of exposure on portfolio basis, provision calculation and reporting are manually processed that deals with voluminous databases, assumptions and estimates.</p> <p>At year end the Bank reported total gross loan of BDT 4,638.55 million (2019-2020: BDT 2,436.85 million) and provision for loans and advances of BDT 119.92 million (2019-2020: BDT 53.29 million).</p>	<p>We tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> • Credit appraisal, Loan disbursement and monitoring procedures, and provisioning process; • Identification of loss events, including early warning and default warning indicators; • Reviewed quarterly Classification of loans and advances (loans-CL); <p>Our substantive procedures in relation to the provision for loans and advances portfolio comprised the following:</p> <ul style="list-style-type: none"> • Reviewed the adequacy of the general and specific provisions in line with related Bangladesh Bank guidelines and; • Assessed the methodologies on which the provision amounts are based, recalculated the provisions and tested the completeness and accuracy of the underlying information; • Evaluated the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines. • Finally, compared the amount of provision requirement as determined by Bangladesh Bank Department of Banking Inspection (DBI) team to the actual amount of provision maintained.
See note no 7 and 12 to the financial statements	

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</p>	<p>We tested the design and operating effectiveness of the Bank's IT access controls over the information systems that are critical to financial reporting.</p> <p>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.</p> <p>We tested the Bank's periodic review of access</p>



to the IT environment. These are key to ensuring IT dependent and application based controls are operating effectively

rights and reviewed 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.

Reporting on other information

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

Our opinion on the 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 Financial Statements and Internal Controls

Management is responsible for the preparation and fair presentation of the financial statements of the Bank in accordance with IFRSs as explained in note 2, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Bank Company Act, 1991 and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the 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 financial statements, management is responsible for assessing 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 Bank or to cease operations, or has no realistic alternative but to do so.



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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 financial statements

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

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



- Obtain sufficient appropriate audit evidence regarding the financial information of the bank to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the bank 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 financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994, the Securities and Exchange Rules 1987, the Bank Company Act, 1991 and the rules and regulations issued by Bangladesh Bank, we also report that:

- (i) The information and explanations required by us have been received and found satisfactory;
- (ii) 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;
- (iii) in our opinion, proper books of account as required by law have been kept by the Bank so far as it appeared from our examination of those books;
- (iv) the balance sheet and profit and loss account together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
- (v) the expenditures incurred were for the purpose of the Bank's business for the year;
- (vi) the financial statements have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as related guidance issued by Bangladesh Bank;
- (vii) adequate provisions have been made for loans and other assets which are in our opinion, doubtful of recovery;
- (viii) the information and explanations required by us have been received and found satisfactory;



- (ix) We have reviewed over 80% of the risk weighted assets of the Bank and spent required hours for the audit of the books and accounts of the bank as per law.

For ANIL SALAM IDRIS & CO.
Chartered Accountants

Signature :



Md. Anwar Hossain, FCA

Partner

Enroll No. 1415

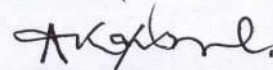
DVC: 2207071415AS281746

Dated, Dhaka, 28 June 2022



For G. KIBRIA & CO.
Chartered Accountants

Signature :



AK Gulam Kibria, FCA

Partner

Enroll No. 392



Probashi Kallyan Bank
Balance Sheet
As at 30 June 2021

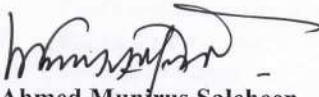
Particulars	Notes	Amount in Taka	
		30-Jun-21	30-Jun-20
Property and Assets			
Cash	3	84,325,499	988,007
Cash in hand (Including foreign currencies)		1,637,499	988,007
Balance with Bangladesh Bank & its agent bank(s) (Including foreign currencies)		82,688,000	-
Balance with Other Banks & Financial	4	5,402,435,954	4,079,015,304
In Bangladesh		5,402,435,954	4,079,015,304
Outside Bangladesh		-	-
Money at Call on Short Notice	5	-	-
Investments	6	-	-
Government		-	-
Others		-	-
Loans & Advances	7	4,638,549,035	2,436,848,708
Loans, Cash Credit & Overdraft etc.		4,638,549,035	2,436,848,708
Bills Purchased & Discounted		-	-
Fixed Assets including Premises,	8	36,258,484	15,405,285
Other Assets	9	562,884,361	520,737,054
Non-Banking Assets		-	-
Total Assets		10,724,453,333	7,052,994,358
Liabilities and Capital			
Liabilities			
Borrowings from other banks, financial Institutions and agents	10	-	-
Deposits and other accounts	11	1,262,188,598	927,330,382
Current Accounts and other Accounts		5,206,345	1,585,300
Bills Payable		-	-
Savings Bank Deposits		34,409,317	28,486,499
Staff Deposits		2,572,806	3,737,095
Short Notice Deposits		5,327,107	2,303,086
Deposit Pension Scheme		-	36,200
Fixed Deposits		1,214,673,024	891,182,202
Other liabilities	12	4,249,950,407	1,013,630,419
Total Liabilities		5,512,139,006	1,940,960,801
Capital/Shareholders' Equity			
Paid up Capital	13	4,450,000,000	4,000,000,000
Statutory Reserve	14	316,704,792	257,801,769
General Reserve	15	181,653,824	152,202,312
Special Reserve	16	79,744,269	65,018,514
Share money deposit		-	450,000,000
Surplus in Profit and Loss Account	17	184,211,443	187,010,962
Total Shareholders' Equity		5,212,314,327	5,112,033,557
Total Liabilities and Shareholders' Equity		10,724,453,333	7,052,994,358




**Probashi Kallyan Bank
Off-Balance Sheet Items
As at 30 June 2021**


Particulars	Notes	Amount in Taka	
		30-Jun-21	30-Jun-20
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		-	-
Total Off-Balance Sheet items including contingent liabilities:		-	-

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


Dr. Ahmed Munirus Saleheen
Chairman


Md. Hamidur Rahman
Director


Md. Zahidul Haque
Managing Director


Md. Jahangir Hossain
General Manager

Signed in terms of our annexed report of even date.

Anil Salam Idris & Co.
Chartered Accountants



Signed By: Md. Anwar Hossain, FCA
Enrollment No:- 1415
DVC: 2207071415AS 281746
Date: 28 June 2022



G. Kibria & Co.
Chartered Accountants



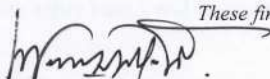
Signed By: AK Gulam Kibria, FCA
Enrollment No:- 392





Probashi Kallyan Bank
Profit & Loss Account
For the year ended 30 June 2021

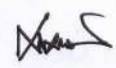
Particulars	Notes	Amount in Taka	
		30-Jun-21	30-Jun-20
Operating Income			
Interest income	18	655,258,542	554,874,718
Interest paid on deposits and borrowings etc.	19	(77,194,438)	(62,588,763)
Net interest income		578,064,104	492,285,955
Commission, exchange and brokerage	20	1,066,331	8,728,482
Other operating income	21	91,388,174	44,528,819
		92,454,505	53,257,301
Total operating income		670,518,609	545,543,256
Operating Expenses			
Salary and allowances	22	180,967,902	136,956,189
Rent, taxes, insurance, electricity etc.	23	24,555,599	19,210,395
Legal Expenses	24	280,832	185,493
Postage, newspaper, stamp, telecommunication etc.	25	2,821,445	2,046,703
Stationery, Printings, Advertisements etc.	26	4,009,614	2,099,530
Chief Executive's salary and fees	27	-	-
Directors' fees	28	1,334,000	782,000
Auditors' fees	29	115,000	115,000
Depreciation of bank's assets	30	6,243,098	6,030,803
Repair of bank's assets	31	936,723	446,993
Other expenses	32	25,208,019	20,613,154
Total operating expenses		246,472,232	188,486,260
Profit or Loss before provision		424,046,377	357,056,996
Provision for loan	33	66,637,372	7,343,166
Others Provision	34	62,893,889	500,000
Total provision for Loans and Advances		129,531,261	7,843,166
Total Profit/Loss before taxes		294,515,116	349,213,830
Provision for Taxation		178,628,895	144,009,966
Provision for Current Tax	35	178,389,838	142,822,798
Provision for Deferred Tax		239,057	1,187,168
Net Profit after Taxation		115,886,221	205,203,864
Appropriations		103,080,291	122,224,841
Statutory Reserve	14	58,903,023	69,842,766
General Reserve	15	29,451,512	34,921,383
Special Reserve	16	14,725,756	17,460,692
Retained surplus		12,805,931	82,979,024
Earnings Per Share (EPS) of Tk. 100 each	36	2.58	4.84

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


Dr. Ahmed Mumrus Saleheen
Chairman

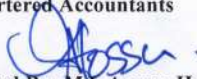

Md. Zahidul Haque
Managing Director


Md. Hamidur Rahman
Director


Md. Jahangir Hossain
General Manager

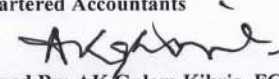
Signed in terms of our annexed report of even date.

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Signed By: Md. Anwar Hossain, FCA
Enrollment No:- 1415
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G. Kibria & Co.
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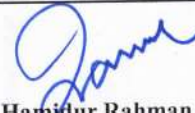

Signed By: AK Gulam Kibria, FCA
Enrollment No:- 392




Probashi Kallyan Bank
Cash Flow Statement
For the year ended 30 June 2021

Particulars	Amount in Taka	
	30-Jun-21	30-Jun-20
Cash flow from operating activities		
Interest received in cash	656,923,677	522,460,231
Interests payment	(62,297,508)	(56,998,019)
Fee and commission receipts in cash	1,066,331	8,728,482
Cash payment to employees	(181,082,310)	(137,738,189)
Cash payment to suppliers	(31,386,659)	(23,989,114)
Income tax paid	(191,785,354)	(102,563,447)
Receipts from other operating activities	91,388,174	44,528,819
Payment for other operating activities	(119,159,004)	(20,728,154)
Increase/ Decrease in operating assets and liabilities	163,667,348	233,700,609
Statutory deposit	-	-
Loans and advances to customer	(2,201,700,327)	(597,205,272)
Others assets	(3,866,185)	(1,611,918)
Deposit from other banks	-	-
Deposit from customers	334,858,216	(26,570,698)
Other liabilities	3,140,895,387	22,446,065
Net cash flow from/(used in) operating activities	1,433,854,440	(369,241,214)
Cash flow from Investing activities		
Purchase of property, plant and equipments	(27,096,297)	(842,077)
Net cash flow from/(used in) investing activities	(27,096,297)	(842,077)
Cash flow from financing activities		
Share money deposit	-	450,000,000
Dividend paid	-	-
Net cash flow from/(used in) financing activities	-	450,000,000
Net increase/(decrease) in cash and cash equivalents	1,406,758,142	79,916,709
Cash and cash equivalents at the beginning of the year	4,080,003,311	4,000,086,602
Cash and cash equivalents at the ending of the year	5,486,761,453	4,080,003,311
Analysis of cash and cash equivalents at the ending of the year		
Cash	84,325,499	988,007
Balance with other banks and financial institutions	5,402,435,954	4,079,015,304
	5,486,761,453	4,080,003,311


Dr. Ahmed Munirus Saleheen
Chairman


Md. Hamidur Rahman
Director


Md. Zahidul Haque
Managing Director


Md. Jahangir Hossain
General Manager

Date: 28 June 2022




Probashi Kallyan Bank


Statement of Changes in Equity For the year ended 30 June 2021

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Special Reserve	Share Money Deposit	Surplus/(Deficit) in Profit & Loss Account	Amount in Taka	
							Total	
Balance as at 30 June 2020	4,000,000,000	257,801,769	152,202,311	65,018,515	450,000,000	187,010,962	5,112,033,557	
Reversal of incentive bonus from retained earnings						(15,605,450)	(15,605,450)	
Share issue during the year	450,000,000	-	-	-	(450,000,000)	-	-	
Dividend	-	-	-	-	-	-	-	
Net profit for the year	-	58,903,023	29,451,512	14,725,756	-	12,805,931	115,886,220	
Balance as at 30 June 2021	4,450,000,000	316,704,792	181,653,823	79,744,271	-	184,211,443	5,212,314,327	
Balance as at 30 June 2020	4,000,000,000	257,801,769	152,202,311	65,018,515	450,000,000	187,010,962	5,112,033,557	


Dr. Ahmed Munir Saleheen
Chairman


Md. Hamidur Rahman
Director


Md. Zahidul Haque
Managing Director



Md. Jahangir Hossain
General Manager

Date: 28 June 2022




Probashi Kallyan Bank
Liquidity Statement
(Asset and Liability Maturity Analysis)
As at 30 June 2021

Particulars	Amount in Taka					
	Up to 1 month	1 - 3 months	3 - 12 months	1 - 5 years	More than 5 years	Total
Assets:						
Cash in hand	84,325,499	-	-	-	-	84,325,499
Balance with other banks and financial institutions	838,741,490	920,276,135	3,462,592,597	-	180,825,732	5,402,435,954
Money at call on short notice	-	-	-	-	-	-
Investment	-	-	-	-	-	-
Loans and Advances	35,472,310	83,572,858	1,103,685,609	2,774,619,269	641,198,988	4,638,549,035
Fixed assets including premises, furniture & fixtures	-	-	-	12,474,158	23,784,326	36,258,484
Other assets	-	-	-	562,884,361	-	562,884,361
Non-banking assets	-	-	-	-	-	-
Total Assets	958,539,300	1,003,848,994	4,566,278,207	3,349,977,788	845,809,045	10,724,453,333
Liabilities:						
Borrowing from Bangladesh Bank, other banks, financial institutions and agents	-	-	-	-	-	-
Deposits & Other accounts	-	42,188,467	5,327,107	1,214,673,024	-	1,262,188,598
Other liabilities	-	-	443,155,323	3,806,795,084	-	4,249,950,407
Total Liabilities	-	42,188,467	448,482,430	5,021,468,108	-	5,512,139,006
Net Liquidity Gap	958,539,300	961,660,526	4,117,795,777	(1,671,490,321)	845,809,045	5,212,314,327


Dr. Ahmed Mumirur Saleheen
Chairman


Md. Zahidul Haque
Managing Director


Md. Hamidur Rahman
Director


Md. Jahangir Hossain
General Manager

Date: 30/06/2022



Probashi Kallyan Bank
Notes to the Financial Statements
For the year ended 30 June 2021

1. The bank and its activities

1.1 Reporting entity

Probashi Kallyan Bank was established under Govt. gazette notification dated 12 October 2010 under Probashi Kallyan Bank Act 2010 (Act no. 55 of 2010). The requirements of the Banking Companies Act and other prevailing Regulations related to the Banking Companies Act are applicable to the Bank.

1.2 Nature of business

The Probashi Kallyan Bank is a specialized bank incorporated for the well being of the migrant workers. The bank provides its customers different services i.e. extending loans & advances to the migrant workers and returnee migrant workers.

2. Basis of preparation and significant accounting policies

2.1 Basis of preparation

The financial statements of the bank for the period from 1st July 2020 to 30 June 2021 have been prepared under the historical cost convention and in accordance with the Probashi Kallyan Bank Act, 2010, the 'First Schedule' (section no. 38) of the Banking Companies Act, 1991, as amended by the BRPD Circular no. 14 dated 25 June 2003, other Bangladesh Bank circulars and other laws and rules applicable in Bangladesh. In case of the requirement of provisions of the Probashi Kallyan Bank Act, 2010 differ with those of other regulatory authorities and accounting standards, the provisions of the Probashi Kallyan Bank Act, 2010 shall prevail.

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

2.1.1 Cash Flow Statement

Cash Flow Statement can be prepared either in direct method or in indirect method. The presentation is selected to present cash flows in a manner that is most appropriate for the business or industry. The method selected is applied consistently.

Bangladesh Bank: As per BRPD Circular No. 14 dated 25 June 2003, cash flow is a mixture of direct and indirect methods.

2.1.2 Loans and advance net of provision

Loans and advances should be presented net of provisions.

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

2.2 Functional and presentation currency

The financial statements of the bank are presented in Taka which is the bank's functional currency. Financial information have been rounded off to the nearest Taka.

2.3 Use of estimates and judgments

The preparation of the financial statements of the bank in conformity with BRPD Circular no. 14 dated 25 June 2003 requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual result may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future period affected.

2.4 Books of account

The bank maintains its books of account for main business manually where in some cases maintains through software automation.

2.5 Foreign currency

Foreign currency transaction

The Bank have been awarded limited license to transact foreign currencies and authorized to receive foreign currency directly. The Bank shall have to report the transaction through any AD Branch of Agrani Bank Ltd. Accordingly the Bank have approached to Agrani Bank Ltd., Principal Branch, Dhaka and be able to transact foreign currency very soon.



2.6 Reporting period

The accounting period of the bank has been determined to be from 1st July to 30 June each year and is followed consistently. These financial statements cover the period from 1st July 2019 to 30 June 2020.

2.7 Cash flow statement

Cash Flow Statement has been prepared in accordance with International Accounting Standards IAS-7: 'Statement of Cash Flows' and under the guideline of Bangladesh Bank BRPD Circular No.14 dated 25th June 2003. The Statement shows the structure of changes in cash and cash equivalents during the financial year.

2.8 Statement of changes in equity

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

2.9 Liquidity statement (Asset and Liability Maturity Analysis)

The liquidity statement has been prepared in accordance with remaining maturity grouping of Assets and Liabilities as of the close of the year on the following basis:-

- a) Balance with other banks and financial institutions, money at call and on short notice etc. on the basis of their maturity term;
- b) Loans and advances on the basis of their repayment/maturity schedule;
- c) Fixed assets on the basis of their useful lives;
- d) Other assets on the basis of their adjustment;
- e) Deposits and other accounts on the basis of their maturity term and behavioral past trend;
- f) Other long term liability on the basis of their maturity term;
- g) Provisions and other liabilities on the basis of their settlement;

2.10 Cash and cash equivalents

Cash and cash equivalents include notes & coins in hand and balance with other banks & financial institution.

2.11 Investments

No investment has been made by the Bank as yet.

2.12 Loans, advances and provisions

(i) Loans and advances

Three types of loans are being disbursed by the bank, such as (1) Migration (2) Rehabilitation loan and (3) Motor Cycle Loan (Staff Loan) (4) Special Rehabilitation Loan (5) Staff Computer Loan and (6) Bangabondhu Ovibasi Brihot

(ii) Securities against Loan

Migration loan:

Personal guarantee is considered as the security against the migration loan.

Rehabilitation loan:

Personal guarantee and collateral both are considered as the security against the rehabilitation loan.

Motor Cycle Loan:

Employee guarantee is considered as the security against the motor cycle loan.

Special Rehabilitation Loan:

Personal guarantee and collateral both are considered as the security against the Special rehabilitation loan.

Staff Computer Loan

Employee guarantee is considered as the security against the motor cycle loan.

Bangabondhu Ovibasi Brihot Poribar Loan

Personal guarantee and collateral both are considered as the security against the Bangabondhu Ovibasi Brihot Poribar Loan.

(iii) Provision for loans and advances:

Provision for loans and advances are made on quarterly basis as well as year end review by the management following instructions contained in PKB Circulars. General provision on unclassified loans and advances and specific provision on classified loans and advances are given below:

Rate of Provision:



Particulars		Migration	Rehabilitation loan
Unclassified	Standard	1%	1%
	Overdue	1%	1%
Classified	SS	5%	20%
	DF	5%	50%
	BL	100%	100%

2.13 Fixed assets and depreciation

Fixed assets are recognized if it is probable that future economic benefits associated with the assets will flow to the Bank and the cost of the assets can be reliably measured.

- Fixed assets are stated at cost less accumulated depreciation as per International Accounting Standards, IAS-16: 'Property, Plant and Equipment'. Acquisition cost of an asset comprises the purchase price and any directly attributable cost of bringing the asset to working condition for its intended use.
- Depreciation is charged at the following rates on all fixed assets on the basis of estimated useful lives as determined by management of the bank. In all cases depreciation is calculated on the Straight Line method.
- Depreciation rates used for each type of fixed assets are as follows:

Category of fixed assets	Rate of depreciation
Furniture and fixtures	10%
Office Machineries	20%
Office Equipments	15%
Electrical Equipments	20%
Vehicles	20%

- Repairs and maintenance are charged to Profit and Loss Account as expense when incurred.
- Depreciation is charged on addition commencing from the date of acquisition and depreciation is charged on disposal item up to the date of disposal.

2.14 Other assets

Other assets include all other financial assets and include fees and other unrealised income receivable, advance for operating and capital expenditure and stocks of stationery and stamp etc.

2.15 Receivables

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

2.16 Deposits and other accounts

Deposits and other accounts includes savings deposit and fixed deposits.

2.17 Other liabilities

Other liabilities comprise items such as provision for loans and advances/investments/other assets, taxation and also includes interest payable, accrued expenses etc. Other liabilities are recognized in the balance sheet according to the guidelines of Bangladesh Bank, Income Tax Ordinance, 1984 and internal policy of the Probashi Kallyan Bank.

2.18 Statutory reserve

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

2.19 Provision for taxation

Current year tax

Provision for current income tax has been made @ 40% as prescribed in the Finance Act,2021 of the profit made by the Bank considering major taxable allowances and disallowances.

2.20 Deffered Tax

Provision for deffered tax has been made on the basis of third schedule of income tax ordinance, 1984.

Deffered income tax is provided in full, using the balance sheet method, on temporary difference arising between the tax base of assets and liabilities and their carrying amounts in the financial statements in accordance with the provisions of IAS 12. Currently enacted tax rates are used in the determination of deffered income tax.



2.21 Revenue recognition

The revenue during the year has been recognized following consistently all conditions of revenue recognitions as prescribed by International Financial Reporting Standards, IFRS-15: "Revenue from contracts with customers"

(i) Interest income

Interest on unclassified loans and advances have been accounted for as income on accrual basis. Interest from balance with other banks (FDR & STD) has been accounted for on cash basis and accrual basis.

(ii) Fees and commission income

Fees and commission income arises on services provided by the bank recognized on a cash receipt basis.

(iii) Interest paid on deposits

Interest paid on deposits are calculated on 365 days in a year and recognized on cash basis.

(iv) Management and other expenses

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

2.22 Earnings per share

Earnings Per Share (EPS) has been computed by dividing the profit after tax by the weighted average number of ordinary shares outstanding as at 30 June, 2021 as per International Accounting Standards (IAS- 33): 'Earnings Per Share'.

2.23 Compliance of International Financial Reporting Standards (IFRSs) and International Accounting Standards (IAS).

While preparing the financial statements, Probashi Kallyan Bank applied most of IFRS and IAS which are applicable, details are given below:

Name of International Financial Reporting Standards (IFRSs)	IFRSs No.	Status
First-time Adoption of Bangladesh Financial Reporting Standards	1	N/A
Share-Based Payment	2	N/A
Business Combinations	3	N/A
Insurance Contracts	4	N/A
Non- Current Assets Held for Sale and Discontinued Operations	5	N/A
Exploration for and Evaluation of Mineral Resource	6	N/A
Financial Instruments: Disclosures	7	N/A
Operating Segments	8	N/A
Revenue from contracts with customers	15	Applied

Name of International Accounting Standards (IAS)	IAS No.	Status
Presentation of Financial Statements	1	Applied
Inventories	2	N/A
Statement of Cash Flows	7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	8	Applied
Events After the Reporting Period	10	Applied
Income Taxes	12	Applied
Property, Plant and Equipments	16	Applied
Leases	17	N/A

Name of International Accounting Standards (IAS)	IAS No.	Status
Employee Benefits	19	Applied
Accounting for Govt. Grants and Disclosure of Government Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	N/A
Borrowing Costs	23	Applied
Related Party Disclosures	24	Applied
Accounting & Reporting by Retirement Benefit Plans	26	N/A
Separate Financial Statements	27	N/A
Investments in Associates & Joint Venture	28	N/A
Financial Instruments: Presentation	32	N/A
Earnings per Share	33	Applied
Interim Financial Reporting	34	N/A
Impairment of Assets	36	N/A
Provisions, Contingent Liabilities and Contingent Assets	37	Applied
Intangible Assets	38	Applied
Financial Instruments: Recognition and Measurement	39	N/A
Investment Property	40	N/A
Agriculture	41	N/A



2.24 Related party disclosures

As per International Accounting Standards IAS-24: 'Related Party Disclosures', parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions.

The Bank provides banking service to the migrant and returnee workers in the form of loans but the bank had no transactions with the directors of the bank as a related party.

(i) Board of Directors of Probashi Kallyan Bank and their interest in the bank

Sl. No.	Name of Directors	Name of the firms/companies/ institutions in which they have interest	Status with Probashi Kallyan Bank
1	Dr. Ahmed Munirus Saleheen	Secretary, Ministry of Expatriates'-Welfare and Overseas Employment	Chairman
2	Mr. Abdullah Harun Pasha	Additional Secretary, Financial Institutions Division, Ministry of Finance	Director
3	Mr. Md. Hamidur Rahman	Director General (Additional Secretary), Wage Earners' Welfare Board	Director
4	Mr. Md. Shahidul Alam NDC	Director General (Additional Secretary), Bureau of Manpower, Employment and Training	Director
5	Dr. Khairuzzaman Mozumder	Additional Secretary, Finance Division, Ministry of Finance	Director
6	Mr. Md. Abdul Mannan	Additional Secretary, Ministry of Expatriates' , Welfare and Overseas Employment	Director
7	Mrs. Jebunnesa Karim	Additional Secretary, Ministry of Labour and Employment	Director
8	Mr.A.K.M Fazlul Haque Mia	Executive Director, Bangladesh Bank.	Director
9	Mr. Shoaib Ahmad Khan	Joint Secretary, Wage Earners' Development Board	Director
10	Mr. Andalib Elias	Director General, Ministry of Foreign Affairs,	Director
11	Mr. Md. Zahidul Haque	Minaging Director, Probashi Kallyan Bank	Director

The directors have no other interest in the Bank except for availing meeting attendance fee of Tk. 8,000 for each meeting.

(ii) Significant contracts where bank is a party & wherein Directors have interest:

There is no significant contracts and director's interests during the period.

(iii) Related Party Transactions:

There is no transaction held between the directors and the bank.

(iv) Lending Policies to Related Parties:

Related parties are not allowed loans and advances as per general loan policy of the bank.

(iv) Business other than banking business with any related concern of the Directors as per Section-18(2) of the Banking

According to the Banking Companies Act 1991 under section-18(2), there was no business other than banking business with any related concern of the Directors.

(v) Investments in the Securities of Directors and their related concern:

There is no investments in the securities of directors and their related concern.



2.25 Executive Committee of the bank.

Sl. No.	Name of Directors	Name of the firms/companies/ institutions in which they have interest	Status with Probashi Kallyan Bank
1	Dr. Ahmed Munirus Saleheen	Secretary, Ministry of Expatriates'-Welfare and Overseas Employment	Chairman
2	Mr. Md. Shahidul Alam, NDC	Director General (Additional Secretary), Bureau of Manpower, Employment and Training.	Director & Member
3	Mr. Md. Abdul Mannan	Additional Secretary, Ministry of Expatriates' , Welfare & Overseas Employment	Director & Member
4	Mr. Abdullah Harun Pasha	Additional Secretary, Financial Institutions Division, Ministry of Finance	Director & Member
5	Mr. Andalib Elias	Director General, Ministry of Foreign Affairs,	Director & Member
6	Mr. Md. Zahidul Haque	Managing Director, Probashi Kallyan Bank	Managing Director & Member
7	Mr. Mohammad Kamal Hossain	Senior Principal Officer, Probashi Kallyan Bank	Member Secretary

2.26 Audit Committee of the bank

Audit committee of Probashi Kallyan Bank has been formed with the following Board Members:

1	Mr. Md. Hamidur Rahman	Director General (Additional Secretary), Wage Earners' Welfare Board.	President
2	Dr. Khairuzzaman Mozumdar	Additional Secretary, Finance Division, Ministry of Finance	Member
3	Mr. A.K.M Fazlul Haque Mia	Executive Director, Bangladesh Bank.	Member
4	Mrs. Jebunnesa Karim	Additional Secretary, Ministry of Labour and Employment	Member
5	Mr. Mohammad Kamal Hossain	Senior Principal Officer, Probashi Kallyan Bhaban	Member Secretary

2.27 Risk Management Committee

Risk Management committee of Probashi Kallyan Bank has been formed with the following Board Members:

1	Mr. Md. Shahidul Alam NDC	Director General (Additional Secretary), Bureau of Manpower, Employment and Training.	President
2	Mr. Md. Abdul Mannan	Additional Secretary, Ministry of Expatriates', Welfare and Overseas Employment	Member
3	Dr. A.K.M Fazlul Haque Mia	Executive Director, Bangladesh Bank.	Member
4	Mr. Shoaib Ahmad Khan	Joint Secretary, Wage Earners' Development Board	Member
5	Mr. Mohammad Kamal Hossain	Senior Principal Officer, Probashi Kallyan Bank	Member Secretary



2.28 Management Committee

The bank has formed a management committee to expedite day to day transaction promptly with the following executives of the Bank.

1	Mr. Md. Zahidul Haque	Managing Director, Probashi Kallyan Bank	Managing Director & Chairman
2	Vacant	Deputy Managing Director, Probashi Kallyan Bank	Member
3	Mr. Mohammad Jahangir Hossain	General Manager (Admin), Probashi Kallyan Bank, Head Office, Probashi Kallyan Bhaban, 71-72, Old Elephant Road, Dhaka-1000.	Member
4	Mr. Noor Alam Sarder	General Manager (Operation), Probashi Kallyan Bank, Head Office, Probashi Kallyan Bhaban, 71-72, Old Elephant Road, Dhaka-1000.	Member
5	Mr. Md. Mohammad Masudur Rahman	Senior Principal Officer, Division Head, Human Resource Department,	Member Secretary

2.29 Events after the reporting period.

Events after the reporting period that provide additional information about the Banks position at the Balance Sheet date are reflected in the financial statements in note no. 38 as per International Accounting Standards (IAS)-10: Events after the reporting period.

2.30 Management's responsibility on financial statements

The Management of the bank takes the responsibility for the preparation and presentation of the financial statements.

2.31 General

Figures appearing in these Financial Statements have been rounded off to the nearest Taka. Previous year's figures have been rearranged, where ever considered necessary, to confirm current year's presentation.



	Amount in Taka	
	30-Jun-21	30-Jun-20
3. Cash		
Cash in hand (Including foreign currencies, note :3.1)	1,637,499	988,007
Balance with Bangladesh Bank & its agent bank(s) (including foreign currencies)	82,688,000	-
	84,325,499	988,007
3.1 Cash in Hand (Including Foreign Currencies)		
Cash in Hand	754,904	88,170
Cash in Hand in Airport Booth	17,032	30,553
Foreign Currency Dollar	658,754	662,476
Foreign Currency URO	142,410	142,410
Foreign Currency Pound	58,945	58,945
Foreign Currency Account	5,453	5,453
	1,637,499	988,007
4. Balance with Other Banks & Financial Institutions		
In Bangladesh (Note 4.1)	5,402,435,954	4,079,015,304
Outside Bangladesh	-	-
	5,402,435,954	4,079,015,304
4.1 In Bangladesh		
Current Account	-	-
STD Account (Note 4.1.1)	838,741,490	272,604,561
Fixed Deposit Account (Note 4.1.2)	4,563,694,464	3,806,410,743
	5,402,435,954	4,079,015,304
4.1.1 STD Account		
Agrani Bank Limited	74,207,051	68,949,706
Sonali Bank Limited	88,205,467	32,377,744
Arab Bangladesh Bank Limited	9,057,523	29,501,884
Bnagladesh Krishi Bank	3,555,423	303,863
One Bank Limited	24,304,337	18,465,781
Bank Asia Limited	13,526,860	94,220,678
Rupali Bank Limited	571,247,311	5,822,242
Social Islami Bank Limited	49,916,373	20,397,348
Janata Bank limited	499,249	-
Probashi Kallyan Bank	4,221,895	2,565,315
	838,741,490	272,604,561
4.1.2 Fixed Deposit Account		
Bangladesh Krishi Bank	1,745,867,500	500,000,000
Union Bank Limited	-	113,703,893
Jamuna Bank Limited	-	295,692,500
Rajshahi Krishi Unnyan Bank (RKUB)	573,542,164	250,000,000
Modhumoti Bnak Limited	-	62,677,784
Exim Bank Limited	180,825,732	-
Social Islami Bank Limited	-	260,276,048
Standard Bank Limited	-	202,454,295
Southeast Bank Limited	-	151,912,500
South Bangla Agriculture and Commerce Bnak	-	51,068,750
Rupali Bank Limited	319,900,396	665,162,500
Investment Corporation of Bangladesh	432,164,646	500,000,000
First Security Islami Bank Limited	57,218,887	-
National Bank Limited	178,931,504	48,224,160
NCC Bank Limited	-	104,128,028
Primier Bank Limited	-	375,588,785
One Bank Limited	-	225,521,500
Agrani Bank Limited	1,041,242,957	-
NRB Global Islami Bank Limited	34,000,678	-
	4,563,694,464	3,806,410,743



	Amount in Taka	
	30-Jun-21	30-Jun-20
4.2 Maturity grouping of balances with other banks & financial institutions		
On demand	838,741,490	272,604,561
Upto 1 month	-	-
Over 1 month but not more than 3 months	920,276,135	-
Over 3 months but not more than 1 year	3,462,592,597	3,806,410,743
Over 1 year but not more than 5 years	-	-
Over 5 Years	180,825,732	-
	5,402,435,954	4,079,015,304
5. Money at call on Short Notice		
Commercial Banks	-	-
Financial Institutions (Public & Private)	-	-
	-	-
6. Investments		
Government	-	-
Others	-	-
	-	-
7. Loans & Advances		
Loans, Cash Credit & Overdraft etc. (Note 7.1)	4,638,549,035	2,436,848,708
Bills Purchased & Discounted	-	-
	4,638,549,035	2,436,848,708
7.1 Loans, Cash Credit & Overdraft etc		
In Bangladesh		
Loans (Note 7.1.1)	4,638,549,035	2,436,848,708
Cash Credit	-	-
Overdraft	-	-
Others	-	-
Total Inside Bangladesh	4,638,549,035	2,436,848,708
Outside Bangladesh	-	-
	4,638,549,035	2,436,848,708
7.1.1 Loans		
Migration Loans	3,372,000,011	2,420,351,042
Rehabilitation Loan	244,988,972	8,362,494
Motor Cycle Loan (Staff Loan)	8,113,051	8,135,172
Special Rehabilitation Loan	803,585,399	-
Staff Computer Loan	6,949,420	-
BB Ovibasi Brihot Poribar Loan	202,912,181	-
	4,638,549,035	2,436,848,708
7.2 Remaining Maturity Grouping of Loans		
Payable on Demand	-	-
Not more than 3 months	119,045,169	607,744,260
Above 3 months but not more than 1 year	1,103,685,609	685,977,832
Above 1 Year but not more than 5 years	2,774,619,269	1,135,579,242
Above 5 Years	641,198,988	7,547,374
	4,638,549,035	2,436,848,708
7.3 Loans on the basis of significant concentration including bills purchased & discounted		
a. Advances to Directors	-	-
b. Advances to MD and other Senior Executives	-	-
c. Advances to Customers group	-	-
d. Advances to Industrial Sector	-	-
	-	-



	Amount in Taka	
	30-Jun-21	30-Jun-20
7.4 Geographical Location - Wise Loans and Advances		
Inside Bangladesh		
Dhaka Division	1,420,250,874	710,172,782
Chittagong Division	799,538,147	506,745,948
Khulna Division	635,019,501	273,782,575
Rajshahi Division	538,075,672	281,906,269
Sylhet Division	292,254,698	197,632,059
Barisal Division	294,465,505	156,950,715
Rangpur Division	370,947,739	204,038,693
Mymensing Division	287,996,899	105,619,667
Total Inside Bangladesh	4,638,549,035	2,436,848,708
Outside Bangladesh	-	-
	4,638,549,035	2,436,848,708
7.5 Distribution of Loans and Advances according to BRPD Circular by Bangladesh Bank		
Unclassified loan: (A)		
Standard (Migration & Rehabilitation Loans)	2,932,857,293	2,105,311,104
Standard (Special Rehabilitation & BB Ovibasi Brihot Poribar Loa	1,006,497,581	-
Standard (Staff Loan: Motor Cycle & Computer Loans)	15,062,471	8,135,172
Overdue	-	-
	3,954,417,345	2,113,446,276
Classified loan: (B)		
Sub-Standard	477,449,183	253,360,431
Doubtful	156,560,725	53,436,121
Bad and Loss	50,121,782	16,605,880
	684,131,690	323,402,432
Sub-Total (A+B)	4,638,549,035	2,436,848,708
7.6 Particulars of Loans and Advances		
(i) Debts considered good in respect of which the banking company is fully secured.	-	-
(ii) Debts considered good for which the banking company holds no other security other than debtor's personal security.	-	-
(iii) Debts considered good secured by personal liabilities of one or more parties in addition to the personal security of the	3,954,417,345	2,113,446,276
(iv) Debts considered doubtful or bad not provided for	-	-
(v) Debts due by directors and officers of the banking company or any of them either severally or jointly with any other	-	-
(vi) Debts due by companies or firms in which the directors of the banking company are interested as directors, partners or managing agents or in the case of private companies, as	-	-
(vii) Maximum total amount of advances including temporary advances made at any time during the year to the directors or managers or officers of the banking company or any of them either severally or jointly with any other person.	-	-
(viii) Maximum total amount of advances including temporary advances granted during the year to the companies or firms in which the directors of the banking company are interested as directors, partners or managing agents or in the case of	-	-
(ix) Due from banking companies.	-	-
(x) Classified Loans and Advances:		
a) Classified loans and advances on which interest has not been credited	684,131,690	323,402,432
b) (Decrease)/ Increase in provision (specific)	-	-
c) Amount realized against loan previously written off	-	-



	Amount in Taka	
	30-Jun-21	30-Jun-20
d) Amount of provision kept against loan classified as	-	-
(xi) Amount of the written off loan:	-	-
a) Cumulative amount of Classified Loans Which is Written	-	-
b) Classified Loans/Interest Wave Written off in Current	-	-
c) The amount of written off/classified loan for which law suits have been filed	-	-
Total	4,638,549,035	2,436,848,708
8. Fixed assets including premises, furniture and fixtures		
Furniture and Fixtures	24,336,716	16,916,198
Office Machineries	26,798,714	7,656,132
Office Equipments	893,850	1,054,686
Electrical Equipments	386,654	188,493
Motor Vehicles	13,217,500	13,217,500
	65,633,434	39,033,009
Less: Accumulated depreciation	29,374,950	23,627,724
	36,258,484	15,405,285
<i>(Schedule of Fixed Assets is given in Annexure-A)</i>		
9. Other assets		
i) Income generating assets	-	-
ii) Non-Income generating assets		
a) Stationery, stamps, printing materials etc. (Note 9.1)	2,361,714	2,726,370
b) Advance income tax (Note 9.2)	398,875,707	358,690,392
c) Accounts Receivable (Note 9.3)	5,118,298	5,179,068
d) Accrued Interest on FDR	150,520,492	137,920,720
e) Interest Receivable	-	14,264,908
f) Advance Against Rent (Note-9.4)	6,013,937	1,957,525
g) Clearing Adjustment Accounts	(5,786)	(1,929)
Total	562,884,361	520,737,054
9.1 Stationery, stamps, printing materials etc		
Prepaid Printing Stationery	1,580,411	1,919,655
Prepaid Security Stationery	781,303	806,715
	2,361,714	2,726,370
9.2 Advance income tax		
Opening Balance	358,690,392	298,508,495
Add: Paid during the year	196,708,001	102,563,447
	555,398,393	401,071,942
Less: Adjustment during the year	156,522,686	42,381,550
	398,875,707	358,690,392
9.3 Accounts Receivable		
Deferred Tax Asset	4,562,351	4,801,408
Sundry Debtors	238,960	183,871
Receivable (Spot Cash Remittance & Subsidy on SCR 2%)	14,316	
Misc. Receivable	302,671	193,789
	5,118,298	5,179,068
9.4 Advance Againsts Rent		
Advance Against House Rent	5,155,212	1,654,697
Advance Against Rent	858,725	302,828
	6,013,937	1,957,525
10. Borrowings from other banks, financial Institutions and agents		
In Bangladesh	-	-
Outside Bangladesh	-	-
	-	-



	Amount in Taka	
	30-Jun-21	30-Jun-20
11. Deposits and other accounts		
Savings Bank Deposits	34,409,317	28,486,499
Short Notice Deposits	5,327,107	2,303,086
Current Deposit	5,206,345	1,585,300
Staff Deposit	2,572,806	3,737,095
Deposit Insurance Premium	-	36,200
Fixed Deposits (Note 11.1)	1,214,673,024	891,182,202
	1,262,188,598	927,330,382
11.1 Fixed Deposits		
Term Deposits	1,200,000,000	875,556,500
Double Deposit Scheme	1,483,050	1,485,700
PDS	13,189,974	14,140,002
	1,214,673,024	891,182,202
11.2 Maturity Grouping		
Over 1 month but within 6 months	42,188,467	33,808,894
Over 6 months but within 1 year	5,327,107	2,303,086
Over 1 year but within 5 years	1,214,673,024	891,218,402
Over 5 years but within 10 years	-	-
	1,262,188,598	927,330,382
12. Other liabilities		
Provision for Loan and Advances (Note 12.1)	119,925,620	53,288,248
Special General Provision Covid-19	39,393,889	-
Provision for Incentive Bonus (Note 12.2)	38,105,450	-
Provision for CSR (Note 12.3)	2,727,678	2,780,300
Provision for Special CSR	1,000,000	-
Special Revolving Fund (WEWF)	600,000,000	-
Special Fund (Govt.)	2,500,000,000	-
Expenses Payable (Note 12.4)	2,331,588	1,184,319
Others Payable (Note 12.5)	402,718,285	468,474,594
Provision for Current Tax (Note 35)	445,506,328	418,716,529
General Provident Fund (GPF)	35,669,798	25,484,389
Staff Superannuation Fund	61,201,583	42,738,465
Staff Risk/Benevolent Fund	1,370,187	963,575
	4,249,950,407	1,013,630,419
12.1 Provision for Loans & Advances		
Provision held at beginning of the year	53,288,248	45,945,082
Add: Provision made for the year (Note-33)	66,637,372	7,343,166
	119,925,620	53,288,248
Less: Adjusted during the year	-	-
Provision held at the end of the year	119,925,620	53,288,248



	Amount in Taka	
	30-Jun-21	30-Jun-20
12.2 Provision for Incentive Bonus		
Provision held at beginning of the year	-	15,605,450
Add: Provision made for the year (Note-34)	22,500,000	-
Add: Reversal of incentive bonus from retained earnings	15,605,450	-
	38,105,450	15,605,450
Less: Adjustment (reversed) for the year	-	15,605,450
Provision held at the end of the year	38,105,450	-
12.3 Provision for CSR		
Provision held at beginning of the year	2,780,300	2,480,300
Add: Provision made for the year	-	500,000
Less: adjustment	52,622	200,000
Provision held at the end of the year	2,727,678	2,780,300
12.4 Expenses Payable		
Audit Fee	115,000	115,000
Water Bill	15,000	30,000
Electricity Bill	296,451	119,082
Telephone Bill	29,190	149,422
Stationery expense	32,534	2,350
Newspaper	5,000	4,000
Car Repair expenses	-	41,000
Salary & Allowance	49,406	163,814
Travelling Expense	1,277,436	7,220
Business Development	1,462	330,000
Sundry Expense	34,188	3,480
Office Rent	314,924	15,264
Overtime Allowance	45,000	60,000
Professional Fees	-	112,500
Branch Shifting Expenses	-	19,810
Interest Block	3,523	-
Interest waiver	(29,726)	-
Closing Subsidy	1,000	-
Leverage & Uniform	141,200	11,377
	2,331,588	1,184,319
12.5 Other Payables		
VAT Payable	3,135,015	35,744
Tax Payable	402,596	55,739
Excise Duty Payable	75,750	89,600
Security Deposit	4,537	4,537
Loan Risk Coverage Scheme	78,927,435	66,492,651
Accounts Payable	18,815,507	4,757,197
Recruitment Application Fees	10,299,371	10,299,371
Interest Suspense	68,401,104	44,503,377
Suspense Account	188,001	188,001
Interest Payable on FDR	61,665,069	46,768,139
Registration Fee	34,176,040	36,539,540
Welfare Fee	126,450,505	258,589,623
Clearing adjustment	2,149	-
Other (Sundry Creditors)	175,208	151,075
	402,718,285	468,474,594



Amount in Taka	
30-Jun-21	30-Jun-20

13. Authorized Capital

50,000,000 ordinary shares of Tk 100.00 each	<u>5,000,000,000</u>	<u>5,000,000,000</u>
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Issued, Subscribed and Paid-up Capital

The Issued, Subscribed and Paid up Capital of the Bank as follows:

44,500,000 Ordinary Shares of Tk. 100.00 Each	<u>4,450,000,000</u>	<u>4,000,000,000</u>
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Name of Shareholders

Name of Shareholders	No.of Shares	Taka	Taka
Government of the People's Republic of Bangladesh represented by Finance Secretary, Ministry of Finance	2,000,000	200,000,000	200,000,000
Wage Earners Kallyan Board	42,500,000	4,250,000,000	3,800,000,000
Total	44,500,000	4,450,000,000	4,000,000,000

14. Statutory Reserve

Balance at the beginning of the Year	257,801,769	187,959,003
Add: Addition during the year (20% of profit before tax)	58,903,023	69,842,766
	<u>316,704,792</u>	<u>257,801,769</u>

15. General Reserve

Balance at the beginning of the Year	152,202,312	117,280,929
Add: Addition during the year (10% of profit before tax)	29,451,512	34,921,383
	<u>181,653,824</u>	<u>152,202,312</u>

16. Special Reserve

Balance at the beginning of the Year	65,018,514	47,557,823
Add: Addition during the year (5% of profit before tax)	14,725,756	17,460,692
	<u>79,744,269</u>	<u>65,018,514</u>

17. Surplus in Profit and Loss Account

Balance as at 01 July 2020	187,010,962	116,140,111
Prior year adjustment/correction for Wrong Posting in PL	-	(27,713,622)
Prior year adjustment/correction for Wrong Posting in PL	-	-
Retained Surplus during the year	12,805,931	82,979,023
Sub Total	<u>199,816,893</u>	<u>171,405,512</u>
Add: Adjustment against Acc.Dep	-	-
Add: Adjustment of Incentive Bonus	(15,605,450)	15,605,450
Balance as at 30 June 2021	<u>184,211,443</u>	<u>187,010,962</u>

* Previously incentive bonus was transferred to retained earnings, now management decided to reverse the incentive bonus BDT 15,605,450/- to other liabilities



	Amount in Taka	
	30-Jun-21	30-Jun-20
18. Interest income		
Interest on Loans (Note 18.1)	225,738,214	221,822,596
Interest on Deposit with other Bank (Note 18.2)	429,520,328	333,052,122
	<u>655,258,542</u>	<u>554,874,718</u>
18.1 Interest on Loans		
Migration Loans	209,006,909	220,813,240
Rehabilitation Loan	4,571,834	515,910
Motor Cycle Loan	372,608	493,446
Special Rehabilitation Loan	8,970,878	-
Staff Computer Loan	23,780	-
Bangabondhu Ovibasi Brihot Poribar Loan	2,792,204	-
	<u>225,738,214</u>	<u>221,822,596</u>
18.2 Interest on Deposit with other Bank		
Interest on Short Term Deposit	28,519,072	12,496,463
Interest on FDR	401,001,256	320,555,659
	<u>429,520,328</u>	<u>333,052,122</u>
19. Interest paid on deposits and borrowings etc.		
On Savings Account	879,055	786,005
On PDS	1,309,572	1,330,671
On FDR	75,008,647	60,472,087
On SND	(2,837)	-
	<u>77,194,438</u>	<u>62,588,763</u>
20. Commission exchange & brokerage od the bank		
Fees & commission	1,066,194	8,697,948
Foreign exchange gain	137	30,534
	<u>1,066,331</u>	<u>8,728,482</u>
21. Other operating income		
Misc. Earning	63,042,001	32,961,650
Sale of Forms	1,562,315	657,415
Other Income	26,783,858	10,909,754
	<u>91,388,174</u>	<u>44,528,819</u>
22. Salary and allowances		
Basic Salary	72,538,610	52,292,623
House Rent Allowance	33,374,786	24,289,983
Lunch Subsidy	12,977,352	7,185,000
Conveyance Allowance	308,919	74,221
Medical Allowance	4,869,143	3,414,332
Wages to Contract Basis Employees	17,774,804	14,398,860
Wages to temporary basis employees	8,289,534	7,426,100
Naboborsho Allowance	1,315,284	1,050,736
Festival Bonus	12,640,541	9,084,305
Covid Pronodona	-	4,577,340
Superannuation Fund (Banks Contribution)	14,454,928	10,719,709
Leverage Expenses & Uniform	330,400	217,760
Education Allowance	301,900	248,419



	Amount in Taka	
	30-Jun-21	30-Jun-20
Overtime Allowance	249,867	165,854
Entertainment Allowance	20,604	52,137
Washing Allowances	57,457	48,165
Hill Track Allowance	54,774	53,035
Chairman Honorium	360,000	360,000
Car loan Advance Scheme Allowance	425,000	930,000
Recreation Allowance	78,000	53,610
Leave Encashment Allowance	-	-
Closing Allowance	546,000	314,000
	<u>180,967,902</u>	<u>136,956,189</u>
23. Rent, taxes, insurance, electricity etc.		
Rent	22,301,956	17,775,893
Electricity and Heating	1,717,420	1,353,917
Insurance	536,223	80,585
	<u>24,555,599</u>	<u>19,210,395</u>
24. Legal Expenses		
Legal Expenses	278,172	168,931
Other Expenses	2,660	16,562
	<u>280,832</u>	<u>185,493</u>
25. Postage, newspaper, stamp, telecommunication etc.		
Postage	460,044	356,408
Telegram, telex, fax and internet	1,990,651	1,254,092
Telephon-Office	361,430	436,203
Telephon-residence	9,320.00	-
	<u>2,821,445</u>	<u>2,046,703</u>
26. Stationery, Printings, Advertisements etc.		
Printing Stationery	641,607	523,331
Security stationary	48,573	396,345
Publicity, Advertisement and publication	1,881,075	254,400
Table Stationery	1,438,360	925,454
	<u>4,009,614</u>	<u>2,099,530</u>
27. Chief Executive's salary and fees		
Basic Salary	-	-
Medical Allowance	-	-
House Rent Allowance	-	-
Noborsho Allowance	-	-
Festival Bonus	-	-
Closing allowance	-	-
	<u>-</u>	<u>-</u>
28. Directors' fees		
Board meeting and audit committee meeting	1,334,000	782,000
	<u>1,334,000</u>	<u>782,000</u>
As per BRPD letter no. 11 dated 04 October 2015 Taka 8,000 has been paid as Honarium to the Directors, per Board or Board Commiittee/Audit Committee meeting held during the year		
29. Auditors' Fees		
External Audit Fee	115,000	115,000
	<u>115,000</u>	<u>115,000</u>



	Amount in Taka	
	30-Jun-21	30-Jun-20
30 Depreciation of bank's assets		
Furniture and Fixtures	1,831,271	1,688,738
Office Machineries	1,544,158	1,515,046
Office Equipments	146,814	148,495
Electrical Equipments	77,355	35,024
Motor Vehicles	2,643,500	2,643,500
	<u>6,243,098</u>	<u>6,030,803</u>
31 Repair of bank's assets		
Air Conditioner	93,700	106,350
Furniture and Fixture	173,765	37,642
Vehicles	579,947	286,532
Computer	35,089	10,220
Office Equipment	41,717	1,299
Office Machineries	12,505.00	-
Photocopy Machine	-	4,950
	<u>936,723</u>	<u>446,993</u>
32 Other expenses		
Travelling Expenses	2,922,743	1,999,348
Conveyance Charge	854,228	592,512
Fuel Expenses	980,276	695,201
Books Purchase	6,284	431,352
Banking Diploma & Others Honorarium	0	357,000
Manager Conference and Training	183,583	73,000
Commission	275,029	257,128
Branch Shifting/Opening Expenses	757,020	50,785
Business Development Expenses	549,693	725,963
Water & Sewerage Expenses	220,885	183,584
Interest Paid on GPF Fund	3,575,795	1,134,092
Excise Duty	3,586,217	1,759,720
Welfare & Refresh / Entertainment expenses	3,290,673	2,232,564
Software maintenance expenses	661,500	910,000
Suddachar	150,000	90,850
Donation	200,000	200,000
Washing & Clening	647,210	498,572
Electronic Accessories	600,388	161,549
Computer Stationery & Accessories	996,424	574,285
Professional Fees	-	241,875
Other Committee Honorium	703,000	210,000
Deposit Insurance Premium	429,576	36,200
Recruitment Expenses	667,510	6,357,006
Miscellaneous Expenses	2,949,986	840,568
	<u>25,208,019</u>	<u>20,613,154</u>
33 Provision for loan		
Provision for (classified & unclassified) loans and	66,637,372	7,343,166
	<u>66,637,372</u>	<u>7,343,166</u>



	Amount in Taka	
	30-Jun-21	30-Jun-20
34 Other Provisions related expenses		
Provision for Incentive Bonus During the Year	12,500,000	-
Provision for Incentive Bonus For the Year 2019-2020	10,000,000	
Special General Provision Covid-19	39,393,889	-
Provision for Special CSR	1,000,000	500,000
	<u>62,893,889</u>	<u>500,000</u>

The above provision for incentive bonus has been made on lump sum basis which will be adjusted as per approval of the competent authority.

35 Provision for Current Tax		
Opening balance	418,716,529	312,423,001
Add: Provision made for current year tax	169,618,551	142,822,798
Add: Previous year under Provision of Income Tax	8,771,287	-
	<u>597,106,367</u>	<u>455,245,799</u>
Less: Adjustment made during the year	142,828,752	36,529,270
Less: Adjustment of Previous year tax	8,771,287	-
Closing balance	<u>445,506,328</u>	<u>418,716,529</u>
36 Earnings Per Share (EPS)		
Net Profit after Tax (Numerator)	115,886,221	205,203,864
Weighted Average number of ordinary shares	44,500,000	42,437,500
Earning Per Share (EPS)	<u>2.58</u>	<u>4.84</u>

37 Coverage of External Audit

The external auditor has covered 80% of the risk-weighted assets and have spent around 1,200 man hours for the audit of the books and account of the bank.

38 Events after reporting period

There is no material events after the reporting date that are not adjusting events came to management attention which may be needful for the stakeholders.



Probashi Kallyan Bank
Schedule of Fixed Assets
As at 30 June 2021

Particulars	Cost Price				Depreciation				Written Down Value as at 30.06.21	
	Balance as at 01.07.2020	Addition during the year	Disposal/ Adjustment during the year	Balance as at 30.06.2021	Rate of Dep.	Balance as at 01.07.2020	Charged during the year	Disposal/ Adjustment during the year		Balance as at 30.06.2021
Furniture and Fixtures	16,916,198	7,420,518	-	24,336,716	10%	10,220,622	1,831,271	-	12,051,893	12,284,823
Office Machineries	7,656,132	19,462,301	319,719	26,798,714	20%	4,354,997	1,544,158	319,719	5,579,436	21,219,278
Office Equipments	1,054,686	774	161,610	893,850	15%	523,824	146,814	161,610	509,028	384,822
Electrical Equipments	188,493	212,704	14,543	386,654	20%	70,299	77,355	14,543	133,111	253,543
Motor Vehicles	13,217,500	-	-	13,217,500	20%	8,457,982	2,643,500	-	11,101,482	2,116,018
Balance as at 30 June 2021	39,033,009	27,096,297	495,872	65,633,434	-	23,627,724	6,243,098	495,872	29,374,950	36,258,484
Balance as at 30 June 2020	40,661,101	842,077	2,470,169	39,033,009		19,770,423	6,030,803	2,173,502	23,627,724	15,405,284



Probashi Kallyan Bank
Highlights on the overall activities of the Bank
For the year ended 30 June 2021

Sl. No.	Particulars	FY 2020-2021	FY 2019-2020
1	Paid up Capital	4,450,000,000	4,000,000,000
2	Total Capital (TC)	5,212,314,327	5,112,033,557
3	Capital Surplus / (Deficit)	762,314,327	1,112,033,557
4	Total Assets (TA)	10,724,453,333	7,052,994,358
5	Total Deposits	1,262,188,598	927,330,382
6	Total Loans and Advances	4,638,549,035	2,436,848,708
7	Total Contingent Liabilities and Commitments	N/A	N/A
8	Credit - Deposit Ratio	368%	263%
9	Percentage of Classified Loans against total Loans & Advances	14.75%	13.27%
10	Profit after Tax and Provision (EAT)	115,886,221	205,203,864
11	Amount of Classified Loans and Advances	684,131,690	323,402,432
12	Provision Kept against Classified Loan	119,925,620	53,288,248
13	Provision against CL-Surplus/ (deficit)	-	-
14	Cost of Fund (With Establishment)	25.15%	26.42%
15	Cost of Fund (Without Establishment)	6.12%	6.75%
16	Interest Bearing Assets	10,040,984,989	6,515,864,012
17	Non-interest Bearing Assets	683,468,344	537,130,346
18	Return on Investment (ROI)	N/A	N/A
19	Return on Assets (ROA)-Based on EBPT & TA	3.95%	5.06%
20	Return on Assets (ROA)-Based on EAT & TA	1.08%	2.91%
21	Return on Equity (ROE)-Based on EAT & TC	2.22%	4.01%
22	Earnings Per Share (EPS)	2.58	4.84
23	Price Earning Ratio (MPS/EPS)	100%	100%

